



CHROMATIC INDIA LIMITED

Regd. Office : 207, Vardhaman Complex Premises Co-op, Soc. Ltd., L.B.S. Marg, Vikhroli (W), Mumbai - 400 083. CIN No. : L99999MH1987PLC044447,

Tel.: 61369800 Fax : 25793973 E-mail : chromatic@mtnl.net.in website : www.chromatic.in GST IN : 27AAACCC6220B1ZC

Corporate Office : 501, Maker Chamber V, 221, Nariman Point, Mumbai (INDIA) - 400 021. Tel.: 22875661 E-mail : chromatic@mtnl.net.in

Factory : B-12/2, Lote Parshuram Indl. Area, Tal. - Khed, Dist. Ratnagiri. Tel.: 02356 - 272240, 272364 Fax : 02356 - 272127 E-mail : chromatic_chioplun@hotmail.com
Dombivali Unit : W-34, M.I.D.C., Phase-II, Dombivali (East), Dist-Thane.

Date: September 6, 2019

To,
The Manager
Listing Department,
The Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai-400001
Phones: 91-22-22721233/4, 91-22-66545695
Fax: 91-22-22721919

Script Code: 530191

To,
The Manager
Listing Department,
National Stock Exchange of India Limited
Exchange Plaza, C-1 Block G, Bandra
Kurla Complex, Bandra (E), Mumbai-400051.
Tel No: (022) 26598 100 - 8114
Fax No: (022) 26598 120

Script Code: CHROMATIC

Subject: 32nd Annual General Meeting of the Members of the Company and Annual Report 2018-19.

Dear Sir / Madam,

With reference to the above captioned subject and pursuant to Regulation 34 and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached herewith the 32nd Annual Report of the Company for the financial year 2018-19 containing, *inter alia*, the notice convening the 32nd Annual General Meeting of the Company.

The entire annual report is available on the website of the Company at www.chromatic.in

The same may please be taken on record and disseminated to all concerned.

Thanking you,

Yours faithfully,
For Chromatic India Limited


Vinod Kumar Kaushik
Whole-time Director





CHROMATIC INDIA LIMITED

32nd ANNUAL REPORT

2018-19



**Address / Venue: 207, Vardhaman Complex, L.B.S Marg,
Vikhroli (W), Mumbai – 400 083.
Prominent Land Mark: Home Town Mall**

**The Thirty Second Annual General Meeting of
The Members of Chromatic India Limited is
Scheduled on Monday, the 30th day of
September, 2019 at 11.00 A.M.**

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32nd Annual Report 2018-19 Corporate Information

Board of Directors

Mr. Vinod Kumar Kaushik	-	Whole-time Director
Mr. Mayank R. Kotadia	-	Non Executive & Independent Director
Mrs. Hiral H. Bavishi	-	Non Executive & Independent Director
Mr. Siraj A. Shaikh	-	Non Executive & Independent Director

Executives

Mr. Nitinkumar Chhotalal Kothari – CFO (appointed wef April 16, 2019)

Ms. Roshni Jigar Shah – Company Secretary & Compliance Officer (appointed wef April 16, 2019)

Auditors

M/s. S. K. Badjatya & Co.,
Chartered Accountants.

Bankers

Bank of India, Axis Bank Ltd., Central Bank of India, State Bank of India

Registered Office

Chromatic India Limited
CIN: L99999MH1987PLC044447
207, Vardhaman Complex Premises Co. op. Society Ltd.,
L.B.S. Marg, Vikhroli (West), Mumbai – 400083
Tel. No. +91 22 6136 9800
Fax No. +91 22 25793973
Email: chromatic@mtnl.net.in, cs@chromatic.in
Website: www.chromatic.in

Registrar & Share Transfer Agent

M/s. Bigshare Services Private Limited
CIN: U99999MH1994PTC076534
1st Floor, Bharat Tin Works Building, Opp.Vasant Oasis
Makwana Road Marol, Andheri East Mumbai 400059
Tel No.: +91 22 6263 8200
Fax: +91 22 6263 8299
Email: investor@bigshareonline.com
Website: www.bigshareonline.com



NOTICE TO SHAREHOLDERS

NOTICE is hereby given that the 32nd Annual General Meeting of the Members of **Chromatic India Limited** will be held on Monday, September 30, 2019 at 11.00 a.m. at 206, Vardhaman Complex Premises Co. op. Society Ltd., L.B.S. Marg, Vikhroli (West), Mumbai – 400083, to transact the following business:

Ordinary Business

Item No. 1- Adoption of Financial Statements for the year ended March 31, 2019

Ordinary Resolution

To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended March 31, 2019, including Audited Balance Sheet as at March 31, 2019 and the Statement of Profit and Loss Account for the year ended on that date, on a Standalone and Consolidated basis, together with the Reports of the Board of Directors and the Auditors thereon and, if thought fit, to pass with or without modification (s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT the Audited Financial Statements (Standalone & Consolidated) of the Company i.e. Balance Sheet, Statement of Profit & Loss Account, Cash Flow Statement, Report of the Board of Directors and Auditors thereon for the financial year ended March 31, 2019 as received, be and are hereby approved and adopted.

RESOLVED FURTHER THAT any of the Directors of the Company or the Company Secretary be and are hereby severally authorised to certify the true copy of the resolution and furnish the same to any other concerned authorities for their record and necessary action.”

Special Business:

Item No. 2 – Re-appointment of Mr. Vinod Kumar Kaushik (DIN: 02586479) as Whole-time Director of the Company for a period of Five years w.e.f. 1st April, 2019

Special Resolution

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

“RESOLVED THAT pursuant to the provision of Section 196, 197, Schedule V and other applicable provisions, if any, of the Companies Act, 2013, Mr. Vinod Kumar Kaushik, be and is hereby re-appointed as Whole Time Director of the Company for a period of Five years with effect from April 1, 2019, on remuneration and on terms and conditions as per the agreement entered into between the Company and Mr. Vinod Kumar Kaushik.

RESOLVED FURTHER THAT the aggregate amount of remuneration payable to Mr. Vinod Kumar Kaushik in a particular financial year will be subject to the ceiling limit laid down as Schedule V of the Companies Act, 2013.

RESOLVED FURTHER THAT the Board of Directors of the Company including any Committee thereof be and are hereby authorized to increase / alter / modify / vary the terms of remuneration of Mr. Vinod Kumar Kaushik within the ceiling limit laid down in Schedule V of the Companies Act, 2013.

RESOLVED FURTHER THAT any of the Directors of the Company be and is hereby authorized to sign, amend, alter, the agreement on behalf of the Company to be executed between the Company and Mr. Vinod Kumar Kaushik.”

Item No. 3 - Appointment of Mrs. Hiral Hitesh Bavishi (DIN: 08147837) as an Independent Director of the Company

Ordinary Resolution

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



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“RESOLVED FURTHER THAT pursuant to the provisions of Sections 149, 152, Schedule IV and such other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Qualifications of Directors) Rules, 2014, as amended from time to time, Mrs. Hiral Hitesh Bavishi, who was appointed by the Board of Directors as an Additional Director, categorized as Independent Director, with effect from June 29, 2019 and who holds office upto the date of this Annual General Meeting of the Company in terms of section 161 of the Companies Act, 2013 and in respect of whom the Company has received a notice in writing under Section 160(1) of the Companies Act, 2013 from a member proposing his candidature for the office of Independent Director, be and is hereby appointed as an Independent Director of the Company for a period of five years, with effect from the date of this Annual General Meeting up to the Annual General meeting to be held in the year 2024, not liable to retire by rotation.

RESOLVED FURTHER THAT any of the Director(s) or the Company Secretary of the Company, be and are hereby severally authorized, to do all such acts, deeds and things which are necessary to give effect to the aforesaid resolution.”

Item No. 4 –To lease, sell, transfer, convey, assign or otherwise dispose of the Company’s any property for the consideration upto Rs. 5 Crores pursuant to section 180(1)(a) of the Companies Act, 2013

Special Resolution

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

“RESOLVED THAT consent of Shareholders of the Company be and is hereby accorded, pursuant to Section 180(1)(a) and other applicable provisions if any, of the Companies Act, 2013 (as amended from time to time), to sell, lease or otherwise dispose of the whole or substantially the whole of the undertaking of the company or where the company owns more than one undertaking, of the whole or substantially the whole of any of such undertakings of every nature and kind, movable or immovable property, whatsoever to any person(s) and /or entity(ies) as may be determined by the Board, at a sale consideration, including any other incidental expenses, not exceeding the sum of Rs. 5 crores (Rupees Five Crores Only) at any time.

RESOLVED FURTHER THAT Mr. Vinod Kumar Kaushik, Whole Time Director of the Company be and is hereby authorized to do and perform all such acts, matters deeds and things as may be necessary, including finalizing the suitable seller(s), transferor(s), conveyer(s), assigner(s), lessor(s) as the case may be, of the said property, the terms and conditions, methods and modes in respect thereof, determining the exact effective date and finalizing and executing and registering the necessary documents including agreements, lease deeds, sale deed, agreement for sale, development agreement, other related agreements, deeds of conveyance and irrevocable powers of attorney, etc. and such other document(s) as may be necessary or expedient in its own discretion and in the best interest of the Company, including the power to delegate, to give effect to this resolution.”

By Order of the Board of Directors
For Chromatic India Limited

Vinod Kumar Kaushik
Whole-time Director

Registered Office

207, Vardhaman Complex Premises Co. op. Society Ltd.,
L.B.S. Marg, Vikhroli (West), Mumbai – 400083.
Tel. No. +91 22 6136 9800
Email: chromatic@mtnl.net.in, cs@chromatic.in
Website: www.chromatic.in
CIN: L99999MH1987PLC044447

Place: Mumbai

Date: August 14, 2019



Notes:-

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THIS ANNUAL GENERAL MEETING (THE MEETING) IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL, INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING THE PROXY MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**

Pursuant to the provisions of section 105 of the Companies Act, 2013 and relevant rules made there under, a person can act as a proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than 10% (ten percent) of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder. The holder of proxy shall prove his / her identity at the time of attending the meeting. The proxy form, forming part of this Notice is annexed at the last page of this Annual Report.

2. During the period beginning 24 hours before the time fixed for the Commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the company, provided that not less than three days of notice in writing is given to the Company.
3. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
4. Proxies submitted on behalf of companies, societies, etc., must be supported by appropriate resolutions / authority, as applicable.
5. Route Map of the venue of this Annual General Meeting, as a part of this notice is given after the cover page of this Annual Report 2018-19.
6. The relevant Explanatory Statement pursuant to the provisions of Section 102(1) of the Companies Act, 2013 setting out the material facts in respect to the Special Business in annexed herewith.
7. The Register of Members and Share Transfer Books of the Company will remain closed from Monday, 23rd September, 2019 to Monday, 30th September, 2019 (both days inclusive) for the purpose of Annual General Meeting.
8. The relevant details as required by Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter called as the Listing Regulations) entered into with the Stock Exchanges, of persons seeking appointment / re-appointment as Directors are annexed to this notice as "Annexure A".
9. Members are requested to update their Bank Account Number, Name and Address of the Bank / Branch, change in their address and other details to the Registrar and Share Transfer Agent of the Company i.e. M/s. Bigshare Services Private Limited in respect of shares held in physical mode and to their respective DPs for demat mode.
10. For convenience of the Members and for proper conduct of the Meeting, entry to the place of the Meeting will be regulated by way of attendance slip; forming part of this Annual Report. Members / proxies are requested to bring their duly-filled Attendance Slip and sign the same at the place provided and hand it over at the entrance of the venue. A Proxy Form which does not state the name of the Proxy shall be considered as invalid.
11. All documents referred to in the accompanying notice are open for inspection at the Registered Office of the Company on all working days between 11.00 am to 1.00 pm, except Saturdays, Sundays and Public holidays up to the date of this Annual General Meeting.



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12. Members desirous of obtaining any information / clarification(s) concerning the accounts and operations of the Company or intending to raise any query are requested to forward the same at least 10 days before the date of meeting to the Company Secretary at the Registered Office of the Company so that the same may be attended appropriately.
13. Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to Bigshare, for consolidation into a single folio.
14. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company / Bigshare Services Private Limited and also register nomination of their shareholding in the Company in Form SH-13.
15. Pursuant to Section 72 of the Companies Act, 2013, shareholders holding shares in physical form may file nomination in the prescribed Form SH-13 and for cancellation /Variation in nomination in the prescribed Form SH-14 with the Company's Registrar and Transfer Agent. In respect of shares held in electronic /demat form, the nomination form may be filed with the respective Depository Participant.
16. To support the "Green Initiative", the Members who have not registered their e-mail address so far are requested to register their e-mail address with the Company / M/s. Bigshare Services Private Limited / Depositories for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically. (For demat account holders, with their DP).
17. The Notice of the AGM along with the Annual Report 2018-19 is being sent by electronic mode to those Members whose e-mail address are registered with the Company / Depositories, unless any Member has requested for a physical copy of the same. For Members who have not registered their e-mail address, physical copy is being sent by the permitted mode under Companies Act, 2013. The Annual Report is also available to download at the website of the Company at www.chromatic.in.
18. The requirement to place the matter relating to appointment of Auditors for ratification by members at every Annual general Meeting is done away vide notification dated May 7, 2018 issued by the Ministry of Corporate Affairs, New Delhi. Accordingly, the resolution for re-appointment does not propose for ratification of appointment of Auditors.
19. SEBI has decided that securities of listed Companies can be transferred only in dematerialized form from. In view of the above and to avail various benefits of dematerialization, members are advised to dematerialise shares held by them in physical form.
20. In compliance with provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as substituted by the Companies (Management and Administration) Amendment Rules, 2015 ('Amended Rules 2015') and the provisions of the Listing Regulations, entered into with the Stock Exchanges, the Members are provided with the facility to cast their vote electronically, through the e-voting services provided by Central Depository Services (India) Limited (CDSL), on all resolutions set forth in this Notice. Further note that members who has voted by e-voting services cannot vote at the AGM.
21. The Company appointed Mr. Dharmesh Sarvaiya, Practicing Company Secretary (Membership No. A 46848 and CP. No: 17136) as Scrutinizer to conduct the e-voting in a fair and transparent manner. The Scrutinizer shall within a period of not exceeding 3 working days from the conclusion of voting period, shall unblock the votes in presence of two witness, who are not in employment of the Company and after scrutinizing the votes received shall make a Scrutinizer's report of the votes casted in favor or against or invalid votes in connection with the resolution(s) mentioned in the Notice of the Meeting and submit the same forthwith to the Chairman of the Company.
22. The results declared along with Scrutinizer's report shall be placed on the website of the Company immediately and shall also be communicated to the Stock Exchanges. The Resolutions shall be deemed to be passed, if approved, on the date of AGM.



The instructions for members for voting electronically are as under:-

The voting period begins on Friday, September 27, 2019 at 9:00 a.m and ends on Sunday, September 29, 2019 at 5.00 p.m. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of Saturday, September 21, 2019 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

- (i) Log on to the e-voting website www.evotingindia.com
- (ii) Click on Shareholders / Members
- (iii) 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.
- (iv) Next enter the Image Verification as displayed and Click on Login.
- (v) 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.
- (vi) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	<p>Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none">• 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 (refer serial no. printed on the name and address sticker/Postal Ballot Form/mail) 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. E.g. If your name is Ramesh Kumar with serial number 1 then enter RA00000001 in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none">• If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iii).

- (vii) After entering these details appropriately, click on "SUBMIT" tab.
- (viii) 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.
- (ix) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (x) Click on the EVSN for Chromatic India Limited on which you choose to vote.
- (xi) 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.



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- (xii) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xiii) 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.
- (xiv) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xv) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- (xvi) 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.
- (xvii) Shareholders can also cast their vote using CDSL’s mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Apple and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xviii) Note for Non – Individual Shareholders and Custodians
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xix) 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.

In case of members receiving the physical copy:

- (A) Please follow all steps from sl. no. (i) to sl. no. (xix) above to cast vote.
- (B) The voting period begins on Friday, September 27, 2019 at 9:00 a.m and ends on Sunday, September 29, 2019 at 5.00 p.m. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of Saturday, September 21, 2019, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (C) 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.

By Order of the Board of Directors
For Chromatic India Limited

Vinod Kumar Kaushik
Whole-time Director

Place: Mumbai
Date: August 14, 2019



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Explanatory Statement pursuant to Section 102 of the Companies Act, 2013

Item no. 2

Re-appointment of Mr. Vinod Kumar Kaushik (DIN: 02586479) as Whole-time Director of the Company for a period of Five years w.e.f. 1st April, 2019

The Board of Directors of the Company at their meeting held on May 15, 2019 re-appointed Mr. Vinod Kumar Kaushik as Whole-time Director of the Company, pursuant to the provisions of the Companies Act, 2013.

Mr. Vinod Kumar Kaushik will hold office for a period of five years w.e.f. 1st April, 2019.

Mr. Vinod Kumar Kaushik has attained an age of 70 years and hence requires special resolution of Members of the Company at General Meeting. In order of smooth functioning of the affairs of the Company, Board has decided to re-appoint Mr. Vinod Kumar Kaushik and hence seeking Members approval pursuant to Section 196 of Companies Act, 2013.

Brief Profile of Mr. Vinod Kumar Kaushik forms part of this notice.

Your Board recommends the Special resolutions as set out in Item No. 2 for approval of Members.

None of the Directors and / or Key Managerial Personnel of the company or their relatives, except Mr. Vinod Kumar Kaushik whose re-appointment is proposed in their respective resolution are in any way concerned or interested in the resolution.

Item no. 3

Appointment of Mrs. Hiral Hitesh Bavishi (DIN: 08147837) as an Independent Director of the Company

The Board of Directors of the Company at their meeting held on June 29, 2019 appointed Mrs. Hiral Hitesh Bavishi as an Additional Director of the Company, pursuant to the provisions of Section 161 of the Companies Act, 2013 and the Articles of Association of the Company.

Mrs. Hiral Hitesh Bavishi will hold office upto the date of this AGM. The Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member, along with a deposit of requisite amount proposing the candidature of Mrs. Hiral Hitesh Bavishi or the office of the Independent Director, to be appointed as such, under the provisions of Section 149 of the Companies Act, 2013.

The Company has received a declaration from Mrs. Hiral Hitesh Bavishi that she meets the criteria of independence as prescribed both under sub-section (6) of Section 149 of the Companies Act, 2013 and under SEBI Listing Regulations. In the opinion of the Board, Mrs. Hiral Hitesh Bavishi fulfills the conditions for his appointment as an Independent Director as specified in the Companies Act, 2013 and SEBI Listing Regulations. Mrs. Hiral Hitesh Bavishi is independent of the management and possesses appropriate skills, experience and knowledge.

In compliance with the provisions of section 149 read with Schedule IV of the Companies Act, 2013, the appointment of her as Independent Directors is now being placed before the members for their approval.

The terms and conditions of appointment of the above Director shall be open for inspection by the Members at the Registered Office of the Company.

Brief Profile and other details of proposed appointee's forms part of this notice.

Your Board recommends the Ordinary resolution as set out in Item No. 3 for approval of Members.

None of the Directors and / or Key Managerial Personnel of the company or their relatives, except proposed appointees whose appointment is proposed in their respective resolution are in any way concerned or interested in the resolution.



Item No. 4

To lease, sell, transfer, convey, assign or otherwise dispose of the Company's any property for the consideration upto Rs. 5 Crores pursuant to section 180(1)(a) of the Companies Act, 2013

In order to facilitate securing the borrowing made by the Company, it would be necessary to create charge on the assets or whole or part of the undertaking of the Company. Section 180(1)(a) of the Companies Act, 2013 provides for the power to sell, lease or otherwise dispose of the whole or substantially the whole of the undertaking of the Company subject to the approval of members in the General Meeting.

Your Board recommends the Special resolutions as set out in Item No. 4 for approval of Members.

None of the Directors and / or Key Managerial Personnel of the company or their relatives, are in any way concerned or interested in the resolution.

**Annexure to the Notice**

“Annexure A”

**Details of Directors seeking appointment / re-appointment at this Annual General Meeting
[Pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and
Secretarial Standard – 2 on General Meetings]**

Name of the Director	Mr. Vinod Kumar Kaushik	Mrs. Hiral Hitesh Bavishi
Father's Name	Mr. Maheshwar Dayal Kaushik	Mr. Arunkumar Dhirajlal Mehta
Designation	Executive, Whole Time Director	Non-Executive, Independent Director
Date of Birth	February 01, 1949	August 29, 1961
Age	70	58
Nationality	Indian	Indian
Date of Appointment on Board	April 01, 2019	June 29, 2019
Qualifications	Master in Arts, Maths	B.A. in Home Science
Experience / Expertise in specific functional areas	Wide experience in Finance & Administration.	Wide experience in Administration.
Directorships held in other Body Corporate (as on 31.03.2018)	Chromatic Ferro Alloys Limited	NIL
Positions held in Mandatory Committees (i.e, Audit Committee, Stakeholders Relationship Committee and Nomination Committee) of other Companies.	NIL	NIL
Number of Shares held in the Company (as on 31.03.2018)	100	NIL
Relationships between the Directors inter – se and or KMP	NIL	
	NIL	
Terms and conditions of appointment / re-appointment	Executive, Wholetime Director, Full time basis	Non-Executive – Independent
Remuneration last drawn including sitting fees, if any.	11.82 for FY 2017-18	-
Remuneration proposed to be paid	As to be recommended by Nomination Remuneration Committee	-
Date of first appointment on the Board	September 9, 2009	June 29, 2019

For other details such as number of meetings of to Board attended during the year and remuneration drawn in respect of above Directors please refer to the Corporate Governance Report which is a part of this Annual Report.

By Order of the Board of Directors
For Chromatic India Limited

Vinod Kumar Kaushik
Whole-time Director

Place: Mumbai
Date: August 14, 2019

Registered Office:
207, Vardhaman Complex
Premises Co. op. Society Ltd., L.B.S. Marg,
Vikhroli (West), Mumbai – 400083



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BOARD'S REPORT

To the Members,

Your Directors present herewith the 32nd Annual Report and the Audited Financial Statements of the Company for the financial year ended March 31, 2019.

Financial Results

The summary of the financial performance of the Company for the financial year ended March 31, 2019 compared to the previous year ended March 31, 2018 is summarized below:

(In Rupees)

Particulars	2018-19	2017-18
Net Sales and Other Income	81,246,457	433,585,981
Profit/ (Loss) Before Tax	(3,705,060)	(1,095,822)
Add / (Less): Deferred Tax Adjustments	390,815	250,613
Less: Current Income Tax	-	113,500
Less: Fringe Benefit Tax	-	-
Less: Wealth Tax	-	-
Profit/(Loss) after Tax	(4,095,875)	(2,653,536)
Add/(Less): Prior Year short provision for Tax	-	-
Balance Brought Forward	6,009,865	8,766,732
Amount Available for Appropriation	1,876,529	6,009,865
<u>Appropriations</u>		
Dividend/Interim Dividend on Equity Shares	-	-
Tax on Dividend	-	-
Surplus / Deficit Carried Forward	1,876,529	6,009,865

Operational Performance and State of Affairs of the Company

The total income generated for the financial year ended March 31, 2019 is Rs. 8.12 crores as against Rs. 43.35 crores for the financial year ended March 31, 2018. The Loss before tax is Rs. 37.05 lacs for the year ended 2018-19 compared to Rs. 10.96 lacs for the year ended 2017-18. The Net profit after tax is Rs. 40.96 lacs for the financial year 2018-19 as against Rs 26.53 lacs for the financial year 2017-18.

Dividend

To conserve the financial resources, no dividend has been recommended for the year under review.

Transfer to Reserve

No amount is proposed to transfer to the General Reserve Account as required under the Companies Act, 2013.

Change in Nature of Business

There is no change in nature of business of the Company during the year under review.

Management Discussion and Analysis

The Management's Discussion and Analysis on Company's performance – industry trends and other material changes with respect to the Company and its subsidiaries pursuant to Regulation 34 of the SEBI (Listing Obligations and Disclosure



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Requirements) Regulations, 2015 (herein after called as the “Listing Regulations”) is presented in a separate section forming part of the Annual Report.

Material Changes/ Commitments affecting the Financial Position of the Company occurred between the end of the Financial Year to which the Financial Statements relate and the date of this Report

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

Internal Financial Control (IFC) System and their adequacy

The Company's present Internal Control Systems are commensurate with its size. However, looking at the growth in the size of the Company and its operations it is strengthening these systems further. The Company places great emphasis on the maintenance of effective internal controls, both from the point of view of compliance with statutory requirements as well as supporting the smooth and efficient running of the business.

The Management is taking further initiatives in terms of adding more capacities, which would have significant benefit in the coming years.

A process driven framework for Internal Financial Control has been designed and implemented by the Company within the meaning of the explanation to Section 134(5)(e) of the Companies Act, 2013. For the financial year ended March 31, 2019, the Board is of the opinion that the Company has sound Internal Financial Control commensurate with its size and nature of its Business operations and operating effectively and no material weakness exist.

The Company has appointed M/s. Ponkshe Kulkarni & Co. (FRN: 107962W) Chartered Accountants, as Internal Auditors of the Company pursuant to Section 138 of the Companies Act, 2013 read with Rule 13 of The Companies (Accounts) Rules, 2014.

Corporate Governance and Shareholders Information

Your Company has taken adequate steps to adhere to all the stipulations laid down in the provisions of the Listing Regulations. A report on the Corporate Governance is included as a part of this Report. A Certificate from the Practicing Company Secretary, confirming the compliance with the conditions of the Corporate Governance as stipulated under Listing Regulations, forming a part of this Report.

Subsidiary Company / Associate / Joint Venture Company

As on March 31, 2019, your Company has two wholly owned subsidiaries (WOS), namely,

1. Chromatic Ferro Alloys Limited (under the process of strike off)
2. Chromatic International FZE

The Company has incorporated two 100% wholly – owned subsidiary, namely Chromatic Ferro Alloys Limited and Chromatic International FZE on 13th September, 2011 and 21st October, 2010 respectively.

The Company will make available, on request, the annual accounts of the subsidiary company Chromatic International FZE and the related information to any member of the Company who may be interested in obtaining the same. These documents will also be kept open for inspection during the business hours at the registered office of the Company. The Consolidated Financial Statements presented by the Company includes the financial result of its subsidiary company.

During the year under review, Company does not have any associate company and joint venture company pursuant to the provisions of Companies Act, 2013. Your company has initiated the process to close down a subsidiary company, viz. Chromatic Ferro Alloys Limited which has not yet started any operation.



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Pursuant to Section 129(3) of the Companies Act, 2013 read with Rule 5 of the Companies (Accounts) Rules, 2014, a statement, in Form AOC-1, containing the prescribed details of subsidiaries is attached to this Annual Report, as **Annexure A**

Policy for determining material subsidiaries is disclosed on the website of the Company at www.chromatic.in

Further, the Company does not have any Joint Venture or Associate Company.

Listing of Equity Shares

The equity shares of your company are listed on Bombay Stock Exchange Limited (BSE) and National Stock Exchange of India Limited (NSE). The equity shares of the Company was listed and admitted for dealing on National Stock Exchange with effect from 29th May, 2012. The annual listing fees for the year 2019-20 is already paid to the Bombay Stock Exchange Limited and National Stock Exchange of India Limited.

Human Resource Development

Company encourages a culture that develops and empowers people, promotes team building and nurtures new ideas. The Company's recruitment practice ensures that suitable candidates with merit are recruited and provided with the right opportunities to grow within the organization.

Depository System

Your Company's equity shares are available for dematerialization through National Securities Depository Limited and Central Depository Services (India) Limited. As of March 31, 2019, 99.64% of the Equity shares were held in demat form. In view of the numerous advantages offered by the Depository system, members holding shares in physical mode are advised to avail of the facility of dematerialization form either of the Depositories. Company's ISIN is INE662C01015.

SEBI has decided that securities of listed Companies can be transferred only in dematerialized form with effect from October 2, 2018. In view of the above and to avail various benefits of dematerialization, members are advised to dematerialise shares held by them in physical form.

Buy-Back of Shares

During the financial year under review, Company has not announced any Buy-back of its Shares.

Share Capital

During the financial year under review, there is no change in the capital structure of the Company by way of further issue, bonus, sweat equity share, employee stock option scheme or in any other manner. The paid up equity share capital of the Company as on March 31, 2019 was Rs. 710,461,000/- divided into 71,046,100 equity shares of Rs. 10/- each. As on March 31, 2019, Directors shareholding in the Company is as mentioned in this Annual Report.

Pledge of shares

As on March 31, 2019, the Promoter of the Company does not have any shares which are encumbered / pledged.

Board Meetings

During the Financial year, five Board Meetings were held and the details of which are given in the Corporate Governance Report. The provisions of the Companies Act, 2013, Secretarial Standards as prescribed by the Institute of Company Secretaries of India and the Listing Regulations were adhered to while considering the time gap between the two meetings.



Directors / Key Managerial Personnel

1. Composition of Directors

a. Appointment

Ms. Hiral Hitesh Bavishi (DIN: 08147837) was appointed as an Additional Director (Independent) on the Board with effect from June 29, 2019. Hence, the Board of Directors seek your confirmation for appointment of Ms. Hiral Hitesh Bavishi as an Independent Director for a term upto five consecutive years i.e., with effect from the date of this (32nd) Annual General Meeting, up to the Annual General meeting to be held in the year 2024. Resolution with respect to the same has been incorporated in the Notice of the 32nd Annual General Meeting of the Company.

Ms. Hiral Hitesh Bavishi has consented to act as an Independent Director of the Company. The Company has also received a declaration that he is not disqualified from being appointed as a Director u/s 164 of the Companies Act, 2013 and meets the criteria of independence as prescribed under both Companies Act and SEBI Regulations.

b. Re-appointment

Mr. Vinod Kumar Kaushik, Whole time Director of the Company re-appointed for a period of five years with effect from 01.04.2019. The resolution seeking approval of the members for the re-appointment of Mr. Vinod Kumar Kaushik as Whole time Director has been incorporated in the Notice of the 32nd Annual General Meeting of the Company.

All the appointment(s) and reappointment(s) has been recommended by the Nomination and Remuneration Committee of the Company.

c. Resignation

Ms. Diana M Joshi, Non-Executive Independent Director has resigned from the Board with effect from June 21, 2019. The Board wishes to place on record its deep appreciation for the valuable contributions made by her to the Board and the Company during her tenure as Director.

2. Declaration by Independent Directors

The Company has received declaration from all the Independent Directors of the Company, including the relevant proposed appointee, confirming that they meet with the criteria of independence as prescribed both under sub-section (6) of section 149 of the Companies Act, 2013.

3. Key Managerial Personnel

a. CFO

Mr. Nitinkumar Chhotalal Kothari has been appointed as Chief Financial Officer of the Company w.e.f. April 16, 2019.

b. Company Secretary

During the financial year under review, Ms. Suruchi Wadher has resigned from the post of Company Secretary & Compliance Officer w.e.f. November 20, 2018 and Ms. Roshni Jigar Shah has been appointed for the said designation w.e.f. April 16, 2019.

Apart from above, there is no other change in Key Managerial Personnel of the Company.

Familiarization programme for Independent Directors

The Company proactively keeps its Directors informed of the activities of the Company, its management and operations and provides an overall industry perspective as well as issues being faced by the industry.



Company's policy relating to Directors Appointment, Payment of Remuneration and discharge of their duties

The provisions of Section 178(1) of the Companies Act, 2013 relating to constitution of Nomination and Remuneration Committee are applicable to the Company and hence the Company has devised a policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under the aforesaid provisions.

Board Evaluation

In accordance with the provisions of the Companies Act, 2013, Companies (Amendment) Act, 2017 and Chapter II Regulation 4 of the Listing Regulations, annual evaluation has been carried out of the performance of the Board and Audit, Nomination and Remuneration and Stakeholder Relationship Committees.

Directors Responsibility Statement

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3)(c) of the Companies Act, 2013:

- a. In the preparation of Annual Accounts for the year ended March 31, 2019, the applicable Accounting Standard have been followed along with proper explanation relating to material departure and there are no material departures from the same;
- b. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2019, and loss of the company for the year ended on that date;
- c. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. The Directors have prepared the Annual financial statements of the Company on a going concern basis;
- e. Proper internal financial controls were in place and that the financial controls were adequate and were operating effectively; and
- f. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Auditors and Auditors' Report

Pursuant to section 139 of the Companies Act, 2013 and rules framed thereunder, the Company had appointed M/s. S. K. Badjatya & Co., Chartered Accountants (ICAI Firm Registration no. 004017C), in the (31st) Annual General Meeting held on September 26, 2018, as the Statutory Auditor of the Company who shall hold office till the conclusion of Annual General Meeting of the Company to be held in the year 2020 on such remuneration as may be determine by the Board of Directors of the Company on the recommendation of the Audit Committee.

The Company has received confirmation from M/s S. K. Badjatya & Co., to the effect that their re-appointment is within the prescribed limits under Section 141(3) of the Companies Act, 2013 and that they are not disqualified for such re-appointment within the meaning of Section 141 of the Companies Act, 2013. As required under Regulation 33(d) of the Listing Regulations, the auditors have also confirmed that they hold a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India.

Secretarial Audit

According to the provisions of Section 204 of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel), 2014, The Board of Directors had appointed M/s. R N Gupta & Co., a firm of



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Company Secretary in Practice to undertake the Secretarial Audit of the Company for the financial year 2018-19. The Report of the Secretarial Audit Report submitted by them is enclosed as a part of this Report as Annexure B.

However, M/s. R N Gupta & Co., has resigned as Secretarial Auditor of the Company w.e.f. May 15, 2019.

The Company on May 15, 2019 had appointed Ms. Nishi Jain, Practicing Company Secretary (COP No. 8429 and FCS No. 22386) as Secretarial Auditor in place of M/s. R N Gupta & Co.

Explanation or Comments on Qualifications, Reservations or Adverse Remarks or Disclaimers made by the Auditors in their Reports:

(i) Statutory Auditor:

The observations and comments given in the report of the Auditors are as follows:

- We draw reference to note 24 to the standalone financial statements. Sundry Debtors and Loans & Advances (other than advances to subsidiaries) includes amount of Rs 38.61 crore and Rs 1.06 crore respectively which are outstanding for a period of more than 3 years.
- We draw reference to note 25 to the standalone financial statement. Loans & Advances includes non-interest bearing unsecured loan of Rs. 249,49,20,653/- given to Chromatic International FZE, the subsidiary of the company for overseas Business Development. The subsidiary did not do any business during the year. Company has not made the accounting treatment as prescribed in Ind AS 109 (Financial Instruments) and Ind AS 113 (Fair Value Measurement)
- We draw reference to note 26 to the standalone financial statement. Company has classified one of its Building which has been given on rent, as Investment Property as per Ind AS 40 (Investment Property) and elected to continue with the carrying value recognised as at 1 April 2016 measured as per previous GAAP. Company has not measured the Investment property at Fair value as on 31.03.2019 as prescribed in Ind AS 40.
- We draw reference to note 28 to the standalone financial statements. During the year 2018-19, Commissioner of Income Tax (Appeal), has passed the order for the A.Y. 2012-13 against the Company for the Income Tax demand of Rs 1,94,68,328/-. Said demand has not yet provided in the books as on 31st March 2019.
- We draw reference to note 29 to the standalone financial statements. Capital work in progress includes an amount of Rs. 105.72 Crores, paid during previous accounting years for setting up of power plant. The procurement has not been done for pending clearances from the Govt. These advances are subject to confirmation and reconciliation and outstanding for more than 3 years
- We draw reference to the note 6(d). Company carrying heavy cash in hand balance, which in our opinion is not line with the size of business. We have not physically verified the cash balance.

Explanation or comments under Section 134(f)(i) of the Companies Act, 2013 in respect of the above Auditors observations are as follows:

- The management has estimated that the current assets, loans and advances shall have value on realization in the ordinary course of business. Though balances of sundry debtors, sundry creditors, loans and advances and other personal accounts are subject to confirmation and reconciliation, the management feels the same are recoverable.
- The management is of the opinion that the subsidiary would commence business and the advances lent to the subsidiary would be utilized for the purpose of its business.
- The Company is awaiting the required approvals for proceeding to set up the power plant.



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- The amount has been shown as Long Term Loans & Advances in the Financial Statements. Unfortunately, the company has been liquidated during the year 2011-12 and hence recovery of the same is estimated as doubtful.
- The subsidiary did not do any business during the year, but it is positively estimated that the aforesaid subsidiary may commence business in the next financial year.

Reporting of Fraud

The Auditors of the Company have not reported any fraud as specified under the second proviso of Section 143 (12) of the Companies Act, 2013.

Shares in suspense account

No equity share of the Company was in suspense account as on March 31, 2019.

Cost Audit

As per the Cost Audit Orders, Cost Audit is not applicable to the Company's products /business for the financial year 2018-19.

Deposits

Your Company has not accepted any deposits under Section 73 of the Companies Act, 2013 for the year under review and, as such; no amount on account of principal or interest on deposits was outstanding during the period under review.

Consolidated Financial Statements

Your Directors provides Audited Consolidated Financial Statements in this Annual Report. The statement containing the salient features of the financial statement of the Subsidiary Company as required under Section 129(3) of the Companies Act, 2013 in Form AOC-1 is annexed herewith as 'Annexure A'. However, your Company does not have Associate or Joint Venture as on 31st March, 2019.

Foreign Exchange Earnings and Outgo

During the year under review, Company has made following transactions in Foreign Currency.

	(Rs. in Lakh)	
Particular	2018-19	2017-18
Expenditure in Foreign Currency	0.44	15.99
Earning in Foreign Currency	548.91	3,346.20

Conversation of Energy, Technology Absorption & Foreign Earnings and Outgo:

Information in accordance with the provision of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 regarding conversation of energy and technology absorption are as per **Annexure-C** and forms part of this report.

Environment and Social Concern

Your Company continues its efforts for the betterment of the environment and conservation of scarce natural resources.

Details of Policy Developed and Implemented by the Company on its Corporate Social Responsibility Initiatives



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The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable on the Company for the financial year ending March 31, 2019.

Vigil Mechanism

In pursuant to the provisions of the Section 177(9) and (10) of the Companies Act, 2013, a Vigil Mechanism for Directors and Employees to report genuine concerns has been established. The Vigil Mechanism Policy has been uploaded on the website of the Company at www.chromatic.in.

Risk Management

Your company has been regularly assessing the risk and ensures that the risk mitigation plans are in place.

Disclosure under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013

Our Company has in place an Anti-Sexual Harassment Policy at workplace. Our policy aims at prevention of harassment of employees as well as contractors and lays down the guidelines for identification, reporting and prevention of sexual harassment. Your Directors state that during the year under review, there were no cases reported pursuant to the Sexual Harassment of Women at Workplace (Prevention Prohibition and Redressal) Act, 2013.

a.	number of complaints filed during the financial year	Nil
b.	number of complaints disposed of during the financial year	Nil
c.	number of complaints pending as on end of the financial year	Nil

Company has constituted Internal Complain Committee in accordance with Section 4 of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013.

Significant and Material Orders Passed by the Regulators or Courts

During the year under review there are no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

Disclosure of Composition of Audit Committee

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is applicable to the Company. The Composition is in line with the provisions of the Listing Regulations read with Section 177 of the Companies Act, 2013.

Disclosure of Composition of Stakeholders Relationship Committee

The provisions of Section 178 of the Companies Act, 2013 is applicable to the Company. The Composition is in line with the provisions of the Listing Regulations read with Section 178 of the Companies Act, 2013.

Related Party Transactions

During the year, Company has not entered into any transaction referred to in sub-section (1) of Section 188 of the Companies Act, 2013 read with Rule 15 of the Companies (Meetings of Board and its powers) Rules, 2014 with related parties.

The Related Party Transactions that were entered during the financial year were on the Arm's Length Basis and were in the ordinary course of business. There were no Related Party Transactions (RPTs) entered into by the Company during the financial year, which attracted the provisions of section 188 of the Companies Act, 2013.

There were no materially significant transactions with the Company's Promoters; Directors; Management, KMP or their Relatives which could have a potential conflict with the interests of the company. Transactions with related parties entered by the Company in the normal course of the business are periodically placed before the committee for its omnibus approval.



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There being no 'material' related party transactions as defined under regulation 23 of SEBI Listing Regulations, 2015, there are no details to be disclosed in Form AOC-2 in that regard. During the year 2018-19, pursuant to section 177 of the Companies Act, 2013 and regulation 23 of SEBI Listing Regulations, 2015, all RPTs were placed before the Audit Committee for its approval.

The Board of Directors of the Company has, on the recommendation of the Audit Committee, adopted a policy to regulate transactions between the company and its related parties, in compliance with the applicable provisions of the Companies.

Pursuant to Regulation 34(3) read with Schedule V of the Listing Regulations, the Company shall make disclosures in compliance with the Accounting Standard on "Related Party Disclosures" as per the following:

Sr. No.	In the accounts of Chromatic India Limited	Disclosures of amounts at the year end and the maximum amount of loans / advances / Investments outstanding during the year.
1	Holding Company: Cheetah Multitrade Private Limited	Loan Taken by the Company = Rs. 8,182,402/-
2	Subsidiary:	
a	Chromatic International FZE	Loan Given by the Company = Rs 2,494,920,653
b	Chromatic Ferro Alloys Limited (under the process of liquidation)	Loan Given by the Company is written off
3	Holding Company	Investments by the loan in the shares of parent company and subsidiary company, when the company has made a loan or advance in the nature of loan= NA

Disclosures of transactions of the listed entity with promoter / promoter group:

The Company has only one promoter i.e., Cheetah Multitrade Private Limited. The Company has taken loan of Rs. 8,182,402/- from the promoter, apart from this there is no other transaction with the promoter. Disclosures of transactions of the Company with the Promoter as per the applicable Ind AS are forming part of the financial Statements of the Company.

Particulars of Loans, Guarantees or Investments

In pursuance to the provisions of Section 186 of the Companies Act, 2013, the details of the Loans, guarantees or investments are given in the notes to the financial statements in this Annual Report.

Annual Return

As per Companies (Amendment) Act, 2017 Annual Return of the Company has been uploaded on the website www.chromatic.in

Particulars of Employees

The information required pursuant to Section 197 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Companies (Particulars of Employees) Rules, 1975, in respect of the employees of the Company is as follows:

- a) Employed throughout the year NIL
- b) Employed for part of the year NIL



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The Company has not employed any individual whose remuneration falls beyond the purview of the limits prescribed under the provisions Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

The remuneration paid to all the Key Managerial Personnel was in accordance with the remuneration policy adopted by the Company.

The details pursuant to Section 197 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are annexed as 'Annexure -D.'

Remuneration Ratio of the Director's/Key Managerial Personnel (KMP)/Employees

The information required pursuant to Section 197 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Companies (Particulars of Employees) Rules, 1975 in respect of employees of the Company and Director's/Key Managerial Personnel is furnished hereunder:

Sr. No	Name	Designation	Remuneration paid in F.Y 2018-19 (Rs. In Lakhs)	Remuneration paid F.Y. 2017-18 (Rs. In Lakhs)	Increase in Remuneration from Previous year (Rs. In Lakhs)	Ratio/Times per Median of Employees Remuneration
1	Mr. Vinod Kumar Kaushik	Whole Time Director	12.69	11.82	7.27%	-
2	*Ms. Suruchi Wadher	Company Secretary	2.06	2.97	-	-

*Ms. Suruchi Wadher resigned w.e.f. 20th November, 2018.

Relationship between average increase in remuneration and Company's performance:

In line with Company's reward philosophy, merit increases and annual bonus pay-outs of its Employees including Key Managerial Personnel are directly linked to individual performance as well as that of the business. Given the superior business performance and the performance rating of the Key Managerial Personnel, appropriate reward by way of merit increase or variable pay have been awarded to the Key Managerial Personnel for the current year. This was duly reviewed and approved by the Nomination & Remuneration Committee of the Company.

Acknowledgement

Your Directors take this opportunity to thank all investors, customers, vendors, banks/financial institutions, regulatory and government authorities and Stock Exchanges for their consistent support and encouragement to the Company. The Directors also place on record their sincere appreciation to all employees of the Company for their hard work, dedication and commitment. The enthusiasm and unstinting efforts of the employees have enabled the Company to remain at the forefront of the Industry.



Cautionary Statement:

Statements in the Board's Report and the Management Discussion & Analysis describing the Company's objectives, expectations or forecasts may be forward-looking within the meaning of applicable securities laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operations include global and domestic market conditions affecting cost as well as the selling prices of the services, changes in government regulations, tax laws, economic developments within the country and other factors such as litigation and industrial relations.

By order of the Board of Directors
For Chromatic India Limited

Mayank Rasiklal Kotadia

Director

DIN: 07484438

Vinod Kumar Kaushik

Director

DIN: 02586479

Place: Mumbai

Date: August 14, 2019

ANNEXURE INDEX

Annexure	Content
A	Form AOC-1
B	Secretarial Audit Report – MR-3
C	Conservation of Energy, Technology absorption, Foreign Earnings and Outgo ,
D	Particulars of Employees



Annexure - B

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To,
The Members,
Chromatic India Limited
Mumbai.

My Secretarial Audit Report is to be read along with this letter

- 1) Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- 2) We have followed the audit practices and 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. We believe that the processes and practices, we followed, provide a reasonable basis for our opinion.
- 3) We have not verified the correctness and appropriateness of financial records and Books of accounts of the Company.
- 4) Where ever required, we 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 the Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedure on test basis.
- 6) The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the company.

For R. N. GUPTA & CO.
Practicing Company Secretaries

(R. N. GUPTA)
Proprietor
FCS No. 4693
COP No. 3131

Place: Mumbai
Dated: May 8, 2019



Form MR-3

SECRETARIAL AUDIT REPORT
For the Financial Year Ended March 31, 2019

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

To,
The Members,
Chromatic India Limited
Mumbai.

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s Chromatic India 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 Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on March 31, 2019, 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, 2019 according to the provisions of:

- (i) The Companies Act, 1956 and Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; to the extent of their applicability to the Company.
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act' as applicable):-
 - 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 and Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; (Not applicable to the Company during the Audit period)
 - d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 / Securities and Exchange Board of India (share based Employee Benefits) Regulations, 2014 (effective 28th October, 2014)



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- 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)
 - i) The Securities and Exchange Board of India (Listing Obligation & Disclosure Requirements) Regulations, 2015.
- (vi) The Other laws as may be applicable specifically to the Company are:
- (a) The Factories Act, 1948,
 - (b) The Payment of Wages Act, 1936,
 - (c) The Minimum Wages Act, 1948,
 - (d) Employees Provident Fund and Miscellaneous Provisions Act, 1952,
 - (e) Employers State Insurance Act, 1948,
 - (f) The Payment of Bonus Act, 1965,
 - (g) Maternity Benefit Act, 1961,
 - (h) Payment of Gratuity Act, 1972,
 - (i) Industrial Disputes Act, 1947,
 - (j) Industrial Employment (Standing Orders) Act, 1946,
 - (k) Indian Contract Act, 1872
 - (l) Indirect Tax Laws,
 - (m) Employees Compensation Act, 1923,
 - (n) Contract Labour (Regulation and Abolition) Act, 1970
 - (o) Pollution Control Acts and Rules made thereunder,
 - (p) The Hazardous Waste and Management Handling Rules, 1988 and The Boiler Act, 1923

Based on the information, explanations and management representation letter, I report that the Company has substantially complied with the provisions of these Acts as are applicable to it.

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

- a) Secretarial Standards for Board Meetings and Annual General Meetings issued by The Institute of Company Secretaries of India.
- b) Erstwhile Listing Agreement and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including any amendments thereof, entered into by the Company with Bombay Stock Exchange Limited and National Stock Exchange of India Limited, as applicable and;

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 were carried out in compliance with the provisions of the Act.



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- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent sufficiently 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 based on review of compliance mechanism established by the Company I am of the opinion that there are adequate systems and processes in the company which commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period the company has passed one circular resolutions of Board of Directors in compliance of the Act.

I further report that during the audit period there were no instances

- a) Public/Right/Preferential issue of shares/debentures/sweat equity, etc.
- b) Redemption/buy-back of securities
- c) Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013
- d) Merger / amalgamation / reconstruction, etc.
- e) Foreign technical collaborations

I further report that during the audit period the Company has no other specific events / actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc. referred to above.

For R. N. GUPTA & CO.
Practicing Company Secretaries

(R. N. GUPTA)
Proprietor
FCS No. 4693
COP No. 3131

Place: Mumbai
Dated: May 8, 2019

My Secretarial Audit Report is to be read along with letter as per Annexure B



Annexure – C

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Disclosure of Particulars with respect to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

[Pursuant to Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014]

A. Conservation of Energy

A. Conservation of Energy :

a) Energy conservation measures taken :

Energy Conservation continues to receive priority attention at all the levels. All requisite efforts are made to conserve and optimise the use of energy with continuous monitoring, improvement in maintenance and distribution systems and through improved operational techniques.

b) Total energy conservation & energy consumption per unit of production (as per form - A annexed hereto)

B. Technology Absorption :

a) Updation of Technology is a continuous process, absorption implemented and adapted by the Company for innovation. Efforts are continuously made to develop new products required in the Textile Dyes Industry. The details of the Technology absorption is as per Form - B.

b) The Company has been able to successfully indigenise the toolings to a large extent and successfully developed new products by virtue of technology absorption, adaptation and innovation.

C. Foreign exchange earnings and outgo	: (Rs. in Lakhs)
Foreign exchange earnings	: 0.44
Foreign exchange outgo	: 548.91

Form – A

Form for disclosure of particulars with respect to conservation of energy

A. Power and fuel consumption :	2018-19	2017-18
1. Electricity :		
Unit	419953	399182
Total Amt. (Rs.)	2387970	3359980
Rate per Unit (Rs.)	6.98	8.41
2. Furnace Oil :		
Quantity (Ltrs)	55005	39129
Total Amt. (Rs.)	2310210	1203131
Average Rate (Rs.)	42	30.75
3. Briquettes / Firewoods :		
Quantity (Kgs)	0	0
Total Amt. (Rs.)	0	0
Average Rate (Rs.)	0	0
4. Coal		
Unit	160050	557510
Total Amt. (Rs)	1265995	1203134
Rate per Unit(Rs.)	7.19	7.29



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B. Consumption per unit of production :

	2018-19	2017-18
Production Unit (In Kg.)	140096	1,002,224
Electricity Unit		0.39
Furnace Oil (Ltrs)		0.03
Coal		0.57

Form – B

(See Rule - 2)

(Form for disclosure of particulars with respect to absorption.)

Research and Development (R&D)

1. Research and development in the area of new value added products is continuing.
2. As a result of last year R & D efforts the new products are already running in the market.



Annexure - D

Particulars of employees

Information as per Rule 5(1) of Chapter XIII, Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Sr. No.	Requirements	Disclosure
I	The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year;	7.27 as stated above in the report
II	The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year;	NA
III	The percentage increase in the median remuneration of employees in the financial year;	8%
IV	The number of permanent employees on the rolls of company	There were 39 permanent employees on the rolls of the Company as on March 31, 2019
V	The explanation on the relationship between average increase in remuneration and company performance	NIL
VI	Comparison of the remuneration of the Key Managerial Personnel against the performance of the company	Remuneration of the Key Managerial Personnel is as per the Company's policy and in line with the performance of the company.
VII	Variations in the market capitalisation of the company, price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase over decrease in the market quotations of the shares of the company in comparison to the rate at which the company came out with the last public offer in case of listed companies, and in case of unlisted companies, the variations in the net worth of the company as at the close of the current financial year and previous financial year.	The market capitalisation as on March 31, 2019 was Rs. 42.63 Lakhs (Rs 25.22 Crores as on 31st March, 2018).
VIII	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration	There is no exceptional increase in Managerial Remuneration.
IX	Comparison of the each remuneration of the Key Managerial Personnel against the performance of the company	Remuneration of Key Managerial Personnel is in line with the bench mark study and performance of the company.
X	The key parameters for any variable component of remuneration availed by the directors	Depends on the performance parameters set for key managerial personnel as approved by the committees of the Board.
XI	The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year.	NIL
XII	Affirmation that the remuneration is as per the remuneration policy of the company	We affirm that the remuneration is as per the remuneration policy of the company.



MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Chemicals dyes Industry

In view of the slow- down on the economic front over the world and its corresponding impact on chemical dyes Industry across the globe, the chemicals dyes business experienced very challenging conditions during the year. With high natural / synthetic prices and the slowing down in end-product demand, customers undertook production cuts at periodic intervals. This did impact the demand for chemicals dyes adversely. The resultant mismatch in supply and demand of certain key chemicals impacted their selling prices, resulting in pressure on margins. Cost increases on account of various inputs, aggravated the situation further. Despite this, our Company managed to retain its volumes at the previous year's levels.

Industry Structure and Development

Chemical industry is capital as well as knowledge intensive industry. This industry plays a significant role in the Global economic and social development. It is also human resource intensive industry and hence generates employment. The diversification within the chemical industry is huge and covers more than thousands of commercial products. Chemicals are used in a wide variety of products and processes. They are major contributors to national and world economies, their sound management throughout their lifecycle is essential in order to avoid significant and increasingly complex risks to human health and ecosystems and substantial costs to national economies. There is immense potential for increasing consumption within the country as also for India to become a reliable supplier of such quality chemicals to the world.

Chemicals play a major role in improving the quality of life by enabling the manufacture of the goods and materials that need whilst mitigating adverse environmental impact. By developing new usages of chemicals, processes and sustainable routes to produce novel environmental friendly materials, it can achieve low carbon processes that can make high value products of the Company for humans and solve energy and sustainability challenges.

Our Company is a manufacturer and supplier of Chemical Dyes, Dye Intermediates and Basic Chemicals. It currently focuses on manufacturing basic chemicals to feed dye intermediates and dyes manufacturing through a successful strategy of backward integration. The product range caters mainly to textiles industries. The Company has its manufacturing facility at Khed, District Ratnagiri. The setting up of additional production facilities will enable your Company to capture a higher market share out of additional production volumes.

Total income generated for the financial year ended March 31, 2019 is Rs. 8.12 crores as against Rs. 43.35 crores for the financial year ended March 31, 2018. The Loss before tax is Rs. 37.05 lacs for the year ended 2018-19 compared to Rs. 10.96 lacs for the year ended 2017-18. The Net profit after tax is Rs. 40.96 lacs for the financial year 2018-19 as against Rs 26.53 lacs for the financial year 2017-18.

Business Outlook: Opportunities and threats

Over the last fifteen years, the Indian chemicals industry has graduated from manufacturing principle chemicals in a highly regulated market to being a mature industry in a liberalized economy. Until 1991, India had a closed economy, with the domestic chemical industry enjoying protection in the form of differential import duties on raw materials and finished chemical products. Chemical manufacturing was largely controlled by licensing regulations. This industry is among the fastest growing industries in India. The bulk of chemicals produced in India comprise either upstream products or intermediates, which go into a variety of manufacturing applications.

Indian chemical companies with well-built systems and structured operations are likely to be benefited. It has been contributing to India's growing economy in a phenomenal way. Today, India has achieved considerable progress in production of basic organic and inorganic chemicals, dyestuffs and intermediates. Those companies who are manufacturing highly valued chemicals and who are compliant of industrial quality standards can make their mark not just in India but even in the overseas markets as well.

The sales efforts are also well supported by a team of technical experts who play a pivotal role in providing pre / post sales technical services, training to customer's employee, on-site back-up, recipe and process customization, product development etc.



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Our Company's R&D activities broadly comprise various processes for developing new products, standardizing analytical methods and identifying substitutes for key raw materials. Through the R&D centre, the Company continuously interacts with consumers to obtain feedback on its existing as well as new products to complement its new product development activities.

Threats, Risks and Concerns:

The Company is a manufacturer and suppliers of Dyes, Intermediates and Basic chemicals. However, the following major issues may hamper business operation as well as growth of the Company:

- (a) Volatility in prices of raw material especially crude oil and transportation cost can adversely affect the business operations and can thin out the profitability of the Company.
- (b) The Company is doing business with various countries, therefore, our business operations and growth is dependent upon the political, climatic, economic, regulatory and social environment of such countries.
- (c) The Company is a exporter therefore; the volatility in foreign exchange rates may affect the business operation as well as growth of the Company.

The Company is continuously working towards achieving further improvements in the quality of its products as well as in technological and operational efficiencies of its manufacturing processes. It also strives to develop new products to improve its participation in the market and enlarge its product range. The company is also, through its strong research initiatives, engage in developing new products which would meet the emerging needs of its customers and the environmental challenges of the future. The pricing scenario of chemicals dyes, accordingly, is likely to undergo a positive change with the reduction in the global supply position.

Periodic assessment across the Company is undertaken to identify and thereafter prioritize significant risks. Owners are identified for all such risks and are assigned the responsibility to develop and deploy mitigation strategies. These are subjected to a review by the Board.

With the expectation of an improvement in the market conditions for the Chemical Industry during the year, the Company will endeavour to perform better than the last year.

Segment-wise or product-wise performance

The company has only one manufacturing plant and a unified marketing and administrative set-up due to which segment wise disclosures of Liabilities and Profitability cannot be determined.

The Company operates in one business segment, namely manufacturing & trading of S. O. Dyes & Chemicals and geographic segments i.e. the Domestic and the Overseas are summarised as follows. :

Particulars	Domestic	Overseas	Total
Sales	99,08,707	548,91,436	648,00,143
	(95,630,818)	(334,620,304)	(430,251,122)
Total Sales	99,08,707	548,91,436	648,00,143
	(95,630,818)	(334,620,304)	(430,251,122)

Note: Figures in bracket represent previous year figures.

**Financial and Operational Performance**

The highlights of the Financial Operational Performance are given below :

(Rupees in Lakhs)			
Sr. No	Particulars	2018-19	2017-18
1.	Sales/ Income from Operations	648,00,143	4302.51
2.	Other Income	164,46,314	61.90
3.	Sub – Total	812,46,457	4364.41
4.	Total Expenditure (Before Interest)	828,17,827	2947.88
5.	Profit Before Interest and Exceptional Items	(15,71,370)	(10.96)
6.	Profit/Loss from Ordinary Activities Before Tax	(37,05,060)	(10.96)
7.	Profit/Loss After Tax	(40,95,875)	(26.53)

Internal control systems and their Adequacy

Effective Internal Control Systems have been out in place by the Management to provide reasonable assurance for :

- Safeguarding Assets and their usage
- Maintenance of Proper Accounting Records and
- Adequacy and Reliability of the information used for carrying on Business Operations.

Key elements of the Internal Control Systems are as follows:

- (i) Existence of well defined organisational structure and Authority
- (ii) Existence of Corporate Policies for Financial Reporting and Accounting
- (iii) Existence of Management Information System updated from time to time as and when required
- (iv) Existence of Internal Audit System
- (v) Review of Opportunities and Risk factors depending on the domestic scenario and to undertake measures as may be necessary.

The Company has appointed an Independent internal auditor to conduct internal audit and to ensure effective compliance and effectiveness of the Internal Control Systems in place.

The members of the Audit Committee are regularly reviewing the Internal Audit Reports for the audit carried out in all the significant areas of the operations. In addition to it, the Audit Committee approves all the audit plans and reports for significant issues raised by the Auditors. The Internal Audit Reports are circulated on a regular basis for the perusal of the Senior Management and appropriate action is taken as and when required.

Material developments in Human Resources / Industrial Relations front, including number of people employed

In view of the acute shortage of skilled and equipped human resources prevailing in the country, our focus during the year was to enhance the capabilities of our existing workforce. In order to ensure employee motivation and confidence level which would enable the Company to face the current challenges and seize future opportunities, various initiatives were taken for the same. Necessary steps are taken to strengthen the areas in which the employees of the Company need improvement. The Company complies with all the regulations pertaining to Safety. The Company continues to have an excellent track record in the area of Safety. The main objective of the company is to achieve zero accident/ incident and safe working environment. Regular programmes are therefore held on health and safety awareness, fire fighting and first aid, apart from other development programmes. Industrial relations remained cordial during the year.



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The employee development is quite extensive as the Company believes in investing in the human capital at our own company first and foremost. At present there are in all 39 employees associated with the Company. The Company has invested its time and resources in training and developing its workforce to become indispensable resources for the Company later on.

The Company believes individuals in any organization is a vital resource and must be valued, nurtured and retained. Employees are the most valuable assets and truly the backbone of an organization. Every employee in his/her own way contributes towards the success or failure of an organization. Without employees in an organization, even the most powerful machinery with the latest technology would not function.

Details of significant changes in key financial ratios & Return on Net Worth

There are no significant changes i.e., change of 25% or more as compared to the financial year 2017-2018 in key financial ratios such as Debtors Turnover, Inventory Turnover, Debt Equity Ratio, Net Profit Margin, etc.

Moreover there is no specific change Return on Net Worth as compared to the financial year 2017-2018.

Cautionary statement

Statements in the Management Discussion & Analysis Report describing the Company's objectives, projections, estimates, expectations or predictions are 'forward looking statements' within the meaning of applicable securities laws and regulations. Actual results could differ from those expressed or implied depending upon various economic conditions like raw material availability and prices, cyclical demand and pricing in the Company's principal markets, fluctuation in forex rates, changes in Government regulations, tax regimes, economic developments within India and the countries in which business is conducted, and other incidental factors. The Readers are cautioned not to place undue reliance on the forward looking statements.

For and on behalf of the Board of Directors
Chromatic India Limited

Sd/-
Vinod Kumar Kaushik
Whole Time Director
(DIN: 02586479)

Place: Mumbai
Date: August 14, 2019



Report on Corporate Governance

1. Company's Philosophy on code of Corporate Governance

SEBI vide its notification No. SEBI/LAD-NRO/GN/2015-16/013 dated 2 September 2015 notified the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred as 'SEBI Listing Regulations, 2015'), which were made applicable with effect from 1 December 2015 and repealed the erstwhile listing agreement with the stock exchanges. This Report, therefore, states the compliance status as per requirements of Companies Act, 2013 and SEBI Listing Regulations, 2015.

The Company believes that effective corporate governance is not just the framework enforced by the regulation but it is supported through the principles of transparency, unity, integrity, spirit and responsibility towards the stakeholders, shareholders, employees and customers. Good corporate governance requires competence and capability levels to meet the expectations in managing the business and its resources and helps to achieve goals and objectives of the organization.

The Company's philosophy on Corporate Governance is founded upon a rich legacy of fair, ethical and transparent governance practices, many of which were in place even before they were mandated by adopting highest standards of professionalism, honesty, integrity and ethical behavior.

The Company is highly committed to the adoption and adherence of good Corporate Governance Practices so as to ensure that all the stakeholders of the Company obtain requisite information about the Company and its operations in an efficient and timely manner. Such Corporate Governance Practices also help enhancement of long term shareholder value and interest of other Stakeholders.

The Company's corporate governance philosophy has been further strengthened through Code of Conduct for Prevention of Insider Trading for its employees including Executive and Non-executive Directors. Company not only adheres to the prescribed corporate governance practices as per clause 49 but is also committed to sound principles and practices under Companies Act, 2013, Companies Act, 1956, Listing Regulations and the applicable Laws, Rules, Regulations and Guidelines issued by Securities and Exchange Board of India (SEBI). Corporate Governance strengthens investors trust and ensures a long-term partnership that helps in fulfilling a company's quest for higher growth and profits.

The Company is in compliance with the requirements of the guidelines on corporate governance stipulated under SEBI Listing Regulations, 2015.

2. Board of Directors

(a) Board Composition

As on March 31, 2019, the Board of Directors of the Company have an optimum combination of Executive; Non-Executive Directors and Independent Directors who have an in depth knowledge of Business, in addition to the expertise in their areas of specialization. The Board of Directors comprises of Four Directors which includes one Woman Director. The Composition of the Board is in conformity with Regulation 17(1) of the Listing Regulations entered with the Stock Exchanges.

The Board meets at regular intervals to discuss and decide on Company / business policy and strategy apart from other Board business. The Notices of Board meetings (including Committee meetings) of the Company are circulated to the Directors well in advance to facilitate them to plan their schedule and to ensure meaningful participation in the meetings. However in case of special and urgent business need, the Board's approval is taken by passing resolution(s) by circulation, as permitted by law, which is confirmed in the subsequent Board meeting. The Board of Directors has complete access to the information within the Company.

The Company secretary is responsible for collation, review and distribution of all papers submitted to the Board and Committees thereof for consideration. The Company Secretary attends almost all the meetings of the Board and its



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Committees, advises / assures the Board on Compliance and Governance principles ensures appropriate recording of minutes of the meeting.

The minutes of the proceedings of the meetings of the Board of Directors / Committee(s) are noted and the draft minutes are circulated amongst the members of the Board for their perusal. Comments, if any, received from the Directors are incorporated in the Minutes, in consultation with the Chairman of the meeting. The Minutes are approved and confirmed by the members of the Board prior to the next meeting and were signed and entered into the Minutes book within the statutory time limit prescribed by Companies Act, 2013.

As mandated by Regulation 26 of the Listing Regulations, none of the Directors on the Board are the Members of the more than ten Committees or Chairman of more than five Committees across all the public companies in which they are Directors. Necessary disclosures regarding Committee positions in other public companies as on March 31, 2019 have been received by the Directors.

Directorship & Membership / Chairmanship of Committees held by them as on March 31, 2019 are as follows:

Name of the Director	Category	Number of Board Meetings during the year 2017-18		Attendance at the last AGM held on 27.9.2017	Number of Directorships in other public companies	Number of Committee position held in other public companies*	
		Held	Attended			Chairman	Member
Mr. Vinod Kumar Kaushik (Whole-time Director (DIN: 02586479))	Non Promoter Executive Director	5	5	Yes	1	NIL	NIL
Mr. Mayank R Kotadia (DIN: 07484438)	Independent, Non Executive Director	5	5	No	2	NIL	NIL
*Ms. Diana Joshi (DIN: 06966287)	Independent, Non Executive Director	5	5	No	0	NIL	NIL
Mr. Siraj Ahmed Shaikh (DIN: 08204720)	Independent, Non Executive Director	5	5	No	0	NIL	NIL
**Mrs. Hiral Hitesh Bavishi (DIN: 08147837)	Independent, Non Executive Director	5	0	NA	0	NIL	NIL

* Ms. Diana Joshi resigned w.e.f. 21.06.2019

** Mrs. Hiral Hitesh Bavishi has been appointed w.e.f. 29.06.2019.

(b) Details of Board Meetings Held During the Year

During the Year, the Board held five meetings on the following dates:

Board Meeting	Dates
First	25th May, 2018
Second	10th August, 2018
Third	31st August, 2018
Fourth	14th November, 2018
Fifth	9th February, 2019

The gap between any two meetings has been less than one hundred and twenty days.



(c) None of the Directors are related inter-se during the year.

During the year under review, none of the Directors have inter-se relationship among them.

(d) Shareholding of Non- Executive Director in the Company during the year.

During the year under review, the Company does not have any convertible securities nor have issued any convertible instruments. None of the Non – Executive Directors holds shares in the Company during the year

(e) Independent Directors

The Company has complied with the definition of Independence as per Regulation 16(b) of the Listing Regulations and according to the provisions of Section 149(6) of the Companies Act, 2013. The requisite declarations have also been obtained from all the independent directors pursuant to Section 149(7) of the Companies Act, 2013. All the independent directors have confirmed to the Board that they meet the criteria for independence in terms of Regulation 25 of the Listing Regulations and Section 149 (6) of the Companies Act, 2013.

Pursuant to the provisions of Regulation 25(7) of the Listing Regulations, the Company has formulated a programme for familiarising the Independent Directors with the company, their roles, rights, responsibilities in the company, nature of the industry in which the company operates, business model of the company etc through various initiatives. The details of the aforementioned programme is available on the company's website www.chromatic.in

(f) Meeting of Independent Directors

Section 149(8) of the Act read with Schedule IV of the Act and Regulation 25(3) of the Listing Regulations require the Independent Directors of the Company to hold at least one meeting in a year, without the attendance of non-independent directors and members of management. The Independent Directors of the Company met on 15th February, 2019, pursuant to the provision of the Act and Equity Listing Agreement with the Stock Exchanges.

3. Audit Committee

(a) Terms of Reference

The terms of reference of the Audit Committee are broadly as under:

1. Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
2. Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
4. Reviewing, with the management, the annual financial statements before submission to the board for approval, with particular reference to:
 - a. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of section 134(5) of the Companies Act, 2013
 - b. Changes, if any, in accounting policies and practices and reasons for the same
 - c. Major accounting entries involving estimates based on the exercise of judgment by management
 - d. Significant adjustments made in the financial statements arising out of audit findings



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- e. Compliance with listing and other legal requirements relating to financial statements
 - f. Disclosure of any related party transactions
 - g. Qualifications in the draft audit report.
5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval
 - 5A. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter.
 6. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems.
 7. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
 8. Discussion with internal auditors any significant findings and follow up there on.
 9. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
 10. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
 11. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non payment of declared dividends) and creditors.
 12. To review the functioning of the Whistle Blower mechanism, in case the same is existing.
 - 12A. Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background, etc. of the candidate.
 13. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.
 14. Appointment of Cost Auditor.

(b) Composition

The Audit Committee of the Company is constituted in line with the provision of Regulation 18 of Listing Regulations with the Stock Exchanges read with Section 177 of the Companies Act, 2013.

With the resignation of Ms. Diana Joshi and appointment of Mrs. Hiral Hitesh Bavishi w.e.f. June 21, 2019 and June 29 2019 respectively, the Audit Committee reconstituted on its meeting held on August 14, 2019, consisting of the following Directors:



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Name	Category	Position Held
Mr. Mayank Rasiklal Kotadia	Independent, Non Executive	Chairman/Member
Mr. Vinod Kumar Kaushik	Whole Time Director	Member
Mr. Sandeep Pawar	Independent, Non Executive	Member
Mrs. Hiral Hitesh Bavishi	Independent, Non Executive	Member

The Company Secretary of the Company acts as a secretary to the Audit Committee.

All the members of the Audit Committee are financially literate and Mr. Mayank R Kotadia, Chairman possesses requisite financial / accounting expertise.

The Audit Committee invites head of the finance and account function and representatives of the Statutory Auditors, Internal Auditors to be present at its meeting.

(c) Meetings and Attendance during the year

During the year 2018-19, four Audit Committee Meetings were held on 25th May, 2018, 10th August, 2018, 14th November 2018, and 9th February, 2019. Attendance of Committee Members at Committee Meetings is as follows:

Name	Number of Meetings Attended
Mr. Mayank R Kotadia	4
Mr. Vinod Kumar Kaushik	4
*Ms. Diana M Joshi	4
Mr. Siraj Ahmed Shaikh	4
**Mrs. Hiral Hitesh Bavishi	0

*Resigned w.e.f. June 21, 2019

**Appointed w.e.f. June 29, 2019

4. Nomination and Remuneration Committee

(a) Terms of Reference

The Company has constituted a Nomination and Remuneration Committee of Directors in line with the provision of Regulation 19 read with Schedule II Part D of Listing Regulations and Section 178 of the Companies Act, 2013. The broad terms of reference of the Remuneration Committee are as under:

- To recommend / review / approve the remuneration, service agreement, commission / incentive remuneration payable to the Managing Director, Whole-time Director (s) on the basis of their performances.
- Approval of the commission payable to the Non-Executive Directors of the Company, if any.
- To identify persons who are qualified to become directors and who may be appointed as Directors. To formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the Directors, Key Managerial Personnel and other designated employees.
- To identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down and recommend to the board of directors their appointment and removal.



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- e) To establish criteria for evaluation of performance of independent directors and the board of directors;
- f) To review and maintain the policy laid down on diversity of board of directors;
- g) To review the performance evaluation of independent directors and on basis of a report thereof recommend to the board whether to extend or continue the term of appointment of the independent director.

Such other matters as the Board may from time to time request the Nomination and Remuneration Committee to examine and recommend / approve.

(b) Composition

The Nomination & Remuneration Committee of the Company is constituted in line with the provision of Regulation 19 of Listing Regulations with the Stock Exchanges read with Section 178 of the Companies Act, 2013.

With the resignation of Ms. Diana Joshi and appointment of Mrs. Hiral Hitesh Bavishi w.e.f. June 21, 2019 and June 29 2019 respectively, the Nomination and Remuneration Committee was reconstituted on its meeting held on June 29, 2019 and currently consists of the following Three Directors:

Name	Category	Position Held
Mr. Mayank R Kotadia	Independent, Non Executive	Chairman
Mr. Siraj Ahmed Shaikh	Independent, Non Executive	Member
Mrs. Hiral Hitesh Bavishi	Independent, Non Executive	Member

(c) Meetings and Attendance during the year

During the year 2018-19, four Nomination and Remuneration Committee Meetings were held on 25th May, 2018, 10th August, 31st August, 2018 and 14th November 2018. Attendance of Committee Members at committee Meetings is as follows:

Name	Number of Meetings Attended
Mr. Mayank R Kotadia	1
Mr. Siraj Ahmed Shaikh	0
Ms. Diana Mahesh Joshi*	1

Mrs. Hiral Hitesh Bavishi**

*Resigned w.e.f. June 21, 2019

**Appointed w.e.f. June 29, 2019

(d) Performance Evaluation Criteria for Non Executive and Independent Directors.

Pursuant to the provisions of the Companies Act, 2013 and Regulation 17(10) of the Listing Regulations, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit and Nomination & Remuneration Committees. The details of the policy on evaluation of Board's performance is available on the Company's website www.chromatic.in

a. Remuneration of Directors:

- (a) None of the Directors of the Company has any material pecuniary relationship or business relationship with the Company.



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During the year under review, none of the Directors of the Company has any material pecuniary relationship or business relationship with the Company.

(b) Criteria of making payments to the Non Executive Directors

During the year under review, all payments made by the Company to its Non-Executive Directors are in conformity with the provisions of the Companies Act 2013, Listing Regulations and the Remuneration Policy of the Company.

(c) Disclosure with respect to remuneration, in addition to disclosures required under the Companies Act, 2013:

- (i) All elements of remuneration package of the whole time Director has been made in the Extract of Annual Return in form MGT-9
- (ii) Except for the maximum fixed amount of remuneration including perquisites and other amenities, there are no other fixed components and performance linked incentives paid to the Director, the performance criteria of the Directors are carried out as per the policy of performance evaluation of the Board;
- (iii) The Contract of service of the executive directors is for 5 years and is in form upto March 31, 2024, notice period and other conditions there of shall be as per the agreement entered into by the Company with the said Director;
- (iv) There are no stock option(s) issued to any of the Directors.

(d) Remuneration Policy:

The Company's remuneration policy is driven by the success and performance of the individual employee and the Company. Through its compensation programme, the Company endeavors to attract, retain, develop and motivate a high performance workforce. The Company follows a compensation mix of fixed pay, benefits and variable pay. The individual performance pay is determined by business performance.

The Company pays remuneration by way of salary, benefits, perquisites, amenities and allowances to its Whole-time Director as per the service agreements entered into by the Company with him.

During the year, the Company had paid sitting fees per meeting to its Non-Executive Directors for attending Board and its committee meetings. The Company pays a sitting fee of Rs. 500/- for each Board and Committee meeting attended by the members of the Board, other than the Whole-time Director. The Company also reimburses the out-of-pocket expenses incurred by the Directors for attending meetings.

(e) Details of the Remuneration for the year ended March 31, 2019:

a) Non-Executive Directors:

Names	Sitting Fees (in Rs.)
Mr. Mayank R Kotadia	8000
Mr. Siraj Ahmed Shaikh	2000
Ms. Diana Mahesh Joshi*	8000
Mrs. Hiral Hitesh Bavishi**	-

*Resigned w.e.f. June 21, 2019

**Appointed w.e.f. June 29, 2019

**b) Whole-time Director:**

(Rs. in lakh)

Name of Director and period of appointment	Salary	Other Perquisites (LTA & Medical Allowance + PF employer contribution)	Total
Mr. Vinod Kumar Kaushik (appointed w.e.f. 1.4.2019 for 5 years)	12.44	0.25	12.69

The above figures do not include provisions for gratuity, for the Whole-time Director.

The Company does not have any Employee Stock Option Scheme.

During the year under review none of the Directors of the Company other than the following holds Shares in the Company as on March 31, 2019.

Sr. No.	Name of Director Holding Shares in the Company	Number of shares held
1	Mr. Vinod Kumar Kaushik	100

6. Stakeholders Relationship Committee**(a) Composition**

With the resignation of Ms. Diana Joshi and appointment of Mrs. Hiral Hitesh Bavishi w.e.f. June 21, 2019 and June 29 2019 respectively, the Stakeholders Relationship Committee was reconstituted on its meeting held on August 14, 2019, currently consists of the following Four Directors:

Name	Category	Position Held
Mr. Mayank R Kotadia	Independent, Non Executive	Chairman
Mr. Vinod Kumar Kaushik	Whole Time Director	Member
Mr. Siraj Ahmed Shaikh	Independent, Non Executive	Member
Mrs. Hiral Hitesh Bavishi	Independent, Non Executive	Member

The Company has duly appointed M/s. Big Share Services Pvt Ltd to act as Registrar and Share Transfer Agent of the Company for servicing the shareholders holding shares in physical or dematerialized form. All requests for dematerialization of shares are likewise processed and confirmations thereof are communicated to investors within the prescribed time.

(b) Terms of Reference

The Company has constituted a Stakeholders Relationship Committee of Directors in line with the provision of Regulation 20 of Listing Regulations and Section 178(5) of the Companies Act, 2013 to look into the redressal of complaints of investors such as transfer / transmission / demat / credit of shares / remat of shares, non-receipts of dividend/notices/annual reports, etc.

(c) Meetings and Attendance during the year

Four meetings of the Committee were held during the year 2018-19 which are as follows:

25th May, 2018, 10th August, 14th August, 2018 and 9th February, 2019.



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Attendance of Committee Members at Committee Meetings is as follows:

Name	Number of Meetings Attended
Mr. Mayank R Kotadia	4
Mr. Vinod Kumar Kaushik	4
Mr. Siraj Ahmed Shaikh	1
Ms. Diana M Joshi*	4
Mrs. Hiral Hitesh Bavishi**	1

*Resigned w.e.f. June 21, 2019

**Appointed w.e.f. June 29, 2019

(d) Status of Shareholders' Complaints as on 31 March, 2019

During the year under review, the Company has resolved all the complains received any investor grievances.

7. General Body Meetings

(i) Annual General Meetings

The Annual General Meeting of the Company for financial years 2015-16, 2016-17 and 2017-18 were held at 207, Vardhaman Complex Premises Co.op Soc. Ltd., Fitwell Compound, L.B.S. Marg, Vikhroli (West), Mumbai – 400083, the details of which are as under:

Year	Day, Date & Time	Whether Special Resolution Passed
2017-2018	Wednesday, September 26, 2018 – 11.00 AM	No
2016-2017	Wednesday, September 27, 2017 – 11.00 AM	Yes
2015-2016	Tuesday, August 11, 2016 – 11.00 AM	No

(ii) Extra Ordinary General Meetings

No Extraordinary general meeting was held of the Company during the year under review.

(iii) Postal Ballot

During the year under review and during the previous year, no resolution (special / ordinary) was passed through postal ballot pursuant to the provisions of Section 110 of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014.

No further resolution is proposed to be passed through postal ballot.

8. Means of Communications

Quarterly, half-yearly and Annual Financial Results of the Company are regularly submitted to the Stock Exchanges in accordance with the Listing Regulations and are generally published in Free Press Journal and Nav Shakti. The official press release is also issued. The same is also uploaded on the website of the Company at www.chromatic.in

The Company also files the following information, statements, reports on the web-site as specified by SEBI:

- Full version of the Annual Report including the Balance Sheet, Statement of Profit and Loss Account, Directors' Report and Auditors' Report, Cash Flow Statement and Quarterly Financial Statements.



- Corporate Governance Report.
- Shareholding Pattern.

There are no presentations made to any institutional investor(s) or to any analysts.

9. General Shareholders Information**i) 32nd Annual General Meeting**

Date	Monday, 30th September, 2019
Time	11.00 AM
Venue	206, Vardhaman Complex Premises Co. Op. Society Ltd., L. B. S. Marg, Vikhroli (West), Mumbai - 400083

As required under Regulation 36(3) of the Listing Regulations, particulars of the Directors seeking appointment / re-appointment at the forthcoming Annual General Meeting (AGM) are given in the Annexure to the Notice of the 32nd Annual General Meeting.

(ii) Financial Calendar (tentative)

Financial Calendar	1st April to 31st March
Financial Year	2018-19
Annual General Meeting	30th September, 2019

(iii) Date of Book Closure / Record Date

Date of Book Closure / Record Date	As mentioned in the Notice of Annual General Meeting to be held on September 30, 2019
------------------------------------	---

(iv) Listing on Stock Exchanges

Stock Exchanges	Stock Code	Whether Listing Fees are paid
Bombay Stock Exchange Limited Floor 25, P J Towers, Dalal Street, Mumbai – 400001	530191	Yes
National Stock Exchange of India Limited Exchange Plaza, BandraKurla Complex, Bandra (East), Mumbai – 400051	CHROMATIC	Yes
Luxembourg Stock Exchange BP 165, L-2011, Luxembourg, Siege Social, 11, avenue de la Porte – Neuve	CHROMATIC INDIA LTD	Yet to be paid

(v) Company Registration details

The Company is registered in the State of Maharashtra, India. The Corporate Identity Number (CIN) allotted to the Company by the Ministry of Corporate Affairs (MCA) is L99999MH1987PLC044447.



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Company Registration details

The Company is registered in the State of Maharashtra, India. The Corporate Identity Number (CIN) allotted to the Company by the Ministry of Corporate Affairs (MCA) is L99999MH1987PLC044447.

(vi) Market Price Data

High, Low and number of shares traded during each month in the financial year 2018-19 on the National Stock Exchange Limited and Bombay Stock Exchange:

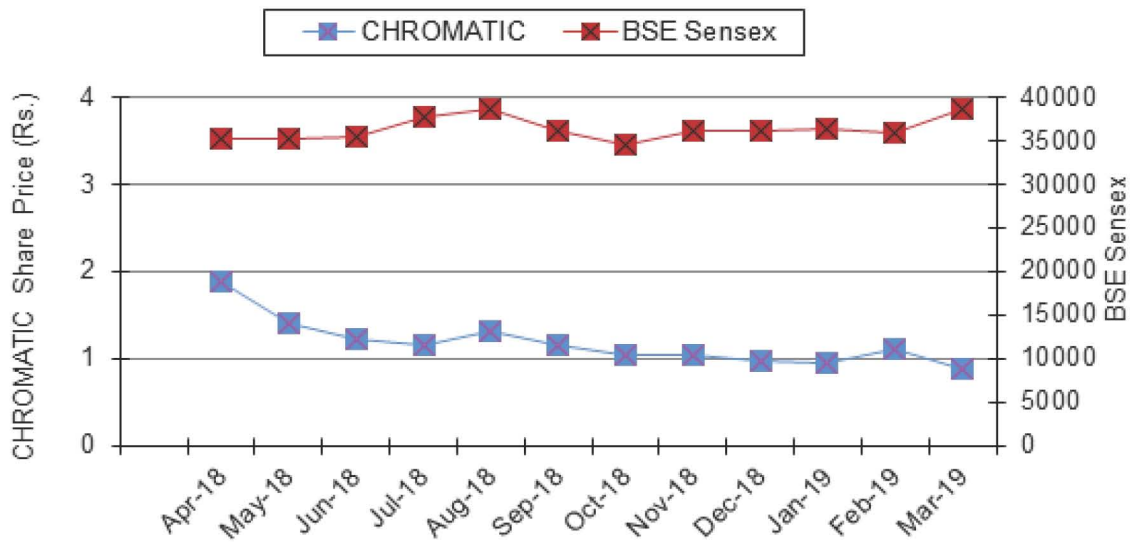
Month	National Stock Exchange of India Limited		
	High Price (Rupees)	Low Price (Rupees)	Total No. of Shares Traded
Apr-18	2.20	1.70	131,468
May-18	1.90	1.35	-
Jun-18	1.45	1.20	169,160
Jul-18	1.35	0.95	12,910
Aug-18	1.60	1.10	16,427
Sep-18	1.45	1.10	150,070
Oct-18	1.15	0.95	61,037
Nov-18	1.15	1.00	16,380
Dec-18	1.10	0.95	13,044
Jan-19	1.35	0.95	12,088
Feb-19	1.05	0.85	-
Mar-19	1.10	0.85	68,649

The equity shares of the Company was listed and admitted for dealing on National Stock Exchange with effect from 29th May, 2012.

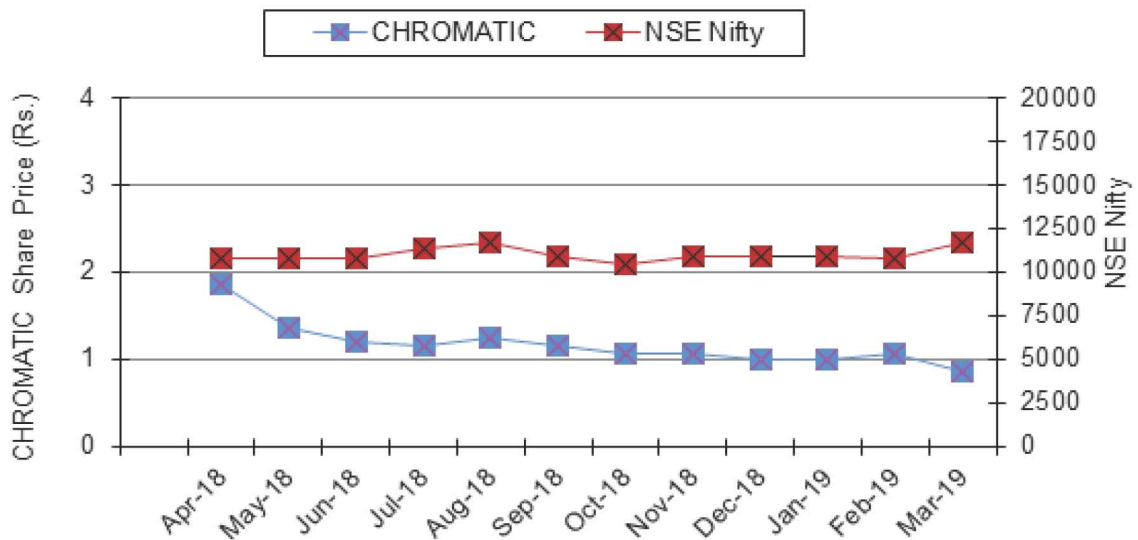
Month	Bombay Stock Exchange Limited		
	High Price (Rupees)	Low Price (Rupees)	Total No. of Shares Traded
Apr-18	2.24	1.73	502,261
May-18	1.94	1.35	479,894
Jun-18	1.45	1.21	594,254
Jul-18	1.35	0.96	387,513
Aug-18	1.70	1.15	926,864
Sep-18	1.42	1.14	326,287
Oct-18	1.19	0.95	175,269
Nov-18	1.17	0.97	296,424
Dec-18	1.08	0.94	562,254
Jan-19	1.42	0.95	1028,863
Feb-19	1.10	0.85	227,001
Mar-19	1.10	0.87	411,837



(vii) Performance of the share price of the Company in comparison to the BSE sensex:



Performance of the share price of the Company in comparison to the NSE Nifty:



(viii) Registrar and Transfer Agents:

M/s Bigshare Services Private Limited
 1st Floor, Bharat Tin Works Building, Opp.Vasant Oasis
 Makwana Road Marol, Andheri East Mumbai 400059
 Phone no. +91 22 4043 0200
 Fax no: +91 22 2847 5207
 Email: investor@bigshareonline.com
 Website: www.bigshareonline.com

**(ix) Share Transfer System:**

99.63% of the shares of the Company are in electric form as on March 31, 2019. Transfer of these shares is done through the depositories with no involvement of the Company. As regards transfer of shares held in physical form, the transfer documents can be lodged with Registrar and Share Transfer Agent of the Company at the above given address. All valid requests for dematerialization of shares are processed and confirmation given to the depositories within 21 days.

Transfer of shares in physical form is normally processed within ten to fifteen days from the date of receipt if the documents are complete in all respects.

Pursuant to provisions of SEBI Regulations, on half yearly basis, certificates have been issued by a Company Secretary-in-Practice for due compliance of share transfer formalities by the Company. Further, Share Capital Audit is done on a quarterly basis for reconciliation of the share capital of the Company.

(x) Distribution of Shareholding as on March 31, 2019: -

	Shareholders		Shares Held	
	Number	% to Total	Number	% to Total
Upto – 5000	4193	36.8065	915850	1.2891
5001 – 10000	2090	18.3462	1914858	2.6952
10001-20000	1455	12.7721	2470995	3.4780
20001-30000	717	6.2939	1935683	2.7245
30001-40000	343	3.0109	1279727	1.8013
40001-50000	673	5.9077	3286290	4.6256
50001-100000	843	7.3999	6885161	9.6911
100001 and above	1078	9.4628	52357536	73.6952
Total	11392	100.00	7,10,46,100	100.000

(xi) Dematerialization of Shares and liquidity:

The Company's shares are available for trading on both the depositories in India viz. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). Equity Shares of the Company representing 99.63% of the Company's share capital are dematerialized as on March 31, 2019.

The Company's Shares are regularly traded on the Bombay Stock Exchange Limited and National Stock Exchange of India Limited in electronic form.

Under the Depository System, the International Securities Identification Number (ISIN) allotted to the Company's shares is INE662C01015.

(xiii) Outstanding GDRs/ADRs/Warrants or any Convertible instruments, conversion date and likely impact on equity:

As on March 31, 2019, the Company does not have any underlying equity shares in respect of outstanding GDR.

(xii) Commodity Price risk and commodity hedging activities or foreign exchange risk and hedging activities

The Company does not deal with commodity trading, as it does not have any commodities listed on any stock exchange. The foreign exchange risk is minimal as the same are hedged by undertaking export / import activities when the prices are favourable.



(x) SEBI Complaints redressal System (SCORES)

SEBI has initiated SCORES for processing the investor complaints in a centralized web based system and online redressal of the Shareholders complaints. Our Company is in compliance with the SCORES and redressed the complaints well within the stipulated time.

(xii) Factory location

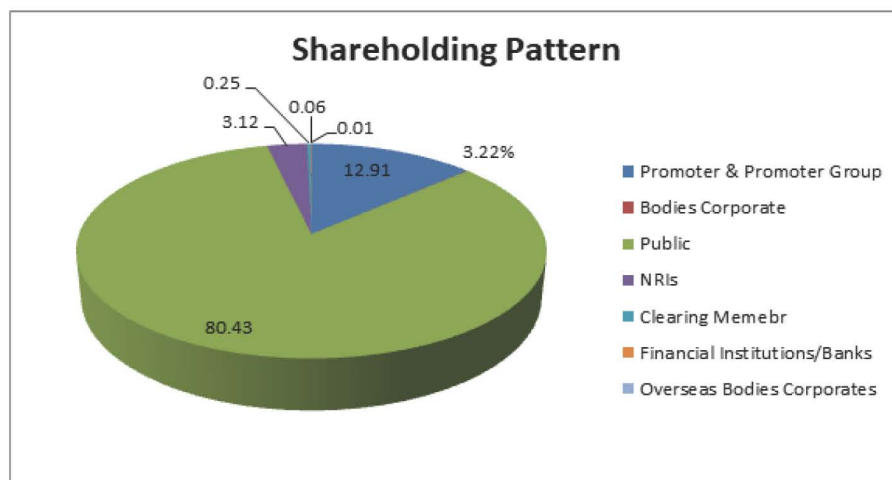
- (1) B-12/2, Lote Parshuram Industrial Area,
Taluka: Khed,
Dist. Ratnagiri

(xi) Address for correspondence:

Chromatic India Limited
207, Vardhaman Complex Premises Co-op Soc Ltd,
L. B. S. Marg, Vikhroli (W),
Mumbai – 400083
Phone No.: 022 61369800
Fax No.: 022 25793973
Email Id: chromatic@mtnl.net.in, cs@chromatic.in
Website: www.chromatic.in

(xiii) Shareholding Pattern as on March 31, 2019 –

Category	Shareholders (Nos)	No. of Shares	Percentage
Promoter & Promoter Group	1	9,173,305	12.91
Foreign Institutional Investors (FIIs)	0	0	0
Public Shareholding			
Bodies Corporate	129	2,285,990	3.22
Public	11039	57,144,468	80.43
NRIs	195	2,214,731	3.12
Clearing Members	26	180,059	0.25
Financial Institutions/ Banks	1	43,432	0.06
Overseas Bodies Corporates	1	4,115	0.01
Grand Total	11392	7,10,46,100	100.00





(xiv) Listing fees and Annual Custodian Fees

The Company has already paid the Listing fees to National Stock Exchange of India Limited and Bombay Stock Exchange Limited for the F.Y 2018-19.

The Annual Custodian Fees of CDSL & NSDL has already been paid for the year 2018-19.

10. Compliance Certificate of the Practicing Company Secretary

Certificate from the Practicing Company Secretary, M/s. R. N. Gupta & Co., confirming compliance with conditions of Corporate Governance for FY 2018-19, as stipulated under Schedule V Part E of the Listing Regulations, is attached to this Report.

11. Disclosures

(a) **Materially significant related party transactions that may have potential conflict with the interests of company at large.**

During the year 2018-19, there were no materially significant transactions with related parties i.e., directors, management, subsidiaries, or relatives conflicting with the Company's interest at large. Attention of Members is drawn to the disclosures of transactions with related parties set out in the Notes on Accounts forming part of the Annual Report. Policy on dealing with related party transactions available on the company's website www.chromatic.in

(b) **Details of non-compliance by the company, penalties, imposed on the company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years.**

Company has complied with all the requirements of regulatory authorities. No penalties were imposed on the Company by Stock Exchanges, SEBI or any other statutory authority on any matter related to capital market during the last three years.

(c) **Establishment of vigil mechanism, whistle blower policy, and affirmation that no personnel has been denied access to the audit committee**

The Company has maintained a workplace where it can retain and treat all complaints concerning questionable accounting practices, internal accounting controls or auditing matters or concerning the reporting of fraudulent financial information to all our stakeholders. The employees should be able to raise these free of any discrimination, retaliation or harassment. Pursuant to the policy, employees are encouraged to report questionable accounting practices to Mr. Mayank Kotadia, Chairman Audit Committee through email or by correspondence through post. Further details are available on the company's website www.chromatic.in

The Company also has established a whistle blower policy for the above purpose and no personnel has been denied access to the audit committee

(d) **Details of compliance with mandatory requirements and adoption of non-mandatory requirements**

The Company has complied with all mandatory requirements as per the provisions of the Listing Regulations and compliance with the non-mandatory requirements of this clause has been detailed hereunder:

- i) **Communication to Shareholders:** The quarterly, half-yearly and annual statement of financial results of the Company are published in newspapers and are also posted on the Company's website.
- ii) **Audit Qualification:** The Company is in the regime of qualified financial statements the disclosures and explanations relating to the same are submitted accordingly.
- iii) **Reporting of Internal Auditor:** The Internal Auditor directly reports to the Audit Committee.



(e) Code for prevention of Insider – Trading practices

In compliance with the SEBI regulation on prevention of insider trading, the Company has instituted a comprehensive Code of Conduct for prevention of insider trading, for its Management and staff. The Code lays down guidelines, which advises them on procedures to be followed and disclosures to be made, while dealing with shares of the Company and cautioning them of the consequences of violations. No personnel have been denied access to the audit committee.

(f) Share Capital Audit Report:

A qualified practicing Company Secretary carried out share capital audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. The Share Capital Audit report confirms that the total issued / paid-up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL. Pursuant to the provisions of the listing regulations entered by the Company with the Stock Exchanges, certificates, on a half yearly basis, have been issued by the Company Secretary in Practice for due compliance of share transfer formalities by the Company.

(g) Policy on “Material” Subsidiaries

Policy for determining material subsidiaries of the Company is disclosed on the company’s website www.chromatic.in

12. Other Disclosures

(a) None of the Directors received any loans and advances from the Company during the year.

During the year under review, none of the Directors received any loans and advances from the Company during the year.

(b) None of the Directors, except the following hold shares in the Company during the year.

During the year under review, the Company does not have any convertible securities nor have issued any convertible instruments. None of the Directors, except the following hold shares in the Company during the year:

Name of the Director		Category of Director	No. of Shares held
Mr. Vinod Kumar Kaushik (Whole-time Director) (DIN: 02586479)	:	Non Promoter Executive Director	100

(c) Code of Conduct

Chromatic Code of Conduct laid down by the Company is applicable to all the Directors and Senior Management of the Company. The Code of Conduct is posted on the Company’s website. All the Board Members and Senior Management of the Company have affirmed compliance with the Code of Conduct for the Financial Year ended March 31, 2019. A declaration to this effect, duly signed by the Whole time Director is forming part of this Annual Report.

The Company promotes ethical behavior in all its business activities and has put in place a mechanism for reporting illegal or unethical behavior. The Company has a Vigil mechanism and Whistle blower policy under which the employees are free to report violations of applicable laws and regulations and the Code of Conduct. The reportable matters may be disclosed to the Ethics and Compliance Task Force which operates under the supervision of the Audit Committee. Employees may also report to the Chairman of the Audit Committee. During the year under review, no employee was denied access to the Audit Committee.



(d) Recruitment and Remuneration of Senior Officers

The Company has in place criteria of recruitment and remuneration of senior officers just below the level of board of directors, including appointment or removal of Chief Financial Officer and the Company Secretary and has followed the provisions of Schedule II Part E of the Listing regulations to the extent applicable.

(e) Compliance with Corporate Governance requirements

During the year under review the Company has complied with the corporate governance requirements specified in regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of the Listing Regulations.

(f) Disclosures with respect to demat suspense account/ unclaimed suspense account

During the year under review the Company does not have any shares in the demat suspense account or unclaimed suspense account

13. Management Initiatives for Controls and Compliance

The internal financial controls have been documented, embedded and digitised in the business processes. Internal controls are regularly tested for design and operating effectiveness.

Declaration by Whole-time Director

I, Vinod Kumar Kaushik (DIN: 02586479) Whole-time Director of Chromatic India Limited, pursuant to Schedule V Part D of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 hereby confirm that:

The Board of Directors of Chromatic India Limited has laid down a code of conduct for all Board Members and Senior Management of the Company. All the Board Members and Senior Management Personnel have affirmed their compliance with the said code of conduct for the year ended March 31, 2019.

For Chromatic India Limited

**Sd/-
Vinod Kumar Kaushik
(DIN: 02586479)
Whole Time Director**

Date: April 1, 2019
Place: Mumbai



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Certificate on Corporate Governance

[Pursuant to Schedule V Part E of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,
The Board of Directors,
Chromatic India Limited
Mumbai.

We have examined the relevant records of Chromatic India Limited for the purpose of certifying the compliance of conditions of Corporate Governance as stipulated in the revised provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (herein after referred to as the "Listing Regulations") entered into by the Company with stock exchanges in India as applicable on the Company for the year ended March 31, 2019.

The Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination has been limited to review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statement of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of the Corporate Governance as stipulated in the provisions of the above mentioned Listing Regulations.

We further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For R. N. GUPTA & CO.
Practicing Company Secretaries

Sd/-
(R. N. GUPTA)
Proprietor
FCS No. 4693
COP No. 3131

Place: Mumbai
Dated: May 8, 2019



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Certification by Whole Time Director

COMPLIANCE CERTIFICATE UNDER REGULATION 17(8) READ WITH SCHEDULE II PART B OF THE SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

I Vinod Kumar Kaushik (DIN 02586479), Whole Time Director of the Company certify that:

- A) I have reviewed financial statements and the cash flow statement for the year ended March 31, 2019 and that to the best of my knowledge and belief:
- (1) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (2) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B) There are, to the best of my knowledge and belief, no transactions entered into by the Company during the year ended March 31, 2019 which are fraudulent, illegal or violative of the Company's code of conduct.
- C) I accept responsibility for establishing and maintaining Internal Controls for financial reporting and that I have evaluated the effectiveness of Internal Control Systems of the Company pertaining to financial reporting and I have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such Internal Controls, if any, of which I was aware and the steps I have taken or propose to take to rectify these deficiencies.
- D) I have indicated to the Auditors and the Audit committee:
- (1) significant changes in Internal Control over financial reporting during the year ended March 31, 2019, if any;
 - (2) significant changes in Accounting Policies, if any, during the year ended March 31, 2019 and that the same have been disclosed in the notes to the financial statements; and
 - (3) instances of significant fraud of which I have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's Internal Control System over financial reporting.

For Chromatic India Limited

**Sd/-
Vinod Kumar Kaushik
(DIN: 02586479)
Whole Time Director**

Date: August 14, 2019
Place: Mumbai



Independent Auditor’s Report

To the Members of Chromatic India Limited

Report on the Audit of the Standalone Financial Statements

Opinion

1. We have audited the accompanying standalone financial statements of Chromatic India Limited ('the Company'), which comprise the Balance Sheet as at 31 March 2019, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements, subject to note nos. 24, 25, 26, 27, 28, 29, 32 & 42 give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ('Ind AS') specified under section 133 of the Act, of the state of affairs (financial position) of the Company as at 31 March 2019, and its profit (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.
5. We have determined the matters described below to be the key audit matters to be communicated in our report.

	Key audit matter	How our audit addressed the key audit matter
1.	We draw reference to note 24 to the standalone financial statements. Sundry Debtors and Loans & Advances (other than advances to subsidiaries) includes amount of Rs 38.61 crore and Rs 1.06 crore respectively which are outstanding for a period of more than 3 years.	Our audit procedures were focused on obtaining sufficient appropriate audit evidence that the carrying value of Sundry Debtors and Loans & Advances are not materially misstated. In the absence of proper audit evidence including but not limited to absence of balance confirmation, we have relied on the written representation from the management who are in the opinion that current assets, loans and advances shall have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet and provision for all known liabilities have been made and contingent liabilities disclosed properly.



2.	We draw reference to note 25 to the standalone financial statement. Loans & Advances includes non-interest bearing unsecured loan of Rs. 249,49,20,653/- given to Chromatic International FZE, the subsidiary of the company for overseas Business Development. The subsidiary did not do any business during the year. Company has not made the accounting treatment as prescribed in Ind AS 109 (Financial Instruments) and Ind AS 113 (Fair Value Measurement)	As represented by the management, due to non-availability of repayment plan, Company is not able to provide the impact as required by Ind AS 109 (Financial Instruments) and Ind AS 113 (Fair Value Measurement). Due to absence of proper information, we have given our opinion subject to this.
3.	We draw reference to note 26 to the standalone financial statement. Company has classified one of its Building which has been given on rent, as Investment Property as per Ind AS 40 (Investment Property) and elected to continue with the carrying value recognised as at 1 April 2016 measured as per previous GAAP. Company has not measured the Investment property at Fair value as on 31.03.2019 as prescribed in Ind AS 40.	As per management, the govt. is not allowing chemical manufacturing in this premises and therefore the building has been rented out. Due to absence of proper information, we have given our opinion subject to this.
4.	We draw reference to note 28 to the standalone financial statements. During the year 2018-19, Commissioner of Income Tax (Appeal), has passed the order for the A.Y. 2012-13 against the Company for the Income Tax demand of Rs 1,94,68,328/-. Said demand has not yet provided in the books as on 31st March 2019.	As explained by management, they are exploring possibility of filing appeal against the order in consultation with legal experts. Due to absence of proper documents, we have given our opinion subject to this.
5.	We draw reference to note 29 to the standalone financial statements. Capital work in progress includes an amount of Rs. 105.72 Crores, paid during previous accounting years for setting up of power plant. The procurement has not been done for pending clearances from the Govt. These advances are subject to confirmation and reconciliation and outstanding for more than 3 years.	As per management backward integration could not be done in the absence of govt. clearances. Due to absence of proper documents/information, we have given our opinion subject to this.
6.	We draw reference to the note 6(d). Company carrying heavy cash in hand balance, which in our opinion is not line with the size of business. We have not physically verified the cash balance.	We have relied on the written representation of the management who confirms the availability of cash balance.

We have determined that there are no other key audit matters to communicate in our report.

Information other than the Financial Statements and Auditor's Report thereon

6. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.



When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

7. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
8. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
9. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

10. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
11. As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements



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or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
12. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
 13. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
 14. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

15. As required by section 197(16) of the Act, we report that the Company has paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under section 197 read with Schedule V to the Act.
16. 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 I a statement on the matters specified in paragraphs 3 and 4 of the Order.
17. Further to our comments in Annexure I, 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 purpose of our audit;
 - b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) the standalone financial statements dealt with by this report are in agreement with the books of account;
 - d) in our opinion, the aforesaid standalone financial statements comply with Ind AS specified under section 133 of the Act;
 - e) on the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2019 from being appointed as a director in terms of section 164(2) of the Act;
 - f) we have also audited the internal financial controls over financial reporting (IFCoFR) of the Company as on 31 March 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date and our report dated 15 May 2019 as per Annexure II expressed unmodified opinion;



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- 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 financial statements as at 31 March 2019;
 - ii. the Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, and as required on long-term contracts including derivative contracts as at 31 March 2019;
 - 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 31 March 2019; and
 - iv. the disclosure requirements relating to holdings as well as dealings in specified bank notes were applicable for the period from 8 November 2016 to 30 December 2016, which are not relevant to these standalone financial statements. Hence, reporting under this clause is not applicable.

For S. K. Badjatya & Co.
Chartered Accountants
Firm Registration No. 004017C

CA. Sudhir K. Jain
Partner
Membership No. 072282

Place: Mumbai
Date: 15th May, 2019



Annexure I to the Independent Auditor's Report of even date to the members of Chromatic India Limited, on the standalone financial statements for the year ended 31 March 2019

Annexure I

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed
 - (c) The title deeds of all the immovable properties (which are included under the head 'Property, plant and equipment') are held in the name of the Company.
- (ii) The inventories have been physically verified by the management during the year. As explained to us, there was no material discrepancies noticed on physical verification of inventories as compared to the book records.
- (iii) In respect of the Loans, secured or unsecured, granted by the company to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act') there is no overdue amount of loan granted to said companies. The company has given non-interest bearing loan of Rs. 249.49 Cr. to its subsidiary for doing business in overseas market.
- (iv) In our opinion and according to the information and explanations provided to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of investments and guarantees.
- (v) According to the information and explanations given to us, the company has not accepted any deposits from the public.
- (vi) The Company is required to maintain the cost records as prescribed by the Central Government of India under sub-section (1) of section 148 of the Companies Act for the activities carried on by the company. We are of the opinion that prima facie the prescribed records have been maintained. We have, however, not made a detailed examination of cost records with a view to determine whether they are accurate or complete.
- (vii) In respect of statutory dues
 - a) Undisputed statutory dues including provident fund, investor education and protection fund, Employees' state insurance, income-tax, sales-tax, wealth-tax, customs duty, excise duty, have not been timely deposited with the appropriate authorities and there have been slight delays in few cases.
 - b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, investor education and protection fund, employees' state insurance, wealth-tax, sales-tax, customs duty, excise duty and other undisputed statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable except an amount of Rs. 163053/- on account of Income Tax for the A.Y. 2011-12 & 2012-13 and Rs. 2,30,510/- on account of Dividend Distribution Tax for the F.Y. 2012-13 and interest thereon.
 - c) According to the information and explanations given to us the amounts which were required to be transferred to the investor education and protection fund in accordance with the relevant provisions of the Companies Act, 2013 and rules there under has been transferred to such fund within time.



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- (viii) Based on our audit procedures and as per the information and explanations given by the Management, we have observed that the Company has defaulted in repayment of certain dues to a financial institution or bank or debenture holders, which later on regularized during the year. Please refer Note no. 27 to the other notes to accounts.
- (ix) In our opinion, the Company has applied moneys raised by way of term loans for the purposes for which these were raised. The Company did not raise moneys by way of term loans during the year.
- (x) No fraud by the Company or on the company by its officers or employees has been noticed or reported during the period covered by our audit.
- (xi) Managerial remuneration has been paid by the company in accordance with the requisite approvals mandated by the provisions of Section 197 of the Act read with Schedule V to the Act.
- (xii) In our opinion, the Company is not a Nidhi Company. Accordingly, provisions of clause 3(xii) of the Order are not applicable.
- (xiii) In our opinion all transactions with the related parties are in compliance with Sections 177 and 188 of Act, where applicable, and the requisite details have been disclosed in the financial statements etc., as required by the applicable Ind AS.
- (xiv) During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures.
- (xv) In our opinion, the Company has not entered into any non-cash transactions with the directors or persons connected with them covered under Section 192 of the Act.
- (xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For S. K. Badjatya & Co.
Chartered Accountants
Firm Registration No. 004017C

CA. Sudhir K. Jain
Partner
Membership No. 072282

Place: Mumbai
Date: 15th May, 2019



Annexure II to the Independent Auditor's Report of even date to the members of Chromatic India Limited, on the standalone financial statements for the year ended 31 March 2019

Annexure II

Independent Auditor's Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

1. In conjunction with our audit of the standalone financial statements of Chromatic India Limited ("the Company") as at and for the year ended 31 March 2019, we have audited the internal financial controls over financial reporting (IFCoFR) of the Company as at that date.

Management's Responsibility for Internal Financial Controls

2. The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on 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 ('the Guidance Note') issued by the Institute of Chartered Accountants of India (the 'ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of the Company's business, including adherence to the 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 Act.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's IFCoFR based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of IFCoFR, and the Guidance Note issued by the ICAI. 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 IFCoFR were established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the IFCoFR and their operating effectiveness. Our audit of IFCoFR included obtaining an understanding of IFCoFR, 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. 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 IFCoFR.

Meaning of Internal Financial Controls over Financial Reporting

6. A company's IFCoFR 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 IFCoFR include 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.



Inherent Limitations of Internal Financial Controls over Financial Reporting

7. Because of the inherent limitations of IFCoFR, 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 IFCoFR to future periods are subject to the risk that the IFCoFR may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such controls were operating effectively as at 31 March 2019, 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 issued by the ICAI.

For S. K. Badjatya & Co.

Chartered Accountants

Firm Registration No. 004017C

CA. Sudhir K. Jain

Partner

Membership No. 072282

Place: Mumbai

Date: 15th May, 2019



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Balance Sheet as on 31st March,2019

	Notes	As on 31st March,2019	As on 31st March,2018
ASSETS			
Non-Current Assets			
Property,Plant And Equipment	3	33,348,332	31,966,310
Capital Work in Progress	4	1,057,200,000	1,057,800,000
Investment Properties	5	89,107	106,908
Other Intangible Assets		-	-
Intangible Assets Under Development*		-	-
Biological Assets Other Than Bearing Plants*		-	-
Investments Accounted for Using The Equity Method		-	-
Financial Assets			
i. Investments	6(a)	1,311,950	1,311,390
ii. Loans	6(c)	2,496,320,124	2,338,135,891
iii. Other Financial Assets		-	-
Deferred Tax Assets		-	-
Other non-current Assets		-	-
Total Non-Current Assets		3,588,269,513	3,429,320,499
Current Assets			
Inventories	7	16,364,785	7,013,789
Financial Assets			
i. Investments		-	-
ii. Trade Receivables	6(b)	548,283,227	538,453,127
iii. Cash And Cash Equivalents	6(d)	20,351,399	12,986,533
iv. Bank Balance other than(iii)above*		-	-
v. Loans	6(c)	59,076,567	60,341,776
vi. Other Financial Assets		-	-
Other Current Assets	8	18,997,852	60,531,124
Current tax assets (Net)	9	19,234,841	19,190,951
Assts classified as held for sale		-	-
Total Current Assets		682,308,671	698,517,299
Total Assets		4,270,578,184	4,127,837,798
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	10(a)	710,461,000	710,461,000
Other Equity			
Equity component of compound financial Instruments		-	-
Reserves and Surplus	10(b)	2,007,362,589	2,011,495,929
Other Reserve	10(c)	610,284,897	499,564,540
Equity Attributable to owners of Chromatic India Ltd		3,328,108,486	3,221,521,468
Non-Controlling Interests		-	-
Total Equity		3,328,108,486	3,221,521,468
LIABILITIES			
Non-Current Liabilities			
Financial Liabilities			
i. Borrowings		-	-
ii. Other Financial Liabilities		-	-
Provisions		-	-
Employee Benefit Obligations		-	-
Deferred Tax Liabilities	11	266,436,449	218,594,292
Government Grants		-	-
Other non-current Liabilities		-	-
Total non-Current Liabilities		266,436,449	218,594,292
Current Liabilities			
Financial liabilities			
i. Borrowings	12(a)	28,426,089	31,696,374
ii. Trade Payables	12(b)	634,094,962	643,987,715
iii. Other Financial Liabilities	12(c)	6,566,386	4,993,681
Provisions		-	-
Employee Benefit Obligations	13	945,813	930,768
Government Grants		-	-
Current Tax Liabilities		-	113,500
Other Current liabilities		-	-
Liabilities directly associated with assets classified as held for Sale	14	6,000,000	6,000,000
Total Current Liabilities		676,033,249	687,722,038
Total Liabilities		942,469,698	906,316,330
Total Equity And Liabilities		4,270,578,184	4,127,837,798

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For S.K.Badjatya & Co
Chartered Accountants
Firm Registration No. 004017C

CA Sudhir K. Jain
Partner
Membership No. 072282
Place: Mumbai
Date : 15th May,2019

For and on behalf of Board of Directors
Chromatic India Ltd

Mr. V.K.Kaushik
Whole Time Director
DIN: 02586479

Mr. Mayank Kotadia
Director
DIN: 07484438

Roshni Shah
Company Secretary
Membership No. A 53866
Place: Mumbai
Date : 15th May,2019

Mr. Nitin Kumar Kothari
Chief Financial Officer



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Statement of Profit & Loss for the Year Ended 31st March, 2019

(Amount in INR)

	Note No.	For the Year Ended 31st March, 2019	For the Year Ended 31st March, 2018
Continuing Operations			
Revenue from operations	15	6,48,00,143	43,02,51,122
Other income	16(a)	1,52,32,426	61,90,343
Other Gains	16(b)	12,13,888	-
Total Income		8,12,46,457	43,64,41,465
Expenses			
Cost of material consumed	17(a)	5,22,26,332	36,83,44,325
Changes in Inventories of work-in-progress & Finished Goods	17(b)	(55,23,273)	1,41,68,428
Employee benefits expense	18	1,66,19,753	1,76,85,224
Depreciation and Amortization expense	19	24,72,037	22,93,431
Other Expense	20	1,70,22,979	3,23,34,345
Financial Cost	21	21,33,689	27,11,534
Total Expenses		8,49,51,517	43,75,37,287
Profit before exceptional items and tax		(37,05,060)	(10,95,822)
Exceptional Items		-	-
Profit Before Tax from Continuing Operations		(37,05,060)	(10,95,822)
Income Tax Expense			
(a) Current tax		-	1,13,500
(b) Deferred tax		3,90,815	2,50,613
(c) Earlier Year		-	11,93,601
Total Tax Expense		3,90,815	15,57,714
Profit/(loss) from Continuing operation		(40,95,875)	(26,53,536)
Profit/(loss) from Discontinued operations		-	-
Profit for the period		(40,95,875)	(26,53,536)
Other comprehensive Income			
A. Item that may be reclassified to profit or loss			
a. Exchange difference on translation of foreign assets & Liabilities		15,81,71,139	65,18,287
B Item that will not be reclassified to profit or loss			
a. Changes in fair value of FVOCI Equity Instruments		560	46,840
Total comprehensive income for the period		15,40,75,824	39,11,591
Earning per equity share(for Continuing operation)			
(1)Basic		(0.06)	(0.04)
(2)Diluted		(0.06)	(0.04)
Earning per equity share(for Discontinued operation)			
(1)Basic		-	-
(2)Diluted		-	-
Earning per share (for discontinued & continuing Operation)			
(1)Basic		(0.06)	(0.04)
(2)Diluted		(0.06)	(0.04)

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For S.K.Badjatya & Co

Chartered Accountants

Firm Registration No. 004017C

CA Sudhir K. Jain

Partner

Membership No. 072282

Place: Mumbai

Date : 15th May,2019

For and on behalf of Board of Directors

Chromatic India Ltd

Mr. V.K.Kaushik

Whole Time Director

DIN: 02586479

Mr. Mayank Kotadia

Director

DIN: 07484438

Roshni Shah

Company Secretary

Membership No. A 53866

Place: Mumbai

Date : 15th May,2019

Mr. Nitin Kumar Kothari

Chief Financial Officer



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CASH FLOW STATEMENT AS ON 31.03.2019

(Amount in Lacs)

PARTICULARS	YEAR ENDED 31.03.2019		YEAR ENDED 31.03.2018	
I CASH FLOW FROM OPERATING ACTIVITIES				
Profit before income tax including discontinued operations:		(37.05)		(10.96)
Adjustment for :				
Depreciation	24.72		22.93	
Interest	17.88		21.66	
Rental Income	(10.56)		(10.56)	
Loss on sale of Fixed Assets	2.32		-	
Interest earned	(5.30)		(0.84)	
Loss/ expenses of previous year adjusted	(0.37)	28.70	(1.03)	32.16
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		(8.35)		21.20
Changes in operating assets and liabilities :				
(Increase)/ Decrease in Trade and other Receivables including Loans & Advances	329.11		(20.28)	
(Increase)/ Decrease in Inventories	(93.51)		559.89	
Increase/(Decrease) in Trade & Other Payables	(84.19)	151.42	(527.72)	11.89
CASH GENERATED FROM OPERATIONS		143.06		33.09
Income Tax Paid	-	-	-	-
NET CASH FLOW FROM OPERATING ACTIVITIES		143.06		33.09
II CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets	(38.69)		(6.29)	
Proceeds from Sale of Fixed Assets	4.00		-	
Rental Income	10.56		10.56	
Interest Received	5.30	(18.83)	0.84	5.11
NET CASH USED IN INVESTING ACTIVITIES		(18.83)		5.11
III CASH FLOW FROM FINANCING ACTIVITIES				
(Repayment) / increase in Long Term Borrowings	-		(90.93)	
(Repayment) / increase in Short Term Borrowings	(32.70)		(4.38)	
Interest Paid	(17.88)	(50.59)	-	(95.31)
NET CASH USED IN FINANCING ACTIVITIES		(50.59)		(95.31)
IV NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		73.65		(57.10)
ADD : Opening Balance as on 01.04.2018 (P.Y. As on 01.04.17)		129.86		186.96
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		203.51		129.86

Notes to the cash flow statement :

Cash and cash equivalent consist of cash on hand and balances with banks and investments in money market instruments.

	31.03.2019	31.03.2018
Cash on hand	172.90	70.59
Balances with banks	30.61	59.27
	203.51	129.86

As per our report of even date attached

For S.K.Badjatya & Co

Chartered Accountants

Firm Registration No. 004017C

CA Sudhir K. Jain

Partner

Membership No. 072282

Place: Mumbai

Date : 15th May,2019

For and on behalf of Board of Directors

Chromatic India Ltd

Mr. V.K.Kaushik
Whole Time Director
DIN: 02586479

Mr. Mayank Kotadia
Director
DIN: 07484438

Roshni Shah
Company Secretary
Membership No. A 53866
Place: Mumbai
Date : 15th May,2019

Mr. Nitin Kumar Kothari
Chief Financial Officer



Statement of changes in equity

Particulars	Equity share capital	Reserve & surplus				Other Reserves		Total Equity
		Capital Reserve	Security Premium Reserve	General Reserve	Retained Earning	FVOCI Equity Investment	Foreign Currency Translation Reserve	
Balance as at 1 April 2017	71,04,61,000	16,95,000	1,98,58,12,100	1,79,78,960	87,66,732	-	49,49,54,899	3,21,96,68,691
Changes in equity Share Capital	-	-	-	-	-	-	-	-
Profit for the year	-	-	-	-	(26,53,536)	-	-	(26,53,536)
Prior period items	-	-	-	-	(1,03,326)	-	-	(1,03,326)
Other comprehensive income								
Changes in fair value of FVOCI equity instruments	-	-	-	-	-	46,840	-	46,840.00
Exchange Differences on Translation on foreign assets & liabilities	-	-	-	-	-	-	65,18,287	65,18,287
Deffered Tax Assets/ (Liabilities)	-	-	-	-	-	-	(19,55,486)	(19,55,486)
Balance as on 31st March 2018	71,04,61,000	16,95,000	1,98,58,12,100	1,79,78,960	60,09,869	46,840.00	49,95,17,700	3,22,15,21,468
Changes in equity Share Capital	-	-	-	-	-	-	-	-
Profit for the year	-	-	-	-	(40,95,875)	-	-	(40,95,875)
Prior period items	-	-	-	-	(37,464)	-	-	(37,464)
Other comprehensive income								
Changes in fair value of FVOCI equity instruments	-	-	-	-	-	560	-	560
Exchange Differences on Translation on foreign assets & liabilities	-	-	-	-	-	-	15,81,71,139	15,81,71,139
Deffered Tax Assets/ (Liabilities)	-	-	-	-	-	-	(4,74,51,342)	(4,74,51,342)
Balance as on 31st March 2019	71,04,61,000	16,95,000	1,98,58,12,100	1,79,78,960	18,76,529	47,400	61,02,37,497	3,32,81,08,486



CHROMATIC INDIA LIMITED

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Notes forming part of the financial statements

Note-1: Company Overview

The Company is currently in the business of manufacturing, trading and export of Synthetic Organic Dyestuff and dyes intermediates. The Company concentrates on the Reactive Dyestuff mainly Vinyl Sulfone type, bi-functional, multi-functional and high exhaustion and the latest dyestuff to make liquid dyestuff. All the products are appreciated all over the world. At present, the Company is manufacturing only Reactive Dyes based on Vinyl Sulphone & Cyanuric Chloride. In future, the Company is planning to manufactures Disperse & Vat Dyes. The Company has also started trading activities in chemicals and building material and also has taken Power Trading license from Govt. of India.

Note-2: Significant Accounting Policies

2.1 Basis of Preparation of Financial Statements

- a) The financial statements of the Company have been prepared on an accrual basis and under the historical cost convention except for certain financial instruments which have been measured at fair value. The accounting policies are consistently applied by the Company during the year and are consistent with those used in previous year except for the changes in accounting policies required to be made on adoption of Indian Accounting Standards notified under the Companies Act, 2013.
- b) In accordance with the notification 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, 2017. Previous period's and year's numbers in the financial statements have been restated to Ind AS.
- c) These financial statements have been prepared in accordance with Ind AS 34 Interim Financial Reporting as notified under the Companies (Indian Accounting Standards) Rules, 2015 read with Section 133 of the Companies Act, 2013.
- d) These financial statements are the Company's first Ind AS Standalone financial statements.

2.2 Use of Estimates

The preparation of the condensed financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities and disclosure of contingent liabilities at the end of period /year. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

2.3 Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Sale of Goods

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. Excise Duty, Sales Tax and VAT are deducted from turnover (gross).

Interest

Revenue is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.



Dividends

Revenue is recognised when the shareholders' right to receive payment is established by the balance sheet date. Dividend from subsidiaries is recognised even if same are declared after the balance sheet date but pertains to period on or before the date of balance sheet.

Rentals

Revenue is recognised on accrual & time proportion basis.

2.4 Accounting for Export Incentive:

Export incentive are recognised on exports on accrual basis, and based on the estimated realizable value of such entitlements.

2.5 Property, plant and equipment:

Fixed Assets are stated at cost (net of Cenvat Credit) of acquisition/construction and includes amounts added on revaluation, less accumulated depreciation and impairment loss. Cost includes purchase price, borrowing costs and any direct expenses as well as clearly identifiable indirect expenses incurred to bring the assets to their working condition for its intended use.

Transition to Ind AS

On transition to Ind AS, the group has elected to continue with the carrying value of all of its property, plant and equipment as at 1 April 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

Expenditure during Project Implementation Period:

All expenditure, including advances given during the project implementation period, is accumulated and disclosed as capital work-in progress until the assets are ready for commercial use.

2.6 Investment Property

Property that is held for long term rental yields or for capital appreciation or both, and that is not occupied by the Company, is classified as Investment Property. Investment property is measured initially at its cost, including related transaction costs and borrowing costs, where applicable. Subsequent expenditure is capitalized to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the Company and cost of the item can be measured reliably. All other repairs and maintenance cost are expensed when incurred. When part of an investment property is replaced, the carrying amount of the replaced part is derecognized.

Investment property are depreciated using the straight line method over their estimated useful lives.

Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of its Investment properties recognized as at 1st April 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of investment properties.

2.7 Depreciation and Amortisation

Depreciation on Fixed Assets is provided to the extent of depreciable amount on 'Straight Line Method' as on 31.03.2014 on the remaining useful life of the Assets in the manner and at the rates specified in Schedule II of the Companies Act,



2013 except in the case of buildings where WDV as on 31.03.2014 has been depreciated in the remaining estimated life of the asset (as certified by the management in the absence of complete details of additions), which is different than those prescribed in schedule-II. Assets acquired under finance lease are depreciated over the period of lease. Leasehold land & premium thereon are depreciated over the period of lease. Also individual capital items of upto a value of Rs.5,000/- have been fully depreciated.

2.8 Impairment of Assets

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life. Previously recognised impairment loss is increased or reversed depending on changes in circumstances. However the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

2.9 Leased Assets

Finance leases, which effectively transfer to the Company, all the risks and benefits incidental to ownership of the leased item, are capitalized at the lower of the fair value and present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and reduction of the lease liability based on the implicit rate of return. Finance charges are charged directly against income. Lease management fees, legal charges and other initial direct costs are capitalised. If there is no reasonable certainty that the Company will obtain the ownership by the end of the lease term, capitalized leased assets are depreciated over the shorter of the estimated useful life of the asset or the lease term.

2.10 Foreign Currency Transactions

i) Initial Recognition:

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

(ii) Conversion:

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined. Equity Investment in foreign companies are recorded at the exchange rates prevailing on the date of making the investments, however, any advances to foreign company are reported using the closing rate.

(iii) Exchange Differences:

Exchange differences arising on a monetary item that, in substance, form part of the company's net investment (except investment in share capital) in a non-integral foreign operation is recognized in other comprehensive income and accumulated in a foreign currency translation reserve in the financial statements until the disposal of the net investment, at which time they are recognised as income or as expenses.

Exchange differences arising on the settlement of monetary items not covered above, or on reporting such monetary items of company at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.



iv) **Forward Exchange Contracts not intended for trading or speculation purposes:**

The premium or discount arising at the inception of forward exchange contracts is amortised as expense or income over the life of the contract. Exchange differences on such contracts are recognised in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contracts is recognised as income or as expense for the year. None of the forward exchange contracts are taken for trading or speculation purpose.

2.11 Investment

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the Investment.

2.12 Inventories

Inventories are valued as follows:

Raw materials, packing material, Work in progress, components, stores and spares:

Lower of cost and net realizable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on First in First out basis (FIFO).

Finished goods:

Lower of cost and net realizable value. Cost includes direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity. Cost of finished goods includes excise duty.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the product saleable.

2.13 Taxes on Income:

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. Deferred income tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each balance sheet date the Company re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realised.



The carrying amount of deferred tax assets are reviewed at each balance sheet date. The company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available

MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which the Minimum Alternative tax (MAT) credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the profit and loss account and shown as MAT Credit Entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified period.

2.14 Employee Benefits:

Retirement benefits in the form of Provident Fund and Government administered Employees Insurance and Pension Plans are defined contribution schemes and the contributions are charged to the Profit and Loss Account of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective funds.

Gratuity liability is a defined benefit obligations and are provided for on the basis of an actuarial valuation. The Company makes annual contributions to the Employee's Group Gratuity-cum-Life Assurance Scheme of the Life Insurance Corporation of India, a funded defined benefit plan for qualifying employees. The Scheme provides for lump-sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service or part thereof in excess of six months. Vesting occurs upon completion of five years of service.

The Company has a scheme for compensated absences for employees, the liability of which is recognized on actual basis instead of accrual basis and charged to Profit and Loss Account in the year of payment.

Expenditure on Voluntary Retirement Scheme are amortised over the period of two years.

2.15 Borrowing Cost:

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

2.16 Earnings Per Share:

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

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

2.17 Provision:

A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.



2.18 Cash and Cash equivalents:

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

2.19 Segment:

In accordance with Notified Indian Accounting Standard (Ind AS-108) "Operating Segments", the Company's business constitutes only one reportable business segment being manufacturing & trading of S. O. Dyes & Chemicals and hence no separate disclosure to attributable Revenues, Profits, Assets, Liabilities, and Capital Employed are given. Geographical segments details i.e. the Domestic and the Overseas are provided in the notes to the accounts.

2.20 Contingent Liabilities:

Contingent Liabilities, if any, are disclosed in the Notes to Accounts. Provision is made in the accounts in respect of those contingencies which are likely to materialize into liabilities after the year end till the approval of the accounts by the Board of Directors and which have material effect on the position stated in the Balance Sheet.



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Note No.3 property Plant & Equipment

	Land-Lease Hold	Building & Res. Flat	Furniture & Fixture	Plant & Machinery	Office & Other Equipment	Vehicles	Total
Year Ended 31st March 2018							
Gross Carrying Amount							
Deemed Cost As AT 1st April 2017	1,17,02,920	2,93,38,599	27,81,217	5,56,05,751	62,19,936	54,10,456	11,10,58,879
Exchange Differences	-	-	-	-	-	-	-
Additions	-	-	-	-	28,988	-	28,988
Assets Included in a Disposal	-	-	-	-	-	-	-
Group Classified as held for sale	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	0	0
Closing gross carrying amount	1,17,02,920	2,93,38,599	27,81,217	5,56,05,751	62,48,924	54,10,456	11,10,87,867
Accumulated depreciation	11,72,037	1,76,14,296	27,77,710	4,64,79,196	58,36,669	29,66,011	7,68,45,919
Depreciation charge during the year	1,56,713	9,76,323	866	6,22,277	1,39,145	3,80,306	22,75,630
Assets included in a disposal group	-	-	-	-	-	-	-
classified as held for sale(Note 33)	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-
Exchange Differences	-	-	-	-	-	-	-
Closing accumulated depreciation	13,28,750	1,85,90,619	27,78,576	4,71,01,473	59,75,814	33,46,317	7,91,21,549
Net carrying amount as on 31 March 2018	1,03,74,170	1,07,47,980	2,641	85,04,278	2,73,110	20,64,139	3,19,66,310

	Land-Lease Hold	Building & Res. Flat	Furniture & Fixture	Plant & Machinery	Office & Other Equipment	Vehicles	Total
Year Ended 31st March 2019							
Gross Carrying Amount							
Opening gross carrying amount	1,17,02,920	2,93,38,599	27,81,217	5,56,05,751	62,48,924	54,10,456	11,10,87,867
Exchange Differences	-	-	-	-	-	-	-
Additions	-	-	-	6,40,000.00	27,74,766	10,53,811	44,68,577
Assets classified as held for sale(Note 11)	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	10,70,361	-
Transfers	-	-	-	-	-	-	-
Closing gross carrying amount	1,17,02,920	2,93,38,599	27,81,217	5,62,45,751	90,23,690	53,93,906	11,44,86,083
Accumulated depreciation and impairment							
Opening accumulated depreciation	13,28,750	1,85,90,619	27,78,576	4,71,01,473	59,75,814	33,46,317	7,91,21,549
Depreciation charge	1,56,713	9,76,323	866	6,33,147	2,92,557	3,94,630	24,54,236
Impairment loss (iii)(Note.1)	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	4,38,041	-
Exchange Differences	-	-	-	-	-	-	-
Assets classified as held for sale(Note 11)	-	-	-	-	-	-	-
Closing accumulated depreciation and impairment	14,85,463	1,95,66,942	27,79,442	4,77,34,620	62,68,371	33,02,906	8,11,37,744
Net carrying amount as on 31 March 2019	1,02,17,457	97,71,657	1,775	85,11,131	27,55,319	20,91,000	3,33,48,332

Note No.04 Capital Work in Progress

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Capital Work in Progress	1,05,72,00,000	1,05,78,00,000
Total	1,05,72,00,000	1,05,78,00,000



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Note No.05 Investment Property

Particulars	31.03.2019	31.03.2018
Gross Carrying Amount		
Opening gross Carrying Amount/Deemed Cost	13,09,679	13,09,679
Additions	-	-
Closing Gross carrying amount	13,09,679	13,09,679
Accumulated depreciation		
Opening Accumulated Depreciation	12,02,771	11,84,970
Depreciation Charge	17,801	17,801
Closing Accumulated Depreciation	12,20,572	12,02,771
Net Carrying Amount	89,107	1,06,908
Amount recognised in Profit & Loss Account		
Rental Income	10,56,000	10,56,000
Direct Op Expenses from property that generated rental income	-	-
Profit from Investment property before Dep	10,56,000	10,56,000
Depreciation	(17,801)	(17,801)
Profit from Investment property	10,38,199	10,38,199

Note no.6(a) Non-Current Investment

Details of Non-Current Investment

Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	Quoted / Unquoted	No. of Shares		Partly Paid / Fully paid	Extent of Holding (%)		Amount (Rs.)	
			2019	2018		2019	2018	2019	2018
Investment in Equity Instruments									
Long Term, Trade									
Chromatic International FZE Equity shares of 100000 AED each fully paid	Subsidiary	Unquoted	100000	100000	Fully paid	100%	100%	12,28,550	12,28,550
Long Term, Non - Trade									
Equity shares of Bank of India of Rs. 10 each at a premium of Rs. 35/- each	Others	Quoted	800	800	Fully paid	-	-	83,400	82,840
Total								13,11,950	13,11,390

Particular	2018-19	2017-18
Aggregate amount of quoted investment	83,400	82,840
Aggregate amount of unquoted investment	12,28,550	12,28,550
Aggregate amount of impairment in value of investment	-	-
Total	13,11,950	13,11,390

Note -06(b) Trade receivable

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Trade receivables	54,86,65,489	53,88,35,389
Receivables from related parties	-	-
Less: Provision for doubtful trade receivables	3,82,263	3,82,263
Total receivables	54,82,83,227	53,84,53,127
Current Portion	54,82,83,227	53,84,53,127
Non-current portion	-	-



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Note -06 (c) Loans

Particulars	As at 31st March, 2019		As at 31st March, 2018	
	Current	Non current	Current	Non current
Unsecured, considered good:				
Loans and advances to related parties				
- Arcoiris SA	-	-		-
- Chromatic International FZE	-	2,49,49,20,653		2,33,67,49,514
Loans and advances to employees	80,435		12,63,050	
Other advances	5,89,96,132		5,90,78,726	
Doubtful	-			
Security Deposits		13,99,471		13,86,377
Less: Provision for doubtful loans and advances				
Sub total (a)	5,90,76,567	2,49,63,20,124	6,03,41,776	2,33,81,35,891

Note -06(d) Cash and cash equivalents

Particulars	As at	As at
	31st March, 2019	31st March, 2018
	Rs.	Rs.
Balance with banks		
i. In current accounts	22,42,145	52,05,858
ii. In EEFC accounts		
iii. In deposits accounts	-	-
iv. In earmarked accounts		
- Unpaid dividend accounts	20,056	1,769
- Unpaid matured deposits	-	-
- Unpaid matured debentures	-	-
- Share application money received for allotment of securities and due for refund	-	-
- Balances held as margin money or security against borrowings, guarantees and other commitments	7,88,294	7,18,863
- Other earmarked accounts (Gratuity Account)	10,447	638
Cash on hand	1,72,90,458	70,59,405
Total	2,03,51,399	1,29,86,533

Note-7 Inventories

(At lower of cost and net realisable value)

Particulars	As at	As at
	31st March, 2019	31st March, 2018
	Rs.	Rs.
Raw materials (including Goods in transit)	81,49,416	43,21,693
Finished Goods	-	-
Work-in-progress	82,15,369	26,92,096
Total	1,63,64,785	70,13,789



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Note -8 Other current assets

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Prepaid Expenses	2,42,748	1,88,153
Rent Receivable	2,95,198	1,05,118
Balances with government authorities		
i Vat credit receivable	1,06,44,926	2,27,93,553
ii Service tax credit receivable	-	-
iii Export incentive receivable	31,61,836	46,89,495
iv Balance with central excise	-	-
v)Balance with GST	46,53,144	3,27,54,806
Total	1,89,97,852	6,05,31,124

Note-9 Current tax assets

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
TDS receivable/Deposit with IT (net of provisions)	1,92,34,841	1,91,90,951
Total	1,92,34,841	1,91,90,951

Note -10 (a) Share Capital

1	Particulars	As at 31st March,2019		As at 31st March,2018	
		Number	Amount	Number	Amount
	Authorised				
	Equity Shares of Rs 10/- each	125000000	1,25,00,00,000	125000000	1,25,00,00,000
	Issued				
	Equity Shares of Rs 10/- each	71046100	71,04,61,000	71046100	71,04,61,000
	Subscribed & Paid up				
	Equity Shares of Rs 10/- each fully paid	71046100	71,04,61,000	71046100	71,04,61,000
	Total	71046100	71,04,61,000	71046100	71,04,61,000

2	Particulars	As at 31st March, 2019		As at 31st March, 2018	
		Number	Amount (Rs.)	Number	Amount (Rs.)
	Shares outstanding at the beginning of the year	71046100	71,04,61,000	71046100	71,04,61,000
	Shares issued during the year	-	-	-	-
	Shares bought back during the year	-	-	-	-
	Shares outstanding at the end of the year	71046100	71,04,61,000	71046100	71,04,61,000

3	Particulars	As at 31st March, 2019		As at 31st March, 2018	
		Number	Amount	Number	Amount
	M/s Cheetah Multitrade Private Limited, Holding Company of Chromatic India Limited	9173305	9,17,33,050	917205	91,72,050



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4 Details of shares held by each shareholder holding more than 5 percent shares

Name of Shareholder	As at 31st March, 2019		As at 31st March, 2018	
	Shares held	% of Holding	Shares held	% of Holding
M/s. Cheetah Multitrade Pvt. Ltd.	9173305	12.91%	9173205	12.91%

Note-10(b) Reserve and surplus

Particulars	As at 31st March, 2019	As at 31st March, 2018
Capital reserve	16,95,000	16,95,000
Securities premium reserve	1,98,58,12,100	1,98,58,12,100
General reserve	1,79,78,960	1,79,78,960
Other reserve	61,02,84,897	49,95,64,540
Retained earnings	18,76,529	60,09,869
Total	2,61,76,47,486	2,51,10,60,468

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Capital reserve		
Opening balance	16,95,000	16,95,000
Add: Additions during the year (give details)	-	-
Less: Utilised / transferred during the year (give details)	-	-
Closing balance	16,95,000	16,95,000
Securities premium account		
Opening balance	1,98,58,12,100	1,98,58,12,100
Add : Premium on shares issued during the year	-	-
Less : Utilised during the year for:		
Issuing bonus shares	-	-
Closing balance	1,98,58,12,100	1,98,58,12,100
General reserve		
Opening balance	1,79,78,960	1,79,78,960
Add: Transferred from surplus in Statement of Profit and Loss	-	-
Less: Utilised / transferred during the year for:		
Issuing bonus shares	-	-
Others (give details)	-	-
Closing balance	1,79,78,960	1,79,78,960
Retained earnings		
Opening balance	60,09,869	87,66,732
Add: Profit / (Loss) for the year	(40,95,875)	(26,53,536)
Add: Adjustment Relating to Fixed Assets*	-	-
TOTAL	19,13,993	61,13,195
Add/ (Less): Prior Period Expenses	(37,464)	(1,03,326)
Profit after Tax and Prior Period Adjustments	18,76,529	60,09,869
Less: Provision for dividend (including Dividend Tax)	-	-
Closing balance	18,76,529	60,09,869
	2,00,73,62,589	2,01,14,95,929



Note-10(c) Other Reserve

Ref. No.	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Foreign currency translation reserve		
Opening balance	49,95,17,700	49,49,54,899
Add / (Less): Effect of foreign exchange rate variations during the year	15,81,71,139	65,18,287
Add/(Less): Deffered Tax Assets/(Liabilities)	(4,74,51,342)	(19,55,486)
Add / (Less): Transferred to Statement of Profit and Loss on disposal of the net investment in non-integral foreign operations	-	-
Closing balance	61,02,37,497	49,95,17,700
FVOCI equity investments reserve		
Opening balance	46,840	-
Changes in fair value of FVOCI equity instruments	560	46,840
Closing balance	47,400	46,840
Total	61,02,84,897	49,95,64,540

Notes:

Foreign currency translation reserve

Exchange differences arising on translation of the foreign operations are recognized in other comprehensive income as described in accounting policy and accumulated in a separate reserve within equity. The cumulative amount is reclassified to profit or loss when the net investment is disposed off.

FVOCI Equity Instruments

The Company has elected to recognize changes in the fair value of investments in quoted equity securities in other comprehensive income. These changes are accumulated within the FVOCI equity investments reserves within equity. The Company transfers amount from this reserve to retained earnings when the relevant equity securities are derecognized.

Note No.11 Deferred Tax Liabilities

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Deffered tax Liabilities	21,85,94,292	21,63,88,193
Deffered tax Liabilities/assets for current year	3,90,815	2,50,613
Changes in Foreign currency Translation reserve	4,74,51,342	19,55,486
	-	-
Total	26,64,36,449	21,85,94,292

Note - 12(a) Non current borrowings

Particulars	As at 31st March, 2019	As at 31st March, 2018
Term loans		
From banks		
Secured	-	-



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Particulars	As at 31st March, 2019	As at 31st March, 2018
Unsecured	-	-
Total	-	-
From other parties		
Secured*(Interest@11.50%)		-
Unsecured	-	-
	-	-
Total	-	-

* Secured by Hypothecation of underlying assets purchased.

Note - 12(a) Current borrowings

Particulars	As at 31st March, 2019	As at 31st March, 2018
Loan repayable on demand		
From bank		
Secured#		
i Cash credit lilit from bank of india (interest @13%)	41,25,655	40,16,034
ii Export packing credit from bank of india(Interest @9.00%)	42,31,999	76,49,999
Unsecured	-	-
Total(a)	83,57,654	1,16,66,033
From Other parties		
Secured @		-
Unsecured	1,94,30,427	1,94,30,427
Advances from Customer	6,38,007	5,99,913
Total(b)	2,00,68,434	2,00,30,340
Total(a+b)	2,84,26,089	3,16,96,374

Secured by exclusive charge on the underlying plant & machineries i.e. Hot Air Generator, Hypoyhecation of Stocks, Collateral Security of Equitable Mortgage of Land & Buildings situated at B-12/2, Lote Parshuram Indl. Area, Taluka-Khed, Distt. Ratnagiri and simple deposit of title deeds of office premises situated at Vikhroli, Mumbai.

@ Secured by shares held by the Promoters

Note - 12(b) Trade payable

Particulars	As at 31st March, 2019	As at 31st March, 2018
Trade payable	63,40,94,962	64,39,87,715
Trade payable to related parties	-	-
Total	63,40,94,962	64,39,87,715



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Note - 12(c) Other financial liabilities

Particulars	As at 31st March, 2019	As at 31st March, 2018
Current maturities of long-term debt (Refer Note (i) below)	-	-
Current maturities of finance lease obligations	-	-
Interest Payable	-	17,28,327
Other payables		
i Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, Excise Duty, VAT, Service Tax, etc.)	2,39,035	5,54,101
ii Others: Salary & Wages	7,80,997	12,11,321
iii Unclaimed Dividend	20,056	1,769
iv Other Liabilities	55,26,298	14,98,163
Total	65,66,386	49,93,681

Note - 13 Employee benefit obligations

Particulars	As at 31st March, 2019	As at 31st March, 2018
Provision for bonus	5,61,631	6,33,750
Provision for other employee benefits - Exgratia	-	-
Provision for Gratuity employee benefits	3,84,182	2,97,018
Total	9,45,813	9,30,768

Note - 14 Other Current liabilities

As at 31st March, 2017	As at 31st March, 2019	As at 31st March, 2018
Other Current liabilities	60,00,000	60,00,000
Total	60,00,000	60,00,000

Note 15: Revenue from operations

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Sale of products	5,48,91,436	33,46,20,304
Sales of traded goods	99,08,707	9,56,30,817
Total	6,48,00,143	43,02,51,122

Note 16(a): Other income

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Interest Received	5,29,648	84,089
Dividend-others from Long Term Investments	-	-
Rent Recd	10,56,000	10,56,000
Conversion Charges	12,66,195	-



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Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Duty Drawback	8,25,333	50,17,277
Sales of MEIS License	1,15,43,462	
Misc & other income	11,788	32,977
Total	1,52,32,426	61,90,343

Note 16(b): Other gain

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Foreign Exchange Gain	12,13,888	-
Total	12,13,888	-

Note 17(a) : Cost of material consumed

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Raw Material consumed		
Opg Stock of Raw Material	43,21,693	4,61,42,187
Add : Raw Material Purchase	5,40,92,426	32,07,87,562
Packing Material	14,05,231	35,09,254
Freight Inward	5,56,398	22,27,014
	6,03,75,748	37,26,66,018
Less : Closing stock	81,49,416	43,21,693
Total	5,22,26,332	36,83,44,324

Note 17(b) : Changes in inventories

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Inventory at the beginning of the year Finished & Work in Progress		
Finished Goods	-	-
Work in Progress	26,92,096	1,68,60,524
	26,92,096	1,68,60,524
Inventory at the end of the year		
Finished Goods	-	-
Work in Progress	82,15,369	26,92,096
	82,15,369	26,92,096
Changes in Inventories	(55,23,273)	1,41,68,428



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Note 18: Employees benefit expense

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Salary, Wages and Bonus Etc.	1,41,53,620	1,55,72,653
Company's Contribution to Provident Fund, ESIC & Gratuity	14,01,006	7,44,100
Staff welfare Expenses & other Amenities	10,18,612	13,27,641
Leave Encashment	46,515	40,830
Total	1,66,19,753	1,76,85,224

Note 19: Depreciation and Amortization Expenses

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Depreciation of property, Plant & equipment	24,54,236	22,75,630
Depreciation on investment property	17,801	17,801
Total	24,72,037	22,93,431

Note 20 : Other Expense

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Rates & Taxes	2,50,267	2,59,372
Power & Water	34,02,627	41,65,362
Stores & Spares	5,52,234	11,48,965
Repairs and Maintenance :		
- Repairs to Building	4,13,761	8,70,101
- Repairs to Machinery	9,67,245	8,36,933
- Repairs to Others	6,86,498	1,34,241
Advertisement & Sales Promotion	53,587	1,53,356
Freight & Forwarding Charges	7,94,978	36,68,132
Travelling Expenses	1,12,283	19,85,708
Auditor's Remuneration	5,63,555	4,78,578
Insurance	1,67,725	2,44,596
Telephone Charges	1,87,441	3,11,787
Conveyance & Car Expenses	7,43,892	10,23,222
Labour Charges	18,89,443	33,74,374
General Expenses	8,88,551	24,31,085
ROC & Listing Compliance	12,86,022	10,00,085
Courier Charges	1,52,149	2,14,665
Lab Expenses	1,66,281	66,526
Office Expenses	2,45,679	3,14,291



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Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Rent	1,80,000	1,80,000
Loss on Sales of Asstes	2,32,319	-
Professional Charges	27,16,115	7,80,219
Printing & Stationery	83,145	2,12,152
Balance Written Off	2,87,182	56,25,114
Foreign Exchange Loss (Net)	-	28,55,483
Total	1,70,22,979	3,23,34,345

Note-21: Financial Cost

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Interest expense		
Bank Interest	17,79,424	21,12,629
Other Interest	8,955	53,321
Bank Charges	3,45,310	5,45,584
Total	21,33,689	27,11,534

OTHER NOTES TO ACCOUNTS

22	Contingent liabilities not provided for:	As at 31-03-19	As at 31-03-18
		(Rs. In Lacs)	(Rs. In Lacs)
	Income Tax Demand for which company has gone into appeal	2461.68	2108.28
	Bank Guarantees (secured by fixed deposit receipts)	7.99	7.19

- 23 There are no Micro, Small and Medium Enterprises, as defined in the Micro, Small and Medium Enterprises Development Act, 2006 to whom the company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made.

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

- 24 In the opinion of the Board, current assets, loans and advances shall have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet and provision for all known liabilities have been made and contingent liabilities disclosed properly. Balances of sundry debtors, sundry creditors, loans and advances and other personal accounts are subject to confirmation and reconciliation. Consequential impact, if any, will be considered as and when determined. Sundry Debtors and Loans & Advances (other than advances to subsidiaries) includes amount of Rs 38.61 crore and Rs 1.06 crore respectively for a period of more than 3 years.
- 25 Loans & Advances includes non-interest bearing unsecured loan of Rs. 249,49,20,653/- given to Chromatic International FZE, the subsidiary of the company for overseas Business Development. The subsidiary did not do any business during the year. Company has not made the accounting treatment as prescribed in Ind AS 109 (Financial Instruments) and Ind AS 113 (Fair Value Measurement). Due to non availability of repayment plan, Company is not able to provide the impact of the same in Balance sheet/ Notes.



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- 26 On transition to Ind AS, Company has classified one of its Building which has been given on rent, as Investment Property as per Ind AS 40 (Investment Property) and elected to continue with the carrying value recognised as at 1 April 2016 measured as per previous GAAP. Further, as prescribed in IAS 40, Company has not measured the Investment property at Fair value as on 31.03.2019.
- 27 During the year 2018-19, Commissioner of Income Tax (Appeal), has passed the order for the A.Y. 2012-13 against the Company for the Income Tax demand of Rs 1,94,68,328/-. Said demand has not yet provided in the books as on 31st March 2019. The management is exploring possibility of filing appeal against the order in consultation with legal experts.
- 28 During the year 2018-19, Commissioner of Income Tax (Appeal), has passed the order for the A.Y. 2012-13 against the Company for the Income Tax demand of Rs 1,94,68,328/-. Said demand has not yet provided in the books as on 31st March 2019.
- 29 Capital work in progress includes an amount of Rs. 105.72 Crores, paid during previous accounting years for setting up of power plant. The procurement has not been done for pending clearances from the Govt. These advances are subject to confirmation and reconciliation and outstanding for more than 3 years.
- 30 No events or transactions have occurred since the date of Balance Sheet or are pending that would have a material effect on the financial statements at the date or for the period then ended, other than those reflected or fully disclosed in the Notes on Accounts.

31	Net amount of exchange differences	As at 31-03-19	As at 31-03-18
		(Rupees)	(Rupees)
	The net amount of exchange differences debited / (credited) 'to profit & loss account	(12,13,888)	28,55,483

- 32 Provision for Gratuity payable to employees has been covered by the Group Gratuity Policy taken by the company with LIC of India and premium of the policy has been duly accounted for as advised by LIC of India as per communication dated 23.03.2019 on estimated basis. However, no provision has been made for leave encashment as required by Ind AS-19 (Employee Benefits) notified by Companies (Indian Accounting Standard) Rules 2015 and the same shall be accounted for as and when paid.

A. Defined Contribution Plans – Employers contribution to Provident Fund :

During the year the company has recognized the following amounts in the statement of Profit & Loss

Employers Contribution to Provident fund	2018-19	2017-18
	8,69,369.00	8,30,164.00

B. State Plans – Employers contribution to Employee State Insurance:

During the year the company has recognized the following amounts in the Statement of Profit & Loss

Employers Contributions to Employee State Insurance	2018-19	2017-18
	6,323.00	3,454.00

Present value of gratuity obligation 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 built up the final obligation:



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I. Change in present value of obligations:	Gratuity	Gratuity
	2018-19	2017-18
Present value of obligation at the beginning	49,46,248.00	47,18,947.00
Current service costs	2,05,850.00	2,01,763.00
Benefits paid	-	-
Actuarial (Gain)/Loss on obligation	(1,24,880.00)	25,538.00
Present value of obligation at the end	50,27,218.00	49,46,248.00
II. Amount to be recognized in the Balance Sheet:	2018-19	2017-18
Present value of obligation at the end of the current year	50,27,218.00	49,46,248.00
Fair value of plan assets at the end of the I.V.P	-	-
Funded status	48,48,886.00	48,63,669.00
Unrecognized Actuarial (Gain)/Loss at the end	-	-
Net (Assets)/Liability Recognized in the Balance Sheet	1,78,332.00	82,579.00
III. Expenses recognized in the Statement of Profit & Loss:	2018-19	2017-18
Current service cost	2,05,850.00	2,01,763.00
Net Actuarial (Gain)/Loss recognized in the I.V.P	-	-
Expenses recognized in the Statement of Profit & Loss	13,255.00	12,676.00
IV. Actuarial Assumptions:	LIC 2006-08 (Ultimate) 2018-19	LIC 2006-08 (Ultimate) 2017-18
Discounting Rate	7.50%	7.50%
Salary Rise	5.00%	5.00%
Withdrawal Rate	1% - 3%	1% - 3%
Average Past Service	22.14	22.15

33 Segment reporting

The Company operates in one business segment, namely manufacturing & trading of S.O.Dyes & Chemicals and geographic segments i.e. the Domestic and the Overseas. They are summarised as follows. :

Particulars	Domestic	Overseas	Total
Sales	99,08,707	5,48,91,436	6,48,00,143
	(9,56,30,817)	(33,46,20,304)	(43,02,51,121)
Total Sales	99,08,707	5,48,91,436	6,48,00,143
	(9,56,30,817)	(33,46,20,304)	(43,02,51,121)

Figures in bracket represent previous year figures.

The following table shows the distribution of sales in India and outside India

Name of the country	2018-19	2017-18
	(Rupees)	(Rupees)
India	99,08,707	9,56,30,818



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Switzerland	4,62,11,751	21,28,84,437
Austria	-	65,34,360
Bangladesh	46,85,930	
Italy	14,89,755	12,78,108
Singapore	-	11,39,23,399
Basel	11,97,200	-
Brazil	13,06,800	-
Total	6,48,00,143	43,02,51,122

Disclosure of Segment-wise Liabilities and Profitability has not been possible, as the company has only one manufacturing plant and a unified marketing and administrative set-up.

Segment assets	As at 31-03-19	As at 31-03-18
	(Rupees)	(Rupees)
Export Debtors	12,13,01,083	10,91,56,404
Total	12,13,01,083	10,91,56,404

34 Related Party Disclosures

As per the Accounting Standard 18, disclosures of transactions with the related parties as defined in the Accounting Standard are given below:

(i) List of related parties and relationships:

Name of the Related Party	Nature of Relationship
(a) Cheetah Multitrade Pvt. Ltd.	Holding Company
(b) Chromatic International FZE	100% Subsidiary
(c) Mr.V.K.Kaushik	Key Managerial Personnel
(d) Mr Siraj Ahemad Shaikh	Independent Director
(e) Ms. Diana Mahesh Joshi	Independent Director
(f) Mr.Mayank Kotadia	Independent Director
(h) Ms. Suruchi Pednekar (Part of the year)	Company Secretary
(i) Ms Roshani Shah	Company Secretary

(ii) Entities in which any director or his relative is a partner , director or member

(a) Chromatic Sponge Iron Limited	Company
(b) Chromatic Ferro Alloys Ltd.	Company
(c) Arihant Multi commercial Ltd	Company

(iii)	Remuneration to Whole Time Directors:	As at 31-03-19	As at 31-03-18
	(Includes benefits which are debited to respective expenses)	(Rupees)	(Rupees)
a	Remuneration	10,56,000	10,56,000
b	Provident Fund Contribution	1,26,720	1,26,720
c	Other Perquisites (LTA & Medical Allowance)	50,000	-
d	Conveyance	36,000	
	Total	12,68,720	11,82,720

(iv)	Transactions during the year with related parties(excluding reimbursements)	2018-19	2017-18
		(Rupees)	(Rupees)
	With Holding Company: Cheetah Multitrade Pvt. Ltd.		
	Unsecured loan taken	-	-



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(iv)	Transactions during the year with related parties(excluding reimbursements)	2018-19	2017-18
		(Rupees)	(Rupees)
With Subsidiary: Chromatic International FZE			
	Investment in Share Capital of Chromatic International FZE	-	-
	Unsecured loan given	-	-
With Subsidiary: Chromatic Ferro Alloys Ltd.			
	Investment in Share Capital of Chromatic Ferro Alloys Ltd.	-	-
	Advances given / received back	-	-
With Key Managerial Personnel :			
	Mr.V.K.Kaushik-Remuneration	12,68,720	11,82,720
	Mr.Ajay Sethi - Director Sitting Fees	2,000	-
	Ms. Diana Mahesh Joshi - Director Sitting Fees	8,000	-
	Mr.Mayank Kotadia - Director Sitting Fees	8,000	-
	Mr Siraj Ahemad Shaikh - Director Sitting Fees	-	
	Mr.Sandeep Pawar - Director Sitting Fees	2,000	
	Ms.Suruchi Pednekar - Remuneration	2,06,000	2,97,600
(v)	Closing balance as on 31st March:		
With Holding Company: Cheetah Multitrade Pvt. Ltd.			
	Unsecured loan taken	81,82,402	81,82,402
With Subsidiary: Chromatic International FZE			
	Investment in Share Capital of Chromatic International FZE	12,28,550	12,28,550
	Unsecured loan given (including exchange rate difference)	2,49,49,20,653	2,33,67,49,514

35 Calculation of Earning Per Shares

(i)	Basic EPS	As at 31-03-19	As at 31-03-18
		(Rupees)	(Rupees)
	Net Profit / (Loss) after tax available for equity shareholders (Rupees) used as numerator	(40,95,875)	(26,53,536)
	Weighted average no. of Equity Shares used as denominator	7,10,46,100	7,10,46,100
	Basic Earning Per Share (In Rupees)	(0.06)	(0.04)

(ii)	Diluted EPS	As at 31-03-19	As at 31-03-18
		(Rupees)	(Rupees)
	Net Profit / (Loss) after tax available for equity shareholders (Rupees) used as numerator	(40,95,875)	(26,53,536)
	Weighted average no. of Equity Shares used as denominator	7,10,46,100	7,10,46,100
	Diluted Earning Per Share (In Rupees)	(0.06)	(0.04)



36 Deferred Tax

Particulars	Opening Balance as at 01.04.2018	During the year 2018-19	Closing Balance as at 31.03.2019
Deferred Tax Assets			
Ex-Gratia	-	-	-
Bonus	1,95,829	(2,13,950)	(18,121)
Unpaid Interest	5,34,053	(5,34,053)	-
	7,29,882	(7,48,003)	(18,121)
Deferred Tax Liability			
Written down Value	52,45,160	(3,57,190)	48,87,970
Change in Foreign currency translation reserve	21,40,79,014	4,74,51,346	26,15,30,360
Net Deferred Tax Liability	21,85,94,292	4,78,42,158	26,64,36,451

37 Disclosure pursuant to Clause 32 of The Equity Listing Agreement and section 186 of the Companies Act, 2013
(Rs in Lacs)

Particulars	Year ended 31/03/2019	Year ended 31/03/2018
Loans and advances in the nature of loans to subsidiaries		
Chromatic International FZE		
Balance as at the year end	24,949.21	23,367.49
Maximum amount outstanding at any time during the year* (Interest free loan given to subsidiary has been utilised for meeting working capital requirement)	24,992.31	23,694.88

*there have been no transactions with the subsidiary during the year. The effect/ variation in balances is due to adjustment of foreign exchange fluctuation during the year

38 Earnings in foreign currency	As at 31-03-19	As at 31-03-18
	(Rupees)	(Rupees)
F.O.B. Value of Exports (on accrual basis)	5,48,91,436	33,46,20,304

39 Value of import on CIF basis	As at 31-03-19	As at 31-03-18
	(Rupees)	(Rupees)
Raw Materials & Packing Material Purchased	6,61,396	-
Stores and Spares Purchased	-	-

40 Expenditure in foreign currency	As at 31-03-19	As at 31-03-18
	(Rupees)	(Rupees)
Travelling Expenses	44,057	15,99,432

41 Particulars of unhedged foreign currency exposure as at balance sheet date

Particulars	Currency	As at 31-03-19		As at 31-03-18	
		USD	Rupees	USD/EURO	Rupees
Debtors (net of advances)	USD	16,78,296.51	11,60,87,700	16,78,296.51	10,91,56,406
	EURO			-	-



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42 Pursuant to Indian Accounting Standard (AS)-36 on "Impairment of Asset" issued by The Institute of Chartered Accountants of India, the company assessed its fixed assets for impairment as at 31st March 2019, and concluded that there have been no significant impaired fixed assets that need to be recognized in the books of accounts.

43 Disclosure as per clause 32 of the listing agreement:

Loans given to subsidiary company where no repayment schedule is prescribed.

Name of subsidiary company	As at 31-03-19 (Rupees)	Maximum balance outstanding during the year
Unsecured Loan to Chromatic International FZE	2,49,49,20,653	2,49,92,30,926
	(2,33,67,49,514)	(2,36,94,87,753)

Figures in bracket represent previous year figures.

44 Additional quantitative information

A	Details of licensed and installed capacity and actual production	As at 31-03-19	As at 31-03-18
		in KG	in KG
	Licensed capacity	12,00,000	12,00,000
	Installed capacity	12,00,000	12,00,000
	Actual production	1,40,096	10,72,184

B Details of finished goods / WIP as on 31-03-19

All Quantities are in KG

Particulars	Opening Stock		Production	Turnover		Closing Stock	
	Quantity	Value (Rs.)		Quantity	Value (Rs.)	Quantity	Value (Rs.)
S.O. Dyestuffs (Reactive dyes)	9,641	26,92,096	1,40,096	1,27,285	6,48,00,143	22,452	82,15,369
Total	9,641	26,92,096	1,40,096	1,27,285	6,48,00,143	22,452	82,15,369
Previous Year	(40,593)	(1,68,60,524)	(10,72,184)	(11,03,136)	(43,05,121)	(9,641)	(26,92,096)

Figures in bracket represent previous year figures.

C Raw material consumed/ sales

Particulars	For the year ended 31-03-19		For the year ended 31-03-18	
	Quantity	Value (Rs.)	Quantity	Value (Rs.)
H. Acid	5391	22,56,323	24532	88,61,999
J. Acid	6054	47,09,731	15340	75,85,401
Vinyl Sulphone	3589	11,88,768	58560	1,50,45,682
F.Oil	26550	12,57,613	39129	12,03,134
Coal	160050	12,58,858	557510	40,61,496
Other raw materials		4,15,56,039		33,15,86,613
		5,22,27,332		36,83,44,325

D Raw material/Packing material & stores & spares imported/ indigenous:

Particulars	For the year ended 31.03.2019		For the year ended 31.03.2018	
	Value (Rs.)	%	Value (Rs.)	%
A) Raw Material & Packing Material				
Imported	6,61,396	1.19	-	0.00
Indigenous	5,48,36,260	98.81	32,42,96,816	100.00
	5,54,97,656	100.00	32,42,96,816	100.00
B) Stores & Spares				



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Particulars	For the year ended 31.03.2019		For the year ended 31.03.2018	
	Value (Rs.)	%	Value (Rs.)	%
Imported	-	0.00	-	0.00
Indigenous	-	0.00	11,48,865	100.00
	-	0.00	11,48,865	100.00

- 45** The company is operating in single line of product i.e. manufacturing of Dyes & Chemicals on the specific orders received from its customers. In view of this, the management is of the opinion that the company is not exposed to any significant risk related to Credit, Market , liquidity etc. Accordingly, Company has not made any risk analysis as prescribed in Ind AS 107 (Financial Instruments - Disclosures)
- 46** Previous year figures have been regrouped, rearranged, reclassified and reworked wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

As per our report of even date attached

For S.K.Badjatya & Co

Chartered Accountants

Firm Registration No. 004017C

For and on behalf of Board of Directors

Chromatic India Ltd

Mr. V.K.Kaushik
Whole Time Director
DIN: 02586479

Mr. Mayank Kotadia
Director
DIN: 07484438

CA Sudhir K. Jain

Partner

Membership No. 072282

Roshni Shah
Company Secretary
Membership No. A 53866

Mr. Nitin Kumar Kothari
Chief Financial Officer

Place: Mumbai

Date : 15th May,2019

Place: Mumbai

Date : 15th May,2019

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**Independent Auditor's Report****To the Members of Chromatic India Limited****Report on the Audit of the Consolidated Financial Statements****Opinion**

1. We have audited the accompanying consolidated financial statements of Chromatic India Limited ('the Company'), which comprise the Consolidated Balance Sheet as at 31 March 2019, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements, subject to note nos. 24, 25, 26, 27, 28, 31 & 40 give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ('Ind AS') specified under section 133 of the Act, of the consolidated state of affairs (consolidated financial position) of the Company as at 31 March 2019, and its consolidated profit (consolidated financial performance including other comprehensive income), its consolidated cash flows and the consolidated changes in equity for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained and the audit evidence obtained by other auditors in terms of their reports referred to in paragraph 15 of the other matters paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

4. Key audit matters are those matters that, in our professional judgment and based on the consideration of the reports of the other auditors on separate financial statements and on the other financial information of the subsidiaries and associates, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.
5. We have determined the matters described below to be the key audit matters to be communicated in our report.

	Key audit matter	How our audit addressed the key audit matter
1.	We draw reference to note 24 to the consolidated financial statements. Sundry Debtors and Loans & Advances (other than advances to subsidiaries) includes amount of Rs 38.61 crore and Rs 1.06 crore respectively which are outstanding for a period of more than 3 years.	Our audit procedures were focused on obtaining sufficient appropriate audit evidence that the carrying value of Sundry Debtors and Loans & Advances are not materially misstated. In the absence of proper audit evidence including but not limited to absence of balance confirmation, we have relied on the written representation from the management who are in the opinion that current assets, loans and advances shall have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet and provision for all known liabilities have been made and contingent liabilities disclosed properly.



2.	We draw reference to note 25 to the consolidated financial statements. Company has classified one of its Building which has been given on rent, as Investment Property as per Ind AS 40 (Investment Property) and elected to continue with the carrying value recognised as at 1 April 2016 measured as per previous GAAP. Company has not measured the Investment property at Fair value as on 31.03.2019 as prescribed in Ind AS 40.	As per management, the govt. is not allowing chemical manufacturing in this premises and therefore the building has been rented out. Due to absence of proper information, we have given our opinion subject to this.
3.	We draw reference to note 27 to the consolidated financial statements. During the year 2018-19, Commissioner of Income Tax (Appeal), has passed the order for the A.Y. 2012-13 against the Company for the Income Tax demand of Rs 1,94,68,328/-. Said demand has not yet provided in the books as on 31st March 2019.	As explained by management, they are exploring possibility of filing appeal against the order in consultation with legal experts. Due to absence of proper documents, we have given our opinion subject to this.
4.	We draw reference to note 28 to the consolidated financial statements. Capital work in progress includes an amount of Rs. 105.72 Crores, paid during previous accounting years for setting up of power plant. The procurement has not been done for pending clearances from the Govt. These advances are subject to confirmation and reconciliation and outstanding for more than 3 years.	As per management backward integration could not be done in the absence of govt. clearances. Due to absence of proper documents/ information, we have given our opinion subject to this.
5.	We draw reference to the note 6(d). Company carrying heavy cash in hand balance, which in our opinion is not line with the size of business. We have not physically verified the cash balance.	We have relied on the written representation of the management who confirms the availability of cash balance.

We have determined that there are no other key audit matters to communicate in our report.

Information other than the Consolidated Financial Statements and Auditor's Report thereon

6. The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the consolidated financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.



Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

7. The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated state of affairs (consolidated financial position), consolidated profit or loss (consolidated financial performance including other comprehensive income), consolidated changes in equity and consolidated cash flows of the Group including its associates in accordance with the accounting principles generally accepted in India, including the Ind AS specified under section 133 of the Act. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of consolidated Ind AS financial statements.

Further, in terms of the provisions of the Act, the respective Board of Directors /management of the companies included in the Group, and its associate companies covered under the Act are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

8. In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.
9. Those Board of Directors are also responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

10. Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.
11. As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the holding company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



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- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
12. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
 13. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
 14. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

- 15 We did not audit the financial statements of Chromatic International FZE a subsidiary of the Company, whose financial statements reflect total assets of ₹ 25969.25 lacs as at 31 March 2019, total revenues of ₹ Nil and net cash inflows amounting to ₹ Nil for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiary, and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary, is based solely on the reports of the other auditors.

Our opinion, and matters identified and disclosed under key audit matters section above, in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the reports of other auditors and the conversion adjustments prepared by the management of the Holding Company and audited by us.

Our opinion above on the consolidated financial statements, and our report on other legal and regulatory requirements below, are not modified in respect of the above matters with respect to our reliance on the work done by and the reports of the other auditors.

Report on Other Legal and Regulatory Requirements

16. As required by section 197(16) of the Act, based on our audit and on the consideration of the reports of the other auditors, referred to in paragraph 15, on separate financial statements of the subsidiaries and associates, we report that the Holding Company and one associate company covered under the Act paid remuneration to their respective directors during the year in accordance with the provisions of and limits laid down under section 197 read with Schedule V to the Act.



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17. As required by Section 143 (3) of the Act, based on our audit and on the consideration of the reports of the other auditors on separate financial statements and other financial information of the subsidiaries and associates, we report, to the extent applicable, 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 purpose of our audit of the aforesaid consolidated financial statements;
 - b) in our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors;
 - c) the consolidated financial statements dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements;
 - d) in our opinion, the aforesaid consolidated financial statements comply with Ind AS specified under section 133 of the Act;
 - e) on the basis of the written representations received from the directors of the Holding Company and taken on record by the Board of Directors of the Holding Company and the reports of the other statutory auditors of its subsidiary companies and associate companies covered under the Act, none of the directors of the Group companies and its associate companies covered under the Act, are disqualified as on 31 March 2019 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Holding Company, and its subsidiary companies and associate companies covered under the Act, and the operating effectiveness of such controls, refer to our separate report in 'Annexure I';
 - 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 and based on the consideration of the report of the other auditors on separate financial statements as also the other financial information of the subsidiaries and associates:
 - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group and its associates as detailed in note 35 to the consolidated financial statements;
 - ii. The Holding Company and its associates did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2019;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and associate companies during the year ended 31 March 2019;
 - iv. The disclosure requirements relating to holdings as well as dealings in specified bank notes were applicable for the period from 8 November 2016 to 30 December 2016, which are not relevant to these consolidated financial statements. Hence, reporting under this clause is not applicable.

For S. K. Badjatya & Co.
Chartered Accountants
Firm Registration No. 004017C

CA. Sudhir K. Jain
Partner
Membership No. 072282

Place: Mumbai
Date: 15th May, 2019



Annexure I to the Independent Auditor's Report of even date to the members of Chromatic India Limited, on the consolidated financial statements for the year ended 31 March 2019

Annexure I

Independent Auditor's Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

1. In conjunction with our audit of the consolidated financial statements of Chromatic India Limited ("the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") as at and for the year ended 31 March 2019, we have audited the internal financial controls over financial reporting (IFCoFR) of the Holding Company, its subsidiary, which are companies covered under the Act, as at that date.

Management's Responsibility for Internal Financial Controls

2. The respective Board of Directors of the Holding Company, its subsidiary, which are companies covered under the Act, are responsible for establishing and maintaining internal financial controls based on 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 ('the Guidance Note') issued by the Institute of Chartered Accountants of India (the 'ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of the Company's business, including adherence to the 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 Act.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the IFCoFR of the Holding Company, its subsidiary company as aforesaid based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of IFCoFR, and the Guidance Note issued by the ICAI. 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 IFCoFR were established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the IFCoFR and their operating effectiveness. Our audit of IFCoFR included obtaining an understanding of IFCoFR, 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained and the audit evidence obtained by the other Auditors in terms of their report, is sufficient and appropriate to provide a basis for our audit opinion on the IFCoFR of the Holding Company, its subsidiary company as aforesaid.

Meaning of Internal Financial Controls over Financial Reporting

6. A company's IFCoFR 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 IFCoFR include 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.



Inherent Limitations of Internal Financial Controls over Financial Reporting

7. Because of the inherent limitations of IFCoFR, 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 IFCoFR to future periods are subject to the risk that the IFCoFR may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion and based on the consideration of the reports of the other Auditor on the IFCoFR of the subsidiary company, the Holding Company, its subsidiary company, which are companies under the Act, have, in all material respects, adequate internal financial controls over financial reporting and such controls were operating effectively as at 31 March 2019, 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 issued by the ICAI.

For S. K. Badjatya & Co.
Chartered Accountants
Firm Registration No. 004017C

CA. Sudhir K. Jain
Partner
Membership No. 072282

Place: Mumbai
Date: 15th May, 2019



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Consolidated Balance Sheet as on 31st March,2019

	Notes	As on 31st March,2019	As on 31st March,2018
ASSETS			
Non-Current Assets			
Property,Plant And Equipment	3	3,33,48,331	3,19,66,309
Capital Work in Progress	4	1,05,72,00,000	1,05,78,00,000
Investment Properties	5	89,107	1,06,908
Other Intangible Assets		-	-
Intangible Assets Under Development*		-	-
Biological Assets Other Than Bearing Plants*		-	-
Investments Accounted for Using The Equity Method		-	-
Financial Assets			
i. Investments	6(a)	83,400	82,840
ii. Loans	6(c)	2,59,83,02,804	2,43,36,53,164
iii. Other Financial Assets		-	-
Deferred Tax Assets		-	-
Other non-current Assets		-	-
Total Non-Current Assets		3,68,90,23,641	3,52,36,09,221
Current Assets			
Inventories	7	1,63,64,785	70,13,789
Financial Assets			
i. Investments		-	-
ii. Trade Receivables	6(b)	54,82,83,227	53,84,53,127
iii. Cash And Cash Equivalents	6(d)	2,03,72,708	1,30,31,737
iv. Bank Balance other than(iii)above*		-	-
v. Loans	6(c)	5,90,76,567	6,03,41,776
vi. Other Financial Assets		-	-
Other Current Assets	8	1,89,97,852	6,05,31,124
Current tax assets (Net)	9	1,92,34,841	1,91,90,951
Assts classified as held for sale		-	-
Total Current Assets		68,23,29,980	69,85,62,503
Total Assets		4,37,13,53,622	4,22,21,71,724
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	10(a)	71,04,61,000	71,04,61,000
Other Equity			
Equity component of compound financial Instruments		-	-
Reserves and Surplus	10(b)	2,08,00,64,204	2,08,42,91,893
Other Reserve	10(c)	63,72,34,850	52,00,41,836
Equity Attributable to owners of Chromatic India Ltd		3,42,77,60,054	3,31,47,94,729
Non-Controlling Interests		-	-
Total Equity		3,42,77,60,054	3,31,47,94,729
LIABILITIES			
Non-Current Liabilities			
Financial Liabilities			
i. Borrowings		-	-
ii. Other Financial Liabilities		-	-
Provisions		-	-
Employee Benefit Obligations		-	-
Deferred Tax Liabilities	11	26,64,36,449	21,85,94,292
Government Grants		-	-
Other non-current Liabilities		-	-
Total non-Current Liabilities		26,64,36,449	21,85,94,292
Current Liabilities			
Financial liabilities			
i. Borrowings	12(a)	2,84,26,089	3,16,96,374
ii. Trade Payables	12(b)	63,40,94,962	64,40,04,569
iii. Other Financial Liabilities	12(c)	76,90,257	60,37,493
Provisions		-	-
Employee Benefit Obligations	13	9,45,813	9,30,768
Government Grants		-	-
Current Tax Liabilities		-	1,13,500
Other Current liabilities	14	60,00,000	60,00,000
Liabilities directly associated with assets classified as held for Sale		-	-
Total Current Liabilities		67,71,57,120	68,87,82,704
Total Liabilities		94,35,93,569	90,73,76,996
Total Equity And Liabilities		4,37,13,53,622	4,22,21,71,725

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For S.K.Badjatya & Co

Chartered Accountants

Firm Registration No. 004017C

CA Sudhir K. Jain

Partner

Membership No. 072282

Place: Mumbai

Date : 15th May,2019

For and on behalf of Board of Directors

Chromatic India Ltd

Mr. V.K.Kaushik

Whole Time Director

DIN: 02586479

Roshni Shah

Company Secretary

Membership No. A 53866

Place: Mumbai

Date : 15th May,2019

Mr. Mayank Kotadia

Director

DIN: 07484438

Mr. Nitin Kumar Kothari

Chief Financial Officer



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Consolidated Statement of Profit & Loss for the Year Ended 31st March,2019

(Amount in INR)

	Note No.	For the Year Ended 31st March,2019	For the Year Ended 31st March 2018
Continuing Operations			
Revenue from operations	15	64,800,143	430,251,122
Other income	16(a)	15,232,426	6,190,343
Other Gains	16(b)	1,213,888	-
Total Income		81,246,457	436,441,465
Expenses			
Cost of material consumed	17(a)	52,226,332	368,344,325
Changes in Inventories of work-in-progress & Finished Goods	17(b)	(5,523,273)	14,168,428
Employee benefits expense	18	16,619,753	17,685,224
Depreciation and Amortization expense	19	2,472,037	2,293,431
Other Expense	20	17,117,328	32,434,263
Financial Cost	21	2,133,689	2,711,534
Total Expenses		85,045,866	437,637,205
Profit before exceptional items and tax		(3,799,409)	(1,195,740)
Exceptional Items		-	-
Profit Before Tax from Continuing Operations		(3,799,409)	(1,195,740)
Income Tax Expense			
(a) Current tax		-	113,500
(b) Deferred tax		390,815	250,613
(c) Earlier Year		-	1,193,601
Total Tax Expense		390,815	1,557,714
Profit/(loss) from Continuing operation		(4,190,224)	(2,753,454)
Profit/(loss) from Discontinued operations		-	-
Profit for the period		(4,190,224)	(2,753,454)
Other comprehensive Income			
A. Item that may be reclassified to profit or loss			
a. Exchange difference on translation of foreign assets & Liabilities		164,643,796	6,805,401
B Item that will not be reclassified to profit or loss			
a. Changes in fair value of FVOCI Equity Instruments		560	46,840
Total comprehensive income for the period		160,454,131	4,098,787
Earning per equity share(for Continuing operation)			
(1)Basic		(0.06)	(0.04)
(2)Diluted		(0.06)	(0.04)
Earning per equity share(for Discontinued operation)			
(1)Basic		-	-
(2)Diluted		-	-
Earning per share (for discontinued & continuing Operation)			
(1)Basic		(0.06)	(0.04)
(2)Diluted		(0.06)	(0.04)

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For S.K.Badjatya & Co

Chartered Accountants

Firm Registration No. 004017C

For and on behalf of Board of Directors

Chromatic India Ltd

Mr. V.K.Kaushik
Whole Time Director
DIN: 02586479

Mr. Mayank Kotadia
Director
DIN: 07484438

CA Sudhir K. Jain

Partner

Membership No. 072282

Place: Mumbai

Date : 15th May,2019

Roshni Shah
Company Secretary
Membership No. A 53866
Place: Mumbai
Date : 15th May,2019

Mr. Nitin Kumar Kothari
Chief Financial Officer



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CASH FLOW STATEMENT AS ON 31.03.2019

(Amount in Lacs)

	PARTICULARS	YEAR ENDED	
		31.03.2019	31.03.2018
I	CASH FLOW FROM OPERATING ACTIVITIES		
	Profit before income tax including discontinued operations:	(37.99)	(11.96)
	Adjustment for :		
	Depreciation	24.72	22.93
	Interest	17.88	21.66
	Rental Income	(10.56)	(10.56)
	Loss on sale of Fixed Assets	2.32	-
	Interest earned	(5.30)	(0.84)
	Loss/ expenses of previous year adjusted	(0.37)	28.70
			(1.03)
			32.16
	OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	(9.30)	20.20
	Changes in operating assets and liabilities :		
	(Increase)/ Decrease in Trade and other Receivables including Loans & Advances	329.19	(30.30)
	(Increase)/ Decrease in Inventories	(93.51)	559.89
	Increase/(Decrease) in Trade & Other Payables	(83.55)	(516.69)
			12.90
	CASH GENERATED FROM OPERATIONS	142.83	33.09
	Income Tax Paid	-	-
	NET CASH FLOW FROM OPERATING ACTIVITIES	142.83	33.09
II	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of Fixed Assets	(38.69)	(6.29)
	Proceeds from Sale of Fixed Assets	4.00	-
	Rental Income	10.56	10.56
	Interest Received	5.30	(18.83)
			0.84
			5.11
	NET CASH USED IN INVESTING ACTIVITIES	(18.83)	5.11
III	CASH FLOW FROM FINANCING ACTIVITIES		
	(Repayment) / increase in Long Term Borrowings	-	-
	(Repayment) / increase in Short Term Borrowings	(32.70)	(90.93)
	Interest Paid	(17.88)	(4.38)
	NET CASH USED IN FINANCING ACTIVITIES	(50.59)	(95.30)
IV	NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	73.41	(57.10)
	ADD : Opening Balance as on 01.04.2018 (P.Y. As on 01.04.17)	130.32	187.42
	CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	203.73	130.32
	Notes to the cash flow statement :		
	Cash and cash equivalent consist of cash on hand and balances with banks and investments in money market instruments.		
		31.03.2019	31.03.2018
	Cash on hand	172.90	70.76
	Balances with banks	30.82	59.55
		203.73	130.32

For S.K.Badjatya & Co
Chartered Accountants
Firm Registration No. 004017C

For and on behalf of Board of Directors
Chromatic India Ltd

Mr. V.K.Kaushik
Whole Time Director
DIN: 02586479

Mr. Mayank Kotadia
Director
DIN: 07484438

CA Sudhir K. Jain
Partner
Membership No. 072282
Place: Mumbai
Date : 15th May,2019

Roshni Shah
Company Secretary
Membership No. A 53866
Place: Mumbai
Date : 15th May,2019

Mr. Nitin Kumar Kothari
Chief Financial Officer



Statement of changes in equity

Particulars	Equity share capital	Reserve & surplus				Other Reserves			
		Capital Reserve	Security Premium Reserve	General Reserve	Retained Earning	FVOCI Equity Investment	Foreign Currency Translation Reserve	Total Equity	
Balance as at 1 April 2017	710,461,000	1,853,350	1,985,812,100	17,978,960	79,360,812	-	517,182,294	3,312,648,516	
Changes in equity Share Capital	-	-	-	-	-	-	-	-	
Profit for the year	-	-	-	-	(1,303,452)	-	-	(1,303,452)	
Prior period items	-	-	-	-	(103,326)	-	-	(103,326)	
Other comprehensive income									
Changes in fair value of FVOCI equity instruments	-	-	-	-	-	46,840	-	46,840	
Exchange Differences on Translation on foreign assets & liabilities	-	-	-	-	-	-	6,805,400	6,805,400	
Deffered Tax Assets/(Liabilities)	-	-	-	-	-	-	(1,955,486)	(1,955,486)	
Balance as on 31st March 2018	710,461,000	1,853,350	1,985,812,100	17,978,960	77,954,034	46,840	522,032,208	3,316,138,492	
Changes in equity Share Capital	-	-	-	-	-	-	-	-	
Profit for the year	-	-	-	-	(4,190,224)	-	-	(4,190,224)	
Prior period items	-	-	-	-	(37,464)	-	-	(37,464)	
Other comprehensive income									
Changes in fair value of FVOCI equity instruments	-	-	-	-	-	560	-	560	
Exchange Differences on Translation on foreign assets & liabilities	-	-	-	-	-	-	164,643,796	164,643,796	
Deffered Tax Assets/(Liabilities)	-	-	-	-	-	-	(47,451,342)	(47,451,342)	
Balance as on 31st March 2019	710,461,000	1,853,350	1,985,812,100	17,978,960	73,726,344	47,400	639,224,662	3,429,103,816	



Notes forming part of the consolidated financial statements

Note-1: Company Overview

The Company is currently in the business of manufacturing, trading and export of Synthetic Organic Dyestuff and dyes intermediates. The Company concentrates on the Reactive Dyestuff mainly Vinyl Sulfone type, bi-functional, multi-functional and high exhaustion and the latest dyestuff to make liquid dyestuff. All the products are appreciated all over the world. At present, the Company is manufacturing only Reactive Dyes based on Vinyl Sulphone & Cyanuric Chloride. In future, the Company is planning to manufactures Disperse & Vat Dyes. The Company has also started trading activities in chemicals and building material and also has taken Power Trading license from Govt. of India.

Note-2: Significant Accounting Policies

2.1 Basis of Preparation of Financial Statements

- a) The financial statements of the Company have been prepared on an accrual basis and under the historical cost convention except for certain financial instruments which have been measured at fair value. The accounting policies are consistently applied by the Company during the year and are consistent with those used in previous year except for the changes in accounting policies required to be made on adoption of Indian Accounting Standards notified under the Companies Act, 2013.
- b) In accordance with the notification 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, 2017. Previous period's and year's numbers in the financial statements have been restated to Ind AS.
- c) These financial statements have been prepared in accordance with Ind AS 34 Interim Financial Reporting as notified under the Companies (Indian Accounting Standards) Rules, 2015 read with Section 133 of the Companies Act, 2013.
- d) These financial statements are the Company's first Ind AS Consolidated financial statements.

f) Principles of Consolidation:

Subsidiaries are all entities over which the Company has control. The Company controls an entity when the Company is exposed to, or has rights to, variable returns from its involvements with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Company. They are deconsolidated from the date that control ceases.

As prescribed in Indian Accounting standard (IndAS) 110, Consolidated Financial Statements, the Company combines the financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealized gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Company.

2.2 Use of Estimates

The preparation of the condensed financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities and disclosure of contingent liabilities at the end of period /year. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

2.3 Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Sale of Goods

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. Excise Duty, Sales Tax and VAT are deducted from turnover (gross).



Interest

Revenue is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

Dividends

Revenue is recognised when the shareholders' right to receive payment is established by the balance sheet date. Dividend from subsidiaries is recognised even if same are declared after the balance sheet date but pertains to period on or before the date of balance sheet.

Rentals

Revenue is recognised on accrual & time proportion basis.

2.4 Accounting for Export Incentive:

Export incentive are recognised on exports on accrual basis, and based on the estimated realizable value of such entitlements.

2.5 Property, plant and equipment:

Fixed Assets are stated at cost (net of Cenvat Credit) of acquisition/construction and includes amounts added on revaluation, less accumulated depreciation and impairment loss. Cost includes purchase price, borrowing costs and any direct expenses as well as clearly identifiable indirect expenses incurred to bring the assets to their working condition for its intended use.

Transition to Ind AS

On transition to Ind AS, the group has elected to continue with the carrying value of all of its property, plant and equipment as at 1 April 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

Expenditure during Project Implementation Period:

All expenditure, including advances given during the project implementation period, is accumulated and disclosed as capital work-in progress until the assets are ready for commercial use.

2.6 Investment Property

Property that is held for long term rental yields or for capital appreciation or both, and that is not occupied by the Company, is classified as Investment Property. Investment property is measured initially at its cost, including related transaction costs and borrowing costs, where applicable. Subsequent expenditure is capitalized to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the Company and cost of the item can be measured reliably. All other repairs and maintenance cost are expensed when incurred. When part of an investment property is replaced, the carrying amount of the replaced part is derecognized.

Investment property are depreciated using the straight line method over their estimated useful lives.

Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of its Investment properties recognized as at 1st April 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of investment properties.

2.7 Depreciation and Amortisation

Depreciation on Fixed Assets is provided to the extent of depreciable amount on 'Straight Line Method' as on 31.03.2014 on the remaining useful life of the Assets in the manner and at the rates specified in Schedule II of the Companies Act, 2013 except in the case of buildings where WDV as on 31.03.2014 has been depreciated in the remaining estimated life of the asset (as certified by the management in the absence of complete details of additions), which is different than those prescribed in schedule-II. Assets acquired under finance lease are depreciated over the period of lease. Leasehold land & and premium thereon are depreciated over the period of lease. Also individual capital items of upto a value of Rs.5,000/- have been fully depreciated.

2.8 Impairment of Assets

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable



amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life. Previously recognised impairment loss is increased or reversed depending on changes in circumstances. However the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

2.9 Leased Assets

Finance leases, which effectively transfer to the Company, all the risks and benefits incidental to ownership of the leased item, are capitalized at the lower of the fair value and present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and reduction of the lease liability based on the implicit rate of return. Finance charges are charged directly against income. Lease management fees, legal charges and other initial direct costs are capitalised. If there is no reasonable certainty that the Company will obtain the ownership by the end of the lease term, capitalized leased assets are depreciated over the shorter of the estimated useful life of the asset or the lease term.

2.10 Foreign Currency Transactions

i) Initial Recognition:

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

(ii) Conversion:

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined. Equity Investment in foreign companies are recorded at the exchange rates prevailing on the date of making the investments, however, any advances to foreign company are reported using the closing rate.

(iii) Exchange Differences:

Exchange differences arising on a monetary item that, in substance, form part of the company's net investment (except investment in share capital) in a non-integral foreign operation is recognized in other comprehensive income and accumulated in a foreign currency translation reserve in the financial statements until the disposal of the net investment, at which time they are recognised as income or as expenses.

Exchange differences arising on the settlement of monetary items not covered above, or on reporting such monetary items of company at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

iv) Forward Exchange Contracts not intended for trading or speculation purposes:

The premium or discount arising at the inception of forward exchange contracts is amortised as expense or income over the life of the contract. Exchange differences on such contracts are recognised in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contracts is recognised as income or as expense for the year. None of the forward exchange contracts are taken for trading or speculation purpose.

2.11 Investment

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the Investment.

2.12 Inventories

Inventories are valued as follows:

Raw materials, packing material, Work in progress, components, stores and spares:



Lower of cost and net realizable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on First in First out basis (FIFO).

Finished goods:

Lower of cost and net realizable value. Cost includes direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity. Cost of finished goods includes excise duty.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the product saleable.

2.13 Taxes on Income:

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. Deferred income tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each balance sheet date the Company re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available

MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which the Minimum Alternative tax (MAT) credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the profit and loss account and shown as MAT Credit Entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified period.

2.14 Employee Benefits:

Retirement benefits in the form of Provident Fund and Government administered Employees Insurance and Pension Plans are defined contribution schemes and the contributions are charged to the Profit and Loss Account of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective funds.

Gratuity liability is a defined benefit obligations and are provided for on the basis of an actuarial valuation. The Company makes annual contributions to the Employee's Group Gratuity-cum-Life Assurance Scheme of the Life Insurance Corporation of India, a funded defined benefit plan for qualifying employees. The Scheme provides for lump-sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service or part thereof in excess of six months. Vesting occurs upon completion of five years of service.

The Company has a scheme for compensated absences for employees, the liability of which is recognized on actual basis instead of accrual basis and charged to Profit and Loss Account in the year of payment.

Expenditure on Voluntary Retirement Scheme are amortised over the period of two years.



2.15 Borrowing Cost:

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

2.16 Earnings Per Share:

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

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

2.17 Provision:

A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

2.18 Cash and Cash equivalents:

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

2.19 Segment:

In accordance with Notified Indian Accounting Standard (Ind AS-108) "Operating Segments", the Company's business constitutes only one reportable business segment being manufacturing & trading of S. O. Dyes & Chemicals and hence no separate disclosure to attributable Revenues, Profits, Assets, Liabilities, and Capital Employed are given. Geographical segments details i.e. the Domestic and the Overseas are provided in the notes to the accounts.

2.20 Contingent Liabilities:

Contingent Liabilities, if any, are disclosed in the Notes to Accounts. Provision is made in the accounts in respect of those contingencies which are likely to materialize into liabilities after the year end till the approval of the accounts by the Board of Directors and which have material effect on the position stated in the Balance Sheet.

2.21 First-time adoption of Ind-AS:

These financial statements, for the year ended March 31, 2018 are the first financial statements the Company has prepared in accordance with Ind-AS. For periods up to and including the year ended March 31, 2017 the Company prepared its financial statements in accordance with statutory reporting requirements in India immediately before adopting Ind AS ('previous GAAP').

Accordingly, the Company has prepared condensed financial statements which comply with Ind-AS applicable for year ended March 31, 2018, together with the previous year ended March 31, 2017. In preparing these financial statements, the Company's opening balance sheet was prepared as at April 1, 2016, the Company's date of transition to Ind-AS. There were no adjustments made by the Company in restating its Indian GAAP financial statements including the balance sheet as at April 1, 2016 and the financial statements as at and for the year ended March 31, 2017.

Exemptions applied:

Ind AS 101 allows first-time adopters certain optional exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following optional exemptions:

- a) Deemed cost :The Company has elected to measure the carrying value for all of its Property, Plant & Equipment and Investment Properties as per the previous GAAP and used that as its deemed cost as at the date of transition to Ind AS i.e. April 1, 2016.
- b) Ind AS 101 allows a Company to measure investments in subsidiaries and associates at the deemed cost. The Company has considered the carrying amount as per previous GAAP at the previous reporting date as the deemed cost.
- c) Ind AS 101 allows a Company to designate investments in equity instruments at FVOCI on the basis of the facts and circumstances at the date of transition to IndAS. The Company has elected to apply this exemption for its investment in equity instruments.



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Note No.3 property Plant & Equipment

	Land-Lease Hold	Building & Res. Flat	Furniture & Fixture	Plant & Machinery	Office & Other Equipment	Vehicles	Total
Year Ended 31st March 2018							
Gross Carrying Amount							
Deemed Cost As AT 1st April 2017	1,17,02,920	2,93,38,599	27,81,217	5,56,05,751	62,19,936	54,10,456	11,10,58,879
Exchange Differences	-	-	-	-	-	-	-
Additions	-	-	-	-	28,988	-	28,988
Assets Included in a Disposal	-	-	-	-	-	-	-
Group Classified as held for sale	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	0	0
Closing gross carrying amount	1,17,02,920	2,93,38,599	27,81,217	5,56,05,751	62,48,924	54,10,456	11,10,87,867
Accumulated depreciation	11,72,037	1,76,14,296	27,77,710	4,64,79,196	58,36,669	29,66,011	7,68,45,919
Depreciation charge during the year	1,56,713	9,76,323	866	6,22,277	1,39,145	3,80,306	22,75,630
Assets included in a disposal group	-	-	-	-	-	-	-
classified as held for sale(Note 33)	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-
Exchange Differences	-	-	-	-	-	-	-
Closing accumulated depreciation	13,28,750	1,85,90,619	27,78,576	4,71,01,473	59,75,814	33,46,317	7,91,21,549
Net carrying amount as on 31 March 2018	1,03,74,170	1,07,47,980	2,641	85,04,278	2,73,110	20,64,139	3,19,66,310

	Land-Lease Hold	Building & Res. Flat	Furniture & Fixture	Plant & Machinery	Office & Other Equipment	Vehicles	Total
Year Ended 31st March 2019							
Gross Carrying Amount							
Opening gross carrying amount	1,17,02,920	2,93,38,599	27,81,217	5,56,05,751	62,48,924	54,10,456	11,10,87,867
Exchange Differences	-	-	-	-	-	-	-
Additions	-	-	-	6,40,000.00	27,74,766	10,53,811	44,68,577
Assets classified as held for sale(Note 11)	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	10,70,361	-
Transfers	-	-	-	-	-	-	-
Closing gross carrying amount	1,17,02,920	2,93,38,599	27,81,217	5,62,45,751	90,23,690	53,93,906	11,44,86,083
Accumulated depreciation and impairment							
Opening accumulated depreciation	13,28,750	1,85,90,619	27,78,576	4,71,01,473	59,75,814	33,46,317	7,91,21,549
Depreciation charge	1,56,713	9,76,323	866	6,33,147	2,92,557	3,94,630	24,54,236
Impairment loss (iii)(Note.1)	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	4,38,041	-
Exchange Differences	-	-	-	-	-	-	-
Assets classified as held for sale(Note 11)	-	-	-	-	-	-	-
Closing accumulated depreciation and impairment	14,85,463	1,95,66,942	27,79,442	4,77,34,620	62,68,371	33,02,906	8,11,37,744
Net carrying amount as on 31 March 2019	1,02,17,457	97,71,657	1,775	85,11,131	27,55,319	20,91,000	3,33,48,332

Note No.04 Capital Work in Progress

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Capital Work in Progress	1,05,72,00,000	1,05,78,00,000
Total	1,05,72,00,000	1,05,78,00,000



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Note No.05 Investment Property

Particulars	31.03.2019	31.03.2018
Gross Carrying Amount		
Opening gross Carrying Amount/Deemed Cost	13,09,679	13,09,679
Additions	-	-
Closing Gross carrying amount	13,09,679	13,09,679
Accumulated depreciation		
Opening Accumulated Depreciation	12,02,771	11,84,970
Depreciation Charge	17,801	17,801
Closing Accumulated Depreciation	12,20,572	12,02,771
Net Carrying Amount	89,107	1,06,908
Amount recognised in Profit & Loss Account		
Rental Income	10,56,000	10,56,000
Direct Op Expenses from property that generated rental income	-	-
Profit from Investment property before Dep	10,56,000	10,56,000
Depreciation	(17,801)	(17,801)
Profit from Investment property	10,38,199	10,38,199

Note no.6(a) Non-Current Investment

Details of Non-Current Investment

Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	Quoted / Unquoted	No. of Shares		Partly Paid / Fully paid	Extent of Holding (%)		Amount (Rs.)	
			2019	2018		2019	2018	2019	2018
Investment in Equity Instruments									
Long Term, Trade									
Equity shares of Bank of India of Rs. 10 each at a premium of Rs. 35/- each	Others	Quoted	800	800	Fully paid	-	-	83,400	82,840
Total								83,400	82,840

Particular	2018-19	2017-18
Aggregate amount of quoted investment	83,400	82,840
Total	83,400	82,840

Note -06(b) Trade receivable

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Trade receivables	54,86,65,489	53,88,35,389
Receivables from related parties	-	-
Less:Provision for doubtful trade receivables	3,82,263	3,82,263
Total receivables	54,82,83,227	53,84,53,127
Current Portion	54,82,83,227	53,84,53,127
Non-current portion	-	-



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Break-up of security Details

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Secured considered goods	-	-
Unsecured considered goods	548,665,489	538,835,389
Doubtful	-	-
Total	548,665,489	538,835,389
Allowance for doubtful debts	382,263	382,263
Total trade receivables	548,283,227	538,453,127

Note -06 (c) Loans

Particulars	As at 31st March, 2019		As at 31st March, 2018	
	Current	Non current	Current	Non current
Unsecured, considered good:				
Loans and advances to related parties				
- Arcoiris SA	-	-	-	-
- Chromatic International FZE	-	-	-	-
Loans and advances to employees	80,435		12,63,050	
Other advances	5,89,96,132		5,90,78,726	
Doubtful	-			
Security Deposits		13,99,471		13,86,377
Less: Provision for doubtful loans and advances		2,59,69,03,333		2,43,22,66,787
Sub total (a)	5,90,76,567	2,59,83,02,804	6,03,41,776	2,43,36,53,164

Note -06(d) Cash and cash equivalents

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Balance with banks		
i. In current accounts	2,263,454	5,233,972
ii. In EEFC accounts		
iii. In deposits accounts	-	-
iv. In earmarked accounts		
- Unpaid dividend accounts	20,056	1,769
- Unpaid matured deposits	-	-
- Unpaid matured debentures	-	-
- Share application money received for allotment of securities and due for refund	-	-
- Balances held as margin money or security against borrowings, guarantees and other commitments	7,88,294	7,18,863
- Other earmarked accounts (Gratuity Account)	10,447	638
Cash on hand	1,72,90,458	70,76,405
Total	2,03,72,708	1,30,31,737



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Note-7 Inventories

At lower of cost and net realisable value)

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Raw materials (including Goods in transit)	81,49,416	43,21,693
Finished Goods	-	-
Work-in-progress	82,15,369	26,92,096
Total	1,63,64,785	70,13,789

Note -8 Other current assets

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Prepaid Expenses	2,42,748	1,88,153
Rent Receivable	2,95,198	1,05,118
Balances with government authorities		
i) Vat credit receivable	1,06,44,926	2,27,93,553
ii) Service tax credit receivable	-	-
iii) Export incentive receivable	31,61,836	46,89,495
iv) Balance with central excise	-	-
v) Balance with GST	46,53,144	3,27,54,806
Total	1,89,97,852	6,05,31,124

Note-9 Current tax assets

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
TDS receivable/Deposit with IT (net of provisions)	1,92,34,841	1,91,90,951
Total	1,92,34,841	1,91,90,951

Note -10 (a) Share Capital

1 Particulars	As at 31st March,2019		As at 31st March,2018	
	Number	Amount	Number	Amount
Authorised				
Equity Shares of Rs 10/- each	125000000	1,25,00,00,000	125000000	1,25,00,00,000
Issued				
Equity Shares of Rs 10/- each	71046100	71,04,61,000	71046100	71,04,61,000
Subscribed & Paid up				
Equity Shares of Rs 10/- each fully paid	71046100	71,04,61,000	71046100	71,04,61,000
Total	71046100	71,04,61,000	71046100	71,04,61,000

2 Particulars	As at 31st March, 2019		As at 31st March, 2018	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Shares outstanding at the beginning of the year	71046100	71,04,61,000	71046100	71,04,61,000
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	71046100	71,04,61,000	71046100	71,04,61,000



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3 Details of Shares held by the Holding Company, the ultimate Holding Company their subsidiaries and associates

Particulars	As at 31st March, 2019		As at 31st March, 2018	
	Number	Amount	Number	Amount
M/s Cheetah Multitrade Private Limited, Holding Company of Chromatic India Limited	9173305	9,17,33,050	917205	91,72,050

4 Details of shares held by each shareholder holding more than 5 percent shares

Name of Shareholder	As at 31st March, 2019		As at 31st March, 2018	
	Shares held	% of Holding	Shares held	% of Holding
M/s. Cheetah Multitrade Pvt. Ltd.	9173305	12.91%	9173205	12.91%

Note-10(b) Reserve and surplus

Particulars	As at 31st March, 2019	As at 31st March, 2018
Capital reserve	18,53,350	18,53,350
Securities premium reserve	1,98,58,12,100	1,98,58,12,100
General reserve	1,79,78,960	1,79,78,960
Statutory Reserve	6,93,450	6,93,450
Other reserve	63,72,34,850	52,00,41,836
Retained earnings	7,37,26,344	7,79,54,033
Total	2,71,72,99,054	2,60,43,33,729

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Capital reserve		
Opening balance	1,853,350	1,853,350
Add: Additions during the year (give details)	-	-
Less: Utilised / transferred during the year (give details)	-	-
Closing balance	1,853,350	1,853,350
Securities premium account		
Opening balance	1,98,58,12,100	1,98,58,12,100
Add : Premium on shares issued during the year	-	-
Less : Utilised during the year for:		
Issuing bonus shares	-	-
Closing balance	1,98,58,12,100	1,98,58,12,100
General reserve		
Opening balance	1,79,78,960	1,79,78,960
Add: Transferred from surplus in Statement of Profit and Loss	-	-
Less: Utilised / transferred during the year for:		
Issuing bonus shares	-	-
Others (give details)	-	-
Closing balance	1,79,78,960	1,79,78,960
Statutory Reserve (Subsidiary Company)		



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Opening Balance	693,450	693,450
Add: For the Year	-	-
Closing Balance	693,450	693,450
Retained earnings		
Opening balance	7,79,54,033	7,93,60,812
Add: Profit / (Loss) for the year	(41,90,224)	(13,03,452)
Add: Adjustment Relating to Fixed Assets*	-	-
TOTAL	7,37,63,808	7,80,57,359
Add/ (Less): Prior Period Expenses	(37,464)	(103,326)
Profit after Tax and Prior Period Adjustments	7,37,26,344	7,79,54,033
Less: Provision for dividend (including Dividend Tax)	7,37,26,344	7,79,54,033
Closing balance		
	2,08,00,64,204	2,08,42,91,893

Note-10(c) Other Reserve

Ref. No.	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Foreign currency translation reserve		
Opening balance	51,99,94,996	51,51,45,082
Add / (Less): Effect of foreign exchange rate variations during the year	1,646,43,796	68,05,400
Add/(Less): Deffered Tax Assets/(Liabilities)	(4,74,51,342)	(19,55,486)
Add / (Less): Transferred to Statement of Profit and Loss on disposal of the net investment in non-integral foreign operations	-	-
Closing balance	63,71,87,450	51,99,94,996
FVOCI equity investments reserve		
Opening balance	46,840	-
Changes in fair value of FVOCI equity instruments	560	46,840
Closing balance	47,400	46,840
Total	63,72,34,850	52,00,41,836

Notes:

Foreign currency translation reserve

Exchange differences arising on translation of the foreign operations are recognized in other comprehensive income as described in accounting policy and accumulated in a separate reserve within equity. The cumulative amount is reclassified to profit or loss when the net investment is disposed off.

FVOCI Equity Instruments

The Company has elected to recognize changes in the fair value of investments in quoted equity securities in other comprehensive income. These changes are accumulated within the FVOCI equity investments reserves within equity. The Company transfers amount from this reserve to retained earnings when the relevant equity securities are derecognized.



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Note No.11 Deferred Tax Liabilities

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Rs.	Rs.
Deffered tax Liabilities	21,85,94,292	21,63,88,193
Deffered tax Liabilities/assets for current year	3,90,815	2,50,613
Changes in Foreign currency Translation reserve	4,74,51,342	19,55,486
	-	-
Total	26,64,36,449	21,85,94,292

Note - 12(a) Current borrowings

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Loan repayable on demand	
From bank		
Secured#		
i Cash credit lilit from bank of india (interest @13%)	41,25,655	40,16,034
ii Export packing credit from bank of india(Interest @9.00%)	42,31,999	76,49,999
Unsecured	-	-
Total(a)	83,57,654	1,16,66,033
From Other parties		
Secured @		-
Unsecured	1,94,30,427	1,94,30,427
Advances from Customer	6,38,007	5,99,913
Total(b)	2,00,68,434	2,00,30,340
Total(a+b)	2,84,26,089	3,16,96,374

Secured by exclusive charge on the underlying plant & machineries i.e. Hot Air Generator, Hypoyhecation of Stocks, Collateral Security of Equitable Mortgage of Land & Buildings situated at B-12/2, Lote Parshuram Indl. Area, Taluka-Khed, Distt. Ratnagiri and simple deposit of title deeds of office premises situated at Vikhroli, Mumbai.

@ Secured by shares held by the Promoters

Note - 12(b) Trade payable

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Trade payable	63,40,94,962
Trade payable to related parties	-	-
Total	63,40,94,962	64,40,04,569

Note - 12(c) Other financial liabilities

Particulars	As at 31st March, 2019	As at 31st March, 2018
	Current maturities of long-term debt (Refer Note (i) below)	-
Current maturities of finance lease obligations	-	-
Interest Payable	-	17,28,327
Other payables		



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i Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, Excise Duty, VAT, Service Tax, etc.)	2,39,035	5,54,101
ii Others: Salary & Wages	7,80,997	12,11,321
iii Unclaimed Dividend	20,056	1,769
iv Other Liabilities	66,50,169	25,41,975
Total	76,90,257	60,37,493

Note - 13 Employee benefit obligations

Particulars	As at 31st March, 2019	As at 31st March, 2018
Provision for bonus	5,61,631	6,33,750
Provision for other employee benefits - Exgratia	-	-
Provision for Gratuity employee benefits	3,84,182	2,97,018
Total	9,45,813	9,30,768

Note - 14 Other Current liabilities

As at 31st March, 2017	As at 31st March, 2019	As at 31st March, 2018
Other Current liabilities	60,00,000	60,00,000
Total	60,00,000	60,00,000

Note 15: Revenue from operations

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Sale of products	5,48,91,436	33,46,20,304
Sales of traded goods	99,08,707	9,56,30,817
Total	6,48,00,143	43,02,51,122

Note 16(a): Other income

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Interest Received	5,29,648	84,089
Dividend-others from Long Term Investments	-	-
Rent Recd	10,56,000	10,56,000
Conversion Charges	12,66,195	-
Duty Drawback	8,25,333	50,17,277
Sales of MEIS License	1,15,43,462	-
Misc & other income	11,788	32,977
Total	1,52,32,426	61,90,343



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Note 16(b): Other gain

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Foreign Exchange Gain	12,13,888	-
Total	12,13,888	-

Note 17(a) : Cost of material consumed

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Raw Material consumed		
Opg Stock of Raw Material	43,21,693	4,61,42,187
Add : Raw Material Purchase	5,40,92,426	32,07,87,562
Packing Material	14,05,231	35,09,254
Freight Inward	5,56,398	22,27,014
	6,03,75,748	37,26,66,018
Less : Closing stock	81,49,416	43,21,693
Total	5,22,26,332	36,83,44,324

Note 17(b) : Changes in inventories

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Inventory at the beginning of the year Finished & Work in Progress		
Finished Goods	-	-
Work in Progress	26,92,096	1,68,60,524
	26,92,096	1,68,60,524
Inventory at the end of the year		
Finished Goods	-	-
Work in Progress	82,15,369	26,92,096
	82,15,369	26,92,096
Changes in Inventories	-55,23,273	1,41,68,428

Note 18: Employees benefit expense

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Salary, Wages and Bonus Etc.	1,41,53,620	1,55,72,653
Company's Contribution to Provident Fund, ESIC & Gratuity	14,01,006	7,44,100
Staff welfare Expenses & other Amenities	10,18,612	13,27,641
Leave Encashment	46,515	40,830
Total	1,66,19,753	1,76,85,224



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Note 19: Depreciation and Amortization Expenses

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Depreciation of property, Plant & equipment	24,54,236	22,75,630
Depreciation on investment property	17,801	17,801
Total	24,72,037	22,93,431

Note 20 : Other Expense

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Rates & Taxes	2,50,267	2,59,372
Power & Water	34,02,627	41,65,362
Stores & Spares	5,52,234	11,48,965
Repairs and Maintenance :		
- Repairs to Building	4,13,761	8,70,101
- Repairs to Machinery	9,67,245	8,36,933
- Repairs to Others	6,86,498	1,34,241
Advertisement & Sales Promotion	53,587	2,17,896
Freight & Forwarding Charges	7,94,978	36,68,132
Travelling Expenses	1,12,283	19,85,708
Auditor's Remuneration	5,63,555	4,90,128
Insurance	1,67,725	2,44,596
Telephone Charges	1,87,441	3,11,787
Conveyance & Car Expenses	7,43,892	10,23,222
Labour Charges	18,89,443	33,74,374
General Expenses	12,19,177	25,81,520
ROC & Listing Exps	10,49,746	8,73,477
Courier Charges	1,52,149	2,14,665
Lab Expenses	1,66,281	66,526
Office Expenses	2,45,679	3,14,291
Rent	1,80,000	1,80,000
Loss on Sales of Asstes	2,32,319	-
Professional Charges	27,16,115	7,80,219
Printing & Stationery	83,145	2,12,152
Balance Written Off	2,87,182	56,25,114
Foreign Exchange Loss (Net)		28,55,483
Total	1,71,17,328	3,24,34,263



Note-21: Financial Cost

Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
	Rs.	Rs.
Interest expense		
Bank Interest	17,79,424	21,12,629
Other Interest	8,955	53,321
Bank Charges	3,45,310	5,45,584
Total	21,33,689	27,11,534

OTHER NOTES TO ACCOUNTS

22	Contingent liabilities not provided for:	As at 31-03-19	As at 31-03-18
		(Rs. In Lacs)	(Rs. In Lacs)
	Income Tax Demand for which company has gone into appeal	2461.68	2108.28
	Bank Guarantees (secured by fixed deposit receipts)	7.99	7.19

23 There are no Micro, Small and Medium Enterprises, as defined in the Micro, Small and Medium Enterprises Development Act, 2006 to whom the company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made.

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

24 In the opinion of the Board, current assets, loans and advances shall have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet and provision for all known liabilities have been made and contingent liabilities disclosed properly. Balances of sundry debtors, sundry creditors, loans and advances and other personal accounts are subject to confirmation and reconciliation. Consequential impact, if any, will be considered as and when determined. Sundry Debtors and Loans & Advances (other than advances to subsidiaries) includes amount of Rs 38.61 crore and Rs 1.06 crore respectively for a period of more than 3 years.

25 On transition to Ind AS, Company has classified one of its Building which has been given on rent, as Investment Property as per Ind AS 40 (Investment Property) and elected to continue with the carrying value recognised as at 1 April 2016 measured as per previous GAAP. Further, as prescribed in IAS 40, Company has not measured the Investment property at Fair value as on 31.03.2019.

26 During 2017-18, company has defaulted in the financial obligations to Bank and accordingly, in compliance with the extant RBI guidelines, Bank has degraded the status of the account from Standard to Non Performing Asset and issued a notice under The Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act 2002. During current year, Company has repaid all dues and accordingly, account with the Bank has been restated to Standard account.

27 During the year 2018-19, Commissioner of Income Tax (Appeal), has passed the order for the A.Y. 2012-13 against the Company for the Income Tax demand of Rs 1,94,68,328/-. Said demand has not been provided in the books as on 31st March 2019.

28 The company has made Advances for capital work in progress amounting to Rs. 105.72 Crores during previous accounting years for setting up of power plant. The procurement has not been done for pending clearances from the Govt. The Company had also made advances of Rs 259.69 crores for project activities through its subsidiary namely Chromatic International FZE. These advances are subject to confirmation and reconciliation.



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- 29 No events or transactions have occurred since the date of Balance Sheet or are pending that would have a material effect on the financial statements at the date or for the period then ended, other than those reflected or fully disclosed in the Notes on Accounts.

30 Net amount of exchange differences	As at 31-03-19	As at 31-03-18
	(Rupees)	(Rupees)
The net amount of exchange differences debited / (credited) 'to profit & loss account	(12,13,888)	28,55,483

- 31 Provision for Gratuity payable to employees has been covered by the Group Gratuity Policy taken by the company with LIC of India and premium of the policy has been duly accounted for as advised by LIC of India as per communication dated 23.03.2019 on estimated basis. However, no provision has been made for leave encashment as required by Ind AS-19 (Employee Benefits) notified by Companies (Indian Accounting Standard) Rules 2015 and the same shall be accounted for as and when paid.

A. Defined Contribution Plans – Employers contribution to Provident Fund :

During the year the company has recognized the following amounts in the statement of Profit & Loss

Employers Contribution to Provident fund	2018-19	2017-18
	8,69,369.00	8,30,164.00

B. State Plans – Employers contribution to Employee State Insurance:

During the year the company has recognized the following amounts in the Statement of Profit & Loss

Employers Contributions to Employee State Insurance	2018-19	2017-18
	6,323.00	3,454.00

Present value of gratuity obligation 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 built up the final obligation:

I. Change in present value of obligations:	Gratuity	Gratuity
	2018-19	2017-18
Present value of obligation at the beginning	49,46,248.00	47,18,947.00
Current service costs	2,05,850.00	2,01,763.00
Benefits paid	-	-
Actuarial (Gain)/Loss on obligation	(1,24,880.00)	25,538.00
Present value of obligation at the end	50,27,218.00	49,46,248.00

II. Amount to be recognized in the Balance Sheet:	2018-19	2017-18
Present value of obligation at the end of the current year	50,27,218.00	49,46,248.00
Fair value of plan assets at the end of the I.V.P	-	-
Funded status	48,48,886.00	48,63,669.00
Unrecognized Actuarial (Gain)/Loss at the end	-	-
Net (Assets)/Liability Recognized in the Balance Sheet	1,78,332.00	82,579.00

III. Expenses recognized in the Statement of Profit & Loss:	2018-19	2017-18
Current service cost	2,05,850.00	2,01,763.00
Net Actuarial (Gain)/Loss recognized in the I.V.P	-	-
Expenses recognized in the Statement of Profit & Loss	13,255.00	12,676.00



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IV. Actuarial Assumptions:	LIC 2006-08 (Ultimate) 2018-19	LIC 2006-08 (Ultimate) 2017-18
Discounting Rate	7.50%	7.50%
Salary Rise	5.00%	5.00%
Withdrawal Rate	1% - 3%	1% - 3%
Average Past Service	22.14	22.15

32 Segment reporting

The Company operates in one business segment, namely manufacturing & trading of S.O.Dyes & Chemicals and geographic segments i.e. the Domestic and the Overseas. They are summarised as follows. :

Particulars	Domestic	Overseas	Total
Sales	99,08,707	5,48,91,436	6,48,00,143
	(9,56,30,817)	(33,46,20,304)	(43,02,51,121)
Total Sales	99,08,707	5,48,91,436	6,48,00,143
	(9,56,30,817)	(33,46,20,304)	(43,02,51,121)

Figures in bracket represent previous year figures.

The following table shows the distribution of sales in India and outside India

Name of the country	2018-19	2017-18
	(Rupees)	(Rupees)
India	99,08,707	9,56,30,818
Switzerland	4,62,11,751	21,28,84,437
Austria	-	65,34,360
Bangladesh	46,85,930	
Italy	14,89,755	12,78,108
Singapore	-	11,39,23,399
Basel	11,97,200	-
Brazil	13,06,800	-
Total	6,48,00,143	43,02,51,122

Disclosure of Segment-wise Liabilities and Profitability has not been possible, as the company has only one manufacturing plant and a unified marketing and administrative set-up.

Segment assets	As at 31-03-19	As at 31-03-18
	(Rupees)	(Rupees)
Export Debtors	12,13,01,083	10,91,56,404
Total	12,13,01,083	10,91,56,404



33 Related Party Disclosures

As per the Accounting Standard 18, disclosures of transactions with the related parties as defined in the Accounting Standard are given below:

(i) List of related parties and relationships:

Name of the Related Party	Nature of Relationship
(a) Cheetah Multitrade Pvt. Ltd.	Holding Company
(b) Chromatic International FZE	100% Subsidiary
(c) Mr.V.K.Kaushik	Key Managerial Personnel
(d) Mr Siraj Ahemad Shaikh	Independent Director
(e) Ms. Diana Mahesh Joshi	Independent Director
(f) Mr.Mayank Kotadia	Independent Director
(g) Ms. Hiral Bavishi	Independent Director
(h) Ms. Suruchi Pednekar (Part of the year)	Independent Director
(i) Ms Roshani Shah	Company Secretary

(ii) Entities in which any director or his relative is a partner , director or member

(a) Chromatic Sponge Iron Limited	Company
(b) Chromatic Ferro Alloys Ltd.	Company
(c) Arihant Multi commercial Ltd	Company

(iii)	Remuneration to Whole Time Directors: (Includes benefits which are debited to respective expenses)	As at 31-03-19 (Rupees)	As at 31-03-18 (Rupees)
a	Remuneration	10,56,000	10,56,000
b	Provident Fund Contribution	1,26,720	1,26,720
c	Other Perquisites (LTA & Medical Allowance)	50,000	-
d	Conveyance	36,000	-
	Total	12,68,720	11,82,720

(iv)	Transactions during the year with related parties(excluding reimbursements)	2018-19 (Rupees)	2017-18 (Rupees)
	With Holding Company: Cheetah Multitrade Pvt. Ltd.		
	Unsecured loan taken	-	-
	With Subsidiary: Chromatic International FZE		
	Investment in Share Capital of Chromatic International FZE	-	-
	Unsecured loan given	-	-
	With Subsidiary: Chromatic Ferro Alloys Ltd.		
	Investment in Share Capital of Chromatic Ferro Alloys Ltd.	-	-
	Advances given / received back	-	-
	With Key Managerial Personnel :		
	Mr.V.K.Kaushik-Remuneration	12,68,720	11,82,720
	Mr.Ajay Sethi - Director Sitting Fees	2,000	-
	Ms. Diana Mahesh Joshi - Director Sitting Fees	8,000	-
	Mr.Mayank Kotadia - Director Sitting Fees	8,000	-
	Mr.Siraj Ahemad Shaikh - Director Sitting Fees	-	-
	Mr Sandeep Baban Pawar - Director Sitting Fees	2,000	-
	Ms.Suruchi Pednekar - Remuneration	2,06,000	2,97,600
(v)	Closing balance as on 31st March:		
	With Holding Company: Cheetah Multitrade Pvt. Ltd.		
	Unsecured loan taken	81,82,402	81,82,402



35 Calculation of Earning Per Shares

(i) Basic EPS	As at 31-03-19	As at 31-03-18
	(Rupees)	(Rupees)
Net Profit / (Loss) after tax available for equity shareholders (Rupees) used as numerator	(40,95,875)	(26,53,536)
Weighted average no. of Equity Shares used as denominator	7,10,46,100	7,10,46,100
Basic Earning Per Share (In Rupees)	(0.06)	(0.04)

(ii) Diluted EPS	As at 31-03-19	As at 31-03-18
	(Rupees)	(Rupees)
Net Profit / (Loss) after tax available for equity shareholders (Rupees) used as numerator	(40,95,875)	(26,53,536)
Weighted average no. of Equity Shares used as denominator	7,10,46,100	7,10,46,100
Diluted Earning Per Share (In Rupees)	(0.06)	(0.04)

35 Deferred Tax

Particulars	Opening Balance as at 01.04.2018	During the year 2018-19	Closing Balance as at 31.03.2019
Deferred Tax Assets			
Ex-Gratia	-	-	-
Bonus	1,95,829	(2,13,950)	(18,121)
Unpaid Interest	5,34,053	(5,34,053)	-
	7,29,882	(7,48,003)	(18,121)
Deferred Tax Liability			
Written down Value	52,45,160	(3,57,190)	48,87,970
Change in Foreign currency translation reserve	21,40,79,014	4,74,51,346	26,15,30,360
Net Deferred Tax Liability	21,85,94,292	4,78,42,158	26,64,36,451

36 Earnings in foreign currency	As at 31-03-19	As at 31-03-18
	(Rupees)	(Rupees)
F.O.B. Value of Exports (on accrual basis)	5,48,91,436	33,46,20,304

37 Value of import on CIF basis	As at 31-03-19	As at 31-03-18
	(Rupees)	(Rupees)
Raw Materials & Packing Material Purchased	6,61,396	-
Stores and Spares Purchased	-	-

38 Expenditure in foreign currency	As at 31-03-19	As at 31-03-18
	(Rupees)	(Rupees)
Travelling Expenses	44,057	15,99,432



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39 Particulars of unhedged foreign currency exposure as at balance sheet date

Particulars	Currency	As at 31-03-19		As at 31-03-18	
		USD	Rupees	USD/EURO	Rupees
Debtors (net of advances)	USD	16,78,296.51	11,60,87,700	16,78,296.51	10,91,56,406
	EURO			-	-

40 Pursuant to Indian Accounting Standard (AS)-36 on "Impairment of Asset" issued by The Institute of Chartered Accountants of India, the company assessed its fixed assets for impairment as at 31st March 2019, and concluded that there have been no significant impaired fixed assets that need to be recognized in the books of accounts.

41 Additional quantitative information

A	Details of licensed and installed capacity and actual production	As at 31-03-19	As at 31-03-18
		in KG	in KG
	Licensed capacity	12,00,000	12,00,000
	Installed capacity	12,00,000	12,00,000
	Actual production	1,40,096	10,72,184

B Details of finished goods / WIP as on 31-03-19

All Quantities are in KG

Particulars	Opening Stock		Production	Turnover		Closing Stock	
	Quantity	Value (Rs.)	Quantity	Quantity	Value (Rs.)	Quantity	Value (Rs.)
S.O. Dyestuffs (Reactive dyes)	9,641	26,92,096	1,40,096	1,27,285	6,48,00,143	22,452	82,15,369
Total	9,641	26,92,096	1,40,096	1,27,285	6,48,00,143	22,452	82,15,369
Previous Year	(40,593)	(1,68,60,524)	(10,72,184)	(11,03,136)	(43,05,121)	(9,641)	(26,92,096)

Figures in bracket represent previous year figures.

C Raw material consumed/ sales

Particulars	For the year ended 31-03-19		For the year ended 31-03-18	
	Quantity	Value (Rs.)	Quantity	Value (Rs.)
H. Acid	5391	22,56,323	24532	88,61,999
J. Acid	6054	47,09,731	15340	75,85,401
Vinyl Sulphone	3589	11,88,768	58560	1,50,45,682
F.Oil	26550	12,57,613	39129	12,03,134
Coal	160050	12,58,858	557510	40,61,496
Other raw materials		4,15,56,039		33,15,86,613
		5,22,27,332		36,83,44,325

D Raw material/Packing material & stores & spares imported/ indigenous:

Particulars	For the year ended 31.03.2019		For the year ended 31.03.2018	
	Value (Rs.)	%	Value (Rs.)	%
A) Raw Material & Packing Material				
Imported	6,61,396	1.19	-	0.00
Indigenous	5,48,36,260	98.81	32,42,96,816	100.00
	5,54,97,656	100.00	32,42,96,816	100.00
B) Stores & Spares				
Imported	-	0.00	-	0.00
Indigenous	-	0.00	11,48,865	100.00
	-	0.00	11,48,865	100.00



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- 42** The company is operating in single line of product i.e. manufacturing of Dyes & Chemicals on the specific orders received from its customers. In view of this, the management is of the opinion that the company is not exposed to any significant risk related to Credit, Market , liquidity etc. Accordingly, Company has not made any risk analysis as prescribed in Ind AS 107 (Financial Instruments - Disclosures)
- 43** Previous year figures have been regrouped, rearranged, reclassified and reworked wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

As per our report of even date attached

For S.K.Badjatya & Co
Chartered Accountants
Firm Registration No. 004017C

For and on behalf of Board of Directors
Chromatic India Ltd

Mr. V.K.Kaushik
Whole Time Director
DIN: 02586479

Mr. Mayank Kotadia
Director
DIN: 07484438

CA Sudhir K. Jain
Partner
Membership No. 072282

Roshni Shah
Company Secretary
Membership No. A 53866

Mr. Nitin Kumar Kothari
Chief Financial Officer

Place: Mumbai
Date : 15th May,2019

Place: Mumbai
Date : 15th May,2019



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CHROMATIC INDIA LIMITED

Registered Office: 207, Vardhaman Complex Premises Co. op. Society Ltd., L.B.S. Marg, Vikhroli (West),
Mumbai – 400083

CIN: L99999MH1987PLC044447 Phone No. 022 61369800 Fax 022 25793973
Email ID chromatic@mtnl.net.in Website www.chromatic.in

ATTENDANCE SLIP

32nd Annual General Meeting at 11.00 A.M. on Monday, September 30, 2019

Full name of Member (IN BLOCK LETTERS) _____

Reg. Folio No./ Demat ID _____

No. of shares held _____

Full name of Proxy / Authorized representative (IN BLOCK LETTERS) _____

I hereby record my presence at the 32nd Annual General Meeting of the Chromatic India Limited at the Registered Office of the Company on Monday, 30th day of September, 2019 at 11.00 a.m

Member's or Proxy's Signature

Notes:

1. Shareholder / Proxy must bring the Admission Slip, duly signed, to the Meeting and hand it over at the entrance of the meeting hall.



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CHROMATIC INDIA LIMITED

Registered Office: 207, Vardhaman Complex Premises Co. op. Society Ltd., L.B.S. Marg, Vikhroli (West),
Mumbai – 400083

CIN: L99999MH1987PLC044447 Phone No: 022 61369800 Fax: 022 25793973

Email ID: chromatic@mtnl.net.in **Website:** www.chromatic.in

Form MGT -11

PROXY FORM

Pursuantto Section 105(6) of the CompaniesAct, 2013 and Rule 19(3) of the Companies
(Management and Administration) Rules, 2014

32nd Annual General Meeting – 30.09.2019

Name of the Member (s)	Registered Address
Registered Folio No. :	DP ID
No. of Shares held:	Client ID:
Email ID	

II/We, being the Member (s) of shares of the above named Company, hereby appoint

1. Name.....
Address
.....
.....
Email
Signature.....

Or failing him/her

2. Name.....
Address
.....
.....
Email
Signature.....

Or failing him/her

3. Name.....
Address
.....
.....
Email
Signature.....



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As my / our proxy to attend and Vote, in case of a poll, for me/ us and on my/our behalf at the Thirty-second (32nd) Annual General Meeting of the Company to be held on Monday, the 30th day of September, 2019 at 11.00 a.m. at the Registered Office of the Company, 207, Vardhaman Complex Premises Co. op. Society Ltd., L.B.S. Marg, Vikhroli (West), Mumbai – 400083 and at any adjournment thereof in respect of such Resolutions as are indicated

Resolution Number	Resolution	For	Against
Ordinary Business			
1	Ordinary Resolution: Adoption of Financial Statements for the year ended March 31, 2019		
Special Business			
2	Special Resolution: Re-appointment of Mr. Vinod Kumar Kaushik (DIN: 02586479) as Whole-time Director of the Company for a period of Five years w.e.f. 1st April, 2019		
3	Ordinary Resolution: Appointment of Mrs. Hiral Hitesh Bavishi (DIN: 08147837) as an Independent Director of the Company		
4	Special Resolution: To lease, sell, transfer, convey, assign or otherwise dispose of the Company's any property for the consideration upto Rs. 5 Crores pursuant to section 180(1)(a) of the Companies Act, 2013		

Signed this.....day of.....2019

Affix
Rupee. 1
Revenue
Stamp

Signature of shareholder:.....

Signature of Proxy Holder(s):.....

Note:

1. The form of proxy in order to be effective should be duly completed and deposited in the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
2. The Proxy need not be a member of the company.

To,

If undelivered, please return to :

Chromatic India Limited

207, Vardhaman Complex Premises Co-op Soc Ltd,
L. B. S. Marg, Vilkroli (W),
Mumbai - 400 083.