

# ASHISH POLYPLAST LIMITED



AN ISO 9001:2015 Certified company

MFG. OF P.V.C. PREMIUM BRAIDED & SUCTION HOSE PIPES

A / 305, "SAMUDRA" Near Hotel Klassic Gold, Off. C.G. Road, Ahmedabad-380 006 (INDIA)

Phone : (O) 079-2644 5495, 2644 5090 Tele-Fax : 079-26426758

E-mail : ashishpolyplast@gmail.com • Website : www.ashishpolyplast.com

To,

Date: 5<sup>th</sup> September 2020

The Manager

BSE Limited,

1<sup>st</sup> Floor, New Trading Ring,

Phiroze Jeejeebhoy Towers,

Dalal Street, Mumbai- 400001

Sub: Submission of 26<sup>th</sup> Annual Report for the year 2019-2020 of the company pursuant to Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015:

Ref: ASHISH POLYPLAST LTD. (Security Code: 530429; Security Id: ASHISHPO)

In compliance with Regulation 34 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby submit 26<sup>th</sup> Annual Report of the Company for the year 2019-2020 and the same is also available at the website of the company i.e. www.ashishpolyplast.com.

Kindly take the same on your record.

Thanking you,

Yours faithfully,

**For Ashish Polyplast Limited**

**Ashish Panchal**

**Managing Director**

**DIN: 00598209**

Encl: As Above

**FOR, ASHISH POLYPLAST LIMITED**

*Ashish Panchal*

**CMD**

# ASHISH POLYPLAST LIMITED

26<sup>th</sup>

TWENTY SIXTH ANNUAL REPORT 2019-2020

**REGISTERED OFFICE:**

A/305 SAMUDRA COMPLEX NEARHOTEL KLASSIC GOLD OFF C G ROAD AHMEDABAD GJ 380006 IN

**Phone:** 079-26445495, 26445090

**E-mail:** ashishpolyplast@gmail.com

**Website:** www.ashishpolyplast.com

## NOTICE

**NOTICE is hereby given that the 26<sup>th</sup> ANNUAL GENERAL MEETING of Ashish Polyplast Limited will be held on Tuesday, the 29<sup>th</sup> September, 2020, at 11 A.M. through Video Conferencing (VC ”) / Other Audio Visual Means (“OAVM”) to transact the following Businesses:**

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Financial Statement of Company for the financial year ended 31<sup>st</sup> March, 2020 together with report of the Board of Directors and the Auditors thereon.
2. To appoint Director in place of Smt. Kantaben Panchal (DIN 00598256), Director who retires by rotation and being eligible, offers herself for re-appointment.

### **SPECIAL BUSINESS:**

3. To consider and, if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution for reappointment of Mrs. Dhvani Kansara Jimish, (DIN: 07253384) as an Independent Director of the company for a second term of five years.

“RESOLVED THAT pursuant to the provisions of Sections 149, 152 read with Schedule IV and all other applicable provisions of the Companies Act 2013('the Act') and the Companies ( Appointment and Qualification of Directors) Rules 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and based on the recommendation of the Nomination and Remuneration Committee, Mrs. Dhvani Kansara Jimish, (DIN: 07253384), who was appointed as an Independent Director of the Company for a term up of five years, being eligible for being reappointed as an Independent Director and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 signifying intention to propose Mrs. Dhvani Kansara Jimish, (DIN: 07253384) as a candidate for the office of Director, be and is hereby reappointed as an Independent Director of the Company, to hold office for second term of five years, and whose office shall not be liable to retire by rotation.

RESOLVED FURTHER THAT the Board be and is hereby authorized to delegate all or any powers conferred herein, to any committee of Directors, with power to further delegate to any executives / officers of the Company to do all such acts, deeds, matters and things and also to execute such documents, writings, etc., as may be necessary in this regard.”

## IMPORTANT NOTES:

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020, physical attendance of the Members to the AGM venue is not required and annual general meeting (AGM) be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
5. The Register of Members and the Share Transfer books of the Company will remain closed from September 22, 2020 to September 29, 2020 (both days inclusive) for the purpose of Annual General Meeting.
6. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, which sets out details relating to Special Business at the meeting, is annexed hereto.
7. Members intending to require information about Accounts to be explained in the Meeting are requested to inform the Company at least 7 days in advance of the Annual General Meeting.
8. 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 the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company.
9. Details as per the listing regulations in respect of the Directors seeking appointment/re-appointment at the Annual General Meeting, forms integral part of the notice. The Directors have furnished the requisite declarations for their appointment/re-appointment
10. Members holding shares in electronic form are requested to intimate immediately any change in their address or bank mandates to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form are requested to advise any change in their address or bank mandates immediately to the Company / Registrar & Share Transfer Agent "Link Intime India Pvt. Ltd."
11. The Notice of the Annual General Meeting and Annual Report of the Company for the year ended 31<sup>st</sup> March, 2020 is uploaded on the Company's website [www.ashishpolyplast.com](http://www.ashishpolyplast.com) and may be accessed by the members.

## 12. Instructions for e-voting :

Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system as well as venue voting on the date of the AGM will be provided by NSDL.

In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at [www.ashishpolyplast.com](http://www.ashishpolyplast.com). The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) respectively and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.

### GENERAL INSTRUCTIONS FOR VOTING:

- a. In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 read with clause 35B of the Listing Agreement, the Company is pleased to provide members facility to exercise their right to vote at the 26th Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services provided by NSDL.
- b. Shri Kamlesh M. Shah, Practicing Company Secretary, (Membership No. A8356 and COP No. 2072) (Address: 801-A, Mahalay Complex, Opp: Hotel President, B/h. Fairdeal House, Swastik Cross Roads, Navrangpura, Ahmedabad: 380 009, Gujarat, India,) has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
- c. The Scrutinizer shall within a period not exceeding three (3) working days from the conclusion of the e-voting period unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, submit to the Chairman of the Company.
- d. The Results declared by the Chairman along with the Scrutinizer's Report shall be placed on the Company's website <http://www.ashishpolyplast.com> within three (3) days of passing of the resolutions at the AGM of the Company and communicated to the BSE Limited and will be uploaded on website of Stock Exchanges.
- e. The voting period begins on 26<sup>th</sup> September 2020 at 9.00 a.m. and ends on 28<sup>th</sup> September, 2020 at 5.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of (record date) of 23<sup>rd</sup> September 2020, may cast their vote electronically.

**THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER:-**

The remote e-voting period begins on Saturday, 26<sup>th</sup> September, 2020 at 09:00 A.M. and ends on Monday, 28<sup>th</sup> September, 2020 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter.

**How do I vote electronically using NSDL e-Voting system?**

The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:

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

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

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

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

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholders’ section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.

*Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.*

4. Your User ID details are given below :

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

5. Your password details are given below:
  - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
  - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the ‘initial password’ which was communicated to you. Once you retrieve your ‘initial password’, you need to enter the ‘initial password’ and the system will force you to change your password.
  - c) How to retrieve your ‘initial password’?



- (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
- (ii) **If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered**
6. If you are unable to retrieve or have not received the " Initial password" or have forgotten your password:
    - a) Click on "**Forgot User Details/Password?**"(If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
    - b) **Physical User Reset Password?**" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
    - c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address.
    - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
  7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
  8. Now, you will have to click on "Login" button.
  9. After you click on the "Login" button, Home page of e-Voting will open.

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

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

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

**General Guidelines for shareholders**

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

2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “[Forgot User Details/Password?](#)” or “[Physical User Reset Password?](#)” option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800-222-990 or send a request to (Name of NSDL Official) at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)

**Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:**

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to [ashishpolyplast@gmail.com](mailto:ashishpolyplast@gmail.com). In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to [ashishpolyplast@gmail.com](mailto:ashishpolyplast@gmail.com).

**THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-**

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

**INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:**

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access the same at <https://www.evoting.nsdl.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.



4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at ashishpolyplast@gmail.com. The same will be replied by the company suitably.

### **EXPLANATORY STATEMENT**

#### **Explanatory Statement pursuant to Section 102 (1) of the Companies Act, 2013 (“Companies Act”) to the accompanying notice**

##### **Item No. 3:**

Mrs. Dhvani Kansara Jimish, (DIN: 07253384) was appointed as an Independent Director of the company for the period of five years term. As per the provisions of Section 149 of the Companies Act, 2013 and the Rules made thereunder, an Independent Director can be reappointed for a second term of maximum 5 (five) years by obtaining approval of the shareholders by a way of special resolution and on disclosure of such reappointment in the Board's Report. Schedule IV of the Companies Act, 2013 provides for performance evaluation by the Board before extending the term of Independent Director. Mrs. Dhvani Kansara Jimish, (DIN: 07253384) has given declaration to the Board that he meets the criteria of independence as provided under Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of Listing Regulations and intimation in Form DIR-8 in terms of Companies (Appointment & Qualification of Director) Rules 2014, to the effect that he is not disqualified under Sub-section(2) of Section 164 of the Companies Act 2013. In the opinion of the Board, Mrs. Dhvani Kansara Jimish, (DIN: 07253384) fulfills the conditions provided in the Act and the Rules made thereunder for reappointment as Independent Director of the management. Brief background of Mrs. Dhvani Kansara Jimish is exhibited in this document separately. The Board of Directors and Nomination & Remuneration Committee are of the opinion that considering the vast experience, knowledge and the possession of relevant expertise by Mrs. Dhvani Kansara Jimish, (DIN: 07253384) his continued association would be of immense benefit to the Board and recommend the Resolution for your approval. None of the Directors/Key Managerial Personnel or their relatives except Mrs. Dhvani Kansara Jimish is concerned or interested financially or otherwise is in the said Resolution. Information Pertaining to Director seeking reappointment as mentioned under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and applicable Secretarial Standards.

Details of Directors seeking Appointment and Re-Appointment at the forthcoming Annual General Meeting

Name of Director	Smt Kantaben Panchal	Mrs. Dhwani Kansara Jimish
Date of Birth	05/11/1954	27/09/1990
Date of Appointment	07/04/1996	31/07/2015
Qualification	Metric	B.A.
Experience & Achievements	Smt. Kantaben D. Panchal has been associated with the company since 1996 and renders valuable services and provides guidance to the company. She has experience of general business administration.	Mrs. Dhwani Kansara Jimish is an arts graduate and an insurance agent of a leading insurance company.
Directorship in other Indian Public Limited Companies	None	None
Chairmanship / Membership of Committees in other Indian Public Limited Companies as on 31 <sup>st</sup> March, 2020.	None	None
Audit Committee	None	Member
Stakeholders' Relationship Committee	Member	Member
Nomination and Remuneration Committee	Member	Member
Number of shares held in the company as on 31 <sup>st</sup> March 2020	2,49,891	Nil

Ahmedabad  
25<sup>th</sup> August, 2020

**By Order of the Board**

Ashish D. Panchal  
Managing Director  
DIN: 00598209

Registered Office:  
A/305 Samudra Complex,  
Near Hotel Klassic Gold,  
Off C.G. Road,  
Ahmedabad 380006

## ASHISH POLYPLAST LIMITED

A/305 Samudra Complex Near Hotel Klassic Gold, Off C.G. Road, Ahmedabad 380006.

### DIRECTORS' REPORT

To,  
The Shareholders,  
ASHISH POLYPLAST LIMITED  
Ahmedabad

We have great pleasure in presenting Twenty Sixth Annual Report on the working of the company together with the Annual Accounts for the year ended on 31st March 2020 and trust that the same will meet your approval.

#### 1 FINANCIAL RESULTS

Particulars	2019-20 Amount (Rs.)	2018-19 Amount (Rs.)
Sales & Other Income	12,74,15,138	13,95,38,275
Profit/(Loss) before Depreciation and Taxation	36,29,874	49,14,951
Less: Depreciation	20,54,848	19,84,761
Less: Exceptional Items	-	-
Profit/(Loss) before Tax	15,75,026	29,30,190
Less: Provision for taxation	49,723	10,24,145
Profit/(Loss) after taxation	15,25,304	19,06,045
Other Comprehensive Income	80,108	87,668
Total Comprehensive Income	16,05,412	19,93,713
Add: Balance of last year brought forward	1,13,64,397	93,70,684
Balance Profit/(Loss) available for appropriation	1,29,69,809	1,13,64,397
Less: Transfer to General Reserve	-	-
Proposed Dividend	-	-
Dividend Distribution Tax	-	-
<b>Balance Profit/(Loss) Carried to Balance Sheet</b>	<b>1,29,69,809</b>	<b>1,13,64,397</b>

#### 2 COMPANY'S PERFORMANCE

The sales turnover of the company amounted to Rs. 127,232,195/- in the current year as compared to Rs.139,454,933/- in the previous year which shows a decrease of about 8.76%. The company has earned net profit after tax of Rs.1,605,412/- during the year as against Rs.1,193,713/- in last year. Profit Before Depreciation and tax and before exceptional items (PBDT) is Rs. 36,29,874/- during the Current year as against Rs.49,14,456/- in last year. Your Directors are making constant efforts for increasing the business of the company.

#### 3 CAPITAL STRUCTURE

During the year under review, the company has neither issued nor bought back shares. The Capital of the company remains same as under.

Authorized Share Capital	Rs.3,75,00,000 divided into 37,50,000 shares of Rs. 10 each
Issued Share Capital	Rs.3,50,00,000 divided into 35,00,000 shares of Rs. 10 each
Paid Up Share Capital	Rs.3,39,75,000 divided into 33,97,500 shares of Rs. 10 each

The Capital of the Company consist only equity shares.

#### **4 DIVIDEND**

Your Directors do not recommend dividend for the year under review, in order to strengthen the long term resources of the Company.

#### **5 TRANSFER TO RESERVES**

The Company has not transferred any amount to reserves.

#### **6 LISTING AT STOCK EXCHANGE**

The Equity Shares of the Company are listed on Bombay Stock Exchange Limited (BSE).

#### **7 MANAGEMENT DISCUSSION AND ANALYSIS OF FINANCIAL CONDITIONS**

The detailed analysis of the operating performance of the Company for the year, the state of affairs and the key changes in the operating environment have been included in the Management Discussion and Analysis Section which forms a part of the Annual Report. (Annexure D)

#### **8 MATERIAL CHANGES BETWEEN THE END OF THE FINANCIAL YEAR AND DATE OF THE BOARD REPORT**

There have been no material changes and commitments, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

#### **9 SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE**

During the year under review there have been no such significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

#### **10 SUBSIDIARIES OR JOINT VENTURES OR ASSOCIATES**

As on March 31 2020 the company does not have any subsidiary or joint venture or associate.

#### **11 RISK MANAGEMENT POLICY**

The Company has in place a dynamic Risk management framework for a systematic approach to control risks as the framework identifies, evaluates business risks and opportunities and seeks to create transparency and minimize adverse impact on the business The Risk Management Process is appropriately handled by functional heads. As on Date, the company envisage risks which could threaten the existence of the company

#### **12 CORPORATE SOCIAL RESPONSIBILITY**

The Company is not required to constitute a Corporate Social Responsibility Committee as it does not fall within the purview of Section 135 (1) of the Companies Act, 2013 and hence it is not required to formulate policy on corporate social responsibility.

#### **13 DIRECTORS**

The composition of Board of Directors is well balanced with a view to manage the affairs of the Company efficiently and professionally.

<b>Name of Director</b>	<b>Status</b>	<b>Category</b>
Ashish D. Panchal	Managing Director	Non-Independent and Executive
Kantaben D. Panchal	Director	Non-Independent and Non-Executive
Rakeshbhai N. Panchal	Director	Independent and Non-Executive
Dhwani J. Kansara	Director	Independent and Non-Executive

The Independent Director of the Company furnished a declaration at the time of his appointment that he qualifies the tests of his being independent as laid down under Clause 16(1)(b). The attendance record of the Directors at the Board Meeting held during the financial year ended on 31st March, 2020 and the last Annual General Meeting (AGM).

As per section 152 of the Companies Act, 2013 and clause 110 of Article of Association of the Company Smt. Kantaben D. Panchal is liable to retire by rotation and being eligible, offers herself for re-appointment.

Mrs. dhvani Kansara Jimish was appointed as an independent director for a term of five years in the AGM of FY 2015. Further the nomination and remuneration committee recommends her reappointment for second term of five years, subject to the approval of the shareholders in the ensuing AGM of the company.

#### **14 DIRECTORS' RESPONSIBILITY STATEMENT**

As per the provisions of Sub section 3(c) of Section 134 (5) of the Companies Act 2013 the Directors hereby state and confirm that:

- 1 in the preparation of the Annual Accounts, the applicable accounting standards have been followed and that no material departures have been made from the same;
- 2 they 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 at the end of the financial year and of the profit of the Company for that period;
- 3 they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- 4 they have prepared the Annual Accounts on a going concern basis.
- 5 they had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively.
- 6 they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **15 DECLARATION OF INDEPENDENT DIRECTORS**

The Company do have formation of board as per Companies Act, 2013 as well as per Listing Agreement and SEBI Listing Obligations (Disclosures & Requirements) Regulations, 2015 all the independent director attending the meetings of the Company and have given declaration to the Company stating their independence pursuant to Section 149(6) of the Companies Act, 2013. There has been no change in the circumstances which may affect their status as independent director during the year.

#### **16 NUMBER OF MEETINGS OF THE BOARD:-**

Six Meetings of the Board were held during the year as mentioned below :

<b>Sr No</b>	<b>Date of the Board Meeting</b>	<b>Sr No</b>	<b>Date of the Board Meeting</b>
1	21st May, 2019	4	13th November, 2019
2	12th August, 2019	5	4th February, 2020
3	24th October, 2019	6	19th March, 2020

The Board meets at least once in every quarter to review and approve the quarterly financial result on compliance with Regulation 33 of SEBI Listing Obligations (Disclosures & Requirements) Regulation, 2015.

Details of the Directors who attended Board meeting and General Meeting for the Year 2019-2020

Name of the Director	Designation	No. Of Board Meetings attended	Attendance at Last AGM
Ashish D. Panchal	Managing Director	6	26.08.2019
Kantaben D. Panchal	Director	6	26.08.2019
Rakeshbhai N. Panchal	Director	6	26.08.2019
Dhwani J. Kansara	Director	6	26.08.2019

#### 17 **AUDIT COMMITTEE MEETINGS:**

The Formation of the Audit Committee is as per the Section 177 of the Companies Act, 2013. During the Year under review the committee has meet four times as mention below.

Sr No	Date of the Meeting	Sr No	Date of the Meeting
1	21st May, 2019	3	13th November, 2019
2	12th August, 2019	4	4th February, 2020

Name of the Members	Designation	Category	Meetings Attended during the Year
Ashish D. Panchal	Non-Independent and Executive	Member	4
Rakeshbhai N. Panchal	Independent and Non-Executive	Chairman	4
Dhwani J. Kansara	Independent and Non-Executive	Member	4

#### 18 **NOMINATION AND REMUNERATION COMMITTEE MEETINGS:**

The Formation of the Nomination and Remuneration Committee is as per the Section 178 of the Companies Act, 2013. During the Year under review the committee has meet one times as mention below.

Sr No	Date of the Meeting
1	21st May, 2019

Name of the Members	Designation	Category	Meetings Attended during the Year
Kantaben D. Panchal	Non-Independent and Non-Executive	Member	1
Rakeshbhai N. Panchal	Independent and Non-Executive	Chairman	1
Dhwani J. Kansara	Independent and Non-Executive	Member	1

#### 19 **REMUNERATION POLICY :**

The Company has adopted Remuneration policy in which the criteria for appointment of independent director, executive and non-executive directors are mentioned along with the payment of remuneration and sitting fees to the director. Further, criteria for making payment, if any, to nonexecutive directors are provided under the Nomination and Remuneration Policy of the Company which is hosted on the website of the Company viz; [www.ashishpolyplast.com](http://www.ashishpolyplast.com).



## **20 STAKEHOLDERS RELATIONSHIP COMMITTEE:**

To comply with the provisions of Companies Act, company has formed Stakeholders Relationship Committee. The object of the committee to look into complaints if any and redress the same expeditiously.

Besides, the committee approves, if any, allotment, transfer & Transmission of shares, Debentures, issue of any new certificates on split \ consolidation \ renewal etc.as may be referred to it. Details of the Said Committee meeting are mentioned below:

Sr No	Date of the Board Meeting	Sr No	Date of the Board Meeting
1	21st May, 2019	3	13th November, 2019
2	12th August, 2019	4	4th February, 2020

Name of the Director	Designation	Category	Meetings Attended during the Year
Kantaben D. Panchal	Non-Independent and Non-Executive	Member	4
Rakeshbhai N. Panchal	Independent and Non-Executive	Chairman	4
Dhwani J. Kansara	Independent and Non-Executive	Member	4

## **21 DISCLOSURE OF DEMAT SUSPENSE ACCOUNT / UNCLAIMED SUSPENSE ACCOUNT:**

With the advent of the new Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 , the listed entities are required to make disclosure in the Annual Report about the details of share in Demat Suspense Account / Unclaimed Suspense Account. The Details of the same is mentioned below:

Aggregate number of shareholders and the outstanding shares in the Suspense Account lying at the beginning of the year	NIL
Number of shareholders who approached listed entity for transfer of shares from suspense account during the year	NIL
Numbers of shareholders to whom shares were transferred from suspense account during the year.	NIL
Aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year.	NIL
The voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares	Not Applicable

## **22 BOARD EVALUATION**

Persuant to the provisions of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015, a structured questionnaire was prepared after taking into consideration of the various aspects of the board functions, composition of the board and its committees, culture, execution and performance of specific duties, obligations and governance.

The performance evaluation of the independent Directors was completed. The performance evaluation of the chairman and the Non-Independent Directors was carried out by the Independent Directors. The Board to Directors expressed their satisfaction with the evaluation process.

**23 DIRECTOR'S REMUNERATION POLICY AND CRITERIA FOR MATTERS COVERED UNDER SECTION 178 OF COMPANIES ACT, 2013**

The Company has constituted a Nomination and Remuneration Committee under Section 178(1) of the Companies Act, 2013 which determines Directors' remuneration policy and criteria for determining qualifications, positive attributes, independence of a Director and other matters provided under Sub - Section (3) of Section 178.

**24 PARTICULARS OF EMPLOYEES**

There was no employee drawing remuneration of Rs. 8,50,000/ per month or Rs. 1,02,00,000/ per year. The Board of Directors wishes to express its appreciation to all the employees of the company for their outstanding contribution to the operation of the company during the year.

**25 KEY MANAGERIAL PERSONNEL APPOINTED DURING THE YEAR**

Ms. Aayushi P. Soni was appointed as Whole-time Company Secretary and Compliance Officer of the Company w.e.f. 8th April, 2019 and Mr. Jitendra Patel, Compliance Officer, resigned on 08th April, 2019.

**26 CHANGES IN NATURE OF BUSINESS**

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

**27 PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT 2013.**

During the year under review, the Company has not advanced any loans / given guarantees / made investments covered under the provisions of Section 186 of the Companies Act, 2013.

**28 CORPORATE GOVERNANCE REPORT**

As per the criteria mention in the regulation 15 of SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015, company is not falling under the same. Hence company has not provided corporate governance report as a part of this report, however, the details as being applicable in pursuance to the Companies Act, 2013, have been disclosed in this report.

**29 DEPOSITS**

The company has not invited or accepted any fixed deposit from public during the year under review and as such, no amount on account of Principal or interest on deposits from public was outstanding as on the date of the Balance Sheet.

**30 SECRETARIAL AUDIT REPORT**

The Board has appointed M/s. Kamlesh M Shah & Co., Practising Company Secretary to conduct Secretarial Audit for the financial year under review. The Secretarial Audit Report for the financial Year ended 31st March 2020 is annexed herewith marked as Annexure A to this Report.

**31 REPORTS OF STATUTORY AUDITORS AND SECRETARIAL AUDITORS**

The Auditor's Report and Secretarial Auditors' Report does not contain any qualifications, reservations or adverse remarks.

**32 EXTRACT OF THE ANNUAL RETURN**

As prescribed under Section 92 (3) of the Act, the extract of the Annual Return in Form No. MGT- 9 is annexed herewith as Annexure C to this Report.

### **33 DEPOSITORIES**

The company is registered with both National Securities Depositories Ltd (NSDL) and Central Depository Services (India) Ltd. (CDSL). The shareholders can take advantage of holding their scripts in dematerialized mode.

### **34 INTERNAL CONTROL SYSTEM**

The Company has internal control system commensurate to the size of its operations. Your company's Statutory Auditors have confirmed the adequacy of internal control system.

### **35 CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO :-**

Information on conservation of energy, technology absorption and foreign exchange earnings and outgo are required to be given pursuant to section 134 for the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 regarding in the statement annexed as Annexure B hereto forming a part of this Report.

### **36 RELATED PARTY TRANSACTIONS**

There were no related party transactions entered into by the company during the financial year, which attracted the provisions of Section 188 of the Companies Act, 2013. There are no details to be disclosed pursuant to section 134 (3) (h) of the Act read with rule 8 (2) of the Companies (Accounts) Rules, 2014 in Form AOC - 2 in that regard.

A copy of the related party policy for dealing with related party transactions is available on the website of the company. Transactions with the related party are disclosed in detail in note no.36 and annexed to the financial statements for the year.

All the related party transactions are duly approved by audit committee as required under the provisions of the Companies Act, 2013 as well as the related party policy of the company.

### **37 WEBSITE:**

As per the Regulation 46 of SEBI (LODR) Regulations, 2015 to the extent applicable, the Company has maintained a functional website [www.ashishpolyplast.com](http://www.ashishpolyplast.com) which has all the details i.e. details of its business, financial information, shareholding pattern, contact information of the designated officials of the Company who are responsible for assisting and handling investor grievances, details of agreements entered into with the media companies and/or their associates, etc. The contents of the said website are updated on regular basis.

### **38 VIGIL MECHANISM / WHISTLE BLOWER**

The Company has established a "Whistle Blower and Vigil Mechanism Policy" for Directors and employees to report the genuine concerns. The provisions of this policy are in line with the provisions of Section 177(9) of the Companies Act, 2013 and the SEBI (LODR) Regulations, 2015. The board has approved a policy for vigil mechanism which has been hosted on the website of the Company. The weblink for the same is [www.ashishpolyplast.com](http://www.ashishpolyplast.com).

**39 REMUNERATION RATIO OF THE DIRECTORS / KEY MANAGERIAL PERSONNEL (KMP) / EMPLOYEES**

The information required pursuant to Section 197 read with Rule 5 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 Directors is furnished here as under.

Sr no	Name	Designation	Remuneration paid in F.Y 2019-20 Rs in Lakhs	Remuneration paid in F.Y 2018-19 Rs in Lakhs	Increase in remuneration from previous years Rs in Lakhs	Ratio / Times per median of the employee remuneration
1	Ashish D Panchal	Managing Director	15.19	15.19	0	10.19

**40 POLICY ON PROTECTION OF WOMEN AGAINST SEXUAL HARASSMENT AT WORK PLACE**

The Company is committed to creating a healthy & conducive working environment that enables women to work without fear of prejudice, gender bias and sexual harassment and/or any such orientation in implicit or explicit form. The Company considers sexual harassment as gross misconduct. Pursuant to the provisions of "The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013" and the rules made thereunder, the company has adopted a "Policy on Protection of Women against Sexual Harassment at Work Place". Through this policy the Company seeks to provide protection to its women employees against sexual harassment at work place and thereby provide mechanism for redressal of complaints relating to matters connected therewith or incidental thereto.

**41 CAUTIONARY STATEMENT**

Statements in the Director's Report and the Management Discussion and Analysis describing the Company's objectives, expectations or predictions, may be forward looking within the meaning of applicable Securities Laws and Regulations. Actual results may differ materially from those expressed in this statement. Important factors that could influence the Company's operations include global and domestic demand and supply conditions affecting selling prices, in capacity additions, availability of critical materials and their cost, change in Government's Policies and tax laws, economic development of the Company and other factors which are material to the business operation of the Company.

**42 ACKNOWLEDGEMENT**

The Board takes the opportunity to thank for the continued support received from Banks and government authorities. Your Directors also acknowledge the support received by the Company from its suppliers of goods & services, agents, dealers, shareholders and other agencies associated with the Company.

**On behalf of the Board**

Place : Ahmedabad  
Date : 23rd June, 2020

**Ashish D. Panchal**  
Chairman  
Din : 00598209

**Kantaben D. Panchal**  
Director  
Din : 00598256

## **Annexure - A**

### **FORM NO. MR-3** **SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2020

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

To,  
The Members,  
**ASHISH POLYPLAST LIMITED**  
**CIN: L17110GJ1994PLC021391**

I/we have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by ASHISH POLYPLAST LIMITED. (Hereinafter called the Company). Secretarial Audit was conducted in a manner that provided me/us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my/our verification of the records of ASHISH POLYPLAST LIMITED 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/We hereby report that in my/our opinion, the company has, during the audit period covering the financial year ended on 31st March 2020 complied with the statutory provisions listed hereunder and also that the company has proper Board-processes and compliances mechanism in place to the extent , in the manner and subject to the reporting made hereinafter:

I/We have examined the books, papers, minute books, forms and returns filed and record maintained by **ASHISH POLYPLAST LIMITED** (CIN: L17110GJ1994PLC021391) for the financial year ended on March 31, 2020 according to the provisions of:

- (i) The Companies Act, 2013(the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulations) 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 regulation made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and guidelines prescribed under the Securities and Exchange Board of India Act, 1992('SEBI Act') :-
  - (a) The Securities and Exchange Board of India(Substantial Acquisition of Shares and Takeover) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading)Regulations,1992;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009
  - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; (Not Applicable)
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (Not Applicable)
  - (f) The Securities and Exchange Board of India(Registrar 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) and
  - (h) The Securities and Exchange Board of India (Buyback of Securities)Regulations, 1998; (Not Applicable)
- (vi) As stated in the **Annexure – A** – all the laws, rules, regulations are applicable specifically to the company.

(viii) No other major corporate events occurred during the year and various compliances made by the Company with applicable Laws, Rules, Regulations, Listing Regulations etc.

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India though it is applicable w.e.f 1<sup>st</sup> day of July 2015 and not mandatory right now is also complied.

(ii) The Listing Agreements entered into by the Company with Bombay Stock Exchanges and the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

**I/We further report that**

The board of directors of the company is duly constituted with proper balance of executive directors, non -executives directors, independent directors and woman director. The changes in the composition of the board of directors that took place during the period under review were carried out in compliance with the provisions of the act and with intimation to stock exchanges(s).

Adequate notice is given to all directors to schedule the board meetings, agenda and detailed notes on agenda were sent at least seven days in advance or with consent of directors at a shorter notice, and a system exists for seeking and obtaining further information and clarification on the agenda items before the meeting and for meaningful participation at the meeting. Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

**I/We further report that** there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliances with applicable laws, rules, regulations and guidelines.

I further report that during the audit period, the company has not incurred any specific event / action that can have a bearing on the company's compliance responsibilities in pursuance of the above referred laws, rules, regulations, guideline, standards, etc. except the Issue and allotment of bonus equity shares for which the company has duly complied with the necessary provisions thereof.

**FOR KAMLESH M. SHAH & CO.,  
PRACTICING COMPANY SECRETARIES**

**Place: Ahmedabad  
Date: 26th June, 2020**

**(Kamlesh M. Shah)  
ACA: 8356, COP: 2072**



## ANNEXURE-A

### ***Securities Laws***

1. All Price Sensitive Information was informed to the stock exchanges from time to time
2. All investors complain directly received by the RTA & Company are recorded on the same date of receipts and all are resolved within reasonable time.

### ***Labour Laws***

1. All the premises and establishments have been registered with the appropriate authorities.
2. The Company has not employed any child labour/ Bonded labour in any of its establishments.
3. Provisions which relate to compliances of PF/ESI/Gratuity Act are applicable to Company.

### ***Environmental Laws***

As the company is engaged in the manufacturing activities, the environmental laws as are applicable to it and it has properly complied with such provisions to the extent applicable.

### ***Taxation Laws***

The company follows all the provisions of the taxation and Income Tax Act, 1961 and filing the returns at proper time with Income tax department and all other necessary departments.

**FOR KAMLESH M. SHAH & CO.,  
PRACTICING COMPANY SECRETARIES**

**Place: Ahmedabad  
Date: 26th June, 2020**

**(Kamlesh M. Shah)  
ACA: 8356, COP: 2072**

## **ANNEXURE-B**

To,  
The Members,  
**ASHISH POLYPLAST LIMITED**  
**CIN: L17110GJ1994PLC021391**

Our report of even date is to be read along with this letter :

1. Maintenance of secretarial record is the responsibility of the management of the Company. 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. Wherever 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 corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The secretarial audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.
7. We have relied on Management Representation Letter provided by the Company before issuing this Report to the Company.

**FOR KAMLESH M. SHAH & CO.,  
PRACTICING COMPANY SECRETARIES**

**Place: Ahmedabad**  
**Date: 26th June, 2020**

**(Kamlesh M. Shah)**  
**ACA: 8356, COP: 2072**

ANNEXURE-BCONSERVATION OF ENERGY , TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO**1 CONSERVATION OF ENERGY**

(i)	the Steps taken or impact on conservation energy	The company has adopted several energy conservation measures. Due care has been taken at the time of selection of plant & machinery. Periodical testing is being done for each unit of power supply to verify that the energy consumed is minimized.
(ii)	the Steps taken by the company for utilizing alternate source of energy	Nil
(iii)	the capital investment on energy conservation equipments	Nil

**2 TECHNOLOGY ABSORPTION**

(i)	The efforts made towards technology absorption	The Company always keeps itself updated with all the latest technological innovation by way of constant communications with consulting experts. Efforts are being made to make maximum use of available infrastructure, at the same time innovating new techniques to bring efficiency and economy in different areas.
(ii)	The benefit derived like product improvement, cost reduction, product development or import substitution	
(iii)	details of imported technology (imported during the last three years reckoned from the beginning of the financial year)	No imported technology
	(a) the details of technology imported	N.A
	(b) year of import	
	(c) whether the technology has been fully absorbed	
	(d) if not fully absorbed, arrears where absorption has not taken place, and the reasons thereof	

**3 FOREIGN EXCHANGE EARNING/OUTGO**

Amount in Rs.

	Particulars	Current Year	Previous Year
a	Total foreign exchange earned	NIL	NIL
b	Total foreign exchange outgo	NIL	NIL

By Order of the Board

Place : Ahmedabad  
Date : 23rd June, 2020

Ashish D. Panchal  
Chairman  
Din : 00598209

Kantaben D Panchal  
Director  
Din : 00598256



Sub Total (B)(1)	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Central Government/ State									
Sub Total (B)(2)	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Non-Institutions									
Individuals									
Individual shareholders holding nominal share capital upto Rs. 1 lakh.	342203	471800	814003	'23.9589	378239	367300	745539	'21.9438	'-2.0151
Individual shareholders holding nominal share capital in excess of Rs.	323842	128600	452442	'13.3169	288956	13700	302656	'8.9082	'-4.4087
NBFCs registered with RBI	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(balancing figure)	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Any Other (Specify)									
Hindu Undivided Family	3192	0	3192	'0.0940	1666	0	1666	'0.0490	'-0.0450
Non Resident Indians (Non Repat)	2001	44300	46301	'1.3628	2001	44300	46301	'1.3628	'0.0000
Non Resident Indians (Repat)	6500	0	6500	'0.1913	5696	0	5696	'0.1677	'-0.0236
Clearing Member	32028	0	32028	'0.9427	3096	0	3096	'0.0911	'-0.8516
Bodies Corporate	16111	0	16111	'0.4742	32532	150800	183332	'5.3961	'4.9219
Sub Total (B)(3)	725877	644700	1370577	'40.3408	712186	576100	1288286	'37.9186	'-2.4222
Total Public	725877	644700	1370577	'40.3408	712186	576100	1288286	'37.9186	'-2.4222
Total (A)+(B)	2529500	868000	3397500	'100.0000	2821400	576100	3397500	'100.0000	'0.0000
Non Promoter - Non Public									
Custodian/DR Holder	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(Share based Employee Benefit Regulations, 2014)	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
<b>Total (A)+(B)+(C)</b>	<b>2529500</b>	<b>868000</b>	<b>3397500</b>	<b>'100.0000</b>	<b>2821400</b>	<b>576100</b>	<b>3397500</b>	<b>'100.0000</b>	

**(ii) Shareholding of Promoter**

Sr No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	ASHISH DAHYABHAI PANCHAL	17,97,618	52.9100	'0.0000	18,59,323	54.7262	'0.0000	'1.8162
2	KANTABEN PANCHAL	2,29,305	6.7492	'0.0000	2,49,891	7.3551	'0.0000	'0.6059
	<b>Total :-</b>	<b>20,26,923</b>	<b>59.6592</b>	<b>'0.0000</b>	<b>21,09,214</b>	<b>62.0814</b>	<b>'0.0000</b>	<b>'2.4222</b>

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

Sr No	Name & Type of Transaction	Shareholding at the beginning of the year - 2019		Transactions during the year		Cumulative Shareholding at the end of the year - 2020	
		No. Of Shares Held	% Of Total Shares Of The Company	Date Of Transaction	No. Of Shares	No Of Shares Held	% Of Total Shares Of The Company
1	ASHISH DAHYABHAI PANCHAL	1797618	52.9100			1797618	52.9100
	Transfer			19 Jul 2019	4200	1801818	53.0336
	Transfer			30 Aug 2019	5	1801823	53.0338
	Transfer			27 Sep 2019	2500	1804323	53.1074
	Transfer			28 Feb 2020	55000	1859323	54.7262
	AT THE END OF THE YEAR					1859323	54.7262
2	KANTABEN PANCHAL	229305	6.7492			229305	6.7492
	Transfer			31 May 2019	5000	234305	6.8964
	Transfer			07 Jun 2019	7000	241305	7.1024
	Transfer			29 Jun 2019	(1300)	240005	7.0642
	Transfer			05 Jul 2019	3886	243891	7.1785
	Transfer			12 Jul 2019	3300	247191	7.2757
	Transfer			27 Sep 2019	1000	248191	7.3051
	Transfer			30 Sep 2019	1700	249891	7.3551
	AT THE END OF THE YEAR					249891	7.3551

**(iv) Shareholding Pattern of top ten Shareholders**

(Other than Directors, Promoters and Holders of GDRs and ADRs):

Sr No	For each of the Top 10 shareholders	Shareholding at the beginning of the year		Transactions during the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares	Date of Transaction	No. of shares	No. of shares	% of total shares
	Name						
1	SANGEETHA S	0	0.0000			0	0.0000
	Transfer			08 Nov 2019	132000	132000	3.8852
	AT THE END OF THE YEAR					132000	3.8852
2	DIPAK KANAYALAL SHAH	93100	2.7403			93100	2.7403
	Transfer			12 Jul 2019	869	93969	2.7658
	Transfer			09 Aug 2019	6000	99969	2.9424
	Transfer			20 Sep 2019	31	100000	2.9433
	Transfer			29 Nov 2019	100	100100	2.9463
	Transfer			13 Dec 2019	999	101099	2.9757
	AT THE END OF THE YEAR					101099	2.9757
3	COMMUNICATION LTD.	0	0.0000			0	0.0000
	AT THE END OF THE YEAR					0	0.0000
4	(P) LTD	0	0.0000			0	0.0000
	AT THE END OF THE YEAR					0	0.0000
5	ASHISH AGRO PLAST PVT LTD.	0	0.0000			0	0.0000
	AT THE END OF THE YEAR					0	0.0000
6	LIMITED	0	0.0000			0	0.0000
	Transfer			12 Apr 2019	10000	10000	0.2943
	Transfer			31 May 2019	5000	15000	0.4415
	Transfer			19 Jul 2019	2000	17000	0.5004
	AT THE END OF THE YEAR					17000	0.5004
7	AMULAKH MANILAL KAPADIA	15000	0.4415			15000	0.4415
	AT THE END OF THE YEAR					15000	0.4415
8	SAGAR GARG	13950	0.4106			13950	0.4106
	AT THE END OF THE YEAR					13950	0.4106
9	DIPTIBEN J. PANCHAL	8908	0.2622			8908	0.2622
	Transfer			29 Nov 2019	5000	13908	0.4094
	AT THE END OF THE YEAR					13908	0.4094
10	SHILPA SHAH	0	0.0000			0	0.0000
	AT THE END OF THE YEAR					0	0.0000
11	RAJ KUMAR PASRICHA	31565	0.9291			31565	0.9291
	Transfer			05 Apr 2019	(16000)	15565	0.4581
	Transfer			31 May 2019	(600)	14965	0.4405
	Transfer			27 Sep 2019	(4701)	10264	0.3021
	Transfer			04 Oct 2019	(230)	10034	0.2953
	Transfer			18 Oct 2019	101	10135	0.2983
	Transfer			15 Nov 2019	(40)	10095	0.2971
	Transfer			22 Nov 2019	(8253)	1842	0.0542
	Transfer			29 Nov 2019	(320)	1522	0.0448
	Transfer			13 Dec 2019	2	1524	0.0449
	Transfer			27 Dec 2019	(4)	1520	0.0447
	Transfer			03 Jan 2020	(1499)	21	0.0006
	AT THE END OF THE YEAR					21	0.0006
12	SUBRAMANIAN P	132000	3.8852				
	Transfer			08 Nov 2019	(132000)	0	0.0000
	AT THE END OF THE YEAR					0	0.0000
13	KINCHIT SUNILKUMAR MEHTA	20000	0.5887			20000	0.5887
	Transfer			05 Apr 2019	5000	25000	0.7358
	Transfer			24 May 2019	(15000)	10000	0.2943
	Transfer			31 May 2019	(1430)	8570	0.2522
	Transfer			07 Jun 2019	(7500)	1070	0.0315
	Transfer			28 Jun 2019	(1070)	0	0.0000
	AT THE END OF THE YEAR					0	0.0000
14	SHAREKHAN LIMITED	19441	0.5722			19441	0.5722
	Transfer			05 Apr 2019	(19130)	311	0.0092
	Transfer			12 Apr 2019	5	316	0.0093
	Transfer			19 Apr 2019	(5)	311	0.0092
	Transfer			24 May 2019	11154	11465	0.3375
	Transfer			29 Jun 2019	1049	12514	0.3683
	Transfer			06 Jul 2019	(12514)	0	0.0000



	AT THE END OF THE YEAR					0	0.0000
15	JAYSHRI S MEHTA	18227	0.5365			18227	0.5365
	Transfer			24 May 2019	(8227)	10000	0.2943
	Transfer			31 May 2019	(1876)	8124	0.2391
	Transfer			21 Jun 2019	(10)	8114	0.2388
	Transfer			28 Jun 2019	(8114)	0	0.0000
	AT THE END OF THE YEAR					0	0.0000

**(v) Shareholding of Directors and Key Managerial Personnel:**

Sr No	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Transactions during the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares	Date of Transaction	No. of shares	No. of shares	% of total shares
1	<b>Ashish D Panchal</b>						
	At the beginning of the year	1797618	52.9100			1797618	46.3345
	Transfer			19 Jul 2019	4200	1801818	46.3375
	Transfer			30 Aug 2019	5	1801823	46.3523
	Transfer			27 Sep 2019	2500	1804323	46.3699
	Transfer			28 Feb 2020	55000	1859323	52.9100
	At the end of the year					1859323	52.9100
2	<b>Kantaben D Panchal</b>						
	At the beginning of the year	229305	6.7492			229305	6.7492
	Transfer			31 May 2019	5000	234305	6.8964
	Transfer			07 Jun 2019	7000	241305	7.1024
	Transfer			29 Jun 2019	(1300)	240005	7.0642
	Transfer			05 Jul 2019	3886	243891	7.1785
	Transfer			12 Jul 2019	3300	247191	7.2757
	Transfer			27 Sep 2019	1000	248191	7.3051
	Transfer			30 Sep 2019	1700	249891	7.3551
	At the end of the year					249891	7.3551
3	<b>Rakesh N Panchal</b>						
	At the beginning of the year	-	0.00%			-	0.00%
	Changes during the year	-	0.00%			-	0.00%
	At the end of the year	-	0.00%			-	0.00%
4	<b>Dhwani J Kansara</b>						
	At the beginning of the year	-	0.00%			-	0.00%
	Changes during the year	-	0.00%			-	0.00%
	At the end of the year	-	0.00%			-	0.00%

**V. INDEBTEDNESS**

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

(Amt. Rs.)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	98,80,297	NIL	NIL	98,80,297
ii) Interest due but not paid				-
iii) Interest accrued but not due				-
<b>Total (i+ii+iii)</b>	98,80,297	-	-	98,80,297
<b>Change in Indebtedness during the financial year</b>				
* Addition	-			-
* Reduction	27,74,154			27,74,154
Net Change	(27,74,154)	-	-	27,74,154
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	71,06,143			71,06,143
ii) Interest due but not paid				-
iii) Interest accrued but not due				-
<b>Total (i+ii+iii)</b>	NIL	NIL	NIL	NIL

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL****A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

Sr No	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
		Name	(Rs)
		Designation	
		Ashish D Panchal	
		Managing Director	
1	Gross salary	15,00,000	15,00,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	15,00,000	15,00,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	19,200	19,200
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission	-	-
	- as % of profit	-	-
	- others, specify	-	-
5	Others, please specify	-	-
	Total (A)	15,19,200	15,19,200
	Ceiling as per the Act	60,00,000	60,00,000

**B. Remuneration to other Directors**

Sr No	Particulars of Remuneration	Name of Directors			Total Amount
1	Independent Directors	Rakesh N Panchal	Dhwani J Kansara	Kantaben D Panchal	(Rs)
	Fee for attending board committee meetings	NIL			NIL
	Commission				
	Total (1)				
2	Other Non-Executive Directors				
	Fee for attending board committee meetings	NIL			NIL
	Commission				
	Total (2)				
	Total (B)=(1+2)				-
	Total Managerial Remuneration				-
	Overall Ceiling as per the Act				

**C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD**

Sr No	Particulars of Remuneration	Name of Key Managerial Personnel			Total Amount
		Name	Kalpesh N Kansara	Aayushi P. Soni	(Rs)
		Designation	CFO	CS	
1	Gross salary	3,41,936		2,97,115	6,39,051
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	3,41,936		-	3,41,936
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961			-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961			-	-
2	Stock Option			-	-
3	Sweat Equity			-	-
4	Commission			-	-
	- as % of profit			-	-
	- others, specify			-	-
5	Others, please specify			-	-
	<b>Total</b>	<b>3,41,936</b>		<b>-</b>	<b>3,41,936</b>

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

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty					
Punishment			None		
Compounding					
<b>B. DIRECTORS</b>					
Penalty					
Punishment			None		
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty					
Punishment			None		
Compounding					

**Annexure -D****MANAGEMENT DISCUSSIONS & ANALYSIS****A Industry Structure and Developments, Opportunities and Threats, Performance, Outlook, Risks and Concerns and Financial and Operational Performance.**

Product of the company is Hose Pipes, which are used mainly in Agriculture. Braided pipes have applications in industrial segment also. Due to size of the company the customer base is in to B segment. The company has maintained its position in this segment. Due to entry of other players, competition has increased. However, the company has retained its market due to quality product.

**B INDIA'S PLASTIC PIPE INDUSTRY:**

Pipes are used for transportation of oil, water, liquids, air, gases, semi solids etc. in segments such as Agriculture, Building & Construction, Industries and Infrastructure. The demand for PVC pipes is increasing as these pipes are plastic and are fast replacing metal pipes. Plastic pipes are made from different polymers like PVC, HDPE, CPVC and PP. However company is focusing on agriculture and domestic use segments. What kind of plastic pipe to use, will depend on its application. The industry's supply capacity is higher than demand; and more capacities are being added by large, organized players during the year.

**C INDUSTRY STRUCTURE AND DEVELOPMENTS:**

Easy availability of inputs and machineries and easy processing methods have made plastic pipe manufacturing an easy proposition for small scale entrepreneurs in India. This has made market crowded with large number of small scale suppliers of plastic pipes in India. However, product quality, marketing capabilities and management of resources have made the difference between unorganized and organised suppliers.

The plastic pipe industry continued to witness growth both globally and in domestic front. In recent years, government schemes such as affordable housing for all, water supply for every village, and now, plans for piped water for every household are helping and contributing growth of plastic pipes in India.

**D BUSINESS OUTLOOK:**

Due to effect of Covid-19 the business was impacted during first quarter of FY 2019-20. However company expects to recoup due to good monsoon forecast by IMD. The company's products are established as quality products. PVC pipe market growth largely depends on Agriculture season. Thus, with India's economic growth, we shall see demand for Company's pipes also growing.

**E OPPORTUNITIES AND THREATS:**

The Government's various welfare schemes in irrigation, drinking water, and affordable housing and Smart City projects will give a very good opportunity to increase the business of your company in coming years. Replacement of metal pipes with plastic pipes is increasingly taking place in India. Major risks and threats to your company are related to Global Economic Situation due to Covid-19 pandemic and how India is affected in this. The situation of economic downturn, if it comes, may make building and construction, farming and industrial sector not grow; and these may affect demand of your company's products.

## **F BUSINESS, OPERATIONAL AND FINANCIAL RISKS:**

The major risks and concerns which may have an impact on the Company's business are as follows:

- 1 Indian Economy and International Economic trends
- 2 Foreign Currency rate fluctuations
- 3 Interest rate fluctuations and high rates on inflation
- 4 Unforeseen circumstances like natural calamities- floods, earthquakes, closure due to violence, pandemic
- 5 Delay in government spending on infrastructure and welfare schemes

Further, Plastic Pipes manufacturing industry is a competitive industry and reflects with demand-supply chain, trusted quality, and customer confidence is directly linked with economic factors like consumer reliance, technology and its up gradation etc.

## **G INTERNAL CONTROL SYSTEMS:**

The Company has built adequate systems of internal controls towards achieving efficiency and effectiveness in operation, optimum utilization of resources, and effective monitoring thereof as well as compliance with all applicable laws. The internal control mechanism comprises of well-defined organization structure, documented policy guidelines, pre-determined authority levels and processes commensurate with the level of responsibility.

## **H FINANCIAL PERFORMANCE:**

The highlight of financial performance is discussed in the Director's Report. The Audit Committee also reviews the financial performance of the Company from time to time.

## **I HUMAN RESOURCES MANAGEMENT:**

Company's belief in trust, transparency and teamwork has yielded improvement in employee efficiency at all levels. The Company's commitment to harmonious industrial relations resulted in enhancing the effectiveness of operations and enabled the achievement of benchmarks in industry. The Company's ongoing objective is to create an inspirational work climate where talented employees engage in creating sustained value for the stakeholders. The Company has developed an environment of harmonious and cordial relations with its employees.

## **J CAUTION STATEMENT:**

Statements in this Management Discussion and Analysis Report describing the Company's objectives, estimates etc. may be "Forward-looking statements" within the applicable laws and regulations. Actual results may vary from those expressed or implied; several factors that may affect Company's operations include Dependency on telecommunication and information technology system, Government policy and several other factors. The Company takes no responsibility for any consequences of the decisions made, based on such statement and holds no obligation to update these in future.

**By Order of the Board**

**Place : Ahmedabad**  
**Date : 23rd June, 2020**

**Ashish D. Panchal**  
**Managing Director**  
**Din : 00598209**

**Kantaben D Panchal**  
**Director**  
**Din : 00598256**

# **M. M. THAKKAR & CO.**

CHARTERED ACCOUNTANTS

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1, Galaxy Commercial Centre, First Floor, Jawahar Road, Rajkot-360001  
Phones: (0281) 2224290 • 9824212481 • e-mail: dmthakkar@hotmail.com

## **INDEPENDENT AUDITORS' REPORT**

**To The Members,  
ASHISH POLYPLAST LIMITED**

### **Report on the Financial Statements**

#### **Opinion**

We have audited the accompanying financial statements of Ashish Polyplast Limited (“the Company”), which comprise the Balance sheet as at March 31, 2020, the Statement of Profit and Loss (including other comprehensive income), the Statement of changes in equity, the Cashflow Statement for the year then ended, and notes to the financial statements, including a summary of Significant Accounting policies and other explanatory information. (hereinafter referred to as the financial statements).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended (“Ind AS”) and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and its profit, total comprehensive income, the changes in equity and cash flows for the year ended on that date.

#### **Basis for opinion**

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. 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 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 on the financial statements

#### **Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the 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. We have determined that there are no key audit matters to be communicated in our report.

**Information other than the financial statements and auditors' report thereon**

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Corporate Governance report and shareholder's information but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do 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 and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

***Management's Responsibility for the Financial Statements***

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 financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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.

The board of directors are also responsible for overseeing the Company's financial reporting process.

***Auditor's responsibilities for the audit of the financial statements***

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 SAs 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.

As part of an audit in accordance with SAs, 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 Companies Act, 2013, 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 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
- 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.

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. 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**

1 As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

2 As required by section 143(3) of the Act, we report that:

- (a) we have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- (b) in our opinion, the Company has kept proper books of account as required by law, so far as appears from our examination of the books.
- (c) the balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this report are in agreement with the books of account.
- (d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act read Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) on the basis of written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020, from being appointed as a director in terms of section 164 (2) of the Companies Act, 2013.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in “Annexure B”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting.
- (g) With respect to the other matters to be included in the Auditor’s Report in accordance with the requirements of section 197 (16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act; and
- (h) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 in our opinion and to the best of our information and according to the explanations given to us :-
  - (a) The company does not have any pending litigations which would impact its financial position.
  - (b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  - (c) The Company has not transferred Rs. 67,443/- & Rs. 78,014/- to the Investor Education and Protection Fund which were required to be transferred by the Company relating to unpaid dividend of FY 2010-11 & FY 2011-12.

**For, M. M. THAKKAR & CO.**  
**Chartered Accountants**  
**Firm Registration No.110905W**

**D.M.THAKKAR**  
**Partner**  
**Membership No.103762**

**Place : Rajkot**  
**Date : 23rd June, 2020**



**ASHISH POLYPLAST LIMITED**  
**ANNEXURE A TO INDEPENDENT AUDITORS' REPORT**

Referred to in paragraph 1 under the heading of "report on other legal and regulatory requirements" of our report of even date

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that.

- (i) In respect of Fixed Assets
- a. The Company has maintained proper records showing full particulars including quantitative details and location of the fixed assets.
  - b. The Company has a program of verification to cover all the items of fixed assets in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets.  
Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
  - c. Based on the information and explanations given to us and according to the records of the Company, the title deeds of the immovable properties are held in the name of the company.
- (ii) As explained to us, inventories have been physically verified during the year by the management at reasonable intervals. In our opinion, the frequency of verification is reasonable. No material discrepancies were noticed on such physical verification.
- (iii) The company has not granted any loans secured or unsecured, to companies, Firms or other parties covered in the register maintained u/s.189 of the Companies Act, 2013, Accordingly provision of clause (iii), (a) and (b) of the order are not applicable to the company..
- (iv) The Company has not granted any loans or given any guarantee or provided any security in connection with such loan or made any investment to the persons covered under section 185 and 186 of the Act.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit from the public within the meaning of Sections 73 to 76 of the Act and the rules framed thereunder. Accordingly, the provisions of clause 3(v) of the Order are not applicable to the Company.
- (vi) As per the information and explanations given to us, the provisions of maintenance of cost records specified by the Central Government under section 148(1) of the Companies Act, 2013 are not applicable to the company during the year under reference. Accordingly, the provisions of clause 3(vi) of the Order are not applicable to the Company.
- (vii)
- a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including, Provident Fund, Income Tax, Sales Tax, service tax, duty of excise, Value Added Tax, Goods and Services Tax, Cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance, wealth tax and duty of customs.
  - b. According to information and explanation given to us, no undisputed amounts payable in respect of Provident Fund, Income Tax, Sales Tax, service tax, Value Added Tax, Goods and Services Tax, Cess and other material statutory dues were in arrears as at March 31, 2020 for a period of more than six months from the date they became payable. Disputed dues in respect of excise duty and penalty thereon aggregating to Rs.8,79,562/- have not been deposited since the appeal is pending before Commissioner (Appeals-III), Ahmedabad.

- (viii) According to information and explanations given to us and on overall examination of the Balance Sheet, the Company has not defaulted in repayment of loans from Banks and financial institution. The company has not borrowed funds from Government or Debenture holders.
- (ix) According to information provided to us and on overall examination of the Balance Sheet, the Company has not raised any money by way of initial public offer or further public offer (Including Debt Instruments) during the year. The Company has utilized the monies raised by way of term loans for the purposes for which they were raised.
- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations provided by the management, we report that no fraud by the company or on the company by its officers or employees have been noticed or reported during the year nor we have been informed of such case by the management.
- (xi) In our opinion and according to information provided to us, the company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) In our opinion, the Company is not a Nidhi Company. Accordingly the provisions of clause 3(xii) of the Order are not applicable to the Company.
- (xiii) According to information and explanation provided by the management, The Company has not entered into transactions with related parties in compliance with provisions of Section 177 & 188 of the Act. Therefore the provisions of clause 3(xiii) of the Order are not applicable to the Company.
- (xiv) According to information and explanations provided by the management and on overall examination of the Balance Sheet, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Therefore the provisions of clause 3(xiv) of the Order are not applicable to the Company.
- (xv) According to information and explanations provided by the management, the company has not entered into any non-cash transactions with directors or persons connected with him as specified under Section 192 of the Act.
- (xvi) According to information and explanation provided by the management, the provisions of Section 45-1A of the Reserve Bank of India Act, 1934 are not applicable to the Company.

**For, M. M. THAKKAR & CO.**  
**Chartered Accountants**  
**Firm Registration No.110905W**

**Place : Rajkot**  
**Date : 23rd June, 2020**

**D.M.THAKKAR**  
**Partner**  
**Membership No.103762**

**ANNEXURE - B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE  
FINANCIAL STATEMENTS OF ASHISH POLYPLAST LIMITED.**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of ASHISH POLYPLAST LIMITED (“the Company”) as of 31st March 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management’s Responsibility for Internal Financial Controls**

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

**Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

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

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

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

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

## **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on , “the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For, M. M. Thakkar & Co.**  
**Chartered Accountants**  
**Firm Registration No.110905W**

**Place : Rajkot**  
**Date : 23rd June, 2020**

**D.M.THAKKAR**  
**Partner**  
**Membership No.103762**

**ASHISH POLYPLAST LIMITED**  
**Balance Sheet as at 31st March 2020**

Particulars	Note No	As at 31st March 2020 Amount Rs.	As at 31st March 2019 Amount Rs.
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, plant and equipment	1	1,95,06,730	2,02,46,009
(b) Financial assets			
i. Investments	2	58,84,879	40,62,369
ii. Others	3	2,94,646	2,94,646
(c) Other Non-current Assets	4	20,68,071	8,28,071
<b>Total non-current assets</b>		<b>2,77,54,325</b>	<b>2,54,31,094</b>
<b>Current assets</b>			
(a) Inventories	5	1,93,26,422	2,23,56,985
(b) Financial assets			
i. Trade receivables	6	1,91,28,850	2,04,48,486
ii. Cash and cash equivalents	7	2,17,452	48,747
iii. Others	8	4,38,815	2,38,842
<b>Total current assets</b>		<b>3,91,11,539</b>	<b>4,30,93,060</b>
<b>Total assets</b>		<b>6,68,65,864</b>	<b>6,85,24,155</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity share capital	9	3,39,75,000	3,39,75,000
(b) Other equity	10	1,43,54,208	1,27,48,796
<b>Total equity</b>		<b>4,83,29,208</b>	<b>4,67,23,796</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
(a) Financial Liabilities			
i. Borrowings	11	-	6,21,047
(b) Provisions	12	7,20,605	6,44,078
(c) Deferred tax liabilities (Net)	13	12,91,035	16,17,597
<b>Total non-current liabilities</b>		<b>20,11,640</b>	<b>28,82,722</b>
<b>Current liabilities</b>			
(a) Financial liabilities			
i. Borrowings	11	64,81,163	85,29,955
ii. Trade payables	14	54,72,967	62,01,442
(b) Other current liabilities	15	44,83,766	36,15,337
(c) Provisions	16	84,042	64,622
(d) Current Tax Liabilities (Net)	17	3,078	5,06,281
<b>Total current liabilities</b>		<b>1,65,25,016</b>	<b>1,89,17,637</b>
<b>Total liabilities</b>		<b>1,85,36,657</b>	<b>2,18,00,359</b>
<b>Total equity and liabilities</b>		<b>6,68,65,864</b>	<b>6,85,24,155</b>
Significant accounting polices	1		
Notes forming part of Financial Statement	2 to 42		

As per our report of even date

**For, M. M. THAKKAR & CO.**  
**Chartered Accountants**  
**Firm Registration No.110905W**

- - -  
**For and on Behalf of the Board of Directors**

**D.M.THAKKAR**  
**Partner**  
**Membership No.103762**

**Ashish D. Panchal**  
**Managing Director**  
**Din : 00598209**

**Kantaben D. Panchal**  
**Director**  
**Din : 00598256**

**Kalpesh N. Kansara**  
**CFO**

**Aayushi P. Soni**  
**Company Secretary**

**Place : Rajkot**  
**Date : 23rd June, 2020**

**Place : Ahmedabad**  
**Date : 23rd June, 2020**

**ASHISH POLYPLAST LIMITED**

**Statement of Profit and Loss for the year ended 31st March 2020**

	<b>Particulars</b>	<b>Note No</b>	<b>2019-20 Amount Rs.</b>	<b>2018-19 Amount Rs.</b>
I.	Revenue from operations	<u>18</u>	12,72,32,195	13,94,75,439
II.	Other Income	<u>19</u>	1,82,943	62,836
III.	<b>Total Revenue</b>		<b>12,74,15,138</b>	<b>13,95,38,275</b>
IV.	<b><u>Expenses:</u></b>			
	Cost of materials consumed	<u>20</u>	10,45,30,605	12,14,40,901
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	<u>21</u>	34,05,183	(14,33,188)
	Employee benefit expense	<u>22</u>	54,57,177	51,60,289
	Financial costs	<u>23</u>	10,23,496	11,67,020
	Depreciation and amortization expense	1	20,54,848	19,84,761
	Other expenses	<u>24</u>	93,68,802	82,88,301
	<b>Total Expenses</b>		<b>12,58,40,111</b>	<b>13,66,08,085</b>
V	<b>Profit/(Loss) before exceptional items and tax (III - IV)</b>		<b>15,75,026</b>	<b>29,30,190</b>
VI	Exceptional Items - (gain)/loss	<u>25</u>	-	8,00,000
VII	<b>Profit/(Loss) before tax (V - VI)</b>		<b>15,75,026</b>	<b>21,30,190</b>
VIII	Tax expense:			
	(1) Current tax	<u>26</u>	5,57,352	10,60,220
	(2) Deferred tax		(3,50,328)	(40,558)
	(3) Short/(Excess) Provision of Tax of earlier years		(1,57,301)	4,483
IX	<b>Profit/(Loss) after Tax for the Period from Continuing operations (VII-VIII)</b>		<b>15,25,304</b>	<b>11,06,045</b>
X	Other Comprehensive Income	<u>27</u>		
	<b>Items that will not be reclassified to profit or loss</b>			
	(a) Remeasurements of the defined benefit plans		1,03,875	(94,352)
	(b) Income Tax on above		(23,767)	24,532
	<b>Items that will be reclassified to profit or loss</b>			
	(a) Fair valuation of Financial Assets		-	1,96,097
	(b) Income Tax on above		-	(38,609)
	<b>Other comprehensive income for the year, net of tax</b>		<b>80,108</b>	<b>87,668</b>
XI	<b>Total Comprehensive Income for the year (IX+X)</b>		<b>16,05,412</b>	<b>11,93,713</b>
XII	Earning per equity share:			
	(1) Basic		0.45	0.33
	(2) Diluted		0.45	0.33
	Significant accounting policies	1		
	Notes forming part of Financial Statement	2 to 42		

**As per our report of even date**

**For, M. M. THAKKAR & CO.**

**Chartered Accountants**

**Firm Registration No.110905W**

**For and on Behalf of the Board of Directors**

**D.M.THAKKAR**

**Partner**

**Membership No.103762**

**Ashish D. Panchal**

**Managing Director**

**Din : 00598209**

**Kantaben D. Panchal**

**Director**

**Din : 00598256**

**Kalpesh N. Kansara**

**CFO**

**Aayushi P. Soni**

**Company Secretary**

**Place : Rajkot**

**Date : 23rd June, 2020**

**Place : Ahmedabad**

**Date : 23rd June, 2020**

**ASHISH POLYPLAST LIMITED**  
**Cash Flow Statement for the year ended on 31st March 2020**

[Amount in Rupees]

Particulars	2019-20	2018-19
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before taxation and extraordinary items	15,75,026	29,30,190
<b>Adjustment for :-</b>		
Depreciation	20,54,848	19,84,761
Interest Expenses	10,23,496	11,67,020
Loss on fair value of Financial Instruments	4,17,690	-
Provision for Bad Debts	32,784	-
Provision for gratuity	1,99,822	1,76,846
	37,28,640	33,28,627
Interest income	46,410	44,234
Profit on sale of Fixed Asset	83,153	-
Short Term Capital Gain on MF	24,424	-
Dividend received	15,776	14,033
	1,69,763	58,267
	35,58,877	32,70,360
<b>Operating Profit before working capital changes</b>	51,33,904	62,00,550
<b>Change in working Capital :</b>		
<b>Adjustment for Decrease( Increase) in operating assets:</b>		
Inventories	30,30,563	38,18,242
Trade receivables	12,86,852	20,01,769
Other Current Financial Assets	(1,99,973)	5,00,632
Other non-current assets	(12,80,201)	10,23,195
<b>Adjustment for (Decrease) Increase in operating liabilities:</b>		
Trade payables	(7,28,474)	(5,26,465)
Other current liabilities	8,68,428	(8,85,334)
<b>Cash Generated from Operations</b>	<b>81,11,099</b>	<b>1,21,32,589</b>
Direct tax Paid	(5,54,274)	(5,53,939)
Income Tax (Paid)/Refund	(3,48,980)	(20,010)
Gratuity Paid	-	(1,84,438)
Cash Flow before extraordinary items	72,07,845	1,13,74,202
Extraordinary Items/Prior Period Items	-	-
<b>Net cash from Operating Activities</b>	<b>72,07,845</b>	<b>1,13,74,202</b>
<b>B. NET CASH FLOW FROM INVESTMENT ACTIVITIES</b>		
Purchase of Fixed Assets	(13,46,728)	(47,87,005)
Sale of Fixed Assets	1,14,312	-
Investment in Mutual Funds	(22,00,000)	(5,00,000)
Short Term Capital Gain on MF	24,424	-
Dividend Received	15,776	14,033
Interest Income	46,410	44,234
Net Cash from Investment Activities	<b>(33,45,806)</b>	<b>(52,28,738)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest Expense	(10,23,496)	(11,67,020)
Proceed /(Repayments) of Long Term Borrowings	(6,21,047)	(7,25,666)
Proceed /(Repayments) of Short Term Borrowings	(20,48,792)	(43,23,459)
Net Cash from financial activities	<b>(36,93,334)</b>	<b>(62,16,146)</b>
<b>NET INCREASE /(-) DECREASE IN CASH AND CASH EQUIVALENTS</b>	1,68,705	(70,681)
<b>OPENING BALANCE IN CASH AND CASH EQUIVALENTS</b>	48,747	1,19,428
<b>CLOSING BALANCE IN CASH AND CASH EQUIVALENTS</b>	2,17,452	48,747
Significant accounting policies	1	
Notes forming part of Financial Statement	2 to 42	

As per our report of even date  
For, **M. M. THAKKAR & CO.**  
Chartered Accountants  
Firm Registration No.110905W

**D.M.THAKKAR**  
Partner  
Membership No.103762

Place : Rajkot  
Date : 23rd June, 2020

For and on behalf of Board of directors

**Ashish D. Panchal**      **Kantaben D. Panchal**  
Managing Director      Director  
Din : 00598209      Din : 00598256

**Kalpesh N. Kansara**      **Aayushi P. Soni**  
CFO      Company Secretary

Place : Ahmedabad  
Date : 23rd June, 2020

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2020**

(a) Equity Share Capital	As at 31st March 2020		As at 31st March 2019	
	No. of equity shares	Amount	No. of equity shares	Amount
Balance at the beginning of the year	33,97,500	3,39,75,000	33,97,500	3,39,75,000
Add: Equity Shares issued during the year	-	-	-	-
<b>Balance at the end of the year</b>	<b>33,97,500</b>	<b>3,39,75,000</b>	<b>33,97,500</b>	<b>3,39,75,000</b>

**(b) Other Equity**

Particulars	General reserve	Retained Earnings	Total
<b>Balance as at 1st April, 2018</b>	<b>6,77,000</b>	<b>1,08,78,083</b>	<b>1,15,55,083</b>
Profit for the year	-	11,06,045	11,06,045
Other Comprehensive Income	-	87,668	87,668
<b>Balance as at 31st March, 2019</b>	<b>6,77,000</b>	<b>1,20,71,796</b>	<b>1,27,48,796</b>
Profit for the year	-	15,25,304	15,25,304
Other Comprehensive Income	-	80,108	80,108
<b>Balance as at 31st March, 2020</b>	<b>6,77,000</b>	<b>1,36,77,208</b>	<b>1,43,54,208</b>

As per our report of even date  
 For, **M. M. THAKKAR & CO.**  
 Chartered Accountants  
 Firm Registration No.110905W

**D.M.THAKKAR**  
 Partner  
 Membership No.103762

Rajkot, 23rd June, 2020

For and on Behalf of the Board of Directors

**Ashish D. Panchal**    **Kantaben D. Panchal**  
 Managing Director    Director  
 Din : 00598209        Din : 00598256

**Kalpesh N. Kansara**    **Aayushi P. Soni**  
 CFO                              Company Secretary

Ahmedabad, 23rd June, 2020



## STATEMENT ON SIGNIFICANT ACCOUNTING POLICIES

### **BACKGROUND**

Ashish Polyplast Limited ('the Company') is a Public Limited Company engaged primarily in the business of Manufacturing of PVC Pipes. The Company is listed on the Bombay Stock Exchange Limited (BSE). The Company's registered office is at A/305 Samudra Complex Near Hotel Klassic Gold, Off C.G. Road, Ahmedabad 380006.

### **1 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES**

#### **1.1 BASIS OF PREPARATION OF ACCOUNTS**

##### **a) Statement of compliance with Ind AS**

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act. The accounting policies are applied consistently to all the periods presented in the financials.

##### **b) Functional and presentation currency**

These financial statements are presented in Indian rupees, which is the Company's functional currency. All amounts have been rounded to the nearest rupee, unless otherwise indicated.

##### **c) Basis of Measurement**

These financial statements have been prepared on a historical cost convention basis, except for the following:

- (i) Certain financial assets and liabilities that are measured at fair value.
- (ii) Assets held for sale- Measured at the lower of (a) carrying amount and (b) Fair Value less cost to sell.
- (iii) Net defined benefit plans- Plan assets measured at Fair Value less present value of defined benefit obligation.

##### **(iv) Determining the Fair Value**

While measuring the Fair Value of an asset or a liability, the Company uses observable market data as far as possible. Fair values are categorised into different levels in a Fair Value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the Fair Value of an asset or a liability fall into different levels of the Fair Value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the Fair Value hierarchy as the lowest level input that is significant to the entire measurement.

**c) Use of Estimates and Judgement**

The preparation of financial statements in accordance with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to the accounting estimates are recognized in the period in which the estimates are known or materialised. The most significant estimates and assumptions are described below:

**(i) Judgements**

Information about judgments made in applying accounting policies that have the significant effect on amounts recognised in the financial statement are as below:

- Leases identification- Whether an agreement contains a lease.
- Classification of lease - Whether Operating or Finance

**(ii) Assumptions and Estimations**

Information about assumption and estimation uncertainties that have significant risk of resulting in a material adjustment are as below:

**1. Impairment test of non-financial assets**

For the purpose of assessing recoverability of non-financial assets, assets are grouped at the lower levels for which there are individually identifiable cash flows (Cash Generating Units).

**2. Allowance for bad debts**

The Management makes estimates related to the recoverability of receivables, whose book values are adjusted through an allowance for Expected losses. Management specifically analyzes accounts receivable, customers 'creditworthiness, current economic trends and changes in customer's collection terms when assessing the adequate allowance for expected losses, which are estimated over the lifetime of the debts.

**3. Recognition and measurement of Provisions and Contingencies**

The Company's Management estimates key assumptions about the likelihood and magnitude of an outflow of resources based on available information and the assumptions and methods deemed appropriate. Wherever required, these estimates are prepared with the assistance of legal counsel. As and when additional information becomes available to the Company, estimates are revised and adjusted periodically.

**4. Recognition of Deferred Tax Assets**

The Management makes estimates as regards to availability of future taxable profits against which unabsorbed depreciation/ tax losses carried forward can be used.

**5. Measurements of Defined benefit obligations**

The measurements are based on key actuarial assumptions.

**6. Estimation of uncertainties relating to the global health pandemic from COVID-19**

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of receivables, investments, goodwill & tangible assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information on the expected future performance of the Group. The Company has performed sensitivity analysis on the assumptions used and based on current estimates expects the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company financial statements may differ from that estimated as at the date of approval of these financial statements.

**e) Application of New Accounting Pronouncements**

The company has applied the following Ind AS pronouncements pursuant to issuance of the Companies (Indian Accounting Standards) Amendment Rules, 2019. The effect is described below:

1. Effective April 01, 2019, the Company has adopted modified retrospective approach as per para C8(C)(ii) of Ind AS 116 -Leases to its leases, using cumulative effect method. There is no impact on adoption of the standard on these financial results.

**f) Current and non-current classification**

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle (not exceeding twelve months) and other criteria set out in the Schedule

**g) Rounding of amounts**

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

## **1.2 SIGNIFICANT ACCOUNTING POLICIES**

**a) Property, Plant and Equipment**

**(i) Recognition and measurement**

The Company had applied for the one time transition exemption of considering the carrying cost on the transition date i.e. 1st April, 2016 as the deemed cost under Ind AS. Hence regarded thereafter as historical cost.

Property, Plant and Equipment are measured at cost (which includes capitalised borrowing costs) less accumulated depreciation and accumulated impairment losses, if any. The cost of an item of Property, Plant and Equipment comprises:

- a) its purchase price, including import duties and nonrefundable purchase taxes, after deducting trade discounts and rebates.
- b) any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management.
- c) the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of Property, Plant and Equipment have different useful lives, then they are accounted for as separate items (major components) of Property, Plant and Equipment and depreciated accordingly. Any gain or loss on disposal of an item of Property, Plant and Equipment is recognised in Statement of profit or loss.

**(ii) Subsequent expenditure**

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

**(iii) Depreciation, Estimated useful life and estimated residual value**

Depreciation is calculated using the Straight Line Method, pro rata to the period of use, taking into account useful lives and residual value of the assets. The Company depreciates its property, plant and equipment over the useful life in the manner prescribed in Schedule II to the Act and management believe that useful life of assets are same as those prescribed in Schedule II to the Act. Depreciation is computed with reference to cost or revalued value as per previous GAPP as the case may be. The assets residual value and useful life are reviewed and adjusted, if appropriate, at the end of each reporting period. Gains and losses on disposal are determined by comparing proceeds with carrying amounts. These are included in the statement of Profit and Loss.

**b) Intangible Assets**

**(i) Recognition and measurement**

Computer soft wares have finite useful lives and are measured at cost less accumulated amortisation and any accumulated impairment losses. The same are tested for impairment, if any, at the end of each accounting period.

**(ii) Subsequent expenditure**

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, when incurred is recognised in statement of profit or loss.

**(iii) Amortisation**

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values using the straight-line method over their estimated useful lives and is generally recognised in statement of profit or loss. Computer software are amortised over their estimated useful life or 5 years, whichever is lower. Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted, if required.

**b) Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments also include derivative contracts such as foreign currency foreign exchange forward contracts, interest rate swaps and currency options.

**(i) Financial Assets**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments also include derivative contracts such as foreign currency foreign exchange forward contracts, interest rate swaps and currency options.

**a) Classification**

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at Fair Value Through Other Comprehensive Income-[FVTOCI], or Fair Value Through Profit and Loss-[FVTPL] and - those measured at Amortised Cost.[AC]. The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

**b) Measurement**

At initial recognition, the Company measures a financial asset at its fair value. Transaction costs of financial assets carried at fair value through the Profit and Loss are expensed in the Statement of Profit and Loss.

### **In case of investments**

#### **i) In Equity instruments**

- For subsidiaries, associates and Joint ventures - Investments are measured at cost and tested for impairment periodically. Impairment (if any) is charged to the Statement of Profit and Loss.

- For Other than subsidiaries, associates and Joint venture - Investments are measured at FVTOCI.

#### **ii) In Mutual fund**

Measured at FVTPL.

#### **iii) In Debt instruments**

The Company measures the debts instruments at Amortised Cost. Assets that are held for collection of contractual cash flows where those cash flows represent solely payment of principal and interest [SPPI] are measured at amortised cost. Gain or loss on a debt instrument that is subsequently measured at amortised cost and is not part of the hedging relationship, is recognised in profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in finance income using the Effective interest rate method.

#### **c) Derecognition of financial assets**

A financial asset is derecognised only when:

- The Company has transferred the rights to receive cash flows from financial asset, or
- Retains the contractual rights to receive the cash flows of the financial assets, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the Company has transferred an asset and has transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised.

Where the Company has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the Company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained the control of the financial asset. Where the Company retains the control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

#### **d) Impairment of financial assets**

In accordance with Ind-AS 109, the Company applies Expected Credit Loss (ECL) Model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments and are measured at amortised cost e.g., loans, debt securities, deposits, and bank balance.
- b) Trade receivables

The Company follows 'simplified approach' for recognition of impairment loss allowance on:

- Trade receivables which do not contain a significant financing component.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

- For recognition of impairment loss on other financial assets and risk exposure, the Company determines whether there has been a significant increase in the credit risk since initial recognition. ECL is used to provide for impairment loss.

## **(ii) Financial Liabilities**

### **a) Classification**

The Company classifies its financial liabilities in the following measurement categories:

- those to be measured subsequently at FVTPL and
- those measured at Amortised Cost (AC)

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

### **b) Initial recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at FVTPL or AC.

All financial liabilities are recognised initially at Fair Value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments. For trade and other payables maturing within one year from the balance sheet date, the carrying amount approximate to fair value due to the short maturity of these instruments.

### **c) Financial liabilities at FVTPL**

Financial liabilities at FVTPL include financial liabilities designated upon initial recognition as at Fair Value Through Profit or Loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind-AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognised in the profit or loss.

Financial liabilities designated upon initial recognition at FVTPL are designated at the initial date of recognition, only if the criteria in Ind-AS 109 are satisfied. For liabilities designated as FVTPL, Fair Value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/loss are not subsequently transferred to statement of profit or loss. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit or loss.

### **d) Loans and borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the Effective Interest Rate (EIR) method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process. AC is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss. This category generally applies to interest-bearing loans and borrowings.

### **e) Derecognition**

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

**f) Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

**g) Derivative financial instruments**

The Company uses derivative financial instruments, such as forward currency contracts, interest rate swaps and forward commodity contracts to hedge its foreign currency risks, interest rate risks and commodity price risks respectively. Such derivative financial instruments are initially recognised at Fair Value on the date on which a derivative contract is entered into and are subsequently re-measured at Fair Value. Derivatives are carried as financial assets when the Fair Value is positive and as financial liabilities when the Fair Value is negative.

**c) Inventories**

Inventories are measured at the lower of cost and net realisable value after providing for obsolescence, if any, except for realisable by-products which are measured at net realisable value. The cost of inventories is determined using the first-in first out (FIFO) method and includes expenditure incurred in acquiring inventories, production or conversion and other costs incurred in bringing them to their respective present location and condition. In the case of manufactured inventories and work in progress, cost includes an appropriate share of production overheads based on normal operating capacity. The comparison of cost and Net Realisable value is made on an item by item basis. Net realisable value is estimated selling price in the ordinary course of business, less estimated cost of completion and the estimated costs necessary to make the sale. The net realisable value of work in progress is determined with reference to selling prices of finished products.

**d) Trade Receivable**

Trade receivable are recognised initially at Fair Value and subsequently measured at AC using the effective interest method less provision for impairment. As per Ind AS 109 the Company has applied ECL for recognising the allowance for doubtful debts. Where Company has offered extended credit period [ECP] to the debtors, the said amount is recorded at present value, with corresponding credit in the statement of profit and loss over the tenure of the extended credit period.

**e) Cash and Cash Equivalent**

For the purpose of presentation in the statement of the cash flows, cash and cash equivalent includes the cash on hand, deposits held at call with financial institutions other short term, highly liquid investments with original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**f) Contributed Equity**

Equity shares are classified as equity. Incidental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

**I) Dividends**

Provision is made for the amount of any dividend declared, in the year in which it is approved by shareholders.

## **II) Earnings per share**

### **(i) Basic earnings per share**

Basic earnings per shares is calculated by dividing Profit/(Loss) attributable to equity holders (adjusted for amounts directly charged to Reserves) before/after Exceptional Items (net of tax) by Weighted average number of Equity shares, (excluding treasury shares).

### **(ii) Diluted earnings per share**

Diluted earnings per shares is calculated by dividing Profit/(Loss) attributable to equity holders (adjusted for amounts directly charged to Reserves) before/after Exceptional Items (net of tax) by Weighted average number of Equity shares (excluding treasury shares) considered for basic earning per shares including dilutive potential Equity shares.

## **g) Borrowing**

Borrowings are initially recognised at Fair Value, net of transaction costs incurred. Borrowings are subsequently measured at AC. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of borrowings using the effective interest method. Processing/Upfront fee are treated as prepaid asset and netted off from borrowings. The same is amortised over the period of the facility to which it relates. Preference shares are classified as liabilities. The dividends on these preference shares, if approved, by shareholders in the forthcoming Annual General Meeting, are recognised in profit or loss as finance costs, in the year when approved. Borrowings are derecognised from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of the financial liability that has been extinguished or transferred to another party and the consideration paid including any non-cash assets transferred or liability assumed, is recognised in Statement of profit or loss as other gains or (losses). Borrowings are classified as current liabilities unless the Company has an unconditional right to defer the settlement of liabilities for at least twelve months after the reporting period. Where there is a breach of a material provision of a long term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the same is classified as current unless the lender agreed, after the reporting period and before the approval of financial statements for issue, not to demand payment as a consequence of the breach.

## **h) Trade and Other payables**

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid at the period end. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their Fair Value and subsequently measured at amortised cost using the effective interest method.

## **i) Foreign Currency Transactions**

Transactions in foreign currencies are translated into the functional currencies of the Company at the exchange rate prevailing at the date of the transactions. Monetary assets (other than investments in companies registered outside India) and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Investments in companies registered outside India are converted at rate prevailing at the date of acquisition. Non-monetary assets and liabilities that are measured at Fair Value in a foreign currency are translated into the functional currency at the exchange rate when the Fair Value was determined. Non-monetary items that are measured based on historical cost in a foreign currency are not translated. Difference on account of changes in foreign currency are generally charged to the statement of profit & loss.



## **j) Revenue Recognition**

Revenue is recognized on satisfaction of performance obligation upon transfer of control of promised products or services to customers in an amount that reflects the consideration the Company expects to receive in exchange for those products or services.

The Company does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer and payment by the customer exceeds one year. As a consequence, it does not adjust any of the transaction prices for the time value of money.

The Company satisfies a performance obligation and recognises revenue over time, if one of the following criteria is met:

- 1 The customer simultaneously receives and consumes the benefits provided by the Company's performance as the Group performs; or
- 2 The Company's performance creates or enhances an asset that the customer controls as the asset is created or enhanced; or
- 3 The Company's performance does not create an asset with an alternative use to the Company and an entity has an enforceable right to payment for performance completed to date.

For performance obligations where one of the above conditions are not met, revenue is recognised at the point in time at which the performance obligation is satisfied.

### **(i) Sale of goods**

Revenue is recognised on the basis of customer contracts and the performance obligation contained therein. Revenues is recognised at a point in time when the control to the buyer of goods or services is transferred to a customer. Control lies with the customer if the customer can independently determine the use of and consume the benefit derived from a product or service. Revenue from product deliveries are recognised at a point in time based on an overall assessment of the existence of a right to payment, the allocation of ownership rights, the transfer of risks and rewards, and acceptance by the customer. The goods are often sold with volume discounts/ pricing incentives and customers have a right to return damaged products. Revenue from sales is based on the price in the sales contracts, net of discounts. Historical experience, specific contractual terms and future expectations of sales are used to estimate and provide for damage claims. No element of financing is deemed present as the sales are made with the normal credit terms as per prevalent trade practice and credit policy followed by the Company and normal credit terms.

### **(ii) Sale of Services**

Revenue from services is recognised when agreed contractual task has been completed.

### **(iii) Dividend and interest income**

- a) Dividend income is recognised when right to receive dividend is established.
- b) Interest and other income are recognised on accrual basis on time proportion basis and measured at effective interest rate.

### **(iv) Other Income**

Other income is recognised when no significant uncertainty as to its determination or realisation exists.

**k) Government Grants**

(i) Grants from the Government are recognised at their Fair Value where there is a reasonable assurance that the grant will be received and the Company will comply with all the attached conditions.

(ii) Government grant relating to purchase of Property, Plant and Equipment are included in "Other current/ non-current liabilities" as Government Grant - Deferred Income and are credited to Profit or loss on a straight line basis over the expected life of the related asset and presented within "Other Operating revenue".

**l) Employee Benefits**

**(i) During Employment benefits**

**(a) Short term employee benefits**

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

**(ii) Post-Employment benefits**

**(a) Defined contribution plans**

A defined contribution plan is a post-employment benefit plan under which Company pays fixed contribution into a separate entity and will have no legal or constructive obligation to pay future amounts. The Company makes specified monthly contributions towards government administered Provident Fund scheme. Obligations for contributions to defined contribution plans are expensed as the related service is provided. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.

**(b) Defined benefit plans**

The Company pays gratuity to the employees who have completed five years of service with the company at the time when employee leaves the Company. The gratuity is paid as per the provisions of Payment of Gratuity Act, 1972. The gratuity liability amount is contributed to the approved gratuity fund formed exclusively for gratuity payment to the employees. The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the periods during which the benefit is expected to be derived from employees' services. Re-measurement of defined benefit plans in respect of post-employment are charged to Other Comprehensive Income.

For Leave Encashment Benefits the leave wages are payable to all eligible employees at the rate of daily salary/wages for each day of accumulated leave and are paid during the financial year itself. Therefore no liability is accrued at the end of the financial year for leave benefits as per practice followed by the company year to year.

**(c) Termination Benefits**

Termination benefits are payable when employment is terminated by the Company before the normal retirement date or when an employee accepts voluntary redundancy in exchange for these benefits. In case of an offer made to encourage voluntary redundancy, the termination benefits are measured based on the number of employees expected to accept the offer. Benefits falling due more than twelve months after the end of reporting period are discounted to the present value.

**m) Income Tax**

Income tax expense comprises current and deferred tax. Tax is recognised in statement of profit and loss, except to the extent that it relates to items recognised in the other comprehensive income or in equity. In such cases, the tax is also recognised in the other comprehensive income or in equity.

**(a) Current Tax**

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or subsequently enacted at the Balance sheet date.

Current tax assets and liabilities are offset only if, the Company:

- a) has a legally enforceable right to set off the recognised amounts; and
- b) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

**(b) Deferred Tax**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have enacted or subsequently enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period. Deferred tax is recognised to the extent that it is probable that future taxable profit will be available against which they can be used.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset only if:

- a) the Company has a legally enforceable right to set off current tax assets against current tax liabilities; and
- b) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on the same taxable Company.

**n) Borrowing Costs**

General and specific Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use are capitalised as part of the cost of that asset till the date it is ready for its intended use or sale. Other borrowing costs are recognised as an expense in the period in which they are incurred. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing cost eligible for capitalisation. All other borrowing costs are charged to the statement of profit and loss for the period for which they are incurred.

**o) Leases**

**(i) Transition to Ind AS 116 :**

The Company has adopted Ind AS 116, effective annual reporting period beginning on April 1, 2019 and applied the standard to its leases, retrospectively with the cumulative effect of initially applying the standard recognised at the date of initial application without making any adjustment to opening balance of retained earnings. The adoption of the standard did not have any impact on

**(ii) Determining whether an arrangement contains a lease**

At inception of an arrangement, the Company determines whether the arrangement is or contains a lease.

**As a lessee**

The Company, as a lessee, recognises a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset.

The contract conveys the right to control the use of an identified asset, if it involves the use of an identified asset and the Company has substantially all of the economic benefits from use of the asset and has right to direct the use of the identified asset. The cost of the right-of-use asset shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date plus any initial direct costs incurred. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate.

For short-term and low value leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the lease term.

**As a lessor**

The company classifies a lease either as an operating lease or a finance lease. Leases are classified as finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

**p) Non- Current assets held for sale**

Non-Current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and sale is considered highly probable. They are measured at lower of their (a.) carrying amount and (b.) Fair Value less cost to sell. Non-current assets are not depreciated or amortised when they are classified as held for sale.

**q) Provisions and contingent liabilities**

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pretax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expenses. Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made.

**1.3 Recent accounting pronouncements Ind AS 116:**

Ministry of Corporate affairs ("MCA") notifies new standards or amendments to the existing standards. There is no such notification which would have been applicable from April 1, 2020.

## Notes forming part of the Balance Sheet as at 31st March 2020

1 Property, Plant and Equipments

As on 31st March, 2020 \*

Particulars	GROSS BLOCK				DEPRECIATION FUND			NET BLOCK		
	As on 01.04.2019	Additions during the year	Deductions during the year	As on 31.03.2020	31.03.2019	Provided during the year	Deductions during the year	As on 31.03.2020	As on 31.03.2020	As on 31.03.2019
<b>Property, Plant and Equipment</b>										
Land*	2,39,483	-	-	2,39,483	-	-	-	-	2,39,483	2,39,483
Factory Building*	88,47,521	67,236	-	89,14,757	7,08,700	3,84,397	-	10,93,097	78,21,660	81,38,821
Office Premises	3,90,099	-	-	3,90,099	27,065	9,022	-	36,087	3,54,012	3,63,034
Plant & Machinery*	1,09,69,456	5,28,380	-	1,14,97,836	29,69,871	10,21,456	-	39,91,327	75,06,509	79,99,585
Furniture & Fitting	6,36,475	-	-	6,36,475	2,25,281	69,044	-	2,94,325	3,42,150	4,11,194
Computer	93,300	16,800	-	1,10,100	69,022	14,746	-	83,768	26,332	24,278
Vehicles	34,47,044	-	-	34,47,044	10,79,755	4,16,132	-	14,95,887	19,51,157	23,67,289
Loading Vehicles	12,87,299	7,34,312	6,23,188	13,98,423	5,84,974	1,40,051	5,92,029	1,32,996	12,65,427	7,02,325
<b>Total:</b>	<b>2,59,10,676</b>	<b>13,46,728</b>	<b>6,23,188</b>	<b>2,66,34,217</b>	<b>56,64,668</b>	<b>20,54,848</b>	<b>5,92,029</b>	<b>71,27,487</b>	<b>1,95,06,730</b>	<b>2,02,46,009</b>

\* For properties hypothecated, pledged or equitable mortgaged as a security- Refer Note 11

As on 31st March, 2019

Particulars	GROSS BLOCK				DEPRECIATION FUND			NET BLOCK		
	As on 01.04.2018	Additions during the year	Deductions during the year	As on 31.03.2019	Provided upto 31.03.2018	Provided during the year	Deductions during the year	As on 31.03.2019	As on 31.03.2019	As on 31.03.2018
<b>Property, Plant and Equipment</b>										
Land*	2,39,483	-	-	2,39,483	-	-	-	-	2,39,483	2,39,483
Factory Building*	41,76,329	46,71,192	-	88,47,521	4,67,804	2,40,896	-	7,08,700	81,38,821	37,08,525
Office Premises	3,90,099	-	-	3,90,099	18,043	9,022	-	27,065	3,63,034	3,72,056
Plant & Machinery*	1,08,53,644	1,15,812	-	1,09,69,456	19,41,983	10,27,888	-	29,69,871	79,99,585	89,11,661
Cycle	-	-	-	-	-	-	-	-	-	-
Furniture & Fitting	6,36,475	-	-	6,36,475	1,49,383	75,898	-	2,25,281	4,11,194	4,87,092
Computer	93,300	-	-	93,300	55,770	13,252	-	69,022	24,278	37,530
Vehicles	34,47,044	-	-	34,47,044	6,63,623	4,16,132	-	10,79,755	23,67,289	27,83,421
Loading Vehicles	12,87,299	-	-	12,87,299	3,83,301	2,01,673	-	5,84,974	7,02,325	9,03,998
<b>Total:</b>	<b>2,11,23,671</b>	<b>47,87,005</b>	<b>-</b>	<b>2,59,10,676</b>	<b>36,79,907</b>	<b>19,84,761</b>	<b>-</b>	<b>56,64,668</b>	<b>2,02,46,009</b>	<b>1,74,43,764</b>

\* For properties hypothecated, pledged or equitable mortgaged as a security- Refer Note 11

**ASHISH POLYPLAST LIMITED**  
**Notes forming part of the Balance Sheet as at 31st March 2020**

Note No	Particulars	As at 31st March 2020	As at 31st March 2019
2	<b><u>Current Financial Assets - Investment</u></b> Investments designated through FVTPL		
	Investment in Mutul Fund - Unquoted	58,84,879	40,62,369
	<b>Total</b>	<b>58,84,879</b>	<b>40,62,369</b>

**A. Details of Current Investment**

Sr. No.	Name of Scheme	As on 31.03.2020	
		No. of Unit	Market Value
	<b>Unquoted</b>		
1	DSP Black Rock Money Manager Fund	133.636	3,47,266
2	DSP Saving Fund - Regular - Grodth	37,787.821	14,79,567
3	DSP Quant Fund - Regular - Grodth	50,000.000	4,24,350
4	DSP Small Cap Fund - Regular Growth	30,405.985	11,87,901
5	HDFC Low Duration Fund- Dividend	33,004.374	3,34,757
6	HDFC Credit Risk Debt Fund - Growth	1,26,818.779	21,11,038

3	<b><u>Other Non-current Financial Assets</u></b> Balances/Deposit with Bank		
	Unpaid dividend accounts	2,21,231	2,21,231
	Fixed Deposit ( Having Maturity of more than three months) *	73,415	73,415
	<b>Total</b>	<b>2,94,646</b>	<b>2,94,646</b>

\* Fixed Deposit includes Fixed deposit pledged with canara bank against bank guarantee of Rs. 73,415/- (Previous year Rs. 73,415/-)

4	<b><u>Other Non-current Assets</u></b> Capital Advances		
	Advances for Capital Assets	12,50,000	-
	<u>Advances other than Capital Advances</u>		
	Security Deposits	6,32,226	6,42,226
	Income Tax Refund Receivable	84,845	84,845
	Other advances	1,01,000	1,01,000
	<b>Total</b>	<b>20,68,071</b>	<b>8,28,071</b>

5	<b><u>Inventories</u></b>		
	Raw materials	26,03,290	21,55,470
	Work in progress	72,06,018	98,97,063
	Finished goods	94,88,695	1,02,02,833
	Packing Materials	28,419	1,01,619
	<b>Total</b>	<b>1,93,26,422</b>	<b>2,23,56,985</b>

**Notes:**

1. Mode of Valuation:

Inventories have been valued at Lower of cost or net realisable value.

2. Details of inventory of work in process :

Particulars	2020	2019
Granuals	72,06,018	98,97,063

**ASHISH POLYPLAST LIMITED**  
**Notes forming part of the Balance Sheet as at 31st March 2020**

Note No	Particulars	As at 31st March 2020	As at 31st March 2019
<b>6</b>	<b><u>Trade receivables</u></b>		
	Secured Considerd Good	-	-
	Unsecured Considerd Good	1,91,87,443	2,04,74,294
	Trade receivables-significant increase in credit risk	-	-
	Trade receivables-Credit impaired	-	-
		1,91,87,443	2,04,74,294
	Less : Provision for expected credit loss	58,593	25,808
	<b>Total</b>	<b>1,91,28,850</b>	<b>2,04,48,486</b>

Refer Note No. 37 for infromation about Credit Risk of trade receivable.

<b>7</b>	<b><u>Cash and Cash Equivalentts</u></b>		
	Cash on hand	1,79,315	15,297
	Balances with Bank		
	(i) In current accounts	38,137	33,450
	<b>Total</b>	<b>2,17,452</b>	<b>48,747</b>

<b>8</b>	<b><u>Other current Financial Assets</u></b>		
	Unsecured Considered Good		
	Balance with government authorities		
	VAT Refund Receivable	-	91,446
		-	<b>91,446</b>
	Prepaid Expenses	1,79,450	1,11,946
	Other Advances	2,59,365	35,450
	<b>Total</b>	<b>4,38,815</b>	<b>2,38,842</b>

**ASHISH POLYPLAST LIMITED**  
**Notes forming part of the Balance Sheet as at 31st March 2020**

Note No	Particulars	As at 31st March 2020	As at 31st March 2019
9	<b>Share Capital</b> <b>Equity Share Capital :</b>		
	<b>Authorised :</b> 37,50,000 Equity Shares of Rs.10/-each	3,75,00,000	3,75,00,000
	<b>Issued Share capital</b> 35,00,000 Equity Shares of Rs.10/- each	3,50,00,000	3,50,00,000
	<b>Subscribed and paid up:</b> 33,97,500 Equity shares of Rs.10/- each fully paid-up	3,39,75,000	3,39,75,000
	<b>Total</b>	<b>3,39,75,000</b>	<b>3,39,75,000</b>

**Notes:**

**I** Company has issued only one class of equity shares having a face value of Rs. 2/- per share. Each holder of such equity share is entitled to one vote per share. In the event of liquidation of the company the holders of equity shares will be entitled to receive remaining assets of the company. The distribution will be in proportion to the number of equity shares held by the share holders.

**II** The Reconciliation of the number of shares and amount outstanding as at the year end is set as below:

Particulars	As at 31st March 2020		As at 31st March 2019	
	No. of equity shares	Amount	No. of equity shares	Amount
Equity shares at the beginning of the year	33,97,500	3,39,75,000	33,97,500	3,39,75,000
Add: Equity Shares issued during the year	-	-	-	-
Equity shares at the end of the year	33,97,500	3,39,75,000	33,97,500	3,39,75,000

**III** The details of shareholders holding more than 5% of the equity shares of the Company as at year end are as below :

Name of shareholder	As at 31st March 2020		As at 31st March 2019	
	Number of equity shares held	Percentage holding	Number of equity shares held	Percentage holding
Ashish Dahyabhai Panchal	17,97,518	52.91%	15,72,413	46.28%
Kantaben Dahyabhai Panchal	2,29,305	6.75%	2,29,300	6.75%
Rajesh Dahyabhai Panchal	-	0.00%	2,20,200	6.48%

**IV** During preceding 5 years, neither any shares have been allotted for consideration other than cash, bonus shares nor any shares have been bought back. Hence these details have not been given.



**ASHISH POLYPLAST LIMITED**  
**Notes forming part of the Balance Sheet as at 31st March 2020**

Note No	Particulars	As at 31st March 2020	As at 31st March 2019
<b>10</b>	<b><u>Reserves and Surplus</u></b>		
	<b>General reserve</b>		
	Opening balance	6,77,000	6,77,000
	Closing balance	<b>6,77,000</b>	<b>6,77,000</b>
	<b>Retained Earnings</b>		
	Opening balance	1,20,71,796	1,08,78,083
	Add: Net profit after tax	15,25,304	11,06,045
	Add: Other Comprehensive Income	80,108	87,668
	Closing balance	<b>1,36,77,208</b>	<b>1,20,71,796</b>
	<b>Total</b>	<b>1,43,54,208</b>	<b>1,27,48,796</b>

**Nature and Purpose of Reserve:**

**General Reserve**

The general reserve is used from time to time to transfer profits from retained earnings for appropriation purposes. As the general reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, items included in the general reserve will not be reclassified subsequently to profit or loss.

**Retained Earnings:**

The same is created out of profits over years and shall be utilised as per the provisions of the Act.

**11 Borrowings**

	<b><u>Non-current borrowings</u></b>		
	Secured Loan		
	From NBFC	-	4,27,277
	From Bank	-	1,93,770
	<b>Total</b>	<b>-</b>	<b>6,21,047</b>
	<b><u>Current borrowings</u></b>		
	Loan repayable on demand		
	From Bank (Secured)	64,81,163	85,29,955
	<b>Total</b>	<b>64,81,163</b>	<b>85,29,955</b>
	<b>Notes:</b>		
	Secured by hypothecation of inventories, Plant & Machineries and book debts and further secured by equitable mortgage of Factory Land & Factory Building and personal guarantee of promoter directors. The rate of interest is 6 months MCLR+1.50%(floating).		

Refer Note No. 37 for information about Market Risk of Current Borrowing.

<b>12</b>	<b><u>Non-current Provisions</u></b>		
	Provision for employee benefits :		
	Provision for gratuity	7,20,605	6,44,078
	<b>Total</b>	<b>7,20,605</b>	<b>6,44,078</b>

**ASHISH POLYPLAST LIMITED**  
**Notes forming part of the Balance Sheet as at 31st March 2020**

Note No	Particulars	As at 31st March 2020	As at 31st March 2019
<b>14</b>	<b><u>Trade Payable</u></b>		
	Trade Payable		
	- Dues to Micro and Small Enterprises*	-	-
	- Dues to others	54,72,967	62,01,442
	<b>Total</b>	<b>54,72,967</b>	<b>62,01,442</b>
	* For Dues to Micro and Small Enterprises - Refer Note 32		
<b>15</b>	<b><u>Other current liabilities</u></b>		
	Current maturities of long term debt	6,24,980	7,29,296
	Other Payables	25,18,342	20,60,702
	Other current liabilities	13,40,443	8,25,339
	<b>Total</b>	<b>44,83,766</b>	<b>36,15,337</b>
	<b>Current maturities of long term debt includes :</b>		
	1) Car Loan from Kotak Mahindra Prime Limited of Rs. 20.00 lakhs is secured against hypothication of car (Scoda), repayable in 60 months EMI of RS. 41,880/- each. The outstanding amount of loan as at March 31, 2020 is Rs. 4,31,210/- (as at March 31, 2018: Rs. 8,65,850/-).		
	2) Vehicle Loan from Yes Bank Limited of Rs. 5.50 lakhs is secured against hypothication of Car (Baleno), repayable in 37 months EMI of RS. 16,889/- each. The outstanding amount of loan as at March 31, 2020 is Rs. 1,93,770/- (as at March 31, 2018: Rs. 3,72,090/-).		
<b>16</b>	<b><u>Current Provisions</u></b>		
	Provision for employee benefits	84,042	64,622
	<b>Total</b>	<b>84,042</b>	<b>64,622</b>
<b>17</b>	<b><u>Current Tax Liabilities (Net)</u></b>		
	Provision for Income tax (net of advance tax)	3,078	5,06,281
	<b>Total</b>	<b>3,078</b>	<b>5,06,281</b>

13 [Deferred Tax Liabilities](#)

Movement in Deferred Tax Balances

					Net Balance 31st March, 2020		
Particulars	Net Balance 1st April, 2019	Recognised / Reversal Retained Earning	Recognised Profit or Loss	Recognised in OCI	Deferred Tax Liability	Deferred Tax Asset	Net Deferred Tax Liability / (Assets)
<b>Deferred Tax (Asset)/Liability</b>							
Property, Plant and Equipment	17,51,913	-	(2,39,841)	-	17,51,913	(2,39,841)	15,12,072
Investments - MF	49,946	-	(86,880)	-	49,946	(86,880)	(36,934)
Provision	(1,84,262)		(23,608)	23,767	23,767	(2,07,870)	(1,84,103)
<b>Net Deferred Tax (Asset) / Liability</b>	<b>16,17,597</b>	<b>-</b>	<b>(3,50,328)</b>	<b>23,767</b>	<b>18,25,625</b>	<b>(5,34,590)</b>	<b>12,91,035</b>
					Net Balance 31st March, 2019		
Particulars	Net Balance 1st April, 2018	Recognised / Reversal Retained Earning	Recognised Profit or Loss	Recognised in OCI	Deferred Tax Liability	Deferred Tax Asset	Net Deferred Tax Liability
<b>Deferred Tax (Asset)/Liability</b>							
Property, Plant and Equipment	17,92,891	-	(40,978)	-	17,92,891	(40,978)	17,51,913
Investments - MF	11,337	-		38,609	49,946	-	49,946
Provision	(1,60,150)		420	(24,532)	420	(1,84,682)	(1,84,262)
<b>Net Deferred Tax (Asset) / Liability</b>	<b>16,44,078</b>	<b>-</b>	<b>(40,558)</b>	<b>14,077</b>	<b>18,43,257</b>	<b>(2,25,660)</b>	<b>16,17,597</b>

**ASHISH POLYPLAST LIMITED**

Notes forming part of Statement of Profit & Loss for the year ended on 31st March 2020

Note No	Particulars	2019-20 Amount Rs.	2018-19 Amount Rs.
<b>18</b>	<b><u>Revenue from Operations</u></b>		
	Sale of products	12,88,88,883	14,17,73,178
	Less:		
	Sales Return	1,12,830	2,90,174
	Trade Discount (TOD)	15,40,846	20,37,557
	Rate Diiference	3,011	(9,486)
		12,72,32,195	13,94,54,933
	Other Operational Income	-	20,506
	<b>Total</b>	<b>12,72,32,195</b>	<b>13,94,75,439</b>

**Breakup of Sales**

Items		
PVC Pipes	12,88,88,883	14,17,73,178
<b>Total</b>	<b>12,88,88,883</b>	<b>14,17,73,178</b>

<b>19</b>	<b><u>Other Income</u></b>		
	Interest Income	46,410	44,234
	Other Income	1,36,533	18,602
	<b>Total</b>	<b>1,82,943</b>	<b>62,836</b>

<b>20</b>	<b><u>Cost of Material Consumed</u></b>		
	Opening stock	21,55,470	74,35,290
	Purchase	10,49,78,425	11,61,61,081
	Less : Closing stock	26,03,290	21,55,470
	<b>Total</b>	<b>10,45,30,605</b>	<b>12,14,40,901</b>

<b>21</b>	<b><u>Change in Inventories</u></b>		
	<u>Opening Stock</u>		
	Finished Goods	1,02,02,833	72,43,834
	Work in Process	98,97,063	1,14,22,874
		2,00,99,896	1,86,66,708
	<u>Less : Closing Stock</u>		
	Finished Goods	94,88,695	1,02,02,833
	Work in Process	72,06,018	98,97,063
		1,66,94,713	2,00,99,896
	<b>Total</b>	<b>34,05,183</b>	<b>(14,33,188)</b>

<b>22</b>	<b><u>Employee Benefits Expense</u></b>		
	Salary, Wages, Bonus & Allowances	49,28,665	46,46,576
	Contribution to provident and other funds	2,62,079	2,37,247
	Provision for Gratuity	1,99,822	1,76,846
	Staff welfare expenses	66,611	99,620
	<b>Total</b>	<b>54,57,177</b>	<b>51,60,289</b>

Notes: Salary, Wages, Bonus & Allowances include director remuneration.

<b>23</b>	<b><u>Finance Costs</u></b>		
	Interest on working capital loan	8,72,449	9,30,979
	Bank Charges / Bank Guarantee Charges	61,222	66,697
	Other borrowing costs	89,825	1,69,344
	<b>Total</b>	<b>10,23,496</b>	<b>11,67,020</b>

**ASHISH POLYPLAST LIMITED**

Notes forming part of Statement of Profit & Loss for the year ended on 31st March 2020

Note No	Particulars	2019-20 Amount Rs.	2018-19 Amount Rs.
<b>24</b>	<b><u>Other Expenses</u></b>		
	Manufacturing Expenses	4,24,998	4,20,702
	Rates and Taxes, excluding taxes on income	1,58,711	17,773
	Professional, Legal & Registration fees	2,35,800	3,90,594
	Power Consumption & Fuel Expenses	50,54,169	49,51,738
	Listing Fees	3,18,000	2,62,000
	Repairs to Building	28,000	-
	Repairs to Machinery	2,31,654	2,54,518
	Repairs to Other	30,044	1,13,965
	Remuneration to Auditors	77,500	75,000
	Vehicle Expenses	7,51,980	7,28,704
	Administrative, Selling & General Expenses	14,54,807	9,32,705
	Insurance	1,52,665	1,14,794
	Loss on Fair Valuation of Financial Instruments - MF	4,17,690	-
	Provision for Bad debts	32,784	25,808
	<b>Total</b>	<b>93,68,802</b>	<b>82,88,301</b>

Note :

(i) **Payment to Auditors (excluding taxes)**

Particulars	2019-20	2018-19
i) For Statutory Audit Fees	75,000	75,000
<b>Total Rs:</b>	<b>75,000</b>	<b>75,000</b>

<b>25</b>	<b><u>Exceptional Items</u></b>		
	Capital Advances Written off, as non recoverable	-	8,00,000
	<b>Total</b>	<b>-</b>	<b>8,00,000</b>

<b>26</b>	<b><u>Tax Expenses</u></b>		
<b>(a)</b>	<b>Amounts recognised in Statement of Profit and Loss</b>		
	Current Income Tax	5,57,352	10,60,220
	Excess provision of Income Tax in respect of Earlier years	(1,57,301)	4,484
	<b>Deferred Income Tax Liability / (Asset), net</b>		
	Origination and reversal of temporary differences	(1,19,031)	(40,558)
	Reduction in Tax Rate	(2,31,297)	-
		<b>49,723</b>	<b>10,24,146</b>
<b>(b)</b>	<b>Reconciliation of Effective Tax</b>		
	<b>Profit Before Tax</b>	15,75,026	29,30,190
	Tax using the Company's domestic tax rate (Current year 25.17% and Previous Year 26%)	3,96,434	7,61,849
	<b>Non-Deductible Tax Expenses &amp; Others</b>	1,36,469	3,02,020
	<b>Tax on Exempt Income</b>	(24,900)	(3,649)
	Disallowance relating to Ind-AS	1,05,133	-
	Deferred Tax Liabilities / (Assets) provision	(1,19,031)	(40,558)
	Others	(55,784)	
	<b>Total</b>	<b>4,38,321</b>	<b>10,19,663</b>

**ASHISH POLYPLAST LIMITED**

Notes forming part of Statement of Profit & Loss for the year ended on 31st March 2020

Note No	Particulars	2019-20 Amount Rs.	2018-19 Amount Rs.
27	<b><u>Amounts recognised in Other Comprehensive Income</u></b>		
	<b>Items that will not be reclassified to profit or loss</b>		
	Remeasurements of the defined benefit plans	1,03,875	(94,352)
	Income Tax on above	(23,767)	24,532
	<b>Items that will be reclassified to profit or loss</b>		
	Fair valuation of Financial Assets	-	1,96,097
	Income Tax on above	-	(38,609)
	<b>Total</b>	<b>80,108</b>	<b>87,668</b>

## ASHISH POLYPLAST LIMITED

### General Notes forming the parts of Accounts:

28 Corresponding figures for previous year presented have been regrouped, reclassified, where necessary, to confirm to the current period's classification.

29 Figures have been rounded off to nearest of rupee. Figures in brackets indicate negative values.

### 30 Contingent Liability and Capital Commitments:

#### A Not provided for in the accounts

(Amount in Rs.)

Particulars	2019-20	2018-19
Guarantee given to bank	56,000	56,000
Excise demands against the company not acknowledged as debts and not provided for as the same are disputed by the company in appeal.	8,79,562	8,79,562

#### B Capital Commitment

Estimated amount of contracts remaining to be executed on capital account and not provided (net of advances) of Rs. 9,42,000/- (Previous year: as at 31st March, 2019 Rs. Nil).

### 31 Payments to Directors:

Particulars	2019-20	2018-19
Salaries	15,00,000	15,00,000
Allowances	19,200	19,200
Total Rs:	15,19,200	15,19,200

32 On the bases of the information available with the Company and intimations received from suppliers (Trade Payable and Other Payables), there are no dues payable as on 31st March, 2020 (31st March, 2019 : Nil) to Suppliers / Service providers covered under Micro, Small, Medium Enterprises Development Act, 2006. In view of this information required to be disclosed u/s. 22 of the said Act is not given.

### 33 Particulars of Earnings Per Share:

Earning per share computed in accordance with Indian Accounting Standard (Ind AS) - 33 as given below:

Particulars	2019-20	2018-19
Net Profit attributable to Share Holders	15,25,304	11,06,045
Number of Equity shares/Weighted Equity Shares	33,97,500	33,97,500
Nominal value of share	10	10
Earning per share	0.45	0.33

The Company does not have any outstanding dilutive potential equity shares. Consequently the basic and dilutive earning per share of the Company remain the same.

### 34 Disclosures as required by Indian Accounting Standard 108 "Operating Segments" are given below.

The Company has only one segment which is "PVC Pipes" and primarily operates in domestic market. The Company's Managing Director, reviews the operating performance of the Company as a whole on a periodic basis. Therefore disclosure relating to segments is not applicable and accordingly not made.

35 **Related party Disclosure. :-**

Disclosures as required by Indian Accounting Standard 24 “Related Party Disclosures” are given below.

**A Related Party**

**Non-Executive Directors**

Kantaben D. Panchal	-	Director
Rakeshbhai N. Panchal	-	Director
Dhwani J. Kansara	-	Director

**B Key Management Personnel**

Ashish D. Panchal	-	Managing Director
Kalpesh N Kansara	-	Chief Financial Officer
Aayushi P. Soni	-	Company Secretary (W.e.f. 8th April, 2019)

**C Transactions with related parties**

SN	NATURE OF TRANSACTIONS	RELATED PARTIES		Key Management Personnel	
		2019-20	2018-19	2019-20	2018-19
A	Remuneration / Salary Paid	-	-	21,39,051	17,64,385
	Perquisites	-	-	19,200	19,200
B					
a	Due From	-	-	-	-
b	Due To	-	-	1,63,685	1,06,500

**D Material Transactions with related parties**

Sr. No.	Name of Related Party/ KMP	Nature of Transaction	2019-20	2018-19
1	Ashish D Panchal	Remuneration to Managing Director	15,19,200	15,19,200
2	Kalpesh N Kansara	Remuneration to CFO	3,41,936	3,10,852
3	Aayushi P Soni (w.e.f. 08.04.2019)	Remuneration to Company Secretary	2,97,115	0
	<b>Total</b>		<b>21,58,251</b>	<b>18,30,052</b>

36 **Disclosures pursuant to Indian Accounting Standard -19 “ Employee Benefits”:**

**A Defined Contribution Plan:**

The company has recognised as an expense in the profit and loss account in respect of defined contribution plan – Provident Fund of Rs.2,62,079/- (Previous year Rs.2,37,247/-) administered by the Government.

**B Defined benefit plan and long term employment benefit**

**General Description:**

**- Gratuity (Defined Benefit Plan):**

The company has obtained report from Actuary for Gratuity liability.

**- Leave Wages:**

The leave wages are payable to all eligible employees at the rate of daily salary/wages for each day of accumulated leave and are paid during the financial year itself. Therefore no liability is accrued at the end of the financial year for leave benefits as per practice followed by the company year to year.



**Details of the gratuity plan (non-funded) as per the report of Actuary as on 31st March 2020 are as under:**

	Rs.		Rs.	
	Year ended on 31st March 2020 Gratuity(Non-Funded)		Year ended on 31st March 2019 Gratuity(Non-Funded)	
<b>A. (Income)/ Expenses recognized in the Profit &amp; Loss Account statement:</b>				
(i) Current service cost		1,49,093		1,32,030
Interest on obligation		50,729		44,816
Expected return on plan assets		Nil		Nil
Past service cost		-		-
Net actuarial (gain)/ loss recognized during the year - Recognised in OCI		(1,03,875)		94,352
Total amount included in employee's benefit expenses		95,947		2,71,198
(ii) <b>Net Asset / (liability) recognized in the Balance Sheet</b>				
Present value of funded obligations		Nil		Nil
Fair value of the plan assets		Nil		Nil
Present value of unfunded obligation		8,04,647		7,08,700
Net asset / (liabilities) recognized in the Balance		8,04,647		7,08,700
(iii) <b>Change in the defined benefit obligation</b>				
Opening defined benefit obligations		7,08,700		6,21,940
Current service cost		1,49,093		1,32,030
Interest cost		50,729		44,816
Actuarial losses / (gain)		(1,03,875)		94,352
Current service cost		-		-
Benefits paid		-		(1,84,438)
Closing defined benefit obligation		8,04,647		7,08,700
(iv) <b>Change in the fair value of plan asset</b>				
Opening fair value of plan assets		Nil		Nil
Expected return on plan assets		Nil		Nil
Actuarial gains/ (losses)		Nil		Nil
Contributions by employer		Nil		Nil
Benefits paid		Nil		Nil
Closing fair value of plan assets		Nil		Nil
(v) <b>Movement in the liability recognized in the Balance</b>				
Opening net liability		7,08,700		6,21,940
Expenses as above (P & L) charges		1,99,822		1,76,846
Actuarial losses / (gain)		(1,03,875)		94,352
Contribution paid		-		(1,84,438)
Asset / (liability) recognized In the Balance Sheet		8,04,647		7,08,700
<b>B. Principal actuarial assumptions:</b>				
Discount rate (p.a.)		7.50%		7.50%
Expected return on Plan Assets		0.00%		0.00%
Annual Increase in salary costs (p.a.)		6.00%		6.00%
<b>C. Sensitivity Analysis:</b>				
	<b>Increase</b>	<b>Decrease</b>	<b>Increase</b>	<b>Decrease</b>
Discount Rate (0.5% Movement)	(6,85,828)	7,33,040	(6,85,828)	7,33,040
Salary Growth Rate (0.5% Movement)	7,33,250	(6,85,411)	7,33,250	(6,85,411)
Withdrawal Rate (10% Movement)	7,09,644	(7,07,208)	7,09,644	(7,07,208)

### 37 FINANCIAL INSTRUMENTS – FAIR VALUES AND RISK MANAGEMENT

#### A Accounting classification and Fair Values

The following table shows the carrying amounts and Fair Values of Financial Assets and Financial Liabilities, including their levels in the Fair Value hierarchy. It does not include Fair Value information for Financial Assets and Financial Liabilities not measured at Fair Value if the carrying amount is a reasonable approximation of Fair Value.

Amount in Rs.

March 31, 2020	Carrying Amount				Fair Value	
	Fair Value through P&L	Fair Value through OCI	Amortised Cost	Total	Level 1	Level 2
<b>Financial Assets measured at Fair Value :-</b>						
Non-current Investments	58,84,879	-	-	58,84,879	58,84,879	-
<b>Financial Assets measured at amortised Cost :-</b>						
Trade Receivables	-	-	1,91,28,850	1,91,28,850	-	-
Cash and cash equivalents	-	-	-	2,17,452	-	-
Non current Financial Assets - Others						
Non-current	-	-	2,94,646	2,94,646	-	-
Current	-	-	4,38,815	4,38,815	-	-
<b>Total Financial Assets</b>	<b>58,84,879</b>	<b>-</b>	<b>1,98,62,311</b>	<b>2,59,64,642</b>		
<b>Financial Liability measured at amortised Cost :-</b>						
Borrowings						
Non-current	-	-	-	-	-	-
Current	-	-	64,81,163	64,81,163	-	-
Trade Payables	-	-	54,72,967	54,72,967	-	-
<b>Total Financial Liabilities</b>	<b>-</b>	<b>-</b>	<b>1,19,54,131</b>	<b>1,19,54,131</b>		

Amount in Rs.

March 31, 2019	Carrying Amount				Fair Value	
	Fair Value through P&L	Fair Value through OCI	Amortised Cost	Total	Level 1	Level 2
<b>Financial Assets measured at Fair Value :-</b>						
Non-current Investments	-	40,62,369	-	40,62,369	40,62,369	
<b>Financial Assets measured at amortised Cost :-</b>						
Trade Receivables	-	-	2,04,48,486	2,04,48,486	-	-
Cash and cash equivalents	-	-	-	48,747	-	-
Non current Financial Assets - Others						
Non-current	-	-	2,94,646	2,94,646	-	-
Current	-	-	2,38,842	2,38,842	-	-
<b>Total Financial Assets</b>	-	40,62,369	2,09,81,974	2,50,93,090		
<b>Financial Liability measured</b>						
Borrowings						
Non-current	-	-	6,21,047	6,21,047	-	-
Current	-	-	85,29,955	85,29,955	-	-
Trade Payables	-	-	62,01,442	62,01,442	-	-
<b>Total Financial Liabilities</b>	-	-	1,53,52,443	1,53,52,443		

“(1) Fair Value of financial Assets and Liabilities are measured at Amortized cost is not materially different from the Amortized cost Furthers impact of time value of money is not Significant for the financial instrument classified as current. Accordingly fair value has not been disclosed seperately. ”

**Types of inputs are as under:**

Input Level I : (Directly Observable) which includes quoted prices in active markets for identical assets such as quoted price for an Equity Security on Security Exchanges

Input Level II : (Indirectly Observable) which includes prices in active markets for similar assets such as quoted price for similar assets in active markets, valuation multiple derived from prices in observed transactions involving similar businesses

Input Level III : (Unobservable) which includes management's own assumptions for arriving at a fair value such as projected cash flows used to value a business etc.

The following tables show the valuation techniques used in measuring Level 2 and Level 3 fair values, as well as the significant unobservable inputs used.

**Financial instruments measured at fair value**

**Type Valuation technique**

Equity Valuation Based on exchange rates listed on NSE/BSE stock exchange

**B Financial Risk Management:-**

The Company has exposure to the following risks arising from financial instruments:

- Credit Risk ;
- Liquidity Risk ; and
- Market Risk
  - Interest Rate Risk
  - Equity Risk

## **Risk Management framework**

The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company manages market risk through a treasury department, which evaluates and exercises independent control over the entire process of market risk management. The treasury department recommends risk management objectives and policies, which are approved by Board of Directors. The activities of this department include management of cash resources, borrowing strategies, and ensuring compliance with market risk limits and policies.

The Company's Risk Management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk Management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Audit Committee oversees how management monitors compliance with the Company's Risk Management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

### **i Credit Risk**

Credit Risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers, investments in debt securities and loans.

Credit Risk also arises from cash held with banks, credit exposure to clients, loans and advances given. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The company assesses the credit quality of counter parties taking into account their financial position, past experience and other factors.

#### **Other Financial Assets**

The Company maintains its Cash and Cash equivalents and Bank deposits with banks having good reputation, good past track record and high quality credit rating and also reviews their credit-worthiness on an on-going basis.

#### **Trade Receivables**

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry has an influence on credit risk assessment. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business.

The maximum exposure to Credit Risk for Trade Receivables by geographic region was as follows:

<b>Particulars</b>	<b>31st March, 2020</b>	<b>31st March, 2019</b>
Domestic	1,91,28,850	2,04,48,486
Outside India	-	-
<b>Total</b>	<b>1,91,28,850</b>	<b>2,04,48,486</b>

Summary of the Company's exposure to credit risk by age of the outstanding from various customers is as follows:

<b>Particulars</b>	<b>31st March, 2020</b>	<b>31st March, 2019</b>
Neither Due nor impaired	1,26,17,873	1,45,11,895
Past Due 1 - 90 Days	56,22,361	56,18,363
Past Due 91 - 180 Days	5,92,735	85,959
More than 180 Days	3,54,474	2,58,077
<b>Total</b>	<b>1,91,87,443</b>	<b>2,04,74,294</b>

The Company measures the expected credit loss of trade receivables and loan from individual customers based on historical trend, industry practices and the business environment in which the entity operates. Loss rates are based on actual credit loss experience and past trends. Based on the historical data, as per management perceptions, there is no loss on collection of receivable on reporting date and hence Provision for 10% of Trade Receivable due more than 180 Days and 20% of more than 365 days has been made as Expected Credit loss.

## ii Liquidity Risk

Liquidity Risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its Financial Liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

### Exposure to Liquidity Risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

Non Derivative Financial Liabilities	Contractual Cash Flows	
	Carrying Amount 31st March, 2020	Carrying Amount 31st March, 2019
Rupee term loans from Bank	1,93,770	4,84,492
Rupee term loans from NBFC	4,31,210	8,65,850
Working capital loans from Bank	64,81,163	85,29,955
Trade and Other Payables	54,72,967	62,01,442
Total Rs:	1,25,79,111	1,60,81,739

## iii Market Risk

Market Risk is the risk that changes in market prices – such as interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. We are exposed to market risk primarily related to interest rate risk. Thus, our exposure to market risk is a function of borrowing activities. The objective of market risk management is to avoid excessive exposure in our borrowing and costs.

### a) Interest Rate Risk

Interest Rate Risk is the risk that the fair value or future Cash Flows of a financial instrument will fluctuate because of changes in market interest rates.

### Exposure to Interest Rate Risk

The Company's Interest Rate Risk arises from borrowings obligations. Borrowings exposes to fair value interest rate risk. The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows:-

Variable Rate Instruments	Contractual Cash Flows	
	Carrying Amount 31st March, 2020	Carrying Amount 31st March, 2019
Working capital loans from Bank	64,81,163	85,29,955
Total Rs:	64,81,163	85,29,955

### Cash Flow Sensitivity Analysis For Variable-Rate Instruments

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency exchange rates, remain constant.

Working capital loans from Bank	Profit or Loss		Equity, Net of Tax	
	100 bp Increase	100 bp Decrease	100 bp Increase	100 bp Decrease
As at 31st March, 2020	(64,812)	64,812	(49,983)	49,983
As at 31st March, 2019	(85,300)	85,300	(65,783)	65,783

### b) Equity Risk

Company does not have any investments in equity. Hence Company is not exposed to such risk.

### 38 Capital Management

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Management monitors the return on capital as well as the level of dividends to ordinary shareholders.

The Company monitors capital using a ratio of 'adjusted net debt' to 'adjusted equity'. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing loans and borrowings, less cash and cash equivalents. Adjusted equity comprises all components of equity.

Particulars	As at 31st March, 2020	As at 31st March, 2019
Total Interest bearing Liabilities	71,06,143	98,80,297
Less : Cash and Cash Equivalents	2,17,452	48,747
Adjusted Net Debt	68,88,692	98,31,550
Total Equity	4,83,29,208	4,67,23,796
Adjusted Equity	4,83,29,208	4,67,23,796
<b>Adjusted net debt to adjusted equity</b>	<b>0.14</b>	<b>0.21</b>

### 39 Details of Loan given, Investment made and Guarantee given covered u/s 186(4) of the Companies Act.

The Company has not given any loan, has not made any investment or not given any guarantee which covered under section 186(4) of the Companies Act.

40 The Company elected to exercise the option permitted under Section 115BAA of the Income -tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognised provision for Income tax for the year ended 31 March 2020 and re-measured its Deferred Tax Assets basis the rate prescribed in the said Section.

### 41 Impact of COVID 19

The Company has considered the possible impact that may arise from COVID-19, a global pandemic, on the carrying amount of its assets including inventory and receivables. In developing the assumptions relating to the impact of possible future uncertainties in global economic conditions because of this pandemic, the Company, as at the date of approval of these financial results has used internal and external sources of information including economic forecasts. The Company based on current estimates expects the carrying amount of the above assets will be recovered, net of provisions established.

### 42 Approval of the Financial Statements

The Financial Statements of the Company has been approved in the board meeting held on 23rd June, 2020.

Signature to significant accounting policies and notes 1 to 42 to the financial statements.

**For, M. M. Thakkar & Co.**  
**Chartered Accountants**  
**Firm Registration No.110905W**

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

**D.M.THAKKAR**  
**Partner**  
**Membership No.103762**

**Ashish D. Panchal**  
**Managing Director**  
**Din : 00598209**

**Kantaben D. Panchal**  
**Director**  
**Din : 00598256**

**Kalpesh N. Kansara**  
**CFO**

**Aayushi P. Soni**  
**Company Secretary**

**Place : Rajkot**  
**Date : 23rd June, 2020**

**Place : Rajkot**  
**Date : 23rd June, 2020**