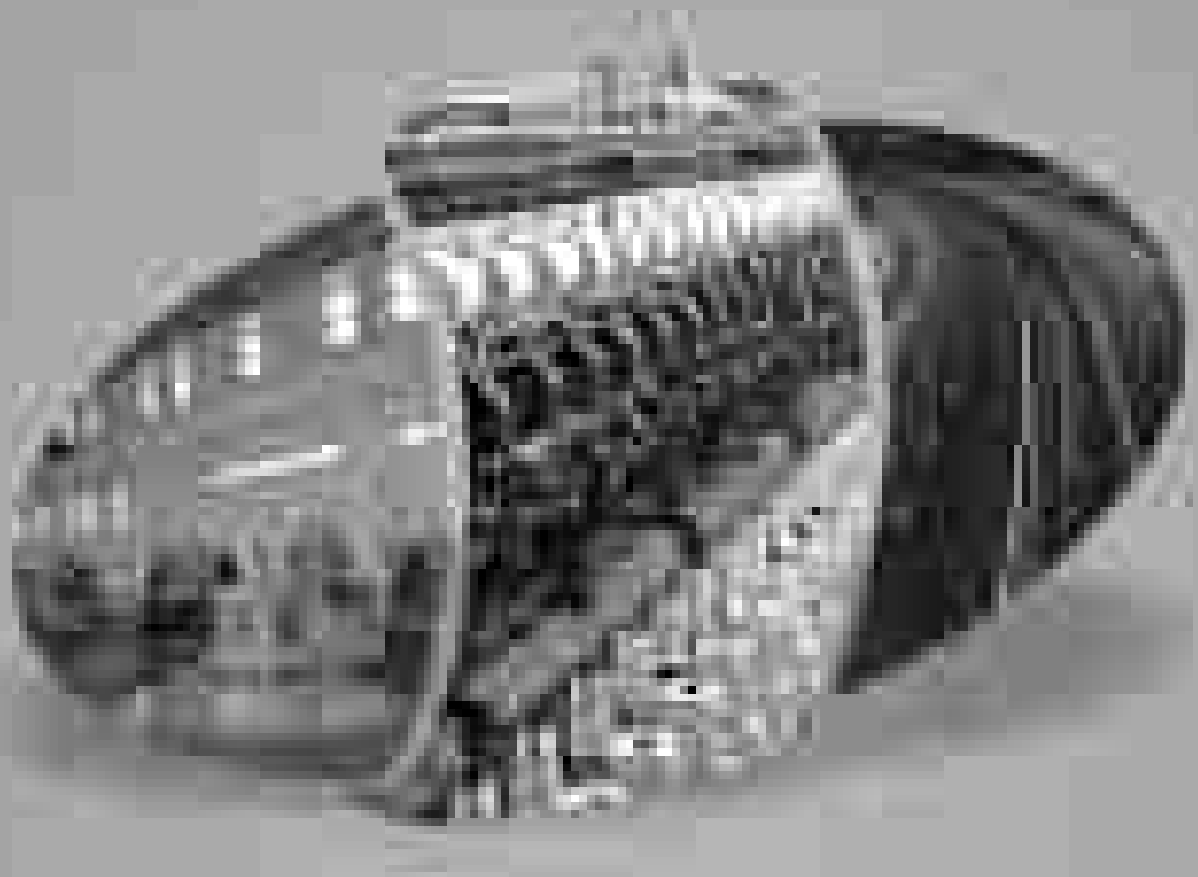


2018-19

26th ANNUAL REPORT

contents

Directors report 1

Corporate Governance Report 25

Management Discussions & Analysis Report 41

Standalone Auditors Report 43

Standalone Financials 50

Consolidated Auditors Report 67

Consolidated Financials 72

BOARD OF DIRECTORS

Mr. Shivaji R. Mohite	Managing Director
Mrs. Monika S. Mohite	Joint Managing Director
Mr. Abhay S. Bhide	Wholetime/Executive Director & CEO
Mr. Vijay M. Nawandhar	Independent Director
Mr. Ranjeet D. Patil	Independent Director
Mr. Sangramsinh S. Nimbalkar (Resigned on 14/01/2019)	Independent Director
Mr. Shankar H. Patil	Independent Director

SPINNING UINT &
REGISTERED OFFICE

R.S.No. 347, Ambapwadi Phata,
NH - 4, Vadgaon,
Tal - Hatkanangale,
Dist.- Kolhapur INDIA 416112
web – www.mohite.com
Fax - +91 230 2471229
email – mohitex@bsnl.in
Phone - +91 230 2471230 to 33

HYDRO-ELECTRIC
POWER PROJECT

Radhanagari Hydro
Power Project
Radhanagari Dam foot ,
A/p-Fejiwade,
Tal- Radhanagari
Dist - Kolhapur.

BANKERS

Bank of Baroda,
Shahupuri, Kolhapur

AUDITOR

Prashant Hirawdekar & Associates
Chartered Accountants,
Kolhapur

INTERNAL AUDITORS

N. M. Pathan & Co.
Chartered Accountants,
Kolhapur

COST AUDITOR

Mr. Sudhakar V. Vhatte
Cost & Management
Accountant, Solapur

SECRETARIAL AUDITOR

Mr. Dilip D. Pange
Company Secretary
in Practice, Kolhapur

CHIEF FINANCE OFFICER

Priyanka Abhijit Patil

COMPANY SECRETARY

CS Ashvini Prataprao Kalekar

DIRECTOR'S REPORT

Dear Shareholders,

Your Director's have pleasure in presenting the 28th Annual Report of the Company along with the Audited Financial Statements and Auditor's report for the year ended 31st March, 2019.

1. FINANCIAL RESULTS :

(₹ In Lakhs)

Particulars	For the year ended on 31st March 19 (Standalone)	For the year ended on 31st March 19 (Consolidated)	For the year ended on 31st March 18
Income from Operations			
a) Revenue from Business Operations	11649.85	11649.85	10319.48
b) Other Income	11.03	11.03	6.03
Total Income from Operation	**11660.88**	**11660.88**	**10325.51**
Profit Before Finance costs, Depreciation , Tax	**1988.91**	**1988.62**	**1741.11**
Less : Finance Costs	1059.58	1059.58	905.33
Profit before Depreciation, Tax	**929.32**	**929.04**	**835.78**
Less : Depreciation	727.50	727.50	719.03
Profit before Tax	**201.82**	**201.54**	**116.75**
Less - Current Tax	42.50	42.50	21.50
Less - Previous year adjustment of Tax	-	-	-
Less -Deferred Tax	(53.81)	(53.81)	(41.72)
Profit/ (Loss) for the period from continuing operations	**213.13**	**212.85**	**136.97**
Other Comprehensive Income Net of Tax	**-**	**-**	**-**
Total Comprehensive Income After Tax	**213.13**	**212.85**	**136.97**
Amount Transferred to General Reserve	-	-	-
Balance of Profit Brought Forward	-	-	-
Short Provision of Income Tax		-	-
Depreciation Reversal	-	-	-
Balance carried to Balance Sheet	**6872.59**	**6872.30**	**6659.45**
Earning per share (Basic)/ (Diluted)	1.06	1.06	1.69

Performance Review-

During the Financial year under review the Company has achieved Revenue of ₹11649.85 Lakhs and that for previous year was ₹10319.48 Lakhs. The Company incurs net Profit (after tax) of ₹ 213.13 Lakhs during the year and that for previous year there was net loss (after tax) of ₹136.97 Lakhs.

Further last quarter of financial year 2018-19, the company acquired subsidiary i.e. Solitaire Constructions Private Limited and company hereby presenting first Consolidated Financials as on 31st March 2019 after acquisition. The Consolidated performance also presented above.

The performance of the company and state of affairs has been comprehensively covered in the management discussion and analysis report.

2. DIVIDEND

The Board of Directors do not recommend the payment of dividend for the financial year 2018-19.

3. TRANSFER TO RESERVES

There is no any amount transferred to any reserve during the year under consideration.

4. DIRECTORS & KMP

The Board of directors is duly constituted the detailed composition of which is given in Corporate Governance Report forming part of this report. In accordance with the provisions of Section 152 of the Companies Act, 2013 read with Companies (Management & Administration) Rules, 2014 and Articles of Association of the Company, Director Mr. Shivaji Ramchandra Mohite (DIN: 00425441)), retire by rotation at the ensuing Annual General Meeting and being eligible, has offered himself for re-appointment and your Board recommends for her re-appointment.

Mr. Abhay S. Bhide (DIN:05307473) was reappointed as Wholetime Director of the Company for next five years with effect from 01st October,2018 during the year.

Mr. Sangramsinh S. Nimbalkar (DIN 00508548), Non-Executive & Independent Director of the Company has resigned during the year under consideration w.e. f 14th January 2019 and even after his resignation the constitution of the Board of Director remained as required by law hence casual vacancy was not filled.

The Board has reappointed Mr. Shivaji Ramchandra Mohite (DIN: 00425441) as Managing Director of the Company and Mrs. Monika Shivaji Mohite (DIN: 00425614) as Joint Managing Director of the Company for a period of five years with effect from 1st October, 2019 and recommended their reappointment for shareholders approval in forthcoming annual general meeting.

Mr. Shreyas S. Alatkar, Chief finance officer of the Company resigned during the year. Casual Vacancy caused thereby was filled by appointment of Priyanka Abhijit Patil as Chief Finance officer of the Company w.e.f. 29th March 2019

Besides above there are no any other changes in composition of the Board.

5. COMMITTEES OF THE BOARD

There are five Committees of the Board and there was change in composition of any Committee during the year.

- Audit Committee
- Stakeholders' Relationship Committee
- Nomination and Remuneration Committee
- Risk Management Committee
- Corporate Social Responsibility Committee

Details of all the Committees along with their charters, composition and meetings held during the year are provided in the Report on Corporate Governance, a part of this Annual Report.

6. AUDIT COMMITTEE

The Company has duly constituted Audit Committee. The details as to composition and functioning of the committee are provided in the Report on Corporate Governance. All recommendations made by Audit committee were accepted by the Board during year under consideration.

7. MEETINGS OF THE BOARD

The Board met seven times during the year, the details of which are given in the Report on Corporate Governance. All meetings are duly convened.

8. DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(3)(c) of the Companies Act, 2013 the Board hereby submit its responsibility Statement :-

(a) in the preparation of the annual accounts for FY 2018-19, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b) the directors had 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 2018-19 and of the profit and loss of the company for that period;

(c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) the directors had prepared the annual accounts on a going concern basis; and

(e) the directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

(f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

9. ANNUAL PERFORMANCE EVALUATION

Pursuant to the governing provisions of the Companies Act, 2013, the Listing Regulations and Guidance Note on Board Evaluation issued by SEBI, a formal annual evaluation was carried out by the Board of its own performance and that of its Committees and the performance of Individual Directors. During the year under review, one meeting of the Independent Directors of the Company was held, without the presence of Non-Independent Directors, Managing Director and

management representatives, wherein the performance of Non-Independent Directors, Chairman), Managing Director and the Board of Directors as a whole was reviewed. The review of performance of the Chairman of the Company was carried out, inter alia, taking into account the views of the Non-Executive Directors and Managing Director. The Independent Directors also assessed the quality, quantity and timeliness of flow of information between the Company management and the Board of Directors that is necessary for the Board of Directors to effectively and reasonably perform their duties.

The performance evaluation of the Board, its Committees and Individual Directors was carried out by the entire Board, excluding the director being evaluated, interalia, taking into account the criteria for evaluation formulated by the Nomination and Remuneration Committee. The Board, its Committees and Directors evaluation provided a formal process of communication in raising issues that might not otherwise be vetted by the Board, with the underlying objectives to develop an action plan to enhance the Board performance, interalia, by ensuring compliance with the requirements of the Companies Act, 2013 and code of corporate governance as enshrined in the Listing Regulations.

The structured evaluation process was focused on identifying areas of improvement, if any, such as creating balance of power between the Board and management, long term strategy, more effectively fulfilling the Board's oversight responsibilities, the adequacy of committee(s) structures, the assessment of Board culture to ascertain whether the same is conducive to attract right individuals to join the Board and updating the evaluation process itself.

A review of fiduciary duties of the Board, governance policy adopted by the Company and acquaintance and familiarisation of Independent Directors with the Company and its business model, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, etc. and contribution by each director, committees of the Board was also carried out during the process of evaluation. The appraisal of the Managing Director & Chief Executive Officer and his level of engagement in the affairs of the Company was an important component of the Board evaluation.

The final evaluation was thereafter deliberated and assessed taking into account inputs from the Board about evaluation of Individual Directors and various Committees of the Board and suggesting action plan for further enhancing Board performance and plan for next Board, its Committee(s) and individual directors evaluation.

10. PUBLIC DEPOSIT

During the year under review the Company has not accepted any deposit within the meaning of Section 73 and Section 76 of the Companies Act 2013 read with the Companies (Acceptance of Deposits) Rule 2014.

11. EXTRACT OF ANNUAL RETURN

Extract of Annual Return in Form MGT 9 is attached to this Report as Annexure I.

12. LISTING OF EQUITY SHARES

The Equity Shares of your Company are presently listed on Bombay Stock Exchange Limited, (BSE). The Company has duly paid the listing fees to Bombay Stock Exchange Limited for the Financial Year 2019-20.

13. REMUNERATION POLICY

The Board of Directors in consonance with the recommendation of Nomination and Remuneration Committee (NRC) has adopted a terms of reference which, interalia, deals with the criteria for identification of members of the Board of Directors and selection/appointment of the Key Managerial Personnel/Senior Management Personnel of the Company. The NRC recommends appointment of Director/appointment or re-appointment of Managing Director based on their qualifications, expertise, positive attributes and independence in accordance with prescribed provisions of the Companies Act, 2013 and rules framed thereunder and Listing Regulations. The NRC, in addition to ensuring diversity of race and gender, also considers the impact the appointee would have on Board's balance of professional experience, background, view points, skills and areas of expertise.

The Board of Directors in consonance with the recommendation of Nomination and Remuneration Committee has also adopted the Remuneration Policy for the Directors, Key Managerial personnel and Senior Managerial personnel. The guiding principles of the Remuneration Policy are stated in the Report on Corporate Governance, which forms part of the Annual Report.

14. RISK MANAGEMENT AND ADEQUACY OF INTERNAL FINANCIAL CONTROLS

Your Company's system of financial and compliance controls with reference to the financial statements and risk management is embedded in the business process by which the Company pursues its objectives. Additionally, the Audit Committee, Risk Management Committee of Board of Directors assess and monitor regularly the framework for identification, evaluation and prioritization of risks, mechanism to mitigate risks, process that methodically track governance objectives, risk ownership/accountability, compliance with policies and decisions that are set through the governance process, risks to those objectives and services and effectiveness of risk mitigation and controls besides

inherent risks associated with the products/goods dealt with by the Company as well as execution of business. Your Company's approach to address business risks and compliance functions is comprehensive across both the business segments and includes periodic review of such risks and a framework for mitigating and reporting mechanism of such risks. In addition, the policies and procedures have been designed with an intent to ensure safeguarding of Company's assets, the prevention and detection of frauds and errors.

There are no risks which in opinion of the Board threaten the existence of the company. From last few years the board majorly dealing with risk associated with sluggish market which affected the performance of company during concern periods. But the Board tries to overcome it by adopting various active measures like marketing, quality improvement, shifting some extent to fabric manufacturing along with yarn production etc.

The management is committed to ensure effective internal financial controls environment, which provides assurance on the efficiency of Company's business operations coupled with adherence to its established policies, safety/security of its assets besides orderly and legitimate conduct of business in the circumstances, which may reasonably be foreseen. The Company has defined organisation structure, authority levels, delegated powers, internal procedures, rules and guidelines for conducting business transactions. The Company's system and process relating to internal controls and procedures for financial reporting have been designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with the Companies Act,2013, Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act and rules made thereunder and all other applicable regulatory/statutory guidelines, etc. for disclosures with reference to financial statements.

Your Company's internal control systems are supplemented by an extensive program of internal audit by an independent firm of Chartered Accountants. Internal audits are conducted at regular intervals and a summary of the observations and recommendations of such audits are placed before the Audit Committee. The Internal Auditors as well as the Audit Committee conduct an evaluation of the adequacy and effectiveness of the system of internal financial controls system on an ongoing basis.

The Board has also implemented systems to ensure compliance of all applicable laws to the Company which were effective and operative.

15. CORPORATE SOCIAL RESPONSIBILITY INITIATIVE

As per provisions of the Companies (Amendment) Act 2017, the company does not incur any Corporate social responsibility liability for FY 2018-19 and also for current FY 2019-20 as it doesn't fulfills the criteria applicable.

But the Company has duly constituted Corporate Social Responsibility (CSR) Committee as provisions relating to same were applicable to company under as per old criteria and company continued with same CSR Committee. The Committee has framed the CSR Policy on Corporate Social Responsibility as per Schedule VII of the Companies Act, 2013 which is disclosed on website of the company under sub-heading Corporate Governance - heading Investor Relations. PARVATI MOHITE FOUNDATION, a Sec. 8 Company, has been incorporated as sole purpose vehicle to undertake CSR activities. But still no CSR activities are undertaken by the Company.

The details as per the provisions of Rule 8 of Companies (Corporate Social Responsibility) Rules, 2014 are annexed herewith as Annexure II.

16. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SECTION 188(1) OF THE COMPANIES ACT, 2013

All related party transactions that were entered into by the Company during the financial year under review were generally on arms' length basis and in the ordinary course of business. The disclosure of related party transactions as required under Section 134(3)(h) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 in prescribed Form AOC-2 is given in Annexure III, which is attached hereto and forms a part of the Directors' Report. There are no material significant related party transactions entered into by the Company with its Promoters, Directors, Key Managerial Personnel or other designated persons, which may have a potential conflict with the interest of the Company at large. All related party transactions are placed before the meeting(s) of Audit Committee for its approval.

Prior omnibus approval of the Audit Committee is obtained on an annual basis, for a financial year, for the transactions which are of a foreseen and repetitive in nature. The statement giving details of all related party transactions entered into pursuant to the omnibus approval together with relevant documents/information are placed before the Audit Committee for review and updation on quarterly basis. The Company's Policy on materiality of Related Party Transactions and dealing with Related Party Transactions, as approved by the Board of Directors, is uploaded on the Company's website and can be accessed at weblink: http://www.mohite.com/pdf/new data/Policy%20on%20Dealing%20with%20Related%20Party%20-Transactions.pdf

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

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

18. MATERIAL CHANGES AND COMMITMENT OCCURRED DURING THE YEAR UNDER REVIEW AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There was no other changes occurred during the year under consideration affecting financial position of the Company.

19. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

The particulars of Loans, Guarantees and Investments in pursuance to Section 186 of the Companies Act, 2013 have been disclosed in the financial statements read together with Notes annexed to and forming an integral part of the financial statements..

20. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS IN THEIR REPORTS

There were no qualifications, reservations or adverse remarks made by of the Auditors of the company or by Practicing Company Secretary in their respective Reports.

21. DECLARATION OF INDEPENDENT DIRECTORS

The Independent Directors have submitted their declarations to the Board that they fulfill all the requirements as stipulated in Section 149(6) of the Companies Act, 2013 so as to qualify themselves to be appointed as Independent Directors under the provisions of the Companies Act, 2013 and the relevant rules.

Mr. Sangramsinh S. Nimbalkar (DIN 00508548) , Non-Executive & Independent Director of the Company has resigned during the year under consideration w.e. f 14th January 2019 due to his personal reason and even after his resignation the constitution of the Board of Director remained as required by law hence casual vacancy was not filled.

The confirmation was given by Mr. Sangramsinh S. Nimbalkar that, there was no any other material reason than is his person reason for resigning from post as Independent Director.

22. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

In terms of Section124, 125 of the Companies Act, 2013 there was no any pending unclaimed or unpaid Interim Dividend relating to any previous years due for remittance to Investor Education and Protection Fund (IEPF).

23. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

There was no order passed by any regulator or court or tribunal, which impacts the going concern status of the Company or will have bearing on Company's operations in future.

During year under consideration Books of Company were inspected under section 206(5) of the Companies Act 2013 and reply to observation submitted in this financial year but still final order is not issued.

24. WHISTLE BLOWER POLICY

The Company has a Vigil Mechanism Policy /Whistle blower Policy to provide mechanism for reporting genuine concerns or grievance. The details of the Vigil Mechanism Policy//Whistle blower Policy is explained in the Report on Corporate Governance and also posted on the website of the Company. We affirm that during the financial year 2018-19, no employee or director was denied access to the Chairman of the Audit Committee.

25. SECRETARIAL AUDIT REPORT

Pursuant to the provisions of Section 204 of the Companies Act, 2013, the Secretarial Audit Report received from Shri. Dilip Pange, Practicing Company Secretary, Kolhapur is appended as Annexure IV and forms part of this report. Report is non-qualified. Mr. Dilip Pange, Kolhapur Membership No.6423, CP No.2516, is reappointed as Secretarial Auditor of the company for year 2019-20.

26. INTERNAL AUDIT

The Internal Auditors of the company conducts financial, operational and management audit of various functions and areas. Their reports are placed before the Audit Committee and appropriate actions as deemed fit are initiated based on the reports.

M/S N. M. PATHAN & CO, Chartered Accountants, Kolhapur (proprietor MR. NEEHAL PATHAN, Membership No130017) were appointed as Internal Auditors of the Company for F.Y. 2018-19.

The Board has reappointed M/s. N. M. Pathan & Co, (Proprietor Mr. Neehal Pathan, Membership No.130017) Chartered Accountants, Kolhapur as its Internal Auditor for FY.2019-20.

27. CORPORATE GOVERNANCE

The Company has Pursuant to Regulation 34 and Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the following have been made a part of the Annual Report and are attached to this report:

- Management Discussion and Analysis Report
- Report on Corporate Governance
- Auditors' Certificate regarding compliance of conditions of Corporate Governance
- Confirmation by CEO as to compliance of Code of Conduct

28. PARTICULARS OF EMPLOYEES REMUNERATION

There is no employee in the company which comes under provisions of Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 .Details of remuneration paid to all the directors / employees and details of the ratio of remuneration of each Director to the median employee's remuneration is provided in Corporate Governance Report and Annexure-V & VI to this Report.

29. AUDITORS

M/s PRASHANT HIRAWDEKAR & ASSOCIATES, Chartered Accountants, Kolhapur proprietor HIRAWDEKAR PRASHANT SUBHASH (having membership number 133498) was appointed as statutory Auditors of the Company for five years i.e. up to conclusion of thirty first Annual General Meeting of the Company to be held in year 2022,subject to ratification in each succeeding Annual General Meeting . However, after the amendment in Section 139 of the Act, effective 7th May, 2018, ratification by members every year for the appointment of the Statutory Auditors is no longer required. The Company has received eligibility cum consent letter from him expressing his willingness to be continued as Statutory Auditor. He is not disqualified from being appointed as Auditor.

30. COST AUDITORS AND COST RECORDS

As per the provisions of Section 148 of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014, the Board of Directors of the Company has appointed Shri. S. V. Vhatte, Cost & Management Accountant, Solapur as Cost Auditors of the Company to conduct audit of cost records maintained by the Company for year 2018-19 at a remuneration of ₹ 75000/- (Rupees Seventy Five Thousand Only) plus taxes and out of pocket expenses. A resolution seeking approval of the members for ratifying the remuneration payable to the Cost Auditors for FY 2019-20 is provided in the Notice of the ensuing Annual General Meeting.

The Cost accounts and records as required to be maintained under Section 148 (1) of Act are duly made and maintained by the Company.

31. SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE

Your Company has acquired a subsidiary namely Solitaire Constructions Private Limited, belongs to same promoter group as that of your company and the subsidiary company is a non-material non-listed Indian Subsidiary company. The subsidiary has recently undertaken its business activity i.e. construction and allied infrastructure sectors.

A Statement containing the salient features of the financial statements of subsidiary company as prescribed under the first proviso to sub-section (3) of section 129 of the Companies Act, 2013 read with rule 5 of The Companies (Accounts) Rules, 2014 is attached as per the prescribed format and forms a part of the Annual Report. In accordance with the provisions of Section 136 of the Companies Act, 2013 and the amendments thereto, read with Listing Regulations, the audited financial statements, including the consolidated financial statements and related information of the Company and financial statements of the subsidiary company will be available on the Company's website www.mohite.com.

32. CONSOLIDATED FINANCIAL STATEMENTS

The audited consolidated financial statements of the Company as of and for the year ended March 31, 2019 have also been prepared in the same form and manner as that of the Company and are in accordance with the applicable provisions of the Act and the rules and regulations made thereunder, read with Indian Accounting Standard (Ind AS)-110 "Consolidated Financial Statements forms a part of the Annual Report.

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

Pursuant to the provisions of Section 134 (3) (m) of the Companies Act, 2013, read with Rule 8 of the Companies (Accounts) Rules, 2014, details regarding Conservation of Energy, Technology Absorption, Foreign Exchange earnings and outgo for the year under review is given as " Annexure VII".

34. INFORMATION UNDER THE SEXUAL HARRASSMENT OF WOMEN AT WORK PLAKHE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has constituted an Internal Complaint Committee as required under Section 4 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. During the year, no complaint was filed during year under consideration. No complaint was pending at the beginning or end of the year under review.

35. ACKNOWLEDGMENT :

Your Directors wishes to thank the employees for their dedication and the excellence they have displayed in conducting the operations of the Company. Directors also place on record their sincere thanks to bankers, customers, suppliers, business associates, consultants, market intermediaries, various Government Authorities for their continued support extended to the Company during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed.

on behalf of the Board
MOHITE INDUSTRIES LTD.

Place : Vadgaon, Kolhapur
Date : 27th August, 2019

Shivaji Mohite
MD DIN 00425441

ANNEXURE - I

EXTRACT OF ANNUAL RETURN
Form No. MGT-9
As on the financial year ended on 31ST MARCH 2019
[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

1	CIN	L40108MH1990PLC058774
2	Registration Date	31st October 1990
3	Name of the Company	MOHITE INDUSTRIES LIMITED
4	Category / Sub-Category of the Company	Public Company Limited By Shares Indian Non-Government Company
5	Address of the Registered office and contact details	R. S. No. 347, Ambapwadi Phata, NH-4, Vadgaon, Tal-Hatkanangale, Dist- Kolhapur - 416112 Phone - +91 230 2471230 to 33 Fax - +91 230 2471229 email - mohitex@bsnl.in web - www.mohite.com
6	Whether listed company	Yes
7	Name, Address and Contact details of Registrar and Transfer Agent, if any	Link Intime India Private limited C-101, 1st Floor, 247 Park, L. B. S. Marg, Vikhroli (West) Mumbai MH 400083 Tel. No. - 022 -49186270 (for Investor) 022- 49186000 Fax No. – 022- 49186060 Email – rnt.helpdesk@linkintime.co.in

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sr. No.	Name and Description of main products / services	NIC Code of the Product/ Service	% to total turnover of the company
1	Manufacturing 100% Cotton Yarn	13119	99.64
2	Generation of Hydro Electric Power	35101	16.97

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
Solitaire Constructions Private Limited Parvati-Kunj' Plot No. 1, C.S. No. 250/B/1A/4 Nagala Park, Near Nagoba Mandir, Kolhapur, Maharashtra India – 416003	U45202PN2003 PTC018306	Subsidiary	52.94	2(87)(ii)

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

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total Shares	% of Total	
A. Promoters									
1. Indian									
Individual/ HUF	13832663	-	13832663	68.8202	13832663	-	13832663	68.8202	NIL
Central Govt.	-	-	-	-	--	-	-	-	-
State Govt. (s)	-	-	-	-	--	-	-	-	-
Bodies Corporate	-	-	-	-	--	-	-	-	-
Banks/FI	-	-	-	-	--	-	-	-	-
Any Other	-	-	-	-	--	-	-	-	-
Sub Total of (A)(1)	**13832663**	**-**	**13832663**	**68.8202**	**13832663**	**-**	**13832663**	**68.8202**	**NIL**
2. Foreign									
NRI Individuals	-	-	-	-	-	-	-	-	-
Other Individuals	-	-	-	-	-	-	-	-	-
Bodies Corporates	-	-	-	-	-	-	-	-	-
Banks/FI	-	-	-	-	-	-	-	-	-
Any Other	-	-	-	-	-	-	-	-	-
Sub Total of (A)(2)	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total Shareholding of Promoters (A)= A)(1)+(A)(2)	**13832663**	**-**	**13832663**	**68.8202**	**13832663**	**-**	**13832663**	**68.8202**	**NIL**
B. Public Shareholding									
1. Institutions									
Mutual Funds	-	-	-	-	--	-	-	-	-
Bank/FI	-	-	-	-	--	-	-	-	-
Central Govt.	-	-	-	-	--	-	-	-	-
State Govt.(s)	-	-	-	-	--	-	-	-	-
Venture Capital Funds	-	-	-	-	--	-	-	-	-
Insurance Companies	-	-	-	-	--	-	-	-	-
Foreign Portfolio Investors	-	-	-	-	--	-	-	-	-
Foreign Venture Capital Fund	-	-	-	-	--	-	-	-	-
Other (Specify)	-	-	-	-	--	-	-	-	-
Sub-Total of (B)(1)	-	-	-	-	--	-	-	-	-
2. Non-Institutions									
a. Bodies Corp.									
i) Indian	2887152.00	1862300	4749452.00	23.6295	2316283	1862300	4178583	20.7893	(2.8402)
ii) Overseas	-	-	-	-	-	-	-	-	
b. Individual									
i) Individual Shareholders holding Nominal Share Capital up to ₹ 1 Lakhs	515455	57521	572976	2.8507	522467	52021	574488	2.8581	0.0074
ii)Individual Shareholders holding Nominal Share Capital in Excess of ₹1 Lakhs	743971	-	743971	3.7014	638727	-	638727	3.1778	(0.5236)

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total Shares	% of Total	
c. Any Other (Specify)									
i) NRI(Repat)	3050	-	3050	0.0152	3050	-	3050	0.0152	NIL
ii)NRI (Non- Repat)	-	-	-	-	-	-	-	-	-
iii)OCB	-	-	-	-	-	-	-	-	-
iv)Trust	2050		2050	0.0102	2050		2050	0.0102	NIL
v)Clearing Member	64820	-	64820	0.3225	55024	-	55024	0.2738	(0.0487)
vi) Hindu Undivided Family	43140	-	43140	0.2146	613122	-	613122	3.0504	2.8358
vii)Director & Relative of Director	87578	-	87578	0.4357	201993	-	201993	1.005	0.5693
Sub-Total of (B)(2)	4347216	1919821	6267037	31.1798	4352716	1914321	6267037	31.1798	(0.0001)
Total Public Shareholding (B)=(B)(1)+(B)(2)	4347216	1919821	6267037	31.1798	4352716	1914321	6267037	31.1798	(0.0001)
C. Shares held by Custodian for GDRs & ADRs									
Grand Total (A+B+C)	18179879	1919821	20099700	100	18185379	1914321	20099700	100	(0.0001)

(ii) Shareholding of Promoters And Promoters Group

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumberred to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumberred to total shares	
1	Shivaji Ramchandra Mohite	9176324	45.654	19.4910	9176324	45.654	4.5654	NIL
2	Monika Shivaji Mohite	4656339	23.1662	0	4656339	23.1662	0	NIL
	Total	**13832663**	**68.8202**	**19.4910**	**13832663**	**68.82**	**4.5654**	**NIL**

iii) Change in Promoters' Shareholding (Please Specify, if there is no change)- Not Applicable

(iv) Shareholding Pattern of Top Ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sr. No.	Name of Promoter		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
			No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	**PATIL AGRO TECH LLP**					
A.	At the beginning of the year		971900	4.8354		
B.	Changes During The year (Date wise Increase/Decrease in Share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity etc):					
	Date	Reason				
C.	At the end of the year				971900	4.8354

2. WARNER WINE INDUSTRIES LTD

A.	At the beginning of the year			890400	4.4299	
B.	Changes During The year (Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):					
	Date	Reason				
					890400	4.4299
C.	At the end of the year				890400	4.4299

3. VISHWANATH MINERALS AND METALS PRIVATE LIMITED

A.	At the beginning of the year			848200	4.2200	
B.	Changes During The year (Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):					
	Date	Reason				
				-	-	
C.	At the end of the year				848200	4.2200

4. GREENLAND BIOTECH LLP

A.	At the beginning of the year			787200	3.9165	
B.	Changes During The year (Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):					
	Date	Reason				
				-	-	
C.	At the end of the year				787200	3.9165

5. SHRI GANESH SEEDS PRIVATE LIMITED

A.	At the beginning of the year			459825	2.2877	
B.	Changes During The year (Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):					
	Date	Reason				
	-	-	-	-	459825	2.2877
C.	At the end of the year				459825	2.2877

6. JITENDRA KUMAR RANKA (HUF)

A.	At the beginning of the year			0	0	
B.	Changes During The year (Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):					
	Date	Reason				
	25.01.2019	Market Buy	237527	1.1817	237527	1.1817
	01.02.2019	Market Buy	44465	0.2212	281992	1.4030
C.	At End of the year		-	-	281992	1.4030

7. RAJENDRA KUMAR RANKA (HUF)

A.	At the beginning of the year		0	0		
B.	Changes During The year (Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):					
	Date	Reason				
	25.01.2019	Market Buy	232930	1.1589	278050	1.3834
	01.02.2019	Market Buy	45120	0.2245	278050	1.3834
C.	At End of the year		-	-	278050	1.3834

8. PREMLATA RAMESH SARAOGI

A.	At the beginning of the year		201150	1.0008		
B.	Changes During The year (Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):					
	Date	Reason				
			-	-	201150	1.0008
C.	At End of the year				201150	1.0008

9. GLOBE FINCAP LIMITED

A.	At the beginning of the year		99145	0.4933		
B.	Changes During The year (Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):					
	Date	Reason				
	-	-				
C.	At the end of the year				99145	0.4933

10. RUPA VIPUL SHAHA

A.	At the beginning of the year		97260	0.4839		
B.	Changes During The year (Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):					
	Date	Reason				
	-	no change			97260	0.4839
C.	At the end of the year				97260	0.4839

V Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Name of Director / KMP	Shareholding at the beginning of the year		Shareholding at the End of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Mr. Shivaji Ramchandra Mohite (Chairman & Managing Director)	9176324	45.6540	9176324	45.6540
2.	Mrs. Monika Shivaji Mohite (Joint Managing director)	4656339	23.1662	4656339	23.1662
3.	Mr. Abhay Shamrao Bhide (Whole time Director)	-	-	-	-
4.	Mr. Vijay Madanlal Nawandhar (Director)	40000 Equity Shares held Jointly with Vinod Madanlal Nawandhar & 2500 Equity Shares held Individually	0.2114	40000 Equity Shares held Jointly with Vinod Madanlal Nawandhar & 2500 Equity Shares held Individually	0.2114
5.	Mr. Ranjeet Dinkarrao Patil (Director) (cease to be Independent Directorw.e. f 14th Jan 2019)	-	-	-	-
6.	Mr. Sangramsinh Subhashrao Nimbalkar (Director)	-	-	-	-
7.	Mr. Shankar Hindurao Patil (Director)	-	-	-	-
8.	Mrs.Priyanka Abhijit Patil (Gavali) (Chief Finance Officer)	-	-	-	-
9.	Ms. Ashvini Prataprao Kalekar (Company Secretary)	-	-	-	-

VI. INDEBTEDNESS (Indebtedness of the Company including interest outstanding/accrued but not due for payment (₹ In Lacs)

Particulars	Secured Loans excluding deposits	Deposits / Unsecured Loans	Total Indebtedness
Indebtedness at the beginning of the financial year			
Principal Amount	8376.97	32.48	8409.45
Interest due but not paid	-	-	--
Interest accrued but not due	-	-	-
Total (i+ii+iii)	**8376.97**	**32.48**	**8409.45**
Change in Indebtedness during the financial year			
Addition	-	-	-
Deletion	208.85	13.57	222.42
Net Change	**208.85**	**13.57**	**222.42**
Indebtedness at the end of the financial year			
Principal Amount	8168.12	18.91	8187.03
Interest due but not paid		-	--
Interest accrued but not due	-	-	-
Total (i+ii+iii)	**8168.12**	**18.91**	**8187.03**
At End of the year	**8168.12**	**18.91**	**8187.03**

VII. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

(₹ In Lacs)

Sl. No.	Particulars Of Remuneration	Name Of MD/WTD/ Manager			Total Amount
		Shivaji Mohite (MD)	Monika Mohite (Jt. MD)	Abhay Bhide (WTD & KMP)	
	Gross Salary				
	(A) Salary As Per Provisions Contained In Section 17(1) Of The Income-Tax Act,1961	48.17	24.17	38.22	110.56
	(B) Value Of Perquisites U/S17(2) Income-Tax Act,1961	-	-	-	-
	(C) Profits In Lieu Of Salary Under Section 17(3) Income- Tax Act, 1961	-	-	-	-
	Stock Option	-	-	-	-
	Sweat Equity	-	-	-	-
	Commission				
	- as % of profit	-	-	-	-
	- others (Contribution to PF)	-	-	-	-
	Others, please specify	-	-	-	-
	Total (A)	**48.17**	**24.17**	**38.22**	**110.56**
	Ceiling as per the Act	As per Section 197 and Schedule V of The Companies Act 2013			

B. Remuneration to other directors:

(₹ In Lakhs)

Sl. No.	Particulars of Remuneration	Name of Directors				Total Amount
	Independent Directors	Mr. Vijay Madanlal Nawandhar	Mr. Ranjeet Dinkarrao Patil	Mr. Sangramsinh Subhashrao Nimbalkar (cease to be Independent Directorw.e. f 14th Jan 2019)	Mr. Shankar Hindurao Patil	
	• Fee for attending board committee meetings • Commission • Others, please specify					
	Total (1)					
	Other Non-Executive Directors • Fee for attending board committee meetings • Commission • Others(Consultancy fees and cannot be recognised as Managerial Remuneration)			NIL		
	Total (2)	**NIL**				**NIL**
		As per Section 197 and Schedule V of The Companies Act 2013				
	Total (B)=(1+2)					**NIL**
	Total Managerial Remuneration Remuneration					**110.56**
	Overall Ceiling as per the Act	As per Section 197 and Schedule V of The Companies Act 2013				

C. Remuneration to Key Managerial Personnel Other Than MD /MANAGER /WTD

(₹ In Lakhs)

Sl. No.	Particulars Of Remuneration	Key Managerial Personnel				Total Amount
		CEO	CFO (Shreyas Alatkar) (cease to be CFO from 30th May 2018)	CFO (Priyanka Abhijit Patil) (w.e.f. 29th March 2019)	(Company Secretary) (Ashvini Kalekar)	
1	**Gross Salary**					
	(A) Salary as Per Provisions Contained In Section 17(1) of The	--	--	--	**2.88**	**2.88**
	Income-Tax Act,1961	--	--	--	--	--
	(B) Value Of Perquisites U/S17(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**	--	--	--	**2.88**	**2.88**
	Total					
	Ceiling as per the Act	--	--	--	--	--
	Overall Ceiling as per the Act	--	--	--	--	--

VIII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES : NOT APPLICABLE

During year under consideration Books of Company were inspected under section 206(5) of the Companies Act 2013 and reply to observation submitted in this financial year but still final order is not issued.

Type	Section Of The Companies Act Sec.87	Brief Description	Details Of Penalty / Punishment /Compounding Fees Imposed	Authority [RD / NCLT / COURT]	Appeal Made, If Any (Give Details)
A. COMPANY					
Penalty					
Punishment					
Compounding					
B. DIRECTORS					
Penalty			Nil		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding					

On behalf of the Board
MOHITE INDUSTRIES LIMITED

Date : 27th August, 2019

Place : Vadgaon

SHIVAJI MOHITE
Managing Director
DIN 00425441

MONIKA MOHITE
Joint Managing Director
DIN 00425614

ANNEXURE - II

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

	Particulars	Details
1	A brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs	The Company has adopted CSR Policy and the details of policy are displayed on website of the Company . Weblink for same is http://www.mohite.com/pdf/newdata/CSR%20Policy%20---.pdf
2	The Composition of the CSR Committee.	Mr. Shivaji R. Mohite, - Chairman Mr. Abhay Shamrao Bhide, - Member Mr. Vijay Madanlal Nawandhar, - Member
3	Average net profit of the company for last three financial years	₹ 3.09 Lakhs.
4.	Prescribed CSR Expenditure (two per cent, of the amount as in item 3 above) During 2018-19 company has not incurred any CSR liability.	Nil
5	Details of CSR spent during the financial year. a) Total amount to be spent for the financial year b) Amount unspent, if any c) Manner in which the amount spent during the financial year	On recommendation of CSR Committee the Board has undertaken formation of Section 8 Company to undertake projects in various areas. Accordingly 'Parvati Mohite Foundation' a Section 8 Company is formed to undertake exclusively CSR activities. The Committee is in process to undertake various CSR activities through 'Parvati Mohite Foundation' Total amount Unspent aggregate of last 4 years is ₹ 47.89 Lakhs. CSR Liability for FY 2018-19 is NIL.
6	In case the company has failed to spend the two percent of the average net profit of the last three financial years or any part thereof, the reasons for not spending the amount:	'Parvati Mohite Foundation' a Section 8 Company is formed to undertake exclusively CSR activities .The CSR Committee is in the process of identifying and undertaking the CSR projects to be undertaken by 'Parvati Mohite Foundation'.

The implementation and monitoring of CSR Policy will be in compliance with CSR objectives and Policy of the company.

SHIVAJI R. MOHITE
Managing Director
Chairman of CSR Committee

MR. ABHAY BHIDE
Wholetime director
Member of CSR Committee

Date : 27th August, 2019
Place : Vadgaon, Kolhapur

ANNEXURE - III

[Pursuant to Clause (h) of Sub-section (3) of Section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014]

Disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

Details of contracts or arrangements or transactions not at arm's length basis:

(1) The Company has not entered into any contract or arrangement or transaction with its related parties, which is not at arm's length during the year ended on March 31, 2019.

(2) Details of material contracts or arrangement or transactions at arm's length basis:

1.	Name of the related party and nature of relationship	Solitaire Constructions Private Limited (same promoter group company & now become subsidiary)	Chirag Sanditext Private Limited (same promoter group company)
2.	Nature of contracts/ arrangements/ transactions	Subscription to Shares of the company and thereby acquiring 52.94 % Paid up Equity shares of the Company (Amt. of Investment ₹ 225000/-)	Loans & advances (outstanding)
3.	Duration of the contracts/arrangements/transactions	NA	NA
4.	Salient terms of the contracts or arrangement or transactions including the value, if any, (Financial Year 2018-19)	NA	NA
5.	Date of approval by the Board, if any	14 January 2019	30 May 2018
6.	Amount paid as advances	NA	Outstanding ₹ 3,38,98,110/-

On behalf of the Board
MOHITE INDUSTRIES LIMITED

SHIVAJI MOHITE
Managing Director
DIN 00425441

MONIKA MOHITE
Joint Managing Director
DIN 00425614

Date : 27th August, 2019
Place : Vadgaon, Kolhapur

ANNEXURE - IV

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED ON 31st March 2019

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

To,
The Members,
Mohite Industries Limited
R. S. NO. 347, Ambapwadi Phata,
N.H. 4, Vadgaon, Kolhapur -416112

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

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March 2019 (Audit Period) complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by Mohite Industries Limited ("the Company") for the financial year ended on 31st March 2019 according to the provisions of:

(i) The Companies Act, 2013 ("the Act") and the rules made thereunder;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings

(Not applicable during Audit Period)

(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 Takeovers) Regulations, 2011;

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; (Not applicable during Audit Period)

(d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations 2014

(Not applicable during Audit Period)

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

(Not applicable during Audit Period)

(f) The Securities and Exchange Board of India (Registrars to 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 during Audit Period).

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998.

(Not applicable during Audit Period)

(vi) The Company has complied with following other laws applicable to the Company –

(a) The Factories Act, 1948 & the Rules Made there under.

(b) The Water (Prevention and Control of Pollution) Act 1974 & the Rules Made there under.

(c) The Air (Prevention and Control of Pollution) Act 1981 & the Rules Made there under.

(d) The Employees Provident Fund and Miscellaneous Provisions Act 1952.

(e) The Minimum Wages Act, 1948 and the Rules Made there under.

(f) The Payment of Wages Act, 1936 & the Rules Made there under.

(g) The Payment of Gratuity Act, 1972 & the Rules Made there under.

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

(i) Secretarial Standards (SS-1 and SS-2) issued by The Institute of Company Secretaries of India;

(ii) The SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

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

I further report that

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

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

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

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period there were no specific events/actions having a major bearing on the company's affairs. I specifically noted here below mentioned facts that

1) The casual vacancy caused by resignation of previous chief finance officer of the company was filled by appointing Priyanka Abhijit Patil as Chief Finance officer of the Company w.e.f. 29th March 2019. Vacancy was filled after gap of about 10 months while it was mandatory to fill it within 6 months as per provisions of sec 203(4) of the Companies Act 2013.

2) During year under consideration company has not incurred any CSR liability but previous years CSR liabilities are still pending and the company still has not undertaken any CSR activity and no money spent for same in order to discharge those pending liabilities.

3) During year under consideration Books of Company were inspected under section 206(5) of the Companies Act 2013 and reply to observation submitted in this financial year but still final order is not issued.

4) During period under review Mr. Sangramsinh S. Nimbalkar (DIN 00508548), Non-Executive & Independent Director of the Company has resigned during the year under consideration w.e.f 14th January 2019. The vacancy caused by resignation is not filled because after resignation of independent director composition of the board remains as per requirement of law and board resolved not to fill the same.

For DILIP PANGE & ASSOCIATES
Proprietor

MR. DILIP PANGE
Practicing Company Secretaries
FCS No. 6423
CP No. 2516

Date : 30th May, 2019
Place : Vadgaon, Kolhapur

To,
The Members,
Mohite Industries Limited
R. S. No. 347, Ambapwadi Phata,
N.H. 4,Vadgaon, Kolhapur -416112

My report of above date provided in Form MR-3 is to be read along with this letter.

1. Maintenance of Secretarial records is the responsibility of the management of the company my responsibility is to express an opinion on these secretarial records based on audit.

2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices followed here provide a reasonable basis for my opinion.

3. I am not required to verify the correctness and appropriateness of financial records and books of account of the company as it is part of financial audit as per the provisions of the Companies Act, 2013.

4. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.

5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to 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

For DILIP PANGE & ASSOCIATES
Proprietor

MR. DILIP PANGE
Practicing Company Secretaries
FCS No. 6423
CP No. 2516

Date : 30th May, 2019
Place : Vadgaon, Kolhapur

ANNEXURE – V

Disclosure pursuant to section 197(12) of the Companies Act 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rule 2014

(i) The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year-

Median Remuneration (Annual) of Employees (including workers) for the financial year 2018-19. ₹ 162941/- per annum

(₹ In Lakhs)

Sr. No.	Name of Director	The ratio of remuneration of each director to the median remuneration of the employees
1	Shivaji Ramchandra Mohite(MD)	29.56
2	Monika Shivaji Mohite (Joint MD)	14.83
3	Abhay Shamrao Bhide (WTD)	23.45

(ii) The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year

1	Shivaji Ramchandra Mohite(MD)	Not Applicable
2	Monika Shivaji Mohite (Joint MD)	Not Applicable
3	Abhay Shamrao Bhide (WTD)	Not Applicable
4	Shreyas Sanjay Alatkar (Chief Finance Officer resigned during the year)	Not Applicable
5	Priyanka Abhijit Patil (appointed on 29th March 2019)	Not Applicable
6	Ashvini Kalekar (Company Secretary)	Not Applicable
(iii)	The percentage increase in the median remuneration of employees in the financial year	12.28
(iv)	The number of permanent employees on the rolls of company;	326
(v)	average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;	Average percentile increase made in the salaries of employees other than the managerial personnel in the financial year is 21.30 % while there was increase in Managerial Remuneration during last year by 3.48%.

We hereby affirm that the remuneration is as per policy formed and recommended by Nomination and Remuneration Committee and adopted by the Company.

Date : 27th August, 2019
Place : Vadgaon, Kolhapur

SHIVAJI R. MOHITE
Managing Director

MR. RANJEET DINKARRAO PATIL
Chairman of Nomination & Remuneration Committee

ANNEXURE VI

Information as required under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

I Names of the top ten employees of the Company in terms of remuneration drawn

Sr. No.	Name of employee	Designation	Remun-eration received (Amt. in Lakhs)	Nature of employment, whether contractual or otherwise	Qualifica-tions and experience of the employee	Date of commence-ment of employment	Age (in Year)Last employment	Last employment held before joining the Company	The percentage of equity shares held by the employee in the Company within the meaning of Clause (iii) of sub-rule (2) Rule 5	Whether any such employee is a relative of any director or manager of the Company and if so, name of such director or manager
1	Shivaji Ramchandra Mohite	Managing Director	48.17	Contractual	B Com	14/09/2001	51	NA	45.6540	Monika Shivaji Mohite
2	Abhay Shamrao Bhide	Wholetime /Executive Director	38.22	Contractual	B Tech	20/12/2008	46	Company-Nagreeka Exports Ltd., Yavluj, Tal-Panhala Dist-Kolhapur Designation-Vice President	NIL	NA
3	Monika Shivaji Mohite	Joint Managing Director	24.17	Contractual	M. A	01/10/2009	44	NA	23.1662	Shivaji Ramchandra Mohite
4	Shivalingappa Shivappa Magadum	General Manager	13.77	Permanent	D.T.T	02/01/2005	54	Company-Malaprabha Co-Op Spinning Mill Ltd.,Savundati,Karnatak Designation-Manager Production	NIL	NA
5	Anil Madhukar Sawant	General Manager (Eng	7.60	Permanent	D.I.E.	26/03/2018	51	Company-Jamshri Ranjitsinghji Spinning & Weaving Mill Solapur. Designation-Manager Engineering	NIL	NA
6	Sachin Krishnath Jadhav	Sr.Manager (Finance&	6.34	Permanent	B.Com, M.B.A	28/05/2009	43	Company-Anshul Steels Ltd.,Five Star MIDC Kolhapur Designation-Accounts Officer	NIL	NA
7	Kiran Maruti Mohite	Sr.Manager(Hr & Admi	5.65	Permanent	M.S.W. (P.M&L.W.)	11/07/2007	43	Company-Wagpcos Ltd.,Warananagar Tal-Panhala Dist-Kolhapur Designation- Labour Officer	NIL	NA
8	Yashwant Diwakar Page	Sr.Manager (Comm)	5.65	Permanent	B.Com	01/02/2009	49	Company-Amit Spinning Ltd.,Tamgaon Tal-Karveer Dist-Kolhapur Designation- Sr.Officer Excise	NIL	NA
9	Deelip Dhondiram Darekar	Manager (Production)	5.43	Permanent	D.T.M	12/10/1998	43	NA	NIL	NA
10	Manshing Pratap Otari	Manager (Engineering)	5.10	Permanent	D.I.E.	24/07/2007	48	Company- B P L Service station ,Pune Designation-Service Engineer	NIL	NA

II No employees of the Company was drawing remuneration of ₹ 8,50,000/- p.m. or ₹ 1,02,00,000/- p.a.

III Name of employees who were employed throughout the Financial Year 2018-19 or part thereof and were paid remuneration in excess of Managing Director or Whole-time Director or Manager and holds along with his spouse and dependent children not less than 2% of equity shares of the Company.- NIL

IV None of employees are relative of any Director or Manager of the Company

ANNEXURE VII TO THE DIRECTORS REPORT

Information under Section 134 of the Companies act, 2013 read with the Companies (Accounts) Rules 2014 and forming part of the Directors Report for the financial year ended on 31st March 2019.

A. CONSERVATION OF ENERGY

(a) Energy Conservation Measures Taken:

The Company has been taking continuous steps to conserve the energy and minimize energy cost at all levels. Regular efforts are made for optimization of process parameters, improving the operational efficiencies and reducing water and energy consumption. While undertaking expansion, modernization and technological up gradation of production facilities, due consideration is given to energy efficient plant and equipment's with multi product capabilities.

(b) Total energy consumption and energy consumption per unit of production in the prescribed Form 'A' Attached.

FORM 'A'

Form for disclosure of particulars with respect to conservation of energy

(₹ In Lakhs)

Particulars	2018-19	2017-18
A. Total Unit Generation through Own Hydro Electric Power Project	25999495	19479620
Less: Transmission Loss	1875892	1854230
Net in Our Account	24123603	17625390
Power & Fuel Consumption Electricity :		
Total Consumption during the year : (Kwh)	18808184	17158189
Total Amount (₹)	10,90,52,400/-	11,55,01,144/-
Own Generation through :		
Hydro Electric Power Project (Kwh)	17049104	12951315
Purchased Units (Kwh)	1759080	4206874
Sale to MSEDCL (Kwh)	7074499	4429840
Banking Units	NIL	244235
B. Power Consumption per unit of Production of Finished Goods:		
Power Units Consumed / Production	3.91	3.98

B. TECHNOLOGY ABSORPTION:

Efforts made in Technology Absorption as per Form 'B' given below:

FORM B

RESEARCH AND DEVELOPMENT (R & D)

1. We have analyzed the market requirement and installed new Slub and Compact Cotton Yarn System in the plant to cater the required demand and analyzed Viscous and Polyester Yarn which showed good results.
2. Specific areas in which R & D has been carried out by the Company:

   R & D activities are carried out continuously to produce good quality of Yarn and Fabric for exports.
3. Benefits derived as a result of the above R &D :

   With the result of the R & D activities carried out, the Company has been able to produce quality Yarn.
4. Future Plan of Action:

   The Company continues its efforts to maximize its productivity and at the same time enhance quality of its products.
5. Expenditure on R & D

   Expenditure on R & D has been shown under respective heads of expenditure in the profit and loss account as no separate account is maintained.

TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION:

The Company is constantly making efforts to adopt latest technology wherever possible to improve quality of product, productivity and efficiency of the machineries. The company is also at a continuous endeavor to improve the efficiency of process by way of deep study of new technologies and exchange of information with other mills and machinery manufacturers.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

(a) Total Foreign Exchange used and earned.

Particulars	31-Mar-19	31-Mar-18
Foreign Exchange Earned		
Direct Export	-	-
	-	-
Foreign Exchange Used		
Imported Spares	31.38	53.98
Imported Machinery	84.16	69.68
	115.54	123.66
Net Foreign Exchange Earned	**-115.54**	**-123.66**

For **MOHITE INDUSTRIES LIMITED**

SHIVAJI MOHITE
Managing Director
DIN 00425441

MONIKA MOHITE
Joint Managing Director
DIN 00425614

Date : 27th August, 2019
Place : Vadgaon, Kolhapur

CORPORATE GOVERNANCE REPORT

COMPANY'S CORPORATE GOVERNANCE PHILOSOPHY

The Corporate Governance refers to systems and policies that influence a corporation's administration. It involved regulatory mechanism and the roles and relationships between a company's management, board, shareholders and other stakeholders.

The importance of Corporate Governance lies in its contribution both to business prosperity and to accountability. Corporate Governance envisages commitment of the Company towards the attainment of high levels of transparency, accountability and business prosperity with the ultimate objective of realising long term shareholder value, whilst taking into account the interest of all other stakeholders for wealth creation.

The Company will continue its efforts towards raising its standard in Corporate Governance and will also review its systems and procedures constantly in order to keep pace with the changing economic environment. The Company has complied with the applicable requirements of Corporate Governance and the Disclosures as contained in this Report are in accordance with Regulation 34(3) read with Para C of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time (hereinafter referred to as "the Listing Regulations").

Corporate Governance at the Mohite Industries Ltd. is a continuing process and is based on belief that corporate governance is an integral element in improving efficiency and growth as well as enhancing investor confidence.

This report put before you how Corporate Governance provisions were complied with.

BOARD OF DIRECTORS AND COMMITTEES

i) Composition :

The Board of Directors of the Company has an optimum combination of Executive and Non-Executive Directors. The present strength of the Board of Directors is six (6) including one Woman Director. The number of Independent Directors on the Board are three (3), which is half of the total number of Directors as laid down under Regulation 17 of the Listing Regulations. The composition of the Board of Directors is also in conformity with the provisions of Section 149 of the Companies Act, 2013.

None of the Directors on the Board is a member in more than Ten (10) Board level committees or acts as chairman of more than Five (5) Board level committees across all the public limited companies (listed or unlisted) in which he/she is a Director. The necessary disclosures regarding Committee memberships/ chairmanships have been made by the Directors. None of the Independent Directors serves as such on the Board of more than Seven (7) listed companies. Further, the Independent Directors do not serve as Whole-Time Director on the Board of any listed company. The Independent Non-Executive Directors fulfill the conditions of independence specified in Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the Listing Regulations and individually have submitted a declaration that they meet the criteria of independence and that they are not aware of any circumstance or situation, which exist or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgment and without any external influence. In the opinion of Board of Directors, the Independent Directors fulfill the conditions specified in the Listing Regulations and are independent of the management.

Mr. Sangramsinh S. Nimbalkar (DIN 00508548) , Non-Executive & Independent Director of the Company has resigned during the year under consideration w.e. f 14th January 2019 due to his personal reason and even after his resignation the constitution of the Board of Director remained as required by law hence casual vacancy was not filled.

The confirmation was given by Mr. Sangramsinh S. Nimbalkar that, there was no any other material reason than is his person reason for resigning from post as Independent Director.

The Board of Directors is constituted as below.

Name of the Director	Designation
Executive Directors-	
Mr. Shivaji R. Mohite	Managing Director
Mrs. Monika S. Mohite	Joint Managing Director
Mr. Abhay S. Bhide	Wholetime/Executive Director
Independent Directors	
Mr. Vijay M. Nawandhar	Director
Mr. Ranjit D. Patil	Director
Mr. Shankar H. Patil	Director

Brief Profile of the Directors –

1. **Mr. Shivaji R. Mohite (**DIN 00425441) aged 51 year; Promoter, Chairman & Managing Director of the Company. He is Bachelor of Commerce and has more than 22 years' experience in administration and management.
2. **Mrs. Monika S. Mohite (**DIN 00425614) aged 44 years, Promoter & Joint Managing Director of the Company. She has educational qualification as M. A.(English Literature) having experience of more than 16 years in administration.
3. **Mr. Abhay S. Bhide** (DIN 05307473) aged 46 years, Wholetime Director of the Company. He has educational qualification as B Tech and he has more than 21 years, vast experience in spinning industry especially cotton. Besides this he is well versed with erection and implementation of spinning project. He has got training at Ritter in Europe and USA for cotton.
4. **Mr. Vijay M. Nawandhar** (DIN 00218197) aged 60 years, Non-Executive & Independent Director of the Company and Practicing Chartered Accountant by Profession.
5. **Mr. Ranjeet D. Patil** (DIN 02496342) aged 54 years, Non-Executive & Independent Director of the Company successful businessman in Earth Moving Business and Dozer ripper for more than 25 years and also having experience of construction of Irrigation Projects.
6. **Mr. Shankar H. Patil** (DIN 03198638) aged 58 years, Non-Executive & Independent Director of the Company and he has experience of running banking, Construction and hotel Industry in Kolhapur region since more than 25 years. He has keen interest in agriculture also.

Inter-se Relationship among Directors –

Mr. Shivaji R. Mohite, Chairman and Managing Director and Mrs. Monika S. Mohite Joint. Managing Director of the Company are related to each other as husband-wife. Beside this there is no inter-se relationship among the directors.

A skill matrix setting out the core skills/expertise/competencies identified by the Board of Directors as required in the context of Company's business (es) and sector(s) for it to function effectively and those actually available with the Board are stated below:

a) Knowledge and insight of Company's businesses of textile manufacturing and hydroelectric power , strategic plans, major risks/threats and potential opportunities and knowledge of the industry segments in which the Company operates.

b) Behavioral Skills comprising of, interalia, attributes and competencies to use their knowledge and skills to contribute effectively to the growth of the Company, adequate commitment and maintenance of confidentiality, sales and marketing, administration, and decision making.

c) Financial and Management skills.

d) Technical and professional skills

e) Knowledge of legal regulations to the extent apply and extend to the Company

i) Meetings of the Board of Directors

The meetings of the Board of Directors are held at the Registered Office of the Company at R.S.No.347, Ambapwadi Phata, Off NH-4, Vadgaon, Tal. Hatkanangale, Dist. Kolhapur - 416 112. During the year under review, seven Board Meetings were held on 30-05-2018, 14-08-2018, 01-10-2018, 14-11-2018, 14-01-2019, 14-02-2019, and 29-03-2019. The Agenda and the Explanatory Notes for each meeting are circulated in advance to all the Directors. Every Director is free to suggest the inclusion of the items on the Agenda.

The attendance of the Board of Directors at the Meetings held during the year, number of other Directorships & Memberships of Committees as on March 31, 2019 is as follows:

Name of Director & Category of Directorship	No. of Board meetings attended	Attendance at last AGM	No. of other Directorships	No. of outside Committee position(s) held	
				Member	Chairman
Mr. Shivaji R. Mohite (CMD)	07	Yes	19	2	2
Mrs. Monika S .Mohite (Joint MD)	07	Yes	19	-	-
Mr. Abhay S. Bhide (Wholetime Director)	07	Yes	01	4	-
Mr. Vijay M. Nawandhar (Non Executive & Independent Director)	06	Yes	02	5	2
Mr. Ranjeet D. Patil (Non Executive & Independent Director)	07	Yes	01	3	1
Mr. Sangramsinh S. Nimbalkar (Non-Executive & Independent Director) (Cease to be director w.e. f 14th January 2019	04	No	NA	-	-
Mr. Shankar H. Patil (Non Executive & Independent Director)	05	No	03	2	-

The directorship held above is including alternate directorship and directorship in foreign companies, Section 8 Companies & Private Limited Companies. And also above directorship includes directorship in only one public and only one listed company.

Independent Directors Meeting (Section 149(8) & Clause VII of Schedule IV of the Companies Act 2013) –

During the year under review, the Independent Directors met on November 14th, 2018, inter alia to discuss evaluation of the performance of Non Independent Directors and the Board of Directors as a whole.

All the Independent Directors were present at the Meeting.

Familiarization Programme –

No new independent directors were appointed during the year and familiarization program for existing independent director including meeting with key officials of the Company was conducted after their appointment the details of which disclosed on website of the Company www.mohite .com.

Independent Directors has given declaration of Independence and all they fulfill the criteria u/sec .149(6)

Draft letter of appointment is available on the website of the Company www.mohite .com.

iii) BOARD COMMITTEES

The Company has currently five committees of board of directors i.e. the Audit Committee, the Nomination & Remuneration Committee, the Risk Management Committee, the Stakeholders Relationship Committee and Corporate Social Responsibility Committee. The constitution of Risk Management Committee is not applicable to the Company but as company has this Committee from previous period so company continued with this Committee during the year. The Board is responsible for constituting, assigning and co-opting the Members of the Committee.

(i) Audit committee –

The Board has constituted a well-qualified Audit Committee Majority of Members of Committee are Independent Directors including Chairman.

(a) **Terms of Reference** -The Audit Committee is responsible for:

- Overseeing the Company's financial reporting process and disclosure of its financial information.
- Recommending appointment, remuneration and terms of appointment of auditors
- Reviewing and discussing with the Statutory Auditors, Internal Auditors and Cost auditor.
- Reviewing major accounting policies and practices and adoption of applicable Accounting Standards.
- Review the adequacy & effectiveness of the Company's Internal Control System.
- Oversee & review the functioning of a Vigil Mechanism
- Disclosure of contingent liabilities.
- Reviewing the risk management mechanisms of the Company.
- Reviewing and approving related party transactions.
- Reviewing the quarterly and half-yearly financial results and the annual financial statements before they are submitted to the Board.

- Reviewing operations, new initiatives and performance.
- Review of loan utilization and/ or advances from, investment by holding in subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments; and
- Carrying out any other function as is mentioned in the terms of reference of the Audit Committee

(b) The composition of Committee changed during the year under consideration .Now it consist of four members out of which three are nonexecutive and independent directors and one is executive director. The Committee met 5 times during the year on 30-05-2018, 14-08-2018,14-11-2018, 14-01-2019 & 14-02-2019. The attendance of Members of the Meeting was as follows:

Name	Status	No. of Meetings attended
Mr. Vijay M. Nawandhar	Chairman	5
Mr. Sangramsinh S. Nimbalkar (Ceased to be member w.e.f. 14.01.2019)	Member	3
Mr. Ranjit D. Patil	Member	5
Mr. Abhay S. Bhide	Member	5
Mr. Shankar H. Patil (appointment as member w.e.f. 14.01.2019)	Member	2

The Audit committee adheres to the SEBI Guidelines in terms of quorum for its meetings, functioning, role and powers as also set out in the Companies Act, 2013 and Secretarial Standards.
All members of audit committee were present at Annual General Meeting of the Company.

(ii) Nomination & Remuneration Committee:

The Nomination & Remuneration Committee comprising of three members all are non-executive- independent Directors.

(a) Terms of reference:
- To review, assess and recommend the appointment of senior employees and to review their remuneration packages.
- Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration of the directors, key managerial personnel and other employees;
- Formulation of criteria for evaluation of Independent Directors and the Board;
- Devising a policy on Board diversity;
- Identifying persons who are qualified to become directors, KMPs and who may be appointed in senior management in accordance with the criteria laid down and recommend to the Board their appointment and removal.

(b) The composition of Committee changed during the year under consideration .The Committee met five times during the year on 30-05-2018, 14-08-2018,14-11-2018, 14-01-2019 & 29-03-2019 The Composition of the Committee was not changed during the year. The Composition and attendance of Members of the Meetings was as follows :

Name	Status	No. of Meetings attended
Mr. Ranjit D. Patil	Chairman	5
Mr. Sangramsinh S. Nimbalkar (Ceased to be member w.e.f. 14.01.2019)	Member	3
Mr. Vijay M. Nawandhar	Member	5
Mr. Shankar H. Patil (appointment as member w.e.f. 14.01.2019)	Member	2

(c) Remuneration Of Directors and Evaluation Criteria-

Relevant content of Remuneration Policy of the Company are given below

Qualifications for appointment of Directors (including Independent Directors)

a) Persons of eminence, standing and knowledge with significant achievements in business, professions and/or public service;

b) Their financial or business literacy/skills;

c) Their textile/hydro power industry experience;

d) Other appropriate qualification/experience to support /meet the objectives of the Company;

e) As per the applicable provisions of Companies Act, 201 3, Rules made thereunder and as per provisions of SEBI (LODR) Reg.2015.

The Nomination and Remuneration Committee shall have discretion to consider and fix any other criteria or norms for selection of the most suitable candidate/s.

Positive attributes of Directors (including Independent Directors):

a) Directors are to demonstrate integrity, credibility, trustworthiness, ability to handle conflict constructively and the willingness to address issues proactively;

b) Actively update their knowledge and skills with the latest developments in the infrastructure industry, market conditions and applicable legal provisions;

c) Willingness to devote sufficient time and attention to the Company's business and discharge their responsibilities.

d) To assist in bringing independent judgment to bear on the Board's deliberations especially on issues of strategy, performance, risk management, resources, key appointments and standards of conduct;

e) Ability to develop a good working relationship with other Board members and contribute to the Board's working relationship with the senior management of the Company;

f) To act within their authority, assist in protecting the legitimate interests of the Company, its shareholders and employees;

e) Independent Directors to meet the requirements of the Companies Act, 201 3 read with the Rules made there under and as per provisions of SEBI (LODR) Reg.2015 as amended from time to time.

Independence Review Procedures

Annual Review

The director's independence for the independent director will be determined by the Board on an annual basis upon the declaration made by such Director as per the provisions of the Companies Act, 2013 read with Rules thereon and as per provisions of SEBI(LODR) Reg.2015

Individual Director's Independence Determinations

If a director nominee is considered for appointment to the Board between Annual General Meetings, a determination of independence, upon the recommendation of the Committee, shall be made by the Board prior to such appointment.

All determinations of independence shall be made on a case-by-case basis for each director after consideration of all the relevant facts and circumstances and the standards set forth herein. The Board reserves the right to determine that any director is not independent even if he or she satisfies the criteria set forth by the provisions of the Companies Act, 2013 read with Rules thereon and as per provisions of SEBI(LODR) Reg.2015

Notice of Change of Independent Status

Each director has an affirmative obligation to inform the Board of any change in circumstances that may put his or her independence at issue.

Criteria for appointment of KMP/Senior Management -

To possess the required qualifications, experience, skills & expertise to effectively discharge their duties and responsibilities;

To practice and encourage professionalism and transparent working environment;

To build teams and carry the team members along for achieving the goals/objectives and corporate mission;

To adhere strictly to code of conduct

Term -

The Term of the Directors including Managing / Whole time Director / Independent Director shall be governed as per the provisions of the Act and Rules made thereunder and the SEBI (LODR) Reg.2015, as amended from time to time.

Whereas the term of the KMP (other than the Managing / Whole time Director) and Senior Management shall be governed by the prevailing HR policies of the Company.

Evaluation -

The Committee shall carry out evaluation of performance of every Director. The Committee shall identify evaluation criteria which will evaluate Directors based on knowledge to perform the role, time and level of participation, performance of duties, level of oversight, professional conduct and independence. The appointment / re-appointment /continuation of Directors on the Board shall be subject to the outcome of the yearly evaluation process.

Removal -

Due to reasons for any disqualification mentioned in the Act or under any other applicable Act, Rules and Regulations thereunder and /or for any disciplinary reasons and subject to such applicable Acts, Rules and Regulations and the Company's prevailing HR policies, the Committee may recommend, to the Board, with reasons recorded in writing, removal of a Director, KMP or Senior Management.

Remuneration of Managing / Whole-time Director, KMP and Senior Management

The remuneration / compensation / commission, etc., as the case may be, to the Managing / Wholetime Director will be governed by the relevant provisions of the Companies Act, 2013 and applicable Rules and Regulations and will be determined by the Committee and recommended to the Board for approval. The remuneration / compensation / commission, etc., as the case may be, shall be subject to the prior / post approval of the shareholders of the Company and Central Government, wherever required. Further, the Chairman & Managing Director of the Company in accordance with recommendation of Nomination and Remuneration Committee is authorised to decide the remuneration of KMP (other than Managing / Wholetime Director) and Senior Management based on the standard market practice and prevailing HR policies of the Company.

Remuneration to Non-executive / Independent Director –

The remuneration / commission / sitting fees, as the case may be, to the Non-Executive / Independent Director, shall be in accordance with the provisions of the Act and the Rules made thereunder for the time being in force and as may be decided by the Committee / Board / shareholders.

Independent Directors ("ID") and Non-Independent Non- Executive Directors ("NED") may be paid sitting fees (for attending the meetings of the Board and of committees of which they may be members) and commission within regulatory limits. The payment of sitting fees and commission will be recommended by the NRC and approved by the Board.

Quantum of sitting fees may be subject to review on a periodic basis, as required.

In addition to the sitting fees and commission, the Company may pay to any Director the reasonable expenditure incurred by him while performing his/her duty as director, for attending any boards/committee meeting, general meeting, court convened meeting, creditors meeting etc.

An Independent Director shall not be entitled to any stock option of the Company unless otherwise permitted in terms of the Act and provisions under SEBI (LODR)Regulation 2015, as amended from time to time.

Above mentioned qualification for director, positive attributes of directors are also applicable in case of Non-Executive /Independent Directors. Also in addition to that Non-executive directors shall be expertise and experienced personalities so as to have a diverse Board in fields like Manufacturing, finance, taxation, marketing, law, general management etc.

d) Details of remuneration paid to the directors are as follows:

(₹ In Lakhs)

Name	Salary	Consultancy Fee	Perquisites	Contribution to PF	Total
Mr. Shivaji Mohite	48.17	--	--	--	48.17
Mrs.Monika Mohite	24.17	--	--	--	24.17
Mr. Abhay Bhide	38.22	--	--	--	38.22
Mr.Vijay Nawandhar	--	--	--	--	--
Mr. Ranjeet D. Patil	--	--	--	--	--
Mr. Sangramsinh Nimbalkar (Ceased to be member w.e.f. 14.01.2019)	--	--	--	--	--
Mr. Shankar H. Patil	--	--	--	--	--

(iii) Stakeholders' Relationship Committee:

(a) Terms of reference

- Redressal of investors' complaints.
- Allotment of Shares, approval of transfer & transmission of shares, issue of duplicate Share certificates and new certificates on split/consolidation/renewal etc.
- To approve the transfer of shares lodged with the Company.
- To approve or authorise transmission/consolidation/ sub-division/dematerialisation or rematerialisation of equity shares of theCompany;
- Resolving the grievances of the shareholders including complaints related to transfer /transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc;
- Review of measures taken for effective exercise of voting rights by shareholders;
- Review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agents;
- Review of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Company

(b) Composition

The Composition of committee changed during year under consideration. The 'Stakeholders' Relationship Committee' presently comprising two non-executive directors and one executive director. The composition of the Committee was not changed during the year. The Committee held Four meetings on 30-05-2018, 14-08-2018, 14-11-2018 & 14-02-2019 The attendace of Members at the said Meetings was as follows;

Name	Status	No. of Meetings attended
Mr. Vijay M. Nawandhar	Chairman	4
Mr. Sangramsinh S. Nimbalkar (Ceased to be member w.e.f. 14.01.2019)	Member	3
Mr. Abhay S. Bhide	Member	4
Mr. Ranjeet D. Patil (appointed as member w.e.f 14.01.2019)	Member	1

(c) Name, Designation and Contact Details of Compliance Officer
Ashvini Prataprao Kalekar
Company Secretary
R. S. 347, Ambapwadi Phata, P. B. No. 1, Off N. H. 4,
Vadgaon, Tal. Hatkanangale, Dist – Kolhapur 416112
Maharashtra – MH Phone 0230-2471230

(d) During the year no complaints were received from the investors and there were no complaints pending at end of the year.

(iv) Risk Management Committee

The Company has Risk Management Committee. The composition of the Committee was not changed during the year. The Composition of the Committee as at 31st March, 2019 and the details of Members participation at the Meetings of the Committee are as under

Name	Status	No. of Meetings attended
Mr. Shivaji Mohite	Chairman	4
Mr. Abhay Bhide	Member	4
Mr. Vijay Nawandhar	Member	4

During the year, four Meetings were held on 30-05-2018, 14-08-2018, 14-11-2018 & 14-02-2019

The committee reviewed the Company's risk management practices which include review of risks to the achievement of key business objectives covering growth, profitability, and actions taken to mitigate the risk.

The Company has in place mechanism to inform Board Members about the Risk Assessment and Minimization procedures and periodical reviews to ensure that risk is controlled by senior management employees through the means of a properly defined framework. The Company has laid down Risk management policy.

v) Corporate Social Responsibility Committee

In order to comply with provisions of Section 135 of the Companies Act, 2013, the Board of Directors of the Company has constituted the Corporate Social Responsibility Committee. The composition of the Committee was not changed during the year. The Composition of the Committee as at 31st March, 2019 and the details of Members participation at the Meetings of the Committee are as under:

Name	Status	No. of Meetings attended
Mr. Shivaji Mohite	Chairman	2
Mr. Vijay M. Nawandhar	Member	2
Mr. Abhay Bhide	Member	2

During the year, two Meetings were held on 14-08-2018 & 14-02-2019..

Terms of reference of the Committee inter alia, include the following:

(a) Formulate and recommend to the Board, a Corporate Social Responsibility Policy as specified in Schedule VII to the Companies Act, 2013;

(b) to finalise a list of CSR projects or programs or initiatives proposed to be undertaken periodically including the modalities for their execution/ implementation schedules and to review the same from time to time in accordance with requirements of section 135 of the Companies Act 2013;

(c) Recommend the amount of expenditure to be incurred on the activities referred to in clause (a);

(d) Monitor the Corporate Social Responsibility Policy, Review it, the CSR report and other disclosures on CSR matters for the approval of the Board for their inclusion in the Board report.

OTHER INFORMATION

(i) Risk Management Framework:

The Company has in place mechanism to provide guidance regarding the management of risk to support the achievement of corporate objectives, protect staff/workers and business assets and ensure financial sustainability. The Board of Directors, Audit Committee, Risk Management Committee, staff & employees all are part of this framework. It involves recognition, assessment, analysis, evaluation of the risk.

(ii) Code of Conduct:

The Board of Directors of the Company has laid down a Code of Conduct for all Board Members and Senior Management Personnel of the Company to provide them guidance and help to recognize and deal with ethical issues, provide mechanisms to report unethical conduct and foster a culture of honesty and accountability. The code governs the actions and working relationships of board members, officers and all other employees of the Company in dealing with fellow employees, guests, competitors, vendors, and suppliers, governmental & other agencies. It is the commitment to honest & ethical personal conduct, transparency, compliance of Law, health & safety etc.

Mr. Shivaji R. Mohite the Managing Director of the Company has given a declaration to the Company that all the Board Members and Senior Management Personnel of the Company have affirmed compliance with the Code.

As per provisions of SEBI (Prohibition of Insider Trading) Regulations, 2015, the Board has adopted Code of Fair disclosure for Prevention of Insider Trading which contains practices and procedures for fair disclosure of unpublished price sensitive information and regulating, monitoring and reporting of trading by insiders to be adopted by the Company and seeks to ensure timely, fair and adequate disclosure of price sensitive information to the investor & to enable them to take informed investment decisions with regard to the Company's Securities.

The procedure is prescribed to ensure that such information is not misused for any personal advantage.

The Company has laid down a code of conduct for all Board Members and senior management personnel of the Company. The declaration of Managing Director given below.

To the Shareholders of Mohite Industries Ltd.

Sub. Compliance with Code of Conduct

The Board has laid down a code of conduct for all Board Members and Senior Management of the Company. As per Regulation 17 and Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, We hereby confirm and declare that the Boards Members and Senior Management have affirmed compliance with the Code of Conduct.

Date : 27th August, 2019
Place : Vadgaon, Kolhapur

Mr. Shivaji Mohite
Managing Director

Mr. Abhay Bhide
Wholetime Director

(iii) General Body Meeting

The last three Annual General Meetings of the Company were held at registered office of the Company at R.S. No.347, Ambapwadi Phata, Off N.H.4, P.B. No 1, Vadgaon, Tal. Hatkanangale, Dist.-Kolhapur as under:

Financial Year	Date	Time
2017-2018	25th September 2018	10.30 a.m.
2016-2017	27th September 2017	10.30 a.m.
2015-2016	24th September 2016	11.00 a.m.

The following Special Resolutions were passed by the members at the last three Annual General meeting.

Annual General Meeting held on 25th September, 2018

Reappointment of Mr. Abhay S. Bhide (DIN: 05307473) as Wholetime Director of the Company for period of five years

Annual General Meeting held on 27th September, 2017

No any special resolution was passed

Annual General Meeting held on 24th September, 2016

i) Re-appointment Mr. Shivaji R. Mohite as Chairman & Director of the Company

ii) Re-appointment Mrs. Monika S. Mohite as Joint Managing Director of the Company

No Special Resolution was passed through Postal Ballot in last year.

(iv) Other Disclosures:

(a) During the year, there was no any transaction of material nature entered into with any related party that may have potential conflict with the interests of listed entity. The policy on dealing with Related Party Transactions is available on Company's website www.mohite .com

(b) Details of compliance with mandatory requirements –

There were no instances of non-compliance of any matter related to the capital markets, by the Company, no penalties imposed on the listed entity by stock exchange(s) or the board or any statutory authority, on any matter related to capital markets, during the last three years.

The Company has complied with the requirements of the Stock Exchange, SEBI and other statutory authorities on all matters relating to capital market and also the Company has complied with all the mandatory requirements of the Listing Regulations.

(c) Vigil Mechanism/Whistle Blower Policy-

The Company has to adopt Vigil Mechanism Policy/Whistle Blower Policy under Section 177(9) of the Companies act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014 and as under Provisions of Securities and Exchange Board Of India (Listing Obligations And Disclosure Requirements) Regulations, 2015 to provide mechanism for reporting genuine concerns or grievance and covers disclosure of any unethical and improper or malpractices and events which have taken place/ suspected to take place and also safeguards against victimization of directors or employees or any other person who avail the mechanism. Vigil Mechanism/Whistle Blower Policy is also available on the website of the Company www.mohite .com

Disclosure of Accounting Treatment:

In the preparation of financial statements, the Company has followed the Accounting

Standards issued by the Institute of Chartered Accountants of India to the extent applicable.

(d) CEO / CFO Certification:

As required under Regulation 17(8) of the Listing Regulations, a certificate from Mr. Shivaji Mohite, Managing Director and Abhay Bhide, Wholetime Director of the Company, certifying that the financial statements do not contain any materially untrue statement and these statements represent a true and fair view of the Company's affairs, was placed before the board.

(e) Means of communication:

The quarterly, half-yearly and yearly financial results of the Company are sent to the Stock Exchanges immediately after they are approved by the Board. The results are published in The Financial Express (English Newspapper) and other local language newspaper like Sakal (Marathi). The results are simultaneously posted on the website of the Company at http://www.mohite.com/.Also the Company's Website contains updated information as to financial results, public announcement, shareholding patterns, Annual Reports etc.

Company also registered with SCORES (SEBI Complaints Redressal System).

(f) the policy for determining 'material' subsidiaries' is disclosed on website of the company www.mohite.com

(g) the policy dealing with related party transactions is disclosed on website of the company www.mohite.com

(h) Management discussion & Analysis forms integral part of this Annual Report.

(i) Compliance as to requirement of corporate governance report and discretionary requirements as specified in Part E of Schedule II –

The Company has complied with all requirement of sub-paras (2) to (10) of Part C of Schedule V of the Listing Regulation 2015. Also Company has complied with corporate governance requirements specified in regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 of the Listing Regulation 2015 and necessary disclosures thereto are made in this report.

Modified opinion in Audit Report: The Company's financial statement for the year ended on 31st March, 2019 does not contain any modified opinion.

GENERAL SHAREHOLDERS' INFORMATION

(i) Annual General Meeting:

The Annual General Meeting of the Company will be convened on Monday, 30th September, 2019 at 10.30 a.m. at the registered office of the Company located at 'R.S.No.347, Ambapwadi Phata, Off. NH-4, P.B. No. 1, Vadgaon, Tal. Hatkanangale, Dist. Kolhapur – 416 112.

(ii) Financial Calendar:

Financial Year: The Company follows the period of 1st April to 31st March, as the Financial Year.

	Event	Period
i)	Annual Results of 2018-2019	30th May, 2019
ii)	Quarterly results June 30th , 2019	Second Week of August, 2019
iii)	Annual General Meeting	30th September, 2019
iv)	Quarterly results September 30th, 2019	Second Week of November, 2019
v)	Quarterly results December 31st , 2019	Second Week of February, 2020
vi)	Annual results March 2019-2020	Fourth Week of May, 2020

(iii) Book Closure:

The Register of member will remain closed from the Tuesday, 24th September, 2019 to Monday, 30th September, 2019 (both days inclusive)

(iv) Listing of Equity shares on Stock Exchange:

The shares of the Company are listed on the Bombay Stock Exchange Limited (BSE). Listing fees for the year 2019-20 has been paid to the Bombay Stock Exchange Limited. The Company has paid custodial fees for the year 2019-2020 to National Securities Depository Limited and Central Depository Services (India) Limited on the basis of number of beneficial accounts maintained by them on March 31, 2019.

(v) Stock Code:

BSE – 532140 ISIN No. INE154B01015

(vi) Corporate Identification Number of the Company

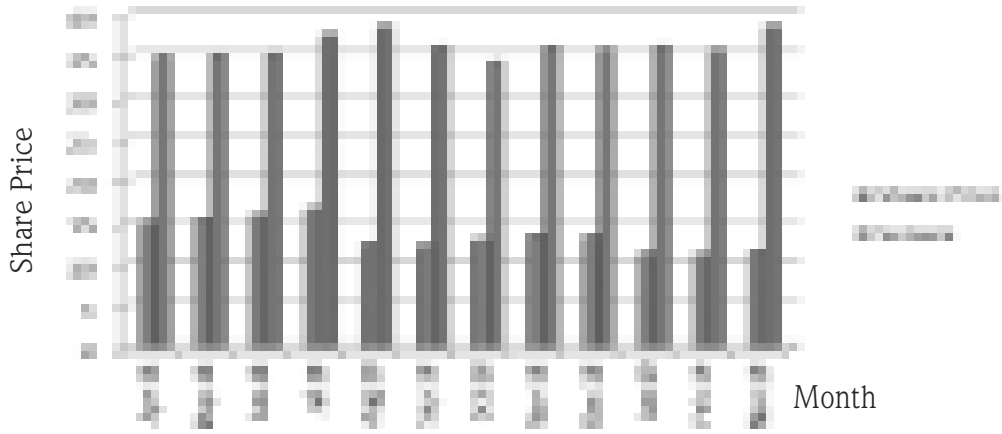
L40108MH1990PLC058774

(vii) Stock market price data for the year 2018-19

The opening/closing, high / low market price of the shares during the financial year 2018-19 at the BSE Ltd is given as below

Month	Open Price	High Price	Low Price	Close Price	No. of Shares Traded
Apr-18	16.40	16.40	15.00	15.00	527
May-18	15.00	15.95	14.25	15.50	4276
Jun-18	15.25	16.00	15.25	16.00	3055
Jul-18	16.00	16.75	15.25	16.75	1100
Aug-18	17.50	17.50	12.60	12.60	3024
Sep-18	12.60	12.92	11.97	12.35	4443
Oct-18	12.95	13.45	12.90	13.00	2628
Nov-18	12.35	13.58	11.75	13.58	1528
Dec-18	14.20	14.89	13.45	13.45	1367
Jan-19	12.78	13.25	11.40	11.40	573023
Feb-19	11.40	12.50	11.30	11.30	5900
Mar-19	11.30	11.84	10.69	11.64	652

viii) Performance in Comparison with BSE Sensex –



For BSE Sensex base is 1000

(ix) Registrar and Share Transfer Agents :

Link Intime India Pvt. Ltd.,
C-101, 1st Floor, 247 Park, L. B. S. Marg, Vikhroli (West) Mumbai MH 400083
Phone :- 022-25963838 Fax :- 022-25946969Tel. No. 022 -49186270 (for Investor) 022- 49186000
Fax No. – 022- 49186060 Email – rnt.helpdesk@linkintime.co.in

(vi) Share Transfer System:

As per notification issued by the Securities and Exchange Board of India (SEBI), the trading in Company's equity shares on the stock exchanges is permitted only in dematerialised form for all classes of investors. All transactions in connection with transfer, transmission, etc. during the year under review were processed by the Registrar and Share Transfer Agents of the Company to expedite the process of share transfer, the powers for processing of share transfer have been delegated to the Registrar and Share Transfer Agent of the Company.

The Company obtains from a Company Secretary in practice half-yearly certificate of compliance with the share transfer formalities as required under Regulation 40(9) of the Listing Regulations and files a copy of the certificate with the Stock Exchanges.

Two demat request were received during year under consideration and Number of shares dematerialized are 5500

Distribution of Shareholding as on March 31, 2019

Sr. No.	Shares Range	Shareholders	%	Number	%
1	Up to 500	744	70.2550	131289	0.6532
2	501-1000	128	12.0869	102649	0.5107
3	1001-2000	57	5.3824	87471	0.4352
4	2001-3000	30	2.8329	72578	0.3611
5	3001-4000	13	1.2276	45719	0.2275
6	4001-5000	23	2.1719	111248	0.5535
7	5001-10000	19	1.7941	142566	0.7093
8	10001& above	45	4.2493	19406180	96.5496
	Total	**1059**	**100.0000**	**20099700**	**100.0000**

(xii) Categories of Shareholders as on March 31, 2019

Sr. No.	Category	No of Shares held	% as to Total Issued & Paid up Shares
1	Clearing Member	55024	0.2738
2	Directors	13875163	69.0316
3	Hindu Undivided Family	613122	3.0504
4	Non Resident Indians	3050	0.0152
5	Other Bodies Corporate	4178583	20.7893
6	Public	1213215	06.0360
7	Relatives of Director	159493	0.7935
8	Trusts	2050	0.0102
	Total	**20099700**	**100**

(xiii) Dematerialization of shares:

As on March 31, 2019, 90.48% of the Company's total paid up capital representing 18185379 shares was held in dematerialized form and the balance 9.52% representing 1914321 shares were held in physical form.

(xiv) Convertible Instruments:

The Company has not issued any ADRs/GDRs/Warrants or any convertible instruments during financial year ended 31st March, 2019.

(xv) Plant location :

Manufacturing facilities of the Company are located at :

- Spinning Unit - R.S.No.347, Ambapwadi Phata, Off. N.H.4 , P.B.NO.1, Vadgaon, Tal. Hatkanangale, Dist. Kolhapur-416 112.
- Radhanagari Hydro Electric Power Project, Gat.No.222, at Fejiwade, Tal- Radhanagari Dist-Kolhapur.

(xvi) Auditors' Certificate on Compliance of Conditions of Corporate Governance

The certificate is attached as annexure to the Report.

(xvii) Address for correspondence:

- Shareholders correspondence as to share transfer, share transmission, change request and other such queries should be directed to Company's Registrar and Transfer Agent whose address is given below:
  Link Intime India Pvt. Ltd.
  C-101, 1st Floor, 247 Park, Lal Bahadur Shastri Marg, Vikhroli (West) Mumbai Mumbai City MH 400083
  Tel.No. - 022 49186270 (for Investor)
  022 49186000 Fax No. - 022 49186060
  Email – rnt.helpdesk@linkintime.co.in, bonds.helpdesk@linkintime.co.in
- Shareholders can also send their queries to below mentioned address

  Compliance Officer
  Mohite Industries Limited
  R.S.No.347, Ambapwadi Phata, Off NH-4, P.B.No.1, Vadgaon, Tal – Hatkanangale, Dist – Kolhapur – 416 112, Maharashtra State, India.
  Phone – 0230-2471230-33, Fax – 0230-2471229
  email- mohitex@bsnl.in, cs@mohite.com

(xviii) Disclosure With Respect To Unclaimed Suspense Account

Pursuant to Regulation 39(4) read with Schedule VI of the Listing Regulations, the Company has to transfer to the 'Unclaimed Securities Suspense Account' the unclaimed equity shares which were issued in physical form from time to time. The details of unclaimed shares to be transferred to unclaimed Suspense Account pursuant to the provisions as prescribed under Clause F of Schedule V of Listing Regulations are as under:

Particulars	No. of Shareholders	No. of Equity Shares
Aggregate number of shareholders and the outstanding shares in the Unclaimed Suspense Account lying as on March 31, 2019	3	1500

Company is in process of transferring those shares to 'Unclaimed Securities Suspense Account'

(xix) Total fees for all services paid by the listed entity and its subsidiaries, on a consolidated basis, to the statutory auditors and all entities in the network firm/network entity of which the statutory auditor is a part, given below:

(Amount in ₹)

Sr. No	Particulars	Financial year 2018-19
1.	Statutory audit	60,000
2.	Tax Audit	10,000
3	Other expenses reimbursed	--

(xx) Certificate from Practicing Company Secretary:

A certificate from Practicing Company Secretary stating that none of the directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of companies by the SEBI/Ministry of Corporate Affairs or any such statutory authority is also annexed herewith.

(xxi) The Company has not raised any funds through preferential allotment or qualified institutions Placement as specified under Regulation 32 (7A) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 during the financial year 2018-19.

(xxii) Recommendation by Committee:

The Board has accepted all recommendations made by its committees during the financial year ended on 31st March, 2019.

On behalf of the Board
MOHITE INDUSTRIES LIMITED

SHIVAJI MOHITE
Managing Director
DIN 00425441

MONIKA MOHITE
Joint Managing Director
DIN 00425614

Date : 27th August, 2019
Place : Vadgaon, Kolhapur

AUDITORS' CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

(In terms of Regulation 34(3) and Schedule V(E) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
The Members of
Mohite Industries Limited

I have examined the compliance of conditions of Corporate Governance by MOHITE INDUSTRIES LIMITED ("the Company"), for the year ended on March 31, 2019, as stipulated in SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") for period 01st April , 2018 to 31st March 2019.

The compliance of conditions of Corporate Governance is the responsibility of the Management. My examination was limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of my information and according to my examination of the relevant records and the explanations given to me and the representations made by the Directors and the Management, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in above Listing Regulations, as applicable.

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

For **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants, Kolhapur.

Place : Vadgaon, Kolhapur
Date : 30th May 2019

Prashant Subhash Hirawdekar
Proprietor
M. No. 133498

COMPLIANCE CERTIFICATE BY CEO / CFO

The Board of Directors,
Mohite Industries Limited
Vadgaon, Kolhapur

We Shivaji Mohite, Chairman & Managing Director and Abhay Shamrao Bhide, Wholetime Director of the Mohite Industries Limited, to the best of our knowledge and belief, certify that-

1. We have reviewed the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement of the Company and all the notes on accounts and the Board's report.
2. These statements do not contain any materially untrue statement or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report.
3. The financial statements, and other financial information included in this report, present in all material respects a true and fair view of the Company's affairs, the financial condition, results of operations and cash flows of the Company as at, and for, the periods presented in this report, and are in compliance with the existing accounting standards and / or applicable laws and regulations.
4. There are no transactions entered into by the Company during the year that are fraudulent, illegal or violate the Company's Code of Conduct and Ethics, except as disclosed to the Company's auditors and the Company's audit committee of the Board of Directors.
5. We are responsible for establishing and maintaining disclosure controls and procedures and internal controls over financial reporting for the Company, and we have:
   a. Designed such disclosure controls and procedures or caused such disclosure controls and procedures to be designed under our supervision to ensure that material information relating to the Company is made known to us by others particularly during the period in which this report is being prepared.
   b. Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with Indian AS .
   c. Evaluated the effectiveness of the Company's disclosure, controls and procedures.
   d. Disclosed in this report, changes, if any, in the Company's internal control over financial reporting that occurred during the Company's most recent fiscal year that has materially affected, or is reasonably likely to materially affect, the Company's internal control over financial reporting.
6. We have disclosed, based on our most recent evaluation of the Company's internal control over financial reporting, wherever applicable, to the Company's auditors and the audit committee of the Company's Board (and persons performing the equivalent functions):
   a. Any deficiencies in the design or operation of internal controls, that could adversely affect the Company's ability to record, process, summarize and report financial data, and have confirmed that there have been no material weaknesses in internal controls over financial reporting including any corrective actions with regard to deficiencies.
   b. Any significant changes in internal controls during the year covered by this report.
   c. All significant changes in accounting policies during the year, if any, and the same have been disclosed in the notes to the financial statements.
   d. Any instances of significant fraud of which we are aware, that involve the Management or other employees who have a significant role in the Company's internal control system.

Place : Vadgaon, Kolhapur
Date : 27th August, 2019

Shivaji Mohite
MD DIN 00425441

Abhay Bhide
CEO &Executive Director

CERTIFICATE FROM PRACTISING COMPANY SECRETARY

[Pursuant to clause 10(i) of Schedule V to Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

I hereby certify that none of the Directors on the Board of the Mohite Industries Limited (CIN: L40108MH1990PLC058774) ("the Company"), have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Securities and Exchange Board of India (SEBI)/Ministry of Corporate Affairs or any such Statutory Authority.

on behalf of the Board
MOHITE INDUSTRIES LTD.

Mr. Dilip Pange
Practicing Company Secretary
FCS No. 6423
CP No. 2516

Place : Vadgaon, Kolhapur
Date : 30th May, 2019

MANAGEMENT DISCUSSION & ANALYSIS

The management of Mohite Industries Limited presents the analysis of business performance of the Company for the year 2018-19 and its outlook for the future. This outlook is based on assessment of the current business environment. It may vary due to future economic and other developments, both in India and abroad.

1. INDUSTRY STRUCTURE & DEVELOPMENTS

During the year under report, the domestic as well as export market for yarn remained volatile. As there was a down fall in export of textiles products, the price of yarn in the domestic market lowered drastically.

However, the management has already switched over to Compact and Slub yarn from normal quality yarn, falling price did not affect as these special quality yarns are having fix market and price.

2. OPPORTUNITIES AND THREATS

The management has an opportunity to further improve the quality of Compact yarn so as to fetch more price than the present. Also the management has an opportunity to explore export markets for the compact yarn.

3. SEGMENT–WISE OR PRODUCT-WISE PERFORMANCE

Segment-wise performance is given in Note No. 24B(iv) to financial statements.

4. MANAGEMENT PERCEPTION OF RISKS & CONCERNS

Taking into Account the cotton availability, demand for yarn and lucrative price the management does not foresee any risk factor. However, there is concern over the technology of the present machinery which is quite old . Hence it is imperative to go for modernization of the plant to sustain in competition with other mills as regards quality and productivity.

5. INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Company has well defined internal control systems. Internal Audit in the organization measures the efficiency, adequacy and effectiveness of other controls in the organization. All significant issues are brought to the attention of the Audit Committee of the Board. Management continuously reviews the internal control systems and procedures to ensure orderly and efficient conduct of the business.

6. HUMAN RESOURCES DEVELOPMENT & INDUSTRIAL RELATIONS :

The Company continues to lay emphasis on building and sustaining an excellent organization climate based on human performance. Performance management is the key word for the Company. Pursuit of proactive policies for industrial relation has peaceful and harmonious situation.

7. FINANCIAL ANALYSIS AND REVIEW OF OPERATIONS :

a) Production of our Company of 100% cotton yarn was 4696.44 MT during the year 2018-19 as against production of 4308.87 MT during the year 2017-18. Sale of Cotton Yarn & Fabric was ₹ 9846.66 Lakhs during the year 2018-19 as compared to sales of ₹ 8660.67 Lakhs during the year 2017-18. Sale of Cotton Waste was ₹ 83.87 Lakhs during the year 2018-19 as compared to sale of ₹104.29 Lakhs during the year 2017-18.

b) Job Work of 100 % cotton yarn was 110.61 MT during the year 2018-19 as against Job Work of 13.37 MT during the year 2017-18. Job Work Income was Rs.18.65 Lakhs in the year 2018-19 as compared to Job Work Income of ₹3.59 Lakhs in the year 2017-18.

c) Generation of Hydro Power was 2,59,99,495 Kwh units during the year 2018-19 and transmitted to Textile Division (Intersegment) 1,70,49,104 Kwh as against generation of 1,9479620 Kwh units during the year 2017-18 and transmitted to Textile Division (Intersegment)) 1,29,51,315 Kwh units. Transmission Loss of units was 9.48 % during the year 2018-19 against 9.92 % during the year 2017-18. Balance Units Sale to MSEDCL during the 2018-19 is 70,74,499 Kwh Units as against units sale of 44,29,840 Kwh Units for the year 2017-18.

d) Production of Yarn during the year 2018-19 was Increased by 8.25 % and Sales of Yarn and Fabric during the year 2018-19 were increased by 12.04% as compared to previous year.

e) The Direct Export & Merchant Export of Yarn was ₹1372.94 Lakhs during the year 2018-19 as compared to Direct Export & Merchant Export of Yarn and Fabric of ₹ 244.93 Lakhs during the year 2017-18.

f) RAW MATERIAL

Total raw material (Cotton + Yarn + Waste) cost for the year 2018-19 was ₹ 6870.70 Lakhs compared to ₹5482.91 Lakhs for the previous year. Cost of material consumed to sales ratio (Cotton + Yarn + Waste) for the period ended 31.03.19 is 69.19% as compared to 54.27 % for the previous year.

g) POWER AND FUEL

The cost of power was ₹1090.52 Lakhs for the year 2018-19 as compared to ₹1155.01 Lakhs for the year 2017-18. Cost of power is ₹ 22.69 per kg of the production for the year 2018-19 as compared to power cost of ₹26.81 per kg of production for the previous year.

h) SALARY AND WAGES (EMPLOYEES BENEFIT COSTS)

The salary and wages & other employee benefits cost was ₹1097.32 Lakhs for the year 2018-19 as compared to ₹1113.04 Lakhs for the year 2017-18. The Company has taken step to fully provide for the gratuity liability.

i) INTEREST AND FINANCE COST

The interest and finance cost was ₹1048.56 Lakhs for the year 2018-19 compared to ₹ 905.33 Lakhs for the year 2017-18.

j) PROFITABILITY

The Company earned Profit before Depreciation, Interest and Tax of ₹1977.88 Lakhs in the current year as against ₹1741.11 Lakhs in the previous year. The Company earned Profit before Depreciation and Tax of ₹929.32 Lakhs in the current year as compared to ₹ 835.78 Lakhs in the previous year.

The Company earned Profit before Tax (after interest and depreciation) of ₹ 201.82 Lakhs and Profit after Tax of ₹116.75 Lakhs for the current financial year under review as against ₹ 406.90 Lakhs and ₹ 347.97 Lakhs respectively, for the previous financial year.

k) RESOURCE MOBILISATION

The Gross Fixed Assets (excluding capital work in progress) as at 31st March, 2018 were ₹ 18693.29 Lakhs as compared to ₹ 18276.67 Lakhs in the previous year. During the year, the Company had purchased fixed assets amounting to ₹416.62 Lakhs.

There were no debtors outstanding for more than six months in the year under review. (Previous Year Nil).Inventory level as on 31st March, 2018 was ₹ 4114.31 Lakhs, as against ₹ 3608.48 Lakhs in the previous year.

i) DETAILS OF SIGNIFICANT CHANGES AS COMPARED TO PREVIOUS YEAR IN KEY FINANCIAL RATIOS ALONG WITH DETAILED EXPLANATION

Ratio	2018-19	2017-18	Variation
Inventory Turnover	34.40%	39.84%	5.44%
Interest Coverage Ratio	1.19	1.13	0.06
Current Ratio	2.95	2.74	0.21
Debt Equity Ratio	0.92	0.97	0.05
Operating Profit Margin (%)	30.29%	33.37%	-3.08%
Net Profit Margin (%)	1.83%	1.33%	0.50%

m) DETAILS OF ANY CHANGE IN RETURN ON NET WORTH AS COMPARED TO THE IMMEDIATELY PREVIOUS FINANCIAL YEAR ALONG WITH A DETAILED EXPLANATION THEREOF.]

on behalf of the Board
MOHITE INDUSTRIES LTD.

Place : Vadgaon, Kolhapur
Date : 27th August, 2019

Shivaji Mohite
MD DIN 00425441

Monika Mohite
Jt. MD DIN 00425614

Report on the Audit of Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **Mohite Industries Limited** ("the Company"), which comprise the Balance Sheet as at **31st March, 2019,** the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the 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, ("IndAS") and accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2019, its profit, total comprehensive income & its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 standalone 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 audit opinion on the standalone 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.

Based on the circumstances and facts of the audit entity, in our opinion, there were no such key audit matters that required special attention or judgement by us.

Information other than the standalone financial statements and auditor's report thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report 2018-19, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone 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 standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

Based on the work we have performed, if 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.

Responsibilities of management and those charged with governance for the IND AS standalone 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 standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income & cash flows of the Company in accordance with the IND AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, the 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 the 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 responsibility for the audit of standalone financial statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone 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 standalone 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 standalone 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 as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- 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.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, we report that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

(c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income and the Cash Flow Statement the dealt with by this report are in agreement with the books of account.

(d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section133 of the Act.

(e) On the basis of written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section164(2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A". 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/provided by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

(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:

- There were no amounts, which were required to be transferred during the year to the Investor Education and Protection Fund by the Company.

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of subsection(11) of section 143 of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the "Annexure B" a statement on the matters specified in the paragraphs 3 and 4 of the said Order.

Place: Vadgaon, Kolhapur
Date : 30th May, 2019

For **PRASHANT HIRAWDEKAR & ASSOCIATES**
CHARTERED ACCOUNTANTS

Prashant Subhash Hirawdekar
Proprietor
Membership No. 133498

Annexure "A" to the Independent Auditors' Report

(Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Act)

We have audited the internal financial controls over financial reporting of the Company as of March 31, 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") 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 and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal financial Controls and, both issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate 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 standalone 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 standalone 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 standalone 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 standalone 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 31st March 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

Place: Vadgaon, Kolhapur
Date : 30th May, 2019

For **PRASHANT HIRAWDEKAR & ASSOCIATES**
CHARTERED ACCOUNTANTS

Prashant Subhash Hirawdekar
Proprietor
Membership No. 133498

Annexure “B” to the Independent Auditors' Report

(Referred to in Paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our Report on even date)

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

i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) Major items of fixed assets were physically verified during the year by the management in accordance with regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. No material discrepancies were noticed on such verification.

(c) In our opinion and according to the information and explanations given to us and representation obtained from the management, the title deeds of immovable properties are held in the name of the Company.

ii The inventories have been physically verified by the management at reasonable intervals during the year. In our opinion, the frequency of verification is reasonable and no material discrepancies were noticed on physical verification.

iii. The Company has granted unsecured loan to company required to be covered in the register maintained under section 189 of the Act.

iv In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

v The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.

vi We have broadly reviewed the books of accounts maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Act and are of the opinion that prima facie, the prescribed accounts and records have been maintained. We have not, however, made a detailed examination of the records for the year with a view to determine whether they are accurate and complete.

vii (a) According to the records of the Company, the Company has been generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, duty of customs, goods and services tax (GST), cess and other material statutory dues with the appropriate authorities. There were no arrears of undisputed statutory dues as at 31st March,2019, which were outstanding for a period of more than six months from the date they became payable.

(b) There are no disputed dues which have remained unpaid as on 31st March, 2019 in respect of income tax or sale tax or service tax or duty of customs or duty of excise or value added tax or GST.

viii. On the basis of the verification of records and information and explanations given to us, the Company has not defaulted in repayment of loans and borrowings to banks. The Company does not have any loans or borrowings from government in the books of accounts at any time during the year.

ix. The Company did not raise any money by way of initial / further public offer (including debt instruments) and term loans taken during the year have been applied for the purpose for which they were obtained.

x. Based on the audit procedure performed and the representation obtained from the management, no material fraud by the Company or on the Company by its officers and employees has been noticed or reported during the year.

xi. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid / provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V of the Act.

xii The Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii) of the Order are not applicable.

xiii According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.

xiv During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures. Therefore, the provisions of clause 3(xiv) of the Order are not applicable.

xv According to the information and explanations given to us and the representation obtained from the management, the Company has not entered into any non-cash transactions with directors or persons connected with them under section 192 of the Act. Therefore, the provisions of clause 3(xv) of the Order are not applicable.

xvi In our opinion and according to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Place: Vadgaon, Kolhapur
Date : 30th May, 2019

For **PRASHANT HIRAWDEKAR & ASSOCIATES**
CHARTERED ACCOUNTANTS

Prashant Subhash Hirawdekar
Proprietor
Membership No. 133498

STANDALONE BALANCE SHEET as at 31st March, 2019

(Amount In ₹)

No	PARTICULARS	Note	31st March 2019	31st March 2018
A	**ASSETS -**			
1	**Non-Current Assets**			
	(a) Property Plant and Equipments	2(a)	709,118,568	762,820,281
	(b) Capital work-in-progress	2(b)	42,361,643	2,138,467
	(c) Financial Assets :			
	(i) Investments	3(a)	1,585,100	1,360,100
	(ii) Loans- Security Deposit	3(b)	10,462,837	3,210,341
	Total non-current Assets		**763,528,148**	**769,529,188**
2	**Current Assets**			
	(a) Inventories	4	401,227,000	411,431,000
	(b) Financial Assets :			
	(i) Trade Receivables	5	415,550,609	422,382,527
	(ii) Cash and Cash equivalents	6	187,765	524,525
	(iii) Bank Balance other than (ii)above	6	6,969,604	14,683,874
	(iv) Loans & Advances	7	199,338,432	168,340,594
	Total Current Assets		**1,023,273,410**	**1,017,362,520**
	Total Assets		**1,786,801,558**	**1,786,891,708**
B	**EQUITY AND LIABILITIES**			
1	**EQUITY**			
	(a) Equity Share Capital	8	200,997,000	200,997,000
	(b) Other Equity	9	687,258,983	665,945,932
	Total Equity		**888,255,983**	**866,942,932**
	Liabilities			
2	**Non-Current Liabilities**			
	(a) Financial Liabilities			
	(i) Long-Term borrowings	10	527,364,300	519,606,360
	(b) Deferred Tax Liabilities (Net)	11	24,511,963	29,893,088
	Total Non- Current Liaibilities		**551,876,263**	**549,499,448**
3	**Current Liabilities**			
	(a) Financial Liabilities			
	(i) Short-Term Borrowings	12	218,526,668	248,521,167
	(ii) Trade Payables	13		
	a) Due to Medium & Small Enterprises		6,598,230	5,321,430
	b) Due to other than Medium & Small Enterprises		28,265,104	27,733,570
	(iii) Other Financial Liabilities	14	72,818,520	72,818,520
	(b) Other Current Liabilities	15	20,460,790	16,054,641
	(c) Provision		-	-
	Total Current Liabilities		**346,669,312**	**370,449,328**
	Total Equity and Liabilities		**1,786,801,558**	**1,786,891,708**
	Significant Accounting Policies and Notes to Accounts	1		

As per our separate report attached
for **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants

Prashant S Hirawdekar
Proprietor
Mem. No. 133498

Place : Kolhapur
Date : 30th May 2019

For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.

Shivaji Mohite
MD DIN 00425441

Monika Mohite
Jt. MD DIN 00425614

Abhay Bhide
Director & CEO
DIN 05307473

Ashvini Kalekar
Company Secretary

Priyanka Patil
CFO

STANDALONE STATEMENT OF PROFIT & LOSS for the year ended on 31st March, 2019

(Amount In ₹)

No	PARTICULARS	Note	31st March 2019	31st March 2018
1	**Income**			
	Net Revenue From Operation	16	1,164,648,188	1,025,224,502
	Revenue from Operations	17	336,729	6,723,237
	Other Income	18	1,103,135	603,001
	Total Revenue :		**1,166,088,052**	**1,032,550,740**
2	**Expenses**			
	Cost of Material Consumed	19	687,070,328	583,456,883
	Changes in inventories of Finished Goods	20	16,441,000	(4,401,000)
	Work in Progress and Stock-in -trade			
	Employee Benefit Expenses	21	105,410,727	111,303,652
	Finance Costs	22	105,958,776	90,532,753
	Depreciation and Amortisation Expenses	23	72,749,999	71,903,080
	Operating and Other Expenses	24	158,275,296	168,080,593
	Total Expenses :		**1,145,906,126**	**1,020,875,961**
3	Profit Before Exceptional and Extra Ordinary Item and tax (1-2)		20,181,926	11,674,779
4	Exceptional Items		-	-
5	**Profit Before Tax (3-4)**		**20,181,926**	**11,674,779**
6	Tax Expenses			
	(i) Current Tax		4,250,000	2,150,000
	(ii) Deferred Tax		(5,381,125)	(4,171,827)
7	**Profit/(Loss) for the period from continuing operations (5-6)**		**21,313,051**	**13,696,606**
8	Other Comprehensive Income that will not be reclassified to Profit or Loss			
	(i) Re-measurements gains/(Losses) on defined benefit plans		-	-
	(ii) Income Tax effect on above		-	-
	Total Other Comprehensive Income		**-**	**-**
9	**Total Comprehensive Income for the Period (7+8)**		**21,313,051**	**13,696,606**
10	Paid-Up Equity Shares Capital		200,997,000	200,997,000
	(face value of ₹10 each fully paid up)			
11	Earning per equity share (EPS)			
	(Face value of ₹10 each)			
	(i) Basic (in ₹) (not annualised)		1.06	0.68
	(ii) Diluted (in ₹) (not annualised)		1.06	0.68

As per our separate report attached
for **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants

Prashant S Hirawdekar
Proprietor
Mem. No. 133498

Place : Kolhapur
Date : 30th May 2019

For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.

Shivaji Mohite
MD DIN 00425441

Monika Mohite
Jt. MD DIN 00425614

Abhay Bhide
Director & CEO
DIN 05307473

Ashvini Kalekar
Company Secretary

Priyanka Patil
CFO

STANDALONE CASH FLOW STATEMENT for the year ended on 31st March, 2019

(Amount In ₹)

No	PARTICULARS	Note	31st March 2019	31st March 2018
A.	**Cash flow from Operating Activities**			
	Net Profit before Tax		**20,181,926**	**11,674,779**
	Adjustments for :			
	Depreciation		72,749,999	71,903,080
	Interest & Finance Charges		105,958,776	90,064,951
	Extraordinary Items			-
	Profit on Sale of Land			
	Dividend Received		-	(135,200)
	Operating profit before working capital changes		**198,890,701**	**173,507,611**
	Adjustments for :			
	(Increase) / Decrease in :			
	Trade & Other Receivables		6,831,918	10,043,713
	Inventories		10,204,000	(50,583,000)
	Increase / (Decrease) in :			
	Trade Payables & Other Liabilities		4,406,149	(16,910,453)
	Cash generation from operations		**220,332,768**	**116,057,871**
	Less: Taxes Paid		2,565,530	304,451
	Net Cash flow from Operating Activities		**222,898,298**	**116,362,322**
B.	**Cash flow from Investing Activities**			
	Purchase of Fixed Assets		(59,271,462)	(43,050,866)
	Investment in Shares			-
	Proceeds from Sale of Fixed Assets		-	567,101
	Dividend Received		-	135,200
	Net Cash flow from Investing Activities before extraordinary items		**(59,271,462)**	**(42,348,565)**
	Less: Extraordinary Items			
	Performance guarantee payment & expenditure incurred during current year (refer note 24B(vii))		-	-
	Net Cash flow from Investing Activities after extraordinary items		**(59,271,462)**	**(42,348,565)**
C.	**Cash flow from Financing Activities**			
	Proceeds from Long Term Borrowings (Net)		9,115,631	182,461,215
	Proceeds from Short Term Borrowings (Net)		(29,994,499)	(145,650,971)
	Proceeds from Unsecured Borrowings		(1,357,691)	(19,679,622)
	Interest & Finance Charges		(105,958,776)	(90,532,752)
	Net Cash flow from Financing Activities		**(128,195,336)**	**(73,402,131)**
	Net Increase / (Decrease) in Cash & Cash Equivalents		35,431,500	611,626
	Cash & Bank Balances as on 31/03/2018		15,208,399	14,128,970
	Cash & Bank Balances as on 31/03/2019		7,157,369	15,208,398

As per our separate report attached
for **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants

Prashant S Hirawdekar
Proprietor
Mem. No. 133498

Place : Kolhapur
Date : 30th May 2019

For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.

Shivaji Mohite
MD DIN 00425441

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Jt. MD DIN 00425614

Abhay Bhide
Director & CEO
DIN 05307473

Ashvini Kalekar
Company Secretary

Priyanka Patil
CFO

NOTE NO. 1

SIGNIFICANT ACCOUNTING POLICIES

I. Basis of Preparation :

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed by Ministry of Corporate Affairs under Companies (Indian Accounting Standards) Rules, 2015, provisions of the Companies Act, 2013, to the extent notified and pronouncements of the Institute of Chartered Accountants of India.

Disclosures under Ind AS are made only in respect of material items and in respect of the items that will be useful to the users of financial statements in making economic decisions.

The financial statements for the year ended 31st March 2019 (including comparatives) are duly adopted by the Board on 30th May, 2019 for consideration and approval by shareholders.

II. Summary of accounting policies :

1. Overall considerations

The financial statements have been prepared applying the significant accounting policies and measurement bases summarized below.

2. Revenue Recognition

Revenue is measured at fair value of the consideration received or receivable and net of returns, trade allowances and rebates and amounts collected on behalf of third parties. It excludes excise duty Value Added Tax, Sales Tax, Service Tax and GST.

i) Sale of Products:

Revenue from sale of products is recognised when significant risks and rewards of ownership pass to the customers, as per the terms of the contract and when the economic benefits associated with the transactions will flow to the Company.

ii) Interest Income:

Interest incomes are recognized using the time proportion method based on the rates implicit in the transaction. Interest income is included in other income in the statement of profit and loss.

3. Property, plant and equipment

i) Freehold land is stated at historical cost. All other items of Property, Plant and Equipment are stated at cost of acquisition/construction less accumulated depreciation/amortization and impairment, if any.

Cost includes:

a) Purchase Price

b) Taxes and Duties

c) Labour cost and

d) Directly attributable overheads incurred up to the date the asset is ready for its intended use. However, cost excludes excise duty, value added tax, service tax, and GST to the extent credit of the duty or tax is availed of.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

ii) Component Accounting:

The component of assets are capitalized only if the life of the components vary significantly and whose cost is significant in relation to the cost of the respective asset, the life of the component in assets a redetermined based on technical assessment and past history of replacement of such components in the assets. The carrying amount of any component accounted for as separate asset is derecognized when replaced.

iii) Other cost:

All other repairs and maintenance cost are charged to the statement of profit and loss during there porting period in which they are incurred. Profit or Losses on disposals are determined by comparing proceeds with the carrying amount. These are included in the Statement of Profit and Loss within other income/ (loss).

iv) Depreciation and amortization:

a) Depreciation is recognized on a straight-line basis, over the useful life of the buildings and other equipment as prescribed under Schedule II of the Companies Act, 2013.

b) Depreciation on tangible fixed assets is charged over the estimated useful life of the asset or part of the asset as evaluated on technical assessment on straight line method, in accordance with Part A of Schedule II to the Companies Act, 2013

c) On tangible fixed assets added/disposed off during the year, depreciation is charged on pro-rata basis for the period for which the asset was purchased and used.

v) Ind AS Transition:

As there is no change in the functional currency as at the date of transition, the Company has elected to adopt the carrying value of Plant, property and equipment under the erstwhile GAAP as the deemed cost for the purpose of transition to Ind AS. Capital–work-in progress, plant and equipment is stated at cost less accumulated impairment losses, if any.

4) Impairment:

At each balance sheet date, the management reviews the carrying amounts of its assets included in each cash generating unit to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset. Reversal of impairment loss is recognised as income in the statement of profit and loss.

5) Financial Assets classification and subsequent measurement of Financial Assets :

i. Trade receivables

The Company follows 'simplified approach' for recognition of impairment loss allowance based on life time Expected Credit Loss at each reporting date, right from its initial recognition.

ii. Derecognition of financial assets

A financial asset is derecognised only when;

a) The Company has transferred the rights to receive cash flows from the financial asset or

b) The Company retains the contractual rights to receive the cash flows of the financial asset, but expects a contractual obligation to pay the cash flows to one or more recipients.

There are no such de-recognitions.

6) Financial Liabilities:

i. Classification, subsequent measurement and de-recognition of financial liabilities

a. Classification

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss or at amortized cost. The Company's financial liabilities include borrowings & trade and other payables.

b. Subsequent measurement

Financial liabilities are measured subsequently at amortized cost using the effective interest method. All interest-related charges and, if applicable, changes in an instrument's fair value that are reported in profit or loss are included within finance costs or finance income.

7) Inventories

Inventories are valued at lower of cost or net realizable value. Net realisable value is the estimated selling price in the ordinary course of business less the estimated cost of completion and the estimated costs necessary to make the sale. Cost is ascertained on weighted average basis in accordance with the method of valuation prescribed by the Institute of Chartered Accountants of India.

i. Raw materials

Raw materials are valued at cost of purchase, net of duties (credit availed w.r.t taxes and duties) and includes all expenses incurred in bringing the materials to location of use.

ii. Work-in-process and Finished Goods

Work-in-process and finished goods include conversion costs in addition to the landed cost of raw materials.

iii. Stores and spares

Stores, spares and tools cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition.

8) Income Taxes

Tax expense recognized in the statement of profit or loss comprises the sum of deferred tax and current tax not recognized in other comprehensive income or directly in equity.

Calculation of current tax is based on tax rates in accordance with tax laws that have been enacted or substantively enacted by the end of the reporting period. Deferred income taxes are calculated using the liability method on temporary differences between tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at reporting date.

Deferred tax expense or benefit is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and is likely to reverse in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

In the event of unabsorbed depreciation and carry forward of losses, deferred tax assets are recognised only to the extent that there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available to realise such assets. In other situations, deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realise these assets.

9) Post-employment benefits and short-term employee benefits

i. Short term obligations:

Short term obligations are those that are expected to be settled fully within 12 months after the end of the reporting period. They are recognised up to the end of the reporting period at the amounts expected to be paid at the time of settlement.

ii. Other long term employee benefits obligations:

The liabilities for earned leave are not expected to be settled wholly within 12 months after end of the period in which the employees render the related service. They are, therefore, recognised and provided for at the present value of the expected future payments to be made in respect of services provided by employee up to the end of reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

iii. Post-employment obligation:

The Company operates the following post-employment schemes:

a) Defined contribution plan such as Gratuity & provident fund

Gratuity obligation:

The company has created The Employees Group Gratuity fund which has taken gratuity cum life insurance policy from LIC of India. Premium on said policy is calculated by LIC & Conveyed to us on the basic of Project unit credit Method. The same is accounted for in books of accounts.

Provident Fund:

The eligible employees of the Company are entitled to receive benefits in respect of provident fund, a defined contribution plan, in which both employees and the Company make monthly contributions at a specified percentage of the covered employees salary. The provident fund contributions are made to EPFO.

Bonus Payable:

The Company recognises a liability and an expense for bonus. The Company recognises a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

10) **Provisions and contingent liabilities**

I. Provisions:

A Provision is recorded when the Company has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

ii. Contingent liabilities:

Whenever there is possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity or a present obligation that arises from past events but is not recognised because (a) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or (b) the amount of the obligation cannot be measured with sufficient reliability are considered as contingent liability. Following are the Contingent Liabilities which are not accounting for in books of account.

	Particulars	2018-19	2017-18
1.	Claims not acknowledged as debts in respect of matters in appeals.	-	-
2.	Commitments		
	a) Estimated amount of contracts remaining to be executed	-	-
	b) Other Commitments :		
	Guarantee given by banks, counter guaranteed by the Company	199.63	263.57
	c) Other Significant Commitments	-	-

11) **Earnings per share:**

The company presents the basic and diluted EPS data. Basic and diluted EPS is computed by dividing the profit for the period attributable to the shareholders of the company by the weighted average number of shares outstanding during the period .

Earnings Per Share:

Particulars	2018-19	2017-18
Net Profit after Taxation	2,13,13,051.00	1,36,96,606.29
Average No. of Equity Shares Outstanding	2,00,99,700.00	2,00,99,700.00
Basic and Diluted Earnings per Share (EPS) in ₹	1.06	0.68

12) **Cash and Cash equivalents and Cash Flow Statement:**

Statement of cash flow is prepared segregating the cash flow into operating, investing and financing activities. Cash Flow from Operating activity is reported using indirect method adjusting the net profit for the effects of :

i) Changes during the period in inventories and operating receivables/ payables transactions of non-cash nature.

ii) All other items for which cash effects are investing and financing cash flows.

13) **Segment reporting :**

Segment have been identified on the basis of Accounting Standard on Segment Reporting AS -17

Segment Segment-wise information for the year ended March 31, 2019.

(Amount In ₹)

Particulars	2018-19	2017-18
1. Segment Revenue		
a) Textiles	9,949.19	8,768.55
b) Hydro Power	1,697.29	1,483.68
Total :	11,646.48	10,252.24
Less : Inter segment revenue	1,201.85	906.96
Net sales /income from operations :	**10,444.63**	**8,846.93**
2. Segment Results - Profit/(Loss) before tax & interest		
a) Textiles	119.26	45.93
b) Hydro Power	1,131.11	971.47
Total :	1,250.37	1,017.40
Less :		
i) Interest	900.65	900.65
ii) Other un-allocable expenditure net of unallocable income	--	--
Profit Before Tax :	**116.75**	**116.75**
3. Segment Assets		
a) Textiles	10,615.14	11,703.79
b) Hydro Power	7,295.38	6,165.13
Total :	**17,910.52**	**17,868.92**
4. Segment Liabilities		
a) Textiles	9,029.33	9,184.31
b) Hydro Power	9.93	15.18
Total :	**9,039.26**	**9,199.49**

14) Borrowing costs:

Borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is necessary to complete and prepare the asset for its intended use or sale. Other borrowing costs are expensed in the period in which they are incurred under finance costs.

15) Related party disclosure as per Ind AS 24
Following are the related parties as per Accounting Standard 18

Name of the Party	Relation	Nature of Transaction	2018-19	2017-18
Shivaji Ramchandra Mohite	CMD	Remuneration	48,16,800	48,16,800
Monika Shivaji Mohite	Jt. MD	Remuneration	24,16,800	24,16,800
Abhay Shamrao Bhide	Director & CEO	Remuneration	38,22,000	34,50,392

Apart from above no significant transactions took place with related parties during the year. There are no write offs/write backs of any amount of any of the related party during the year

III) Significant management judgment in applying accounting policies and estimation of uncertainty while preparing the financial statements, management has made a number of judgments, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

(1) Significant management judgment

The following are significant management judgments in applying the accounting policies of the company that have significant effect on the financial statements.

(2) Recognition of deferred tax assets

The extent to which deferred tax assets can be recognized is based on an assessment of the probability that future taxable income will be available against which the deductible temporary differences and tax loss carry-forwards can be utilized. In addition, careful judgment is exercised in assessing the impact of any legal or economic limits or uncertainties in various tax issues.

(3) Estimation of uncertainty

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is mentioned below. Actual results may be different.

a. Impairment of non-financial assets

In assessing impairment, management has estimated economic usefulness of the assets, the recoverable amount of each asset or cash- generating units based on expected future cash flows and use of an interest rate to discount them. Estimation of uncertainty relates to assumptions about economically future operating cash flows and the determination of a suitable discount rate.

b. Useful lives of depreciable assets

Management reviews its estimate of the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technological obsolescence that may change the utility of assets including Intangible Assets.

c. Inventories

Management has carefully estimated the net realizable values of inventories, taking into account the most reliable evidence available at each reporting date. The future realization of these inventories may be affected by market-driven changes.

d. 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 and other criteria set out in the Schedule III to the Companies Act, 2013.Based on the nature of products and time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current or non-current classification of assets and liabilities.

As per our separate report attached
for **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants

Prashant S Hirawdekar
Proprietor
Mem. No. 133498

Place : Kolhapur
Date : 30th May 2019

For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.

Shivaji Mohite
MD DIN 00425441

Monika Mohite
Jt. MD DIN 00425614

Abhay Bhide
Director & CEO
DIN 05307473

Ashvini Kalekar
Company Secretary

Priyanka Patil
CFO

Note 2 (a)

Property, Plant and Equipment (PPE)

(Amount In ₹)

No	Particulars	GROSS BLOCK				DEPRECIATION			Net Block	
		as on 01.04.2018	Additions	Disposals	as on 31.03.2019	as on 01.04.2018	for the year	As at 31.3.2019	as at 31.3.2019	as at 31.3.2018
1) TANGIBLE ASSETS										
(a)	Land	4,655,353	-	-	4,655,353	-	-	-	4,655,353	4,655,353
(b)	Kagal MIDC Land	13,883,400	-	-	13,883,400	-	-	-	13,883,400	13,883,400
	Flat	30,716,403	1,416,298	-	32,132,701	126,232	535,545	661,777	31,470,924	30,590,171
(c)	Factory Building	355,587,799	-	-	355,587,799	124,391,992	7,695,301	132,087,293	223,500,506	231,195,807
(d)	Plant & Machinery	1,333,873,065	16,776,445	-	1,350,649,510	885,632,775	55,068,678	940,701,453	409,948,057	448,240,290
(e)	Electrical Installation	46,500,193	291,191	-	46,791,384	31,858,013	2,842,398	34,700,411	12,090,973	14,642,180
(f)	Office Equipment	9,427,601	449,428	-	9,877,029	8,188,599	212,935	8,401,534	1,475,495	1,239,002
(g)	Laboratory Equipments (Imported)	10,025,557	-	-	10,025,557	9,480,881	4,641	9,485,522	540,035	544,676
(h)	Vehicles	50,696,596	-	-	50,696,596	35,156,943	5,667,483	40,824,426	9,872,170	15,539,652
(i)	Furniture & Fixtures	10,765,245	114,924	-	10,880,169	8,634,879	616,869	9,251,748	1,628,421	2,130,366
(j)	D. G. Sets - Imported	3,187,661	-	-	3,187,661	3,028,278	106,149	3,134,427	53,234	159,383
(k)	Equipments Below ₹5000		-	-	-	-	-	-	-	-
	TOTAL	**1,869,318,873**	**19,048,286**	**-**	**1,888,367,159**	**1,106,498,592**	**72,749,999**	**1,179,248,591**	**709,118,568**	**762,820,280**

Note 2 (a)

Property, Plant and Equipment (PPE)

(Amount In ₹)

	Particulars	GROSS BLOCK				DEPRECIATION			Net Block	
		as on 01.04.2017	Additions	Disposals	as on 31.03.2018	as on 01.04.2017	for the year	As at 31.3.2018	as at 31.3.2018	as at 31.3.2017
1) TANGIBLE ASSETS										
(a)	Land	4,655,353	-	-	4,655,353	-	-	-	4,655,353	4,655,353
(b)	Kagal MIDC Land	13,883,400	-	-	13,883,400	-	-	-	13,883,400	13,883,400
	Flat	-	30,716,403	-	30,716,403	-	126,232	126,232	30,590,171	-
(c)	Factory Building	354,956,397	631,402	-	355,587,799	116,642,369	7,749,623	124,391,992	231,195,807	238,314,028
(d)	Plant & Machinery	1,326,699,475	7,425,690	252,101	1,333,873,065	830,963,887	54,668,888	885,632,775	448,240,290	495,735,588
(e)	Electrical Installation	45,789,209	710,984	-	46,500,193	29,027,739	2,830,274	31,858,013	14,642,180	16,761,470
(f)	Office Equipment	9,054,357	373,244	-	9,427,601	7,963,452	225,147	8,188,599	1,239,002	1,090,905
(g)	Laboratory Equipments (Imported)	10,025,557	-	-	10,025,557	9,462,317	18,564	9,480,881	544,676	563,240
(h)	Vehicles	49,146,447	1,865,149	315,000	50,696,596	29,489,460	5,667,483	35,156,943	15,539,653	19,656,987
(i)	Furniture & Fixtures	10,258,851	506,394	-	10,765,245	8,018,010	616,869	8,634,879	2,130,366	2,240,841
(j)	D. G. Sets - Imported	3,187,661	-	-	3,187,661	3,028,278	-	3,028,278	159,383	159,383
(k)	Equipments Below ₹ 5000	10,108	-	-	10,108	10,108	-	10,108	-	-
	TOTAL	**1,827,666,814**	**42,229,267**	**567,101**	**1,869,328,981**	**1,034,605,620**	**71,903,080**	**1,106,508,700**	**762,820,281**	**793,061,194**

Note 2 (b)

Capital Work in Progress

(Amount In ₹)

	Particulars	GROSS BLOCK				DEPRECIATION			Net Block	
		as on 01.04.2018	Additions	Disposals	as on 31.03.2019	as on 01.04.2018	for the year	As at 31.3.2019	as at 31.3.2019	as at 31.3.2018
2) CAPITAL WORK IN PROGRESS										
(a)	P & M Capital WIP-Textile	2,047,382	40,223,176	-	42,270,558	-	-	-	42,270,558	2,047,382
(b)	P & M Capital WIP-Hydro	91,085	-	-	91,085	-	-	-	91,085	91,085
	TOTAL	**2,138,467**	**40,223,176**	**-**	**42,361,643**	**-**	**-**	**-**	**42,361,643**	**2,138,467**

Note 2 (b)

Capital Work in Progress

(Amount In ₹)

	Particulars	GROSS BLOCK				DEPRECIATION			Net Block	
		as on 01.04.2017	Additions	Disposals	as on 31.03.2018	as on 01.04.2017	for the year	As at 31.3.2018	as at 31.3.2018	as at 31.3.2017
2) CAPITAL WORK IN PROGRESS										
(a)	P & M Capital WIP-Textile	1,225,783	821,599	-	2,047,382	-	-	-	2,047,382	1,225,783
(b)	P & M Capital WIP-Hydro	91,085	-	-	91,085	-	-	-	91,085	91,085
	TOTAL	**1,316,868**	**821,599**	**-**	**2,138,467**	**-**	**-**	**-**	**2,138,467**	**1,316,868**

(Amount In ₹)

Particulars	Current Year ended on 31/03/2019	Previous Year ended on 31/03/2018

Note No. 3 (a)

(i) Investments		
Investment in Quoted Shares	-	-
Investment in Unquoted Shares		
Share of Parshwanath Co-op Bank Ltd. 2000 Equity Shares of ₹ 25/- each (at cost)	185,100	185,100
Kallappana Awade Ichalkaranji J. Co. Bank Ltd 1000 Equity Shares of ₹500/- each (at cost)	500,000	500,000
Mahalaxmi Co. op. Bank Ltd. 175000 Equity Shares of ₹1 each (at Cost)	175,000	175,000
Rajarambapu Sah.Bank Ltd. 50000 Equity Shares of ₹ 2/- each (at Cost)	500,000	500,000
Solitaire Constructions Pvt Ltd. 22500 Shares of ₹10 Each (at cost)	225,000	-
TOTAL :	**1,585,100**	**1,360,100**

Note No. 3 (b)

(ii) Long Term - Security Deposit		
Telephone/ MSEB/ Water Deposit	10,462,837	3,210,341
TOTAL :	**10,462,837**	**3,210,341**

Note No. 4

Current Assets -		
(a) Inventories		
(i) Raw Material	143,604,000	146,157,000
(ii) Finished Goods	159,910,000	166,440,000
(iii) Stock in Process	65,215,000	70,014,000
(iv) Stores, Spares & Packing Material	12,565,000	3,775,000
(v) Waste	19,933,000	25,045,000
TOTAL :	**401,227,000**	**411,431,000**

Note No. 5

(b) Financial Assets		
(i) Trade Receivables	415,550,609	422,382,527
Due to Micro & Small Enterprises		
Due to other than Micro & Small Enterprises		
Other Debts	-	-
TOTAL :	**415,550,609**	**422,382,527**

Note No. 6

(ii) Cash and Cash Equivalents	187,765	524,525
(iii) Bank Balance other than (ii) above		
(i) In Current Account	617,354	1,433,221
(ii) In Fixed Deposits & Recurring Deposits	6,352,250	13,250,653
TOTAL :	**6,969,604**	**14,683,874**
(iii) Other Bank Balance - Dividend Warrant Accounts	-	-
(Earmarked balances with banks- Dividend Warrant Accounts)		
TOTAL :	**7,157,369**	**15,208,399**

(Amount In ₹)

Particulars	Current Year ended on 31/03/2019	Previous Year ended on 31/03/2018
Note No. 7		
(iv) Loans- Short - Term Loans & Advances		
Staff Advance	383,574	113,500
Prepaid expenses	5,292,958	5,200,063
Advance Income Tax/TDS/MAT	38,418,134	27,857,438
Advances Recoverable/MVAT/REC	153,441,721	136,496,667
Cenvat/Duty Drawback/PLA	1,802,045	(1,327,073)
TOTAL :	**199,338,432**	**168,340,594**

EQUITY AND LIABILITIES

Note No. 8

EQUITY		
(a) Equity Share Capital		
Authorised	**260,000,000**	**260,000,000**
26000000 Equity Shares of ₹ 10/- each (Previous Year 26000000 Equity Shares of ₹ 10/- each)		
Issued, Subscribed & Paid Up	200,997,000	200,997,000
20099700 Equity Shares of ₹ 10/- each fully paid up (Previous Year 20099700 Equity Shares of ₹ 10/- each)		
TOTAL :	**200,997,000**	**200,997,000**

Note -

a) Equity Shareholders List holding more than 5% of equity shares along with the number of equity shares held is as given below

Name of Shareholder	31.03.2019		31.03.2018	
	%	No. of Shares	%	No. of Shares
Shivaji Ramchandra Mohite	45.65	9,176,324	45.65	9,176,324
Monika Shivaji Mohite	23.17	4,656,339	23.17	4,656,339

b) The Company has only one class of equity share of par value ₹ 10. Each holder of the equity shares is entitled to one vote per share.

c) During the previoius Five years, the company has not issued bonus shares/bought back shares/ issued shares for consideration other than cash

Particulars	Current Year ended on 31/03/2019	Previous Year ended on 31/03/2018
Note No. 9		
(b) Other Equity		
General Reserve	665,945,932	652,249,325
Add: Current Year	-	-
Sub Total :	**665,945,932**	**652,249,325**
Add : Net Profit for the Current Year	21,313,051	13,696,606
Less : Short Provision of Income Tax	-	-
TOTAL :	**687,258,983**	**665,945,932**

(Amount In ₹)

Particulars	Current Year ended on 31/03/2019	Previous Year ended on 31/03/2018
LIABILITIES		
Non Current Liabilities		
Note No. 10		
(a) Financial Liabilities :		
(i) Long Term Borrowings		
a) Term Loan from Banks/Financial Institutions	525,473,537	516,357,906
b) Other Loans from Banks	-	-
Sub Total:	**525,473,537**	**516,357,906**
Unsecured Loans from Directors	1,890,763	3,248,454
Sub Total :	**1,890,763**	**3,248,454**
TOTAL :	**527,364,300**	**519,606,360**

Notes :

1. LIC loan against policy is availied against assignment of Key Man Insurance Policies
2. LIC loan against property is secured by exclusive first charge on personal property of directors located at Plot No.1 Survey No. 250B/1A/4, E Ward, Nagala Park, Kolhapur
3. Daimler Finance Vehicle Loan is secured by hypothecation of respective vehicle against which loan is sanctioned.

Note No. 11

(C) Deferred Tax Liabilities (Net)	24,511,963	29,893,088
TOTAL :	**24,511,963**	**29,893,088**

Current Liabilities

Note No. 12

Financial Liabilities		
Short Term Borrowings from Banks		
i. Bank of Baroda	218,526,668	183,591,932
ii. IDBI Bank Ltd.	-	(14,041)
iii. State Bank of India	-	64,943,277
TOTAL :	**218,526,668**	**248,521,167**

Notes :

Working Capital Facility in (i) is secured by First Charge on Entire stock of Raw Material, Stock in Process, finished Goods, Consumables, Stores and spare, book debts on pari passu with other bank (present & future) loan from other banks mentioned in (ii) & (iii) are closed in current year.

Note No. 13

(iii) Trade Payable		
Due to Micro & Small Enterprises	6,598,230	5,321,430
Due to other than Micro & Small Enterprises	28,265,104	27,733,570
TOTAL :	**34,863,334**	**33,055,000**

Note No. 14

(iii) Other Financial Liabilities		
Current Maturities of Long Term Loans	72,818,520	72,818,520
Advance from Customers	-	-
Unpaid /Unclaimed Dividend	-	-
TOTAL :	**72,818,520**	**72,818,520**

(Amount In ₹)

Particulars	Current Year ended on 31/03/2019	Previous Year ended on 31/03/2018
Note No. 15		
(b) Other Current Liabilities		
Security Deposit payable	991,803	1,407,291
Provision for Income Tax	17,155,671	12,905,671
Statutory Liabilities	496,122	966,936
Provison for Expenses	1,817,194	774,743
TOTAL :	**20,460,790**	**16,054,641**
Note No. 16		
Net Revenue From Operations		
Export Sales	137,293,509	24,493,115
Domestic Sales	840,761,277	831,767,148
Cotton Waste Sales	8,387,368	10,429,751
Jobwork Income	1,865,266	358,883
Fabric Sale	6,611,464	9,806,750
Hydro Power Units & REC	169,729,304	148,368,855
TOTAL :	**1,164,648,188**	**1,025,224,502**
Note No. 17		
Other Operating Income		
Exchange Gain	-	59,234
Electricity Charges Refund Received	-	4,793,380
Electricity Subsidy Received	135,681	103,881
Other Income	201,048	1,766,742
TOTAL :	**336,729**	**6,723,237**
Note No. 18		
Other Income		
Income from non-current investments		
a) Dividend Received	-	135,200
b) Interest Received	1,103,135	467,801
TOTAL :	**1,103,135**	**603,001**

(Amount In ₹)

Particulars	Current Year ended on 31/03/2019	Previous Year ended on 31/03/2018
Note No. 19		
Cost of Materials Consumed		
Raw Material Consumed		
Opening Stock	146,157,000	95,905,000
Add: Purchases	662,680,760	598,543,202
Less Closing Stock	143,604,000	146,157,000
TOTAL :	**665,233,760**	**548,291,202**
Packing Material		
Opening Stock	1,400,000	3,812,000
Add:Purchases	13,979,024	12,093,304
Less Closing Stock	1,877,000	1,400,000
TOTAL :	**13,502,024**	**14,505,304**
Stores & Spares Consumed		
Opening Stock	2,375,000	4,033,000
Add: Purchases	16,647,544	19,002,377
Less Closing Stock	10,688,000	2,375,000
TOTAL :	**8,334,544**	**20,660,377**
Total Cost of Material Consumed :	**687,070,328**	**583,456,883**
Note No. 20		
Changes in Inventories of Finished Goods, Work-in-process & Stock-in-Trade		
Opening Stock		
Finished goods	166,440,000	168,435,000
Stock in Process	70,014,000	68,577,000
Waste	25,045,000	20,086,000
Total :	**261,499,000**	**257,098,000**
Closing Stock		
Finished goods	159,910,000	166,440,000
Stock in Process	65,215,000	70,014,000
Waste	19,933,000	25,045,000
Total :	**245,058,000**	**261,499,000**
Increase/(Decrease) in Stock :	**16,441,000**	**(4,401,000)**
Note No. 21		
Employee Benefits Expenses		
Salary, Wages, Stipend & Bonus	88,967,134	105,297,330
Providend fund & ESI Contribution	15,214,371	4,999,759
Staff /Lavour Welfare Expenses	1,229,222	1,006,563
TOTAL :	**105,410,727**	**111,303,652**
Note No. 22		
Cost of Finance		
Interest	104,717,981	88,676,904
Bank Charges & Other Charges	1,240,795	1,855,849
TOTAL :	**105,958,776**	**90,532,753**

(Amount In ₹)

Particulars	Current Year ended on 31/03/2019	Previous Year ended on 31/03/2018
Note No. 23		
Depreciation and amortization Expenses	**72,749,999**	**71,903,080**
TOTAL :	**72,749,999**	**71,903,080**
Note No. 24		
Manufacturing and Other Expenses		
A) Manufacturing Expenses		
Power & Fuel	109,052,400	115,501,144
Freight, Clearing & Forwarding	2,475	489,037
Repairs & Maintenance	3,983,933	3,449,209
Mixing, Unloading, Procurement Expenses	8,007,800	5,007,110
Factory General Expenses	675,765	2,307,705
Transaction/Scheduling/Application/Wheeling. Water Charges	14,184,189	8,704,176
Total A :	**135,906,562**	**135,458,381**
B) Other Expenses		
Audit Fees	70,000	80,000
Advertisements	149,200	129,031
Clearing & Forwarding	101,315	387,521
Commission on Sales	441,890	877,517
Insurance	1,681,098	4,569,330
Legal and Professional Fees	5,735,237	6,463,203
Printing & Stationery	178,176	134,932
Postage,Telegram & Telephone	350,069	399,560
Travelling and Conveyance	3,853,112	3,944,781
Security Expenses	4,321,597	4,660,604
Rent, Rates Taxes & Repairs	2,483,375	2,430,790
REC Issuance Fees	504,615	-
Miscellaneous Expenses	2,499,050	8,544,942
Total B :	**22,368,734**	**32,622,212**
TOTAL (A + B) :	**158,275,296**	**168,080,593**

Report on the Audit of Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of **Mohite Industries Limited** (the "Parent") and its subsidiary (the Parent and its subsidiary together referred to as the "Group) which comprise the Consolidated Balance Sheet as at **31st March, 2019**, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the 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 accounting principles generally accepted in India, of the consolidated state of affairs of the Group, as at 31st March, 2019 and their consolidated profit, consolidated total comprehensive income, consolidated cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the consolidated financial statements section of our report. We are independent of the Group, 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 consolidated financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditor in terms of their reports referred to other matters paragraph below is sufficient and appropriate to provide a basis for our audit opinion on the consolidated 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.

Based on the circumstances and facts of the audit entity, in our opinion, there were no such key audit matters that required special attention or judgement by us.

Information Other than the consolidated financial statements and Auditor's Report Thereon

The Parent's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the consolidated financial statements, the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information, compare with the financial statements of the subsidiary audited by other auditors to the extent it relates to these entities and, in doing so, place reliance on the work of the other auditor and consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to the subsidiary is traced from their financial statements audited by other auditors.

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.

Responsibilities of management and those charged with governance for the consolidated Financial statements

The Parent's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated statement of changes in equity of the Group, in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Board of Directors of the Companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and

detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have used for the purpose of preparation of the consolidated financial statements by the Directors of the Parent, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group, responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the Companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

Auditor's responsibility for the audit of consolidated financial statements

Our objectives is to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 consolidated 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 consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Group 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 ability of the Group, to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. How ever, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group of which we are the independent auditors and whose financial information we have audited, to expressan opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors.

For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Parent of which we are the independent auditors, 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.

Other Matters

(a) We did not audit the financial statements of subsidiary included in the consolidated financial statement, whose financial statements reflect total assets of ₹ 37.03 lakhs as at March 31, 2019, total revenues of Nil lakhs, total net loss of ₹ 6.43 Lakhs for the year ended on that date, as considered in the consolidated financial statement. The financial statement of the subsidiary prepared under Accounting Standards (IGAAP) have been converted to Indian Accounting Standards ('Ind AS') and audited by another auditor for the purpose of consolidation with the Parent Company. Our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiary and our report in terms of sub-sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries is based solely on the report(s) of such other auditors.

Our opinion above on the consolidated financial statements, and our report on other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done by and the reports of the other auditors and the financial statements and other financial information certified by the Management.

Report on Other Legal and Regulatory Requirements:

1. As required by Section 143 (3) of the Act, we report that:
   (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statement.
   (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statement have been kept so far as it appears from our examination of those books.
   (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Cash Flow Statement dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statement.
   (d) In our opinion, the aforesaid consolidated financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
   (e) On the basis of the written representations received from the directors of the Parent as on March 31, 2019 and taken on record by the Board of Directors of the Parent and the reports of the statutory auditors of its subsidiary company none of the directors of the Group companies incorporated in India is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
   (f) With respect to the adequacy of the internal financial controls with reference to financial statements and the operating effectiveness of such controls, refer to our separate report in "Annexure A", which is based on the auditors' reports of the parent, subsidiary company, incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Parent'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 based on the reports of the statutory auditors of its subsidiary company to the best of our information and according to the explanations given to us, the remuneration paid/provided by the parent company & subsidiary to its directors during the year is in accordance with the provisions of section 197 of the Act.
   (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:
   - There has been no delay in transferring amounts required to be transferred, to the Investor Education and Protection Fund by the Parent and its subsidiary company incorporated in India

Annexure "A" to the Independent Auditors' Report

(Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143of the Act)

In conjunction with our audit of the consolidated financial statements of the Group as of and for the year ended March 31, 2019, we have audited the internal financial controls with reference to financial statement of Mohite Industries Limited (hereinafter referred to as "Parent") and its subsidiary company (hereinafter referred to as "Group"), which are Companies covered under the Act, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Boards of Directors of the Parent, its subsidiary company, which are responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the respective Companies 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 the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to Financial statements of the Parent & its subsidiary. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls.

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 an d 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 with reference to Financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, 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 auditors' 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 and the audit evidence obtained by the other auditors of the subsidiary company which are, in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Parent, its subsidiary company.

Meaning of Internal Financial Controls with reference to financial statement

A Company's internal financial control with reference to financial statement 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 with reference to financial statement 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 with reference to financial statement

Because of the inherent limitations of internal financial controls with reference to financial statement, 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 with reference to financial statement to future periods are subject to the risk that the internal financial control with reference to financial statement may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors referred to in the Other Matters paragraph below, the Parent, its subsidiary company, which are, have, in all material respects, an adequate internal financial controls system with reference to financial statement and such internal financial controls with reference to financial statement were operating effectively as at March 31, 2019, based on the internal control over financial reporting criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note

Other Matters

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial control with reference to financial statements in so far as it relates to subsidiary company, which are based solely on the corresponding reports of the other auditors.

Our opinion is not modified in respect of the above matters.

Place: Vadgaon, Kolhapur
Date : 30th May, 2019

For **PRASHANT HIRAWDEKAR & ASSOCIATES**
CHARTERED ACCOUNTANTS

Prashant Subhash Hirawdekar
Proprietor
Membership No. 133498

CONSOLIDATED BALANCE SHEET as at 31st March, 2019

(Amount In ₹)

A	**ASSETS -**			
1	**Non-Current Assets**			
	(a) Property Plant and Equipments	2(a)	709,118,568	762,820,281
	(b) Capital work-in-progress	2(b)	43,996,561	2,138,467
	(c) Intangible Asset		326,728	
	(d) Financial Assets :			
	(i) Investments	3(a)	1,360,100	1,360,100
	(ii) Loans- Security Deposit	3(b)	10,462,837	3,210,341
	Total non-current Assets		**765,264,794**	**769,529,188**
2	**Current Assets**			
	(a) Inventories	4	401,227,000	411,431,000
	(b) Financial Assets :			
	(i) Trade Receivables	5	415,550,609	422,382,527
	(ii) Cash and Cash equivalents	6	738,859	524,525
	(iii) Bank Balance other than (ii)above	6	7,899,354	14,683,874
	(iv) Loans & Advances	7	199,925,610	168,340,594
	(c) Minority Interest		115,624	-
	Total Current Assets		**1,025,457,056**	**1,017,362,520**
	Total Assets		**1,790,721,850**	**1,786,891,708**
B	**EQUITY AND LIABILITIES**			
1	**EQUITY**			
	(a) Equity Share Capital	8	200,997,000	200,997,000
	(b) Other Equity	9	687,230,635	665,945,932
	Total Equity		**888,227,635**	**866,942,932**
	Liabilities			
2	**Non-Current Liabilities**			
	(a) Financial Liabilities :			
	(i) Long-Term borrowings	10	532,164,300	519,606,360
	(b) Deferred Tax Liabilities (Net)	11	24,511,963	29,893,088
	Total Non- Current Liaibilities		**556,676,263**	**549,499,448**
3	**Current Liabilities**			
	(a) Financial Liabilities :			
	(i) Short-Term Borrowings	12	218,526,668	248,521,167
	(ii) Trade Payables :	13		
	a) Due to Medium & Small Enterprises		6,598,230	5,321,430
	b) Due to other than Medium & Small Enterprises		28,265,104	27,733,570
	(iii) Other Financial Libitlies	14	72,818,520	72,818,520
	(b) Other Current Liabilities	15	19,609,430	16,054,641
	(c) Provision		-	-
	Total Current Liabilities		**345,817,952**	**370,449,328**
	Total Equity and Liabilities		**1,790,721,850**	**1,786,891,708**
	Significant Accounting Policies and notes to accounts	1		

As per our separate report attached
for **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants

Prashant S Hirawdekar
Proprietor
Mem. No. 133498

Place : Kolhapur
Date : 30th May 2019

For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.

Shivaji Mohite
MD DIN 00425441

Monika Mohite
Jt. MD DIN 00425614

Abhay Bhide
Director & CEO
DIN 05307473

Ashvini Kalekar
Company Secretary

Priyanka Patil
CFO

CONSOLIDATED STATEMENT OF PROFIT & LOSS for the year ended on 31st March, 2019

(Amount In ₹)

No	PARTICULARS	Note	31st March 2019	31st March 2018
1	**Income**			
	Net Revenue From Operation	16	1,164,648,188	1,025,224,502
	Revenue from Operations	17	336,729	6,723,237
	Other Income	18	1,103,135	603,001
	Total Revenue :		**1,166,088,052**	**1,032,550,740**
2	**Expenses**			
	Cost of Material Consumed	19	687,070,328	583,456,883
	Changes in inventories of Finished Goods	20	16,441,000	(4,401,000)
	Work in Progress and Stock-in -trade			
	Employee Benefit Expenses	21	105,410,727	111,303,652
	Finance Costs	22	105,958,776	90,532,753
	Depreciation and Amortisation Expenses	23	72,749,999	71,903,080
	Operating and Other Expenses	24	158,303,644	168,080,593
	Total Expenses :		**1,145,934,474**	**1,020,875,961**
3	Profit Before Exceptional and Extra Ordinary Item and tax (1-2)		20,153,578	11,674,779
4	Exceptional Items		-	-
5	**Profit Before Tax (3-4)**		**20,153,578**	**11,674,779**
6	Tax Expenses			
	(i) Current Tax		4,250,000	2,150,000
	(ii) Deferred Tax		(5,381,125)	(4,171,827)
7	**Profit/(Loss) for the period from continuing operations (5-6)**		**21,284,703**	**13,696,606**
8	Other Comprehensive Income that will not be reclassified to Profit or Loss		-	-
	(i) Re-measurements gains/(Losses) on defined benefit plans			
	(ii) Income Tax effect on above			
	Total Other Comprehensive Income		**-**	**-**
9	**Total Comprehensive Income for the Period (7+8)**		**21,284,703**	**13,696,606**
10	Paid-Up Equity Shares Capital		200,997,000	200,997,000
	(face value of ₹10 each fully paid up)			
11	Earning per equity share (EPS)			
	(Face value of ₹1 0each)			
	(i) Basic (in ₹) (not annualised)		1.06	0.68
	(ii) Diluted (in ₹) (not annualised)		1.06	0.68

As per our separate report attached
for **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants

Prashant S Hirawdekar
Proprietor
Mem. No. 133498

Place : Kolhapur
Date : 30th May 2019

For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.

Shivaji Mohite
MD DIN 00425441

Monika Mohite
Jt. MD DIN 00425614

Abhay Bhide
Director & CEO
DIN 05307473

Ashvini Kalekar
Company Secretary

Priyanka Patil
CFO

CONSOLIDATED CASH FLOW STATEMENT for the year ended on 31st March, 2019 (Amount In ₹)

No	PARTICULARS	Note	31st March 2019	31st March 2018
A.	**Cash flow from Operating Activities**			
	Net Profit before Tax		**20,153,578**	**11,674,779**
	Adjustments for :			
	Depreciation		72,749,999	71,903,080
	Interest & Finance Charges		105,958,776	90,064,951
	Extraordinary Items			-
	Profit on Sale of Land			
	Dividend Received		-	(135,200)
	Operating profit before working capital changes		**198,862,353**	**173,507,611**
	Adjustments for :			
	(Increase) / Decrease in :			
	Trade & Other Receivables		6,831,918	10,043,713
	Inventories		10,204,000	(50,583,000)
	Increase / (Decrease) in :			
	Trade Payables & Other Liabilities		(851,360)	(16,910,453)
	Cash generation from operations		**215,046,911**	**116,057,871**
	Less: Taxes Paid		2,565,530	304,451
	Net Cash flow from Operating Activities		**217,612,441**	**116,362,322**
B.	**Cash flow from Investing Activities**			
	Purchase of Fixed Assets		(60,906,380)	(43,050,866)
	Investment in Shares			-
	Proceeds from Sale of Fixed Assets		-	567,101
	Dividend Received		-	135,200
	Net Cash flow from Investing Activities before extraordinary items		**(60,906,380)**	**(42,348,565)**
	Less: Extraordinary Items			
	Performance guarantee payment & expenditure incurred during current year (refer note 24B(vii))		-	-
	Net Cash flow from Investing Activities after extraordinary items		**(60,906,380)**	**(42,348,565)**
C.	**Cash flow from Financing Activities**			
	Proceeds from Long Term Borrowings (Net)		9,115,631	182,461,215
	Proceeds from Short Term Borrowings (Net)		(29,994,499)	(145,650,971)
	Proceeds from Unsecured Borrowings		3,442,309	(19,679,622)
	Interest & Finance Charges		(105,958,776)	(90,532,752)
	Net Cash flow from Financing Activities		**(123,395,336)**	**(73,402,131)**
	Net Increase / (Decrease) in Cash & Cash Equivalents		33,310,725	611,626
	Cash & Bank Balances as on 31/03/2018		15,208,399	14,128,970
	Cash & Bank Balances as on 31/03/2019		8,638,213	15,208,398

As per our separate report attached
for **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants

Prashant S Hirawdekar
Proprietor
Mem. No. 133498

Place : Kolhapur
Date : 30th May 2019

For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.

Shivaji Mohite
MD DIN 00425441

Monika Mohite
Jt. MD DIN 00425614

Abhay Bhide
Director & CEO
DIN 05307473

Ashvini Kalekar
Company Secretary

Priyanka Patil
CFO

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2019

1. Company Overview and General Information :

Mohite Industries Limited is a public limited listed company incorporated under the Companies Act, 1956 (now replaced by the Companies Act, 2013). The Company is engaged in manufacturing and sale of Cotton Yarn and Generation of Electricity through Hydro Power Project. The registered office of the Company is located at R.S. No. 347, Off NH-4, Ambapwadi Phata, Vadgaon, Tal Hatkanangale Dist Kolhapur (M.S) 416112. India and its CIN No. is L40108MH1990-PLC058774.

The Consolidated Financial Statements were approved by the Board of Directors of the Company in their meeting held on 30th May, 2019. The consolidated financial statements at at 31st March, 2019 represent the financial position of the Company ("Parent Company") and its Subsidary. Details of Subsidiary which is consolidated as follows :

Name of Subsidiary	County of Incorporation	Ownership Interest
Solitaire Constructions Private Ltd.	India	52.94 %

2. Basis of Preparation and Presentation :

The Consolidated financial statements have been prepared in accordance with and to comply in all material aspects with Indian Accounting Standards (Ind AS) as notified under the relevant provisions of the Companies Act, 2013 (the Act), Companies (Indian Accounting Standards) Rules 2015 and other relevant provisions of the Act, as applicable.

The Consolidated financial statements have been prepared on accrual and going concern basis under historical cost convention except for the items that have been measured at fair value as required by relevant Ind AS.

3. Basis of Consolidated

subsidiaries have been consolidated on a line by line basis by addition together the book value of like items of assets, liabilities, incomes and expenses, after eliminating intra-group balances, intra-group transactions and unrealized profits and losses, if any, in accordance with Ind AS 110 –"Consolidated Financial Statements".

4. Summary of Significant Accounting Policies :

The Accounting Policies of the Parent Company and its Subsidiaries are similar. Other significant Accounting Policies of the Consolidated Financial Statements are as given in the Standalone Financial Statements.

As per our separate report attached
for **PRASHANT HIRAWDEKAR & ASSOCIATES**
Chartered Accountants

Prashant S Hirawdekar
Proprietor
Mem. No. 133498

Place : Kolhapur
Date : 30th May 2019

For and on behalf of the Board of Directors of
MOHITE INDUSTRIES LTD.

Shivaji Mohite
MD DIN 00425441

Monika Mohite
Jt. MD DIN 00425614

Abhay Bhide
Director & CEO
DIN 05307473

Ashvini Kalekar
Company Secretary

Priyanka Patil
CFO

Note 2 (a)

Property, Plant and Equipment (PPE)

(Amount In ₹)

No	Particulars	GROSS BLOCK				DEPRECIATION			Net Block	
		as on 01.04.2018	Additions	Disposals	as on 31.03.2019	as on 01.04.2018	for the year	As at 31.3.2019	as at 31.3.2019	as at 31.3.2018
1) TANGIBLE ASSETS										
(a)	Land	4,655,353	-	-	4,655,353	-	-	-	4,655,353	4,655,353
(b)	Kagal MIDC Land	13,883,400	-	-	13,883,400	-	-	-	13,883,400	13,883,400
	Flat	30,716,403	1,416,298	-	32,132,701	126,232	535,545	661,777	31,470,924	30,590,171
(c)	Factory Building	355,587,799	-	-	355,587,799	124,391,992	7,695,301	132,087,293	223,500,506	231,195,807
(d)	Plant & Machinery	1,333,873,065	16,776,445	-	1,350,649,510	885,632,775	55,068,678	940,701,453	409,948,057	448,240,290
(e)	Electrical Installation	46,500,193	291,191	-	46,791,384	31,858,013	2,842,398	34,700,411	12,090,973	14,642,180
(f)	Office Equipment	9,427,601	449,428	-	9,877,029	8,188,599	212,935	8,401,534	1,475,495	1,239,002
(g)	Laboratory Equipments (Imported)	10,025,557	-	-	10,025,557	9,480,881	4,641	9,485,522	540,035	544,676
(h)	Vehicles	50,696,596	-	-	50,696,596	35,156,943	5,667,483	40,824,426	9,872,170	15,539,652
(i)	Furniture & Fixtures	10,765,245	114,924	-	10,880,169	8,634,879	616,869	9,251,748	1,628,421	2,130,366
(j)	D. G. Sets - Imported	3,187,661	-	-	3,187,661	3,028,278	106,149	3,134,427	53,234	159,383
(k)	Equipments Below ₹5000		-	-	-	-	-	-	-	-
	TOTAL	**1,869,318,873**	**19,048,286**	**-**	**1,888,367,159**	**1,106,498,592**	**72,749,999**	**1,179,248,591**	**709,118,568**	**762,820,280**

Note 2 (a)

Property, Plant and Equipment (PPE)

(Amount In ₹)

	Particulars	GROSS BLOCK				DEPRECIATION			Net Block	
		as on 01.04.2017	Additions	Disposals	as on 31.03.2018	as on 01.04.2017	for the year	As at 31.3.2018	as at 31.3.2018	as at 31.3.2017
1) TANGIBLE ASSETS										
(a)	Land	4,655,353	-	-	4,655,353	-	-	-	4,655,353	4,655,353
(b)	Kagal MIDC Land	13,883,400	-	-	13,883,400	-	-	-	13,883,400	13,883,400
	Flat	-	30,716,403	-	30,716,403	-	126,232	126,232	30,590,171	-
(c)	Factory Building	354,956,397	631,402	-	355,587,799	116,642,369	7,749,623	124,391,992	231,195,807	238,314,028
(d)	Plant & Machinery	1,326,699,475	7,425,690	252,101	1,333,873,065	830,963,887	54,668,888	885,632,775	448,240,290	495,735,588
(e)	Electrical Installation	45,789,209	710,984	-	46,500,193	29,027,739	2,830,274	31,858,013	14,642,180	16,761,470
(f)	Office Equipment	9,054,357	373,244	-	9,427,601	7,963,452	225,147	8,188,599	1,239,002	1,090,905
(g)	Laboratory Equipments (Imported)	10,025,557	-	-	10,025,557	9,462,317	18,564	9,480,881	544,676	563,240
(h)	Vehicles	49,146,447	1,865,149	315,000	50,696,596	29,489,460	5,667,483	35,156,943	15,539,653	19,656,987
(i)	Furniture & Fixtures	10,258,851	506,394	-	10,765,245	8,018,010	616,869	8,634,879	2,130,366	2,240,841
(j)	D. G. Sets - Imported	3,187,661	-	-	3,187,661	3,028,278	-	3,028,278	159,383	159,383
(k)	Equipments Below ₹ 5000	10,108	-	-	10,108	10,108	-	10,108	-	-
	TOTAL	**1,827,666,814**	**42,229,267**	**567,101**	**1,869,328,981**	**1,034,605,620**	**71,903,080**	**1,106,508,700**	**762,820,281**	**793,061,194**

Note 2 (b)

Capital Work in Progress

(Amount In ₹)

	Particulars	GROSS BLOCK				DEPRECIATION			Net Block	
		as on 01.04.2018	Additions	Disposals	as on 31.03.2019	as on 01.04.2018	for the year	As at 31.3.2019	as at 31.3.2019	as at 31.3.2018
2) CAPITAL WORK IN PROGRESS										
(a)	P & M Capital WIP-Textile	2,047,382	40,223,176		42,270,558				42,270,558	2,047,382
(b)	P & M Capital WIP-Hydro	91,085			91,085				91,085	91,085
(c)	Capital WIP-Subsidiary		1,634,918		1,634,918				1,634,918	
	TOTAL	**2,138,467**	**41,858,094**	-	**43,996,561**	-	-	-	**43,996,561**	**2,138,467**

Note 2 (b)

Capital Work in Progress

(Amount In ₹)

	Particulars	GROSS BLOCK				DEPRECIATION			Net Block	
		as on 01.04.2017	Additions	Disposals	as on 31.03.2018	as on 01.04.2017	for the year	As at 31.3.2018	as at 31.3.2018	as at 31.3.2017
2) CAPITAL WORK IN PROGRESS										
(a)	P & M Capital WIP-Textile	1,225,783	821,599		2,047,382				2,047,382	1,225,783
(b)	P & M Capital WIP-Hydro	91,085			91,085				91,085	91,085
	TOTAL	**1,316,868**	**821,599**	-	**2,138,467**	-	-	-	**2,138,467**	**1,316,868**

(Amount In ₹)

Particulars	Current Year ended on 31/03/2019	Previous Year ended on 31/03/2018
Note No. 3 (a)		
(i) Investments		
Investment in Quoted Shares	-	-
Investment in Unquoted Shares		
Share of Parshwanath Co-op Bank Ltd. 2000 Equity Shares of Rs.25/- each (at cost)	185,100	185,100
Kallappana Awade Ichalkaranji J. Co. Bank Ltd 1000 Equity Shares of Rs.500/- eadh (at cost)	500,000	500,000
Mahalaxmi Co. op. Bank Ltd. 175000 Equity Shares of Re.1 each (at Cost)	175,000	175,000
Rajarambapu Sah. Bank Ltd. 50000 Equity Shares of Rs.2/- each (at Cost)	500,000	500,000
TOTAL :	**1,360,100**	**1,360,100**
Note No. 3 (b)		
(ii) Long Term - Security Deposit		
Telephone/ MSEB/ Water Deposit	10,462,837	3,210,341
TOTAL :	**10,462,837**	**3,210,341**
Note No. 4		
Current Assets -		
(a) Inventories		
(i) Raw Material	143,604,000	146,157,000
(ii) Finished Goods	159,910,000	166,440,000
(iii) Stock in Process	65,215,000	70,014,000
(iv) Stores, Spares & Packing Material	12,565,000	3,775,000
(v) Waste	19,933,000	25,045,000
TOTAL :	**401,227,000**	**411,431,000**
Note No. 5		
(b) Financial Assets		
(i) Trade Receivables (Unsecured Considered Good)	415,550,609	422,382,527
Outstanding for a period exceeding six months	-	-
Other Debts	-	-
TOTAL :	**415,550,609**	**422,382,527**
Note No. 6		
(ii) Cash and Cash Equivalents	738,859	524,525
(iii) Bank Balance other than (ii) above		
(i) In Current Account	1,547,104	1,433,221
(ii) In Fixed Deposits & Recurring Deposits	6,352,250	13,250,653
TOTAL :	**7,899,354**	**14,683,874**
(iii) Other Bank Balance - Dividend Warrant Accounts (Earmarked balances with banks- Dividend Warrant Accounts)	-	-
TOTAL :	**8,638,213**	**15,208,399**

(Amount In ₹)

Particulars	Current Year ended on 31/03/2019	Previous Year ended on 31/03/2018
Note No. 7		
(iv) Loans- Short - Term Loans & Advances		
Staff Advance	383,574	113,500
Prepaid expenses	5,292,958	5,200,063
Advance Income tax/TDS/MAT	38,418,134	27,857,438
Advances Recoverable/MVAT/REC	154,028,899	136,496,667
Cenvat/Duty Drawback/PLA	1,802,045	(1,327,073)
TOTAL :	**199,925,610**	**168,340,594**

EQUITY AND LIABILITIES

Note No. 8

EQUITY		
(a) Equity Share Capital		
Authorised	**260,000,000**	**260,000,000**
26000000 Equity Shares of ₹ 10/- each (Previous Year 26000000 Equity Shares of ₹ 10/- each)		
Issued, Subscribed & Paid Up	200,997,000	200,997,000
20099700 Equity Shares of ₹ 10/- each fully paid up (Previous Year 20099700 Equity Shares of ₹ 10/- each)		
TOTAL :	**200,997,000**	**200,997,000**

Note -

a) Equity Shareholders List holding more than 5% of equity shares along with the number of equity shares held is as given below

Name of Shareholder	31.03.2019		31.03.2018	
	%	No. of Shares	%	No. of Shares
Shivaji Ramchandra Mohite	45.65	9,176,324	45.65	9,176,324
Monika Shivaji Mohite	23.17	4,656,339	23.17	4,656,339

b) The Company has only one class of equity share of par value Rs. 10. Each holder of the equity shares is entitled to one vote per share.

c) During the previoius Five years, the company has not issued bonus shares/bought back shares/ issued shares for consideration other than cash

Particulars	Current Year ended on 31/03/2019	Previous Year ended on 31/03/2018
Note No. 9		
(b) Other Equity		
General Reserve	665,945,932	652,249,325
Add: Current Year	-	-
Sub Total :	**665,945,932**	**652,249,325**
Add : Net Profit for the Current Year	21,284,703	13,696,606
Less : Short Provision of Income Tax		-
TOTAL :	**687,230,635**	**665,945,932**

(Amount In ₹)

Particulars	Current Year ended on 31/03/2019	Previous Year ended on 31/03/2018
LIABILITIES		
Non Current Liabilities		
Note No. 10		
(a) Financial Liabilities :		
(i) Long Term Borrowings		
a) Term Loan from Banks/Financial Institutions	525,473,537	516,357,906
b) Car Loans from Banks	-	-
Sub Total:	**525,473,537**	**516,357,906**
Unsecured Loans from Directors	6,690,763	3,248,454
Sub Total :	**6,690,763**	**3,248,454**
TOTAL :	**532,164,300**	**519,606,360**

Notes :

1. LIC loan against policy is availied against assignment of Key Man Insurance Policies
2. LIC loan against property is secured by exclusive first charge on personal property of directors located at Plot No.1 Survey No. 250B/1A/4, E Ward, Nagala Park, Kolhapur
3. Daimler Finance Vehicle Loan is secured by hypothecation of respective vehicle against which loan is sanctioned.

Note No. 11

(C) Deferred Tax Liabilities (Net)	24,511,963	29,893,088
TOTAL :	**24,511,963**	**29,893,088**

Current Liabilities

Note No. 12

Financial Liabilities		
Short Term Borrowings from Banks		
i. Bank of Baroda	218,526,668	183,591,932
ii. IDBI Bank Ltd.	-	(14,041)
iii. State Bank of India	-	64,943,277
TOTAL :	**218,526,668**	**248,521,167**

Notes :

Working Capital Facility in (i) is secured by First Charge on Entire stock of Raw Material, Stock in Process, finished Goods, Consumables, Stores and spare, book debts on pari passu with other bank (present & future) loan from other banks mentioned in (ii) & (iii) are closed in current year.

Note No. 13

(iii) Trade Payable		
Due to Micro & Small Enterprises	6,598,230	5,321,430
Due to other than Micro & Small Enterprises	28,265,104	27,733,570
TOTAL :	**34,863,334**	**33,055,000**

Note No. 14

(iii) Other Financial Liabilities		
Current Maturities of Long Term Loans	72,818,520	72,818,520
Advance from Customers	-	-
Unpaid /Unclaimed Dividend	-	-
TOTAL :	**72,818,520**	**72,818,520**

(Amount In ₹)

Particulars	Current Year ended on 31/03/2019	Previous Year ended on 31/03/2018
Note No. 15		
(b) Other Current Liabilities		
Security Deposit payable	991,803	1,407,291
Provision for Income Tax	17,155,671	12,905,671
Statutory Liabilities	496,122	966,936
Provison for Expenses	965,834	774,743
TOTAL :	**19,609,430**	**16,054,641**
Note No. 16		
Net Revenue From Operations		
Export Sales	137,293,509	24,493,115
Domestic Sales	840,761,277	831,767,148
Cotton Waste Sales	8,387,368	10,429,751
Jobwork Income	1,865,266	358,883
Fabric Sale	6,611,464	9,806,750
Hydro Power Units & REC	169,729,304	148,368,855
TOTAL :	**1,164,648,188**	**1,025,224,502**
Note No. 17		
Other Operating Income		
Exchange Gain	-	59,234
Electricity Charges Refund Received	-	4,793,380
Electricity Subsidy Received	135,681	103,881
Other Income	201,048	1,766,742
TOTAL :	**336,729**	**6,723,237**
Note No. 18		
Other Income		
Income from non-current investments		
a) Dividend Received	-	135,200
b) Interest Received	1,103,135	467,801
TOTAL :	**1,103,135**	**603,001**

(Amount In ₹)

Particulars	Current Year ended on 31/03/2019	Previous Year ended on 31/03/2018
Note No. 19		
Cost of Materials Consumed		
Raw Material Consumed		
Opening Stock	146,157,000	95,905,000
Add: Purchases	662,680,760	598,543,202
Less Closing Stock	143,604,000	146,157,000
TOTAL :	**665,233,760**	**548,291,202**
Packing Material		
Opening Stock	1,400,000	3,812,000
Add:Purchases	13,979,024	12,093,304
Less Closing Stock	1,877,000	1,400,000
TOTAL :	**13,502,024**	**14,505,304**
Stores & Spares Consumed		
Opening Stock	2,375,000	4,033,000
Add: Purchases	16,647,544	19,002,377
Less Closing Stock	10,688,000	2,375,000
TOTAL :	**8,334,544**	**20,660,377**
Total Cost of Material Consumed :	**687,070,328**	**583,456,883**
Note No. 20		
Changes in Inventories of Finished Goods, Work-in-process & Stock-in-Trade		
Opening Stock		
Finished goods	166,440,000	168,435,000
Stock in Process	70,014,000	68,577,000
Waste	25,045,000	20,086,000
Total :	**261,499,000**	**257,098,000**
Closing Stock		
Finished goods	159,910,000	166,440,000
Stock in Process	65,215,000	70,014,000
Waste	19,933,000	25,045,000
Total :	**245,058,000**	**261,499,000**
Increase/(Decrease) in Stock :	**16,441,000**	**(4,401,000)**
Note No. 21		
Employee Benefits Expenses		
Salary, Wages, Stipend & Bonus	88,967,134	105,297,330
Providend fund & ESI Contribution	15,214,371	4,999,759
Staff /Lavour Welfare Expenses	1,229,222	1,006,563
TOTAL :	**105,410,727**	**111,303,652**
Note No. 22		
Cost of Finance		
Interest	104,717,981	88,676,904
Bank Charges & Other Charges	1,240,795	1,855,849
TOTAL :	**105,958,776**	**90,532,753**

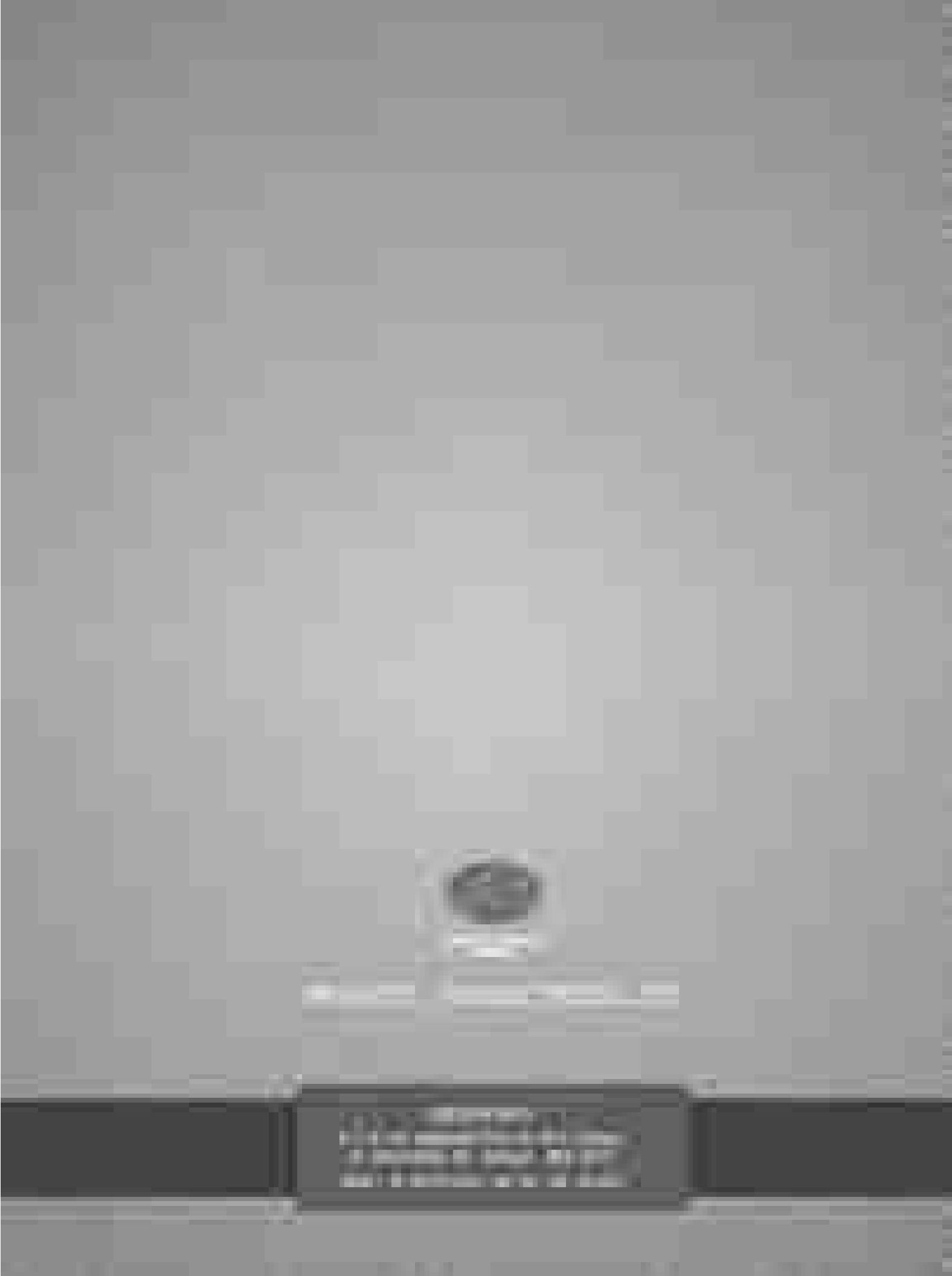
(Amount In ₹)

Particulars	Current Year ended on 31/03/2019	Previous Year ended on 31/03/2018

Note No. 23

Depreciation and amortization Expenses	**72,749,999**	**71,903,080**
TOTAL :	**72,749,999**	**71,903,080**

Note No. 24

Manufacturing and Other Expenses		
A) Manufacturing Expenses		
Power & Fuel	109,052,400	115,501,144
Freight, Clearing & Forwarding	2,475	489,037
Repairs & Maintenance	3,983,933	3,449,209
Mixing, Unloading, Procurement Expenses	8,007,800	5,007,110
Factory General Expenses	675,765	2,307,705
Transaction/Scheduling/Application/Wheeling. Water Charges	14,184,189	8,704,176
Total A :	**135,906,562**	**135,458,381**
B) Other Expenses		
Audit Fees	70,000	80,000
Advertisements	149,200	129,031
Clearing & Forwarding	101,315	387,521
Commission on Sales	441,890	877,517
Insurance	1,681,098	4,569,330
Legal and Professional Fees	5,735,237	6,463,203
Printing & Stationery	178,176	134,932
Postage, Telegram & Telephone	350,069	399,560
Travelling and Conveyance	3,853,112	3,944,781
Security Expenses	4,321,597	4,660,604
Rent, Rates Taxes & Repairs	2,483,375	2,430,790
REC Issuance Fees	504,615	-
Miscellaneous Expenses	2,527,398	8,544,942
Total B :	**22,397,082**	**32,622,212**
TOTAL (A + B) :	**158,303,644**	**168,080,593**

Note