

Corporate Information

RAJVIR INDUSTRIES LIMITED

CIN NO: L17116TG2004PLC044053

BOARD OF DIRECTORS

Sri Upender Kumar Agarwal
Sri Ritesh Kumar Agarwal
Sri K C Reddy
Sri Vijay Kumar Gupta
Smt N. Padma Vijay Kumar

Chairman
Managing Director
Independent Director
Independent Director
Independent Director

CHIEF FINANCIAL OFFICER

Sri Shiv Kumar

COMPANY SECRETARY

Sri Attal Anand Kumar

AUDITORS

M/S S Daga & Co

403, Paigah Plaza, Basheerbagh, Hyderabad - 500 063.

Bankers / Financial Institutions

Industrial Development Bank of India
IDBI Trusteeship Services Limited
State Bank of India
State Bank of Hyderabad
State Bank of Mysore
State Bank of Bikaner and Jaipur
Axis Bank Limited
Central Bank of India
ICICI Bank Ltd

Registered Office:

1st Floor, Surya Towers
105, Sardar Patel Road
Secunderabad - 500003
TELANGANA, India
Telephone Nos: 040-6225555, 27845628, 27845650
Fax: 040-27840656
Website: www.rajvirindustrieslimited.com
Email: rajvir@rajvirindustrieslimited.com

FACTORIES

- 1) **Mahabubnagar Plant**
Pillalamarri Road, Mahabubnagar
Telangana – 509002
- 2) **Dyeing Plant**
Edira Village, Mahabubnagar
Telangana – 509002
- 3) **Tandur Plant**
Gopannapally (Village), Tandur Mandal
Ranga Reddy District Telangana - 501141

SALES DEPOT

No.37, Susai Puram
Sowdambika Towers, Ground Floor
Tirpur - 641604

Registrar & Share Transfer Agent

M/S XL Softech Systems Limited
3, Sagar Society, Road NO.2, Banjara Hills
Hyderabad – 500 034
Ph: 040- 23545913/14/15 Fax: 040-23553214
Website: www.xlsoftech.com
Email: xlfield@rediffmail.com, xlfield@gmail.com



Notice

NOTICE is hereby given that the Twelfth Annual General Meeting of **RAJVIR INDUSTRIES LIMITED** will be held on **FRIDAY, The 30th September 2016 at 3.30 P.M. at FTAPCCI ,Federation House, 11-6-841, Red Hills, FAPCCI Marg, Hyderabad 500004, Telangana** to transact the following business:

ORDINARY BUSINESS

1. ADOPTION OF AUDITED ACCOUNTS AND REPORTS

To receive, consider and adopt the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss for the year ended as on that date, Directors' Report and Auditors' Report thereon.

2. RE-APPOINTMENT OF DIRECTOR

To appoint a Director in place of Sri K. C Reddy who retires by rotation and being eligible offers himself for reappointment.

3. APPOINTMENT OF AUDITORS

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

"RESOLVED that pursuant to the provisions of Section 139 and all other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed there under, as amended from time to time, the Company hereby ratifies the appointment of M/s. S.Daga & Co., Chartered Accountants (Firm Registration Number: 000669S) as Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting of the Company to be held in the year 2017 at such remuneration plus service tax, as may be mutually agreed between the Board of Directors of the Company and the Auditors."

SPECIAL BUSINESS

4. APPOINTMENT OF INDEPENDENT DIRECTOR

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

"RESOLVED THAT Smt N. Padma Vijay Kumar, who was appointed as an Independent Woman Director of the Company and who holds office up to the date of this Annual General Meeting and in respect of whom a notice has been received from a member of the Company in terms of Section 160 of the Companies Act, 2013, be and is hereby appointed as a Director of the Company liable to retire by rotation."

5. APPOINTMENT OF COST AUDITOR

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

"RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 including any statutory modification(s) or re-enactment(s) thereof, Sri Penumarthy Srinivas, Cost Accountant, the Cost Auditors appointed by the Board of Directors of the Company to conduct the audit of the cost records of the Company for the financial year 2016-17, be paid a remuneration of ₹ 65,000/- exclusive of out of pocket expenses and applicable taxes.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.

**By the Order of the Board
For Rajvir Industries Limited**

Sd/-
Attal Anand Kumar
Company Secretary

Place : Hyderabad
Date : 27.08.2016

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXIES TO BE EFFECTIVE SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. Register of members and share transfer books of the company will remain closed from 29.09.2016 to 30.09.2016 (both days inclusive).
3. Members/Proxies should bring the attendance slips duly filled in and signed for attending the meeting.
4. Members, who are holding shares in the identical order of names in more than one folio, are requested to write to the Company to enable it to consolidate their holding in one folio.

5. As per the provisions of the Companies Act, 2013, facility for making nomination is available for Members of the Company in respect of shares held by them. The members, who wish to nominate a person, **may furnish the required details to the Company in prescribed form.**

The Ministry of Corporate Affairs has taken a “Green Initiative in the Corporate Governance” by allowing paperless compliances by the companies and has issued circulars stating that service of notice/ documents including Annual Report can be sent by e-mail to its members. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses. In respect of electronic holdings, with the Depository through their concerned Depository Participants and members who hold shares in physical form are requested to register the same with our RTA, M/S XL Softech Systems Limited, 3, Sagar Society, Road No.2, Banjara Hills, Hyderabad-500 034, Telangana .

6. VOTING THROUGH ELECTRONIC MEANS

In compliance with the provisions of Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Section 108 of the Companies Act, 2013 and the Rule 20 of the Companies (Management and Administration) Rules, 2014, the company is pleased to provide members facility to exercise their votes for all the resolutions detailed in the Notice of the 12th Annual Report of the company and the business may be transacted through e-voting. The company has engaged the services of National Securities Depository Limited (NSDL) as the authorized agency to provide the e-voting facility.

Sri S. S. Marthi (Membership No.FCS 1989), Practicing Company Secretary, is appointed as scrutinizer to conduct E-voting.

The instructions for shareholders voting electronically are as under:

STEPS FOR E-VOTING

The instructions for Shareholders for e-voting are as under:

(a) In case of Shareholders’ receiving e-mail from NSDL

- (i) Open e-mail and open PDF file viz; “remote e-Voting.pdf” with your Client ID or Folio No. as password. The said PDF file contains your user ID and password for e-voting. Please note that the password is an initial password.
- (ii) Launch internet browser by typing the following URL: <https://www.evoting.nsd.com/>

- (iii) Click on Shareholder - Login
- (iv) Put user ID and password as initial password noted in step (i) above. Click Login.
- (v) Password change menu appears. Change the password with new password of your choice with minimum 8 digits/characters or combination thereof. Note new password. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (vi) Home page of e-Voting opens. Click on e-Voting: Active Voting Cycles.
- (vii) Select “EVEN” of **M/s. Rajvir Industries Limited**
- (viii) Now you are ready for e-Voting as Cast Vote page opens
- (ix) Cast your vote by selecting appropriate option and click on “Submit” and also “Confirm” when prompted.
- (x) Upon confirmation, the message “Vote cast successfully” will be displayed
- (xi) Once you have voted on the resolution, you will not be allowed to modify your vote
- (xii) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail spcsp1@gmail.com with a copy marked to evoting@nsdl.co.in.

(b) In case of Shareholders’ receiving Postal Ballot Form by Post:

- (i) Initial password is provided as below/at the bottom of the Postal Ballot Form.

EVEN (E Voting Event Number)	USER ID	PASSWORD/PIN
105351		

- (ii) Please follow all steps from Sl. No. (ii) to Sl. No. (xii) above, to cast vote.
- (c) In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the Downloads section of www.evoting.nsd.com.
- (d) If you are already registered with NSDL for e-voting then you can use your existing user ID and password for casting your vote.



Information required to be furnished under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for directors seeking appointment/reappointment in forthcoming annual general meeting:

(i)

Name of Director	K. C. Reddy
Date of Birth	26-10-1955
Date of Appointment	22 nd March 2012
Qualification	Commerce Graduate
Expertise	Construction Industry
Other directorship	NIL
Chairman/Members of the Committee in other Companies	NIL
No of shares held in the Company	NIL

(ii)

Name of Director	Smt N. Padma Vijay Kumar
Date of Birth	16-09-1966
Date of Appointment	31 st August 2015
Qualification	Commerce Graduate
Expertise	Finance
Other directorship	NIL
Chairman/Members of the Committee in other Companies	NIL
No of shares held in the Company	NIL

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

ITEM NO.4

Smt N. Padma Vijay Kumar was appointed as an Additional Director on the Board of the Company w.e.f. August 31, 2015. Pursuant to the provisions of Section 161(1) of the Companies Act, 2013 read with the Articles of Association of the Company, Smt N. Padma Vijay Kumar holds office upto the date of this Twelfth Annual General Meeting. The Company has received notice under Section 160 of the Companies Act, 2013 from a member proposing the candidature of Smt N. Padma Vijay Kumar as an Independent Woman Director of the Company, liable to retire by rotation along with the prescribed deposit of ₹1,00,000/-.

Save and except Smt N. Padma Vijay Kumar none of the other Directors / Key Managerial Personnel and their relatives are in any way, are concerned or interested, financially or otherwise, in the resolution set out in item no. 4.

Smt N. Padma Vijay Kumar is not disqualified from being appointed as an Independent Woman Director in terms of Section 164 of the Act and has given her consent to be appointed as a Director.

The Board recommends the appointment of Smt N. Padma Vijay Kumar as an Independent Woman Director liable to retire by rotation and propose to pass the resolution set out in Item No. 4 of the notice as an Ordinary Resolution.

ITEM NO.5

The Board on the recommendation of the Audit Committee has approved the appointment and remuneration of the Cost Auditors to conduct the audit of the cost records of the company for the financial year 2016-17 for a fee of ₹65,000/-, excluding out of pocket expenses and taxes.

In accordance with the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the shareholders of the company. Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No.5 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year 2016-17.

None of the Directors of the Company or key managerial personnel of the company including their relatives are concerned or interested in the said resolution.

**By the Order of the Board
For Rajvir Industries Limited**

Sd/-
Attal Anand Kumar
Company Secretary

Place : Hyderabad
Date : 27.08.2016

Directors' Report

Dear Members

Your Directors have pleasure in submitting their Twelfth Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2016.

FINANCIAL RESULTS

The Company's financials for the year under review along with the corresponding figures of the previous year's figures are as under:-

	(₹ in Lakhs)	
	year ended 31-03-2016	year ended 31-03-2015
Sales and other Income	17426.32	10286.37
Profit before Interest and Depreciation	1829.97	1490.39
Interest and Finance Charges	2152.38	2117.61
Depreciation	940.31	1017.97
Exceptional Items- Insurance claim	337.87	-
Profit before Tax and Exceptional Items	-924.85	-1645.19
Provision for Taxation		
a) Current Tax	-	-
b) Deferred Tax	283.27	480.76
Profit after tax	-641.58	-1164.43
Add: profit b/f from last year	-659.86	598.69
Less: Adjustment of carrying cost of Assets	-	-94.12
	-1301.44	-659.86
APPROPRIATIONS		
Transferred from Debenture Redemption Reserve	-	-917.14
Transferred to General Reserve	-	917.14
Dividend	-	-
Dividend Tax	-	-
Surplus Carried Forward to Balance sheet	-641.58	-659.86
Earning per share(Basic)	-17.85	-38.37
Earning per share(Diluted)	-17.85	-38.37

OPERATIONS

During the year under review, the company achieved a turnover of ₹ 17426.32 lakhs and net loss of ₹641.58 lakhs as against ₹10286.37 lakhs and ₹ 1164.43 lakhs in the previous year respectively.

DIVIDEND

As the company did not earn distributable profits, the board of directors did not recommend any dividend for the financial year under review.

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no unpaid dividend pending to be transferred to the Investor Education and Protection Fund.

REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS

The future business scenario of our products is bright in the domestic market we have met forays in Southern Textile markets and we expect to substantial turnover with them. On the Export front the company has captured world major markets in UK, US, Europe, Argentina. We have made an impressive presentation of our new fancy product range in these countries and our confident of securing huge orders in the next few months.

DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(5) of the Companies Act, 2013, Directors of your company hereby state and confirm that :

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- 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 and of the profit and loss of the company for that period;
- 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;
- The Directors had prepared the annual accounts on a going concern basis; and
- The Directors in the case of a listed company had laid down internal financial controls to be followed by the company and that such internal financial controls and are adequate and 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.

DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS.

The company has adequate internal financial controls and has a separate Audit committee to assess the internal controls and guide the company accordingly.

DETAILS OF SUBSIDIARIES, JOINT VENTURES, ASSOCIATE COMPANIES & THEIR PERFORMANCE

The Company does not have any subsidiary or joint venture or associate company, as such, their performance details will not arise.

DEPOSITS

The Company has renewed the fixed deposits received from the public. The amount of deposits outstanding as on 31st March 2016 was ₹50.00 lakhs. There were no deposits accepted under the provisions of Chapter V of the Companies Act, 2013. The company does not have any deposits lying unpaid or unclaimed as on 31st March 2016. Further, there has been no default in repayment of deposits or payment of interest thereon during the year.

RISK MANAGEMENT POLICY OF THE COMPANY

The Company has formulated and adopted a risk management policy at its Board Meeting. As per the policy, the management continues to review and assess the risk and also the steps for mitigating the same.

CORPORATE SOCIAL RESPONSIBILITY

The provisions of Section 135 of the Companies Act, 2013 relating to Corporate Social Responsibility does not apply to the company. However, your company continues to carry out activities for the community and society.

RELATED PARTY TRANSACTIONS

The related party transactions entered into by the company during the financial year under review have been disclosed vide Note No. 2.39 of the financial statements of the company for the financial year ended 31st March 2016. All the transactions entered into are at an arm's length basis and in the ordinary course of business. The relevant details in form AOC-2 is enclosed hereto at **Annexure -A**.

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

During the year under review your company has not extended any guarantees or made any investments.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

Shri K.C. Reddy, Director, of the Company retires at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.

Smt.N.Padma Vijay Kumar was appointed as an Independent Woman Director w.e.f. 31st August 2015, and holds office till the date of the ensuing Annual General Meeting. Smt.N Padma Vijay Kumar has furnished a declaration under Section 149(7) of the Companies Act, 2013 that she fulfils the criteria for being appointed as an independent director. Hence, the Board recommends for her appointment as an Independent Director for a period of one year. The company has received a notice in writing from a member along with the requisite deposit of ₹1,00,000/- under Section 160 of the Companies Act, 2013 proposing her candidature.

The Independent Directors have submitted declarations disclosing to the Board that they fulfil the criteria stipulated under 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 made there under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Shri Shiv Kumar, CFO, of the company was appointed as Key Managerial Personnel.

Sri Attal Anand Kumar is appointed as a Company Secretary and Compliance Officer of the company.

MEETINGS OF THE BOARD

There were 8 (Eight) Meetings of the Board of Directors during the year under review the details of which are furnished in the report on Corporate Governance.

AUDIT COMMITTEE

The committee comprises of Sri K C Reddy, Vijay Kumar Gupta, and Ritesh Kumar Agarwal. The recommendations made by the committee have been accepted by the Board.

VIGIL MECHANISM

Pursuant to the provisions of Section 177 (9) and (10) of the Companies Act, 2013, a vigil mechanism for Directors and employees has been established for reporting their concerns.

REMUNERATION RATIO OF THE DIRECTORS/KEY MANAGERIAL PERSONNEL/EMPLOYEES

The details as per Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided at **Annexure B**.

COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The Nomination and Remuneration Committee is vested with the powers to recommend the Appointment of a Director and recommend the remuneration accordingly.

EVALUATION OF THE BOARD

Since the company was going through severe stress and strain in connection with the financial aspects of the company, it could not formulate a remuneration policy in line with the provisions of the Companies Act, 2013. However, steps have been taken now to comply with the same.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report, pursuant to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, forms part of this Report and is annexed hereto as “**Annexure C**”.

CORPORATE GOVERNANCE

The Company has implemented the procedures and adopted practices in conformity with the Code of Corporate Governance as laid down under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. A separate report on Corporate Governance is annexed herewith, as part of the Annual Report along with the Auditor's Certificate on its compliance as “**Annexure D**”.

ANNUAL RETURN

The extracts of the Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 in Form MGT 9 is attached to this Report at **Annexure E**.

STATUTORY AUDITORS

The Company has received a certificate from Ms. S Daga & Co, Auditors to the effect that if they are reappointed, it would be in accordance with the provisions of Section 141 of the Companies Act, 2013.

The Auditors Report does not contain any qualifications, reservations or adverse remarks.

COST AUDIT

Pursuant the provisions of the Companies Act, 2013, and the rules framed there under Sri Penumarthy Srinivas has been appointed as the Cost Auditor of the company.

SECRETARIAL AUDIT

Pursuant to the provisions of Section 204 of the Companies Act, 2013 Secretarial Audit has been conducted for the Financial Year 2015-16 by M/S Marthi & Co., Company Secretaries, Hyderabad, and their Secretarial Audit report for the financial year ended 31st March 2016 is enclosed at **Annexure F**.

LISTING & TRADING

The Equity Shares of the Company are listed on The Bombay Stock Exchange Limited and National Stock Exchange, Mumbai. The Market price of the Share as on 31st March, 2016 was ₹ 45.45 and ₹ 48.45 per share on BSE and NSE respectively.

During the year 9,59,863 Equity Shares of ₹10/- each were issued and allotted at a premium of ₹46.06 ps to Smt. Usha Agarwal and Smt. Arti Agarwal, Promoters of the company, against the monies brought in by the promoters as per the stipulation in the CDR package sanctioned by the CDR cell. The said shares are locked-in upto 16th August 2019. The company has received the listing and trading approval for the said shares from National Stock Exchange and BSE.

PARTICULARS OF EMPLOYEES

Information as required under the provisions of Rules 5(2) & 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is given elsewhere in the report. As per the proviso to Rule 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the particulars of employees posted and working outside India is NIL.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outflow

Information under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts Rules), 2014 is attached hereto at **Annexure G**.

ACKNOWLEDGEMENTS

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Company activities during the year under review. Your Directors also acknowledge gratefully the shareholders for their support and confidence reposed in your Company.

**For and on behalf of the Board
For Rajvir Industries Limited**

Sd/-
U K Agarwal
Chairman

Place : Hyderabad
Date : 27.08.2016



ANNEXURE - A

FORM NO. AOC.2

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

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

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

(a) Name(s) of the related party and nature of relationship	Nil
(b) Nature of contracts/arrangements/transactions	Nil
(c) Duration of the contracts/arrangements/transactions	Nil
(d) Salient terms of the contracts or arrangements or transactions including the value, if any	Nil
(e) Justification for entering into such contracts or arrangements or transactions	Nil
(f) date(s) of approval by the Board	Nil
(g) Amount paid as advances, if any:	Nil
(h) Date on which the special resolution was passed in general meeting as required under first provision to Section 188 Nil	Not Applicable

2. Details of material contract or arrangement or transactions at arm's length basis:

(a) Name(s) of the related party and nature of relationship	M/s Balaji Enterprises M/s Sree Lakshmi Enterprises
(b) Nature of contracts/arrangements/transactions	Purchase of Goods / Renting of Godown
(c) Duration of the contracts/arrangements/transactions	No Contract for purchase / Rental Agreement valid till 2018.
(d) Salient terms of the contracts or arrangements or transactions including the value, if any:	₹ 4,80,000/- is paid as rent for the godown used for storage of goods.
(e) Date(s) of approval by the Board, if any:	13th February 2016
(f) Amount paid as advances, if any: M/s Balaji Enterprises / M/s Sree Lakshmi Enterprises	* Please refer the note given below

***NOTE:** The details of names, nature of relationship; nature of such contracts / arrangements / transactions are disclosed in Note No.2.39 of the Financial Statements.

ANNEXURE - B

REMUNERATION RATIO OF THE DIRECTORS/KEY MANAGERIAL PERSONNEL/EMPLOYEES

Details pertaining to remuneration as required under Section 197(12) of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of managerial personnel) Rules, 2014:

- (i) The percentage increase in remuneration of each Director, other key managerial personnel (KMP), Ratio of the remuneration of each director to the median remuneration of the employees of the company and the comparison of the remuneration of each KMP against the performance of the Company during the financial year 2015-16 are as under.

S. No	Directors/KMPs/ Manager's Name	Remuneration of Director/KMP for financial year 2015-16 (In Rupees)	% increase in Remuneration in the Financial Year 2015-16	Ratio to median remuneration	Comparison of the Remuneration of the KMP against the performance of the company
1	Shri Upender Kumar Agarwal	3539600	58.62%	15.02	-
2	Shri Ritesh Kumar Agarwal	3539600	58.75%	15.02	
3	Shri Shiv Kumar	2063400	-	7.16	
4	Shri Attal Anand Kumar	110850	-	0.38	
(ii)	Percentage increase in the median remuneration of employees in the financial year 2015-16 compared to 2014-15			18.6	
(iii)	Number of permanent employees on the rolls of the company:				
		As on 31.03.2016		As on 31.03.2015	
		850		780	
(iv)	Explanation on the relationship between average increase in remuneration and the company performance			Increase in the remuneration of the Directors. No increase in the remuneration of the Key Managerial Personnel.	
(v)	Comparison of the remuneration of the Key Managerial Personnel against the performance of the company			The company could get its debt restructured and is able to carry on operations in a smooth and profitable manner	
(vi)	Average percentile increase in salaries of Employees other than managerial Personnel			9.3	
	Percentile increase in the managerial remuneration			Nil	
	Comparison of above			Part of the managerial remuneration paid includes commission paid to Chairman and Managing Director, which is variable and dependent upon the net profits of the Company. Since the company has not earned profits, there is no change in the managerial remuneration paid	
(vii)	Key parameters for any variable component of remuneration availed by the Directors			The Chairman and Managing Director of the Company are eligible for commission besides salary, however in aggregate not exceeding 10% of the profits of the Company as calculated under Section 198 of the Companies Act 2013.	
(viii)	Ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year			NOT APPLICABLE	



ANNEXURE - C

MANAGEMENT DISCUSSION & ANALYSIS

A. INDUSTRY STRUCTURE & DEVELOPMENT-INTRODUCTION

India's textiles sector is one of the oldest industries in Indian economy dating back several centuries. Even today, textiles sector is one of the largest contributors to India's exports with approximately 11 per cent of total exports. The textiles industry is also labour intensive and is one of the largest employers. The industry realized export earnings worth US \$41.4 billion in 2014-15, a growth of 5.4 percent. The textile industry has two broad segments. First, the unorganized sector consists of handloom, handicrafts and sericulture, which are operated on a small scale and through traditional tools and methods. The second is the organized sector consisting of spinning, apparel and garments segment which apply modern machinery and techniques such as economies of scale.

The Indian textiles industry, currently estimated at around US \$108 billion, is expected to reach US \$223 billion by 2021. The industry is the second largest employer after agriculture, providing employment to over 45 million people directly and 60 million people indirectly. The Indian Textile Industry contributes approximately 5 per cent to India's Gross Domestic Product (GDP), and 14 per cent to overall Index of Industrial Production (IIP).

The Indian textile industry has the potential to reach US \$500 billion in size. The growth implies domestic sales to rise to US \$315 billion from currently US \$68 billion. India's overall textile exports during FY 2015-16 stood at US \$40 billion.

Helped by the government's special package and marketing plans, India's textiles and apparel exports are expected to touch US\$50 billion mark this fiscal from US\$38 billion in FY16.

The Government has announced a special package and is taking elaborate marketing plans to boost exports. It has also allowed 100 percent FDI in the Indian textiles sector under the automatic route. Also the country is ready to capitalize on falling share of China in textile exports in the international market.

B. Road Ahead

The future for the Indian textile industry looks promising, buoyed by both strong domestic consumption as well as export demand. With consumerism and disposable income on the rise, the retail sector has experienced a rapid growth in the past decade with the entry of several international players like Marks & Spencer, GAP and Next into the Indian market. The organized apparel segment is expected to grow at a Compound Annual

Growth Rate (CAGR) of more than 13 per cent over a 10-year period.

C. OPPORTUNITIES, THREATS, RISKS & CONCERNS

Strength

- Your Company has a strong R & D which is constantly engaged in developing new fashion yarns as per the latest market trends and requirements Worldwide.
- During the last few months we have added new collection of Raw White fancy yarns which mainly includes:
 - Rajvir raw white snake skin look.
 - Rajvir raw white natural look.
 - Rajvir raw white twin rocky.
 - Rajvir cottlinen look.
 - Rajvir twin cradle.
- Highly skilled and efficient technical production team at the plant. with high flexibility in the production facility thereby enabling the change in the product mix rapidly adhering to the ever changing marketing requirements
- Handling all types of fibers – Natural & Manmade— name it – Exotic like Angora, Wool, Silk Cashmere or Technical yarns like Fire Retardant etc, apart from normal fibers like cotton, Modal, Micro Modal, Viscose, Polyester etc.
- The major world Brands like H&M, Next, Marks & Spencer, GAP, J C Penny, Zara support us by utilizing our creativity / developments of all value added fashion yarn required for their outlets.

Weakness

- Logistics – Longer lead times for delivery in yarns, both to domestic markets up north as well as to countries such as South America and Central America, which is always challenging as it hinders garment producers shorter lead times to complete their garment deliveries for good brands.
- Restricted availability of fancy fibers such as Cashmere, Angora and Wool within India forces the Company to buy these fibers from around the World thereby increasing the lead times of exotic yarns to customers Worldwide.
- The Company is forced to import important special fibers like Angelina (Lurex), Cashmere, Angora, wool due to nonavailability of such special

fibers within India resulting in higher lead times for yarn deliveries.

Opportunities

- ❖ Your Company has got the capacity of changing the product mix according to the changing world fashion market.
- ❖ Your Company caters to the requirements of all leading markets in US, UK and European Countries.
- ❖ Your Company is now making its presence felt in new emerging South and Central American market which includes Argentina, Colombia, Peru and Brazil, Guatemala, Honduras, Nicaragua, etc , Turkey, Morocco, South Korea , Vietnam, Ethiopia, Mauritius

Threat

Your company constantly faces the threat from the competitors to copy our new fancy products in due course and make the same product available in the market at low price. Such practices cannot be stopped. However your company continuously keeps an edge over these companies by constantly developing new products.

D. PRODUCT WISE PERFORMANCE

The company has captured the major world markets in US, UK, Europe.

While coming out with any new product, your Company keeps in mind the quickest possible lead time and environmental aspects to ensure the product is commercially viable at the time of its launch. One such example of such an innovation is “Rajvir Flutter”. This Innovation means that product comes with pre treatment. The manufacturing unit knit and dyes without doing any acid / chemical wash and still manage to get burn out effect.

Your Company is one of the first spinners to develop the exotic blends in the “Compact Route”. Initial developments have been made for the top UK brand “Marks & Spencer“ this again is a unique development of high value added Exotic collections of Cashmere blended with Modal and Micro Modal fibers.

Your Company is supported by several important retailers, brands and chain stores Worldwide as a designated fashion yarn supplier. In certain cases your company works with designer teams of fashion brands in US, UK and European markets. These brands share their fashion forecast with the Company which helps the Company in creating a line of products similar to the fashion forecast provided by the brands and retailers Worldwide. Other than the forecasts that are shared by these retailers the Company also develops several new yarns of its own which are also showcased to various brands, retailers and chain stores Worldwide as new fancy products.

The Company works directly with the design teams of these fashion brands in the US, UK and European market. This gives the Company an edge in showcasing all its new developments to the best brands Worldwide.

Several new products have been introduced by the Company in three different categories:

1. Raw white fashion yarns in blends of cotton and other fibres.
2. Melange/heather fashion yarns.
3. Fashion yarns in non-cotton blends suitable for women and children

E. COMPANY'S OUTLOOK

Your Company is one of the first spinners to develop the exotic blends in the “Compact Route”. Initial developments have been made for the top UK brand “Marks & Spencer“ this again is a unique development of high value added Exotic collections of Cashmere blended with Modal and Micro Modal fibers.

Your Company is supported by several important retailers, brands and chain stores Worldwide as a designated fashion yarn supplier. In certain cases your company works with designer teams of fashion brands in US, UK and European markets. These brands share their fashion forecast with the Company which helps the Company in creating a line of products similar to the fashion forecast provided by the brands and retailers Worldwide. Other than the forecasts that are shared by these retailers the Company also develops several new yarns on its own which are also showcased to various brands, retailers and chain stores Worldwide as new fancy products.

The Company's focus is on increasing export earnings. It is continuously participating in important Fashion exhibitions worldwide in order to showcase fancy yarn products, thereby increasing the export revenue.

You shall be pleased to know that in order to boost our exports performance we are in the process of opening an office at Bangladesh. This shall facilitate receiving of substantial orders.

The Company continues to participate in important Fashion exhibitions Worldwide to showcase its fancy yarn production and improve its export revenue.

F. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

An adequate internal control system and procedures established by the Company in which an Independent Chartered Accountant has been appointed to carry out the internal Audit work. The internal controls are regularly checked by Internal Auditors who have access to all relevant records and information of the Company. The corrective measures, wherever necessary are undertaken by the Board and Management as per the recommendations made by the Internal Auditors.



Financial Performance With Respect to Operational Performance

The Company achieved the sales Turn Over of ₹ 172.76 crs. in the FY 2015-16 as compared to a sales Turn Over of ₹ 102.86 crs. in the FY 2014-15. This amounts to an increase of 68.6%. Exports were made to nearly 42 countries with a Turnover of ₹ 25.24 crs.

Your Company is faring extremely well in high fashion yarn and hopes to further consolidate its position in this segment in both domestic and international markets. Keeping in view the marketing efforts undertaken by our market team we to achieve a better turnover in the current FY.

HUMAN RESOURCES

The Company has adequate steps to prevent and avoid environmental pollution. The Company's dye house runs a zero discharge effluent treatment plant which is in line with the requirements of the State Pollution Control Board. We would like to place on record our appreciation for the efforts made by the employees of the Company.

Disclaimer

Some of the statements in this Management Discussion & Analysis, describing the Company's objectives, projections, estimates and expectations may be "forward looking statement" within the meaning of applicable laws and regulations. Actual results might differ substantially from those expressed or implied. Important developments that could affect the Company's operation including changes in the industry structure, significant changes in political and economic environment in India, tax laws, import duties, litigation and labour relations.

Annexure - D

CORPORATE GOVERNANCE REPORT

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Your company strongly believes in the principles of corporate governance and hence has been continuously making efforts to implement and follow in the conduct of its affairs.

2. BOARD OF DIRECTORS

Your Company has a balanced mix of Executive and Non-Executive Directors during the year. The composition of the Board is being broadened to represent a blend of professionals from various backgrounds which will further enable the Board to discharge its responsibilities more efficiently and provide effective leadership by taking the Company's business to achieve the goals in future.

The Chairman of the Board for the financial year 2015-16 was Sri Upender Kumar Agarwal, and Sri Ritesh Kumar Agarwal, Managing Director and at least half of the Board were Independent Directors and therefore the composition of the Board is in compliance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

(a) Composition and Category of Directors

The Board of Directors had an optimum combination of Executive and Non-Executive Directors and had one lady Director and not less than fifty percent of the Board members are Non-Executive and Independent Directors. At this year end the Board composition consisted of 5 Directors comprising Two Executive Directors and Three Independent Directors.

Executive Directors

Sri Upender Kumar Agarwal	-	Chairman
Sri Ritesh Kumar Agarwal	-	Managing Director

Non-Executive/or Independent Directors

Sri K C Reddy	-	Independent Director
Sri Vijay Kumar Gupta	-	Independent Director
Smt N. Padma Vijay Kumar	-	Independent Director

Notes:

- (1) None of the Directors are related to each other except for Promoter Directors;

- (2) Number of Directorships held in other companies includes all companies, whether listed or unlisted and excludes foreign companies, other bodies corporate and professional bodies. The limits on directorship of Independent Directors and Executive Directors are within the permissible limits.

- (3) The necessary disclosures regarding change in Committee positions, if any, have been made by all the Directors, during the year under review. None of the Directors is a Member of more than 10 Committees or Chairman of more than 5 Committees across all Indian companies.

- (4) Independent Director means a Non-Executive Director, who fulfils the criteria as laid down in Section 149 (3) of the Companies Act, 2013.

- (5) The Company has issued formal letter of appointment to its Independent Directors. The maximum tenure of Independent Directors is in accordance with the Companies Act, 2013.

- (6) The Independent Directors of the Company met every time a Board Meeting is held. These meetings are held the same day as that of the Board Meetings. In the said meetings the Independent Directors review the matters stipulated in SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and action items, if any, are communicated and tracked to closure to the satisfaction of Independent Directors. The purpose of these meetings is to promote open and candid discussion among the Independent Directors.

The calendar of Board meetings is decided in consultation with the Board and the schedule of such meetings is communicated to all Directors well in advance. Generally, the Board Meetings are held in Secunderabad, where the registered office of your Company is situated. The agenda for the Board Meeting includes applicable matters and agenda matters as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and is generally circulated few days prior to the date of the Meeting and includes detailed notes on the items to be discussed at the meeting to enable the Directors to take informed decisions.

Members of the Board and key executives, disclose to the Board whether they, directly, indirectly or on behalf of third parties, have a material interest in any transaction or matter directly affecting the Company. The Board and key executives also



conduct themselves so as to meet the expectations of operational transparency to stakeholders while at the same time maintaining confidentiality of information in order to foster a culture for good decision-making.

Your Board met Eight times during the financial year 2015-16 on 15th April 2015, 04th May 2015, 30th May 2015, 29th July 2015, 14th August 2015, 31st August 2015, 14th November 2015, and 13th February 2016.

The necessary quorum was present for all the Board Meetings and the Eleventh Annual General Meeting. The maximum interval between any two Board Meetings was well within the maximum allowed gap of one hundred and twenty days.

After each Board Meeting, your Company has a well-articulated system of follow up, review and reporting on actions taken by the Management on the decisions of the Board and Committees of the Board.

(b) Attendance of the Directors at the Board Meetings and the Eleventh AGM

The Attendance Record of the Directors at the Board Meetings held and the Eleventh AGM for the financial year 2015-16.

Sl. No.	Name	Category	Designation	No. of Board Meetings attended	Attendance at previous AGM	No. of Memberships in other Companies (Excl. Private Limited Companies)	
						Board	Committee
1.	Shri Upender Kumar Agarwal	Promoter & Executive Director	Director	7	Yes	Nil	Nil
2.	Shri Ritesh Kumar Agarwal	Promoter & Executive Director	Managing Director	4	No	Nil	Nil
3.	Shri K C Reddy	Independent & Non – Executive	Director	8	Yes	Nil	Nil
4.	Shri Vijay Kumar Gupta	Independent & Non – Executive	Director	8	Yes	1	1
5.	Smt. Anisha Tandon	Independent & Non – Executive	Director	5	No	Nil	Nil
6.	Smt N. Padma Vijay Kumar	Independent & Non – Executive	Director	2	No	Nil	Nil

Directors' Shareholding Details in the Company as on March 31, 2016

Sl. No.	Name	No. of Shares	Shares as % of Equity
1.	Shri Upender Kumar Agarwal	164628	4.12
2.	Shri Ritesh Kumar Agarwal	441164	11.04
3.	Shri K C Reddy	Nil	Nil
4.	Shri Vijay Kumar Gupta	Nil	Nil
5.	Smt N. Padma Vijay Kumar	Nil	Nil

All changes being additions and deletions are communicated by the Board Members and recorded in the statutory registers and applicable disclosures also made to the Stock Exchanges.

The Board has constituted the following Committees and each Committee has their terms of reference as a Charter. The Chairman of each Committee along with the other Members of the Committee and if required other Members of the Board, decide the agenda, frequency and the duration of each meeting of that Committee. Currently, the Board has at the end of the year Three Committees:

- (I) Audit Committee;

(II) Stakeholders Relationship Committee

(III) Nomination and Remuneration Committee

I. The Audit Committee was constituted in accordance with the requirements of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

The Audit Committee reports to the Board and is primarily responsible for:

1. Overseeing of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
2. Recommending to the Board, the appointment, re-appointment, the replacement or removal of the Auditor (financial) and fixing of audit fees & Approval of payment to Auditors (financial) for any other services rendered by them.
3. Reviewing, with the management, the annual financial statements and auditor's and director's report thereon before submission to the Board for approval.
4. Reviewing, with the management, the quarterly financial statements before submission to the Board for approval.
5. Valuation of undertakings or assets of the Company, wherever it is necessary.
6. Evaluation of internal financial controls and risk management systems.
7. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
8. Discussion with internal auditors on any significant findings and follow up there on.
9. Discussion with Auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
10. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

The Audit Committee consists of Three Directors, as per the details given below. All Members are financially literate and have the required accounting and financial management expertise.

Mr. Vijay Kumar Gupta, Independent Director, is the Chairman of the Audit Committee and was present at the Eleventh Annual General Meeting to answer the Shareholders' queries.

The Audit Committee met four times during the financial year 2015-16. They met on 30th May 2015, 14th August 2015, 14th November 2015 and 13th February 2016 and not more than four months had elapsed between two Audit Committee meetings. The necessary quorum was present for all the said Audit Committee Meetings.

Name of the Director, Category, Position, Number of Audit Committee Meetings Held, Attended by the Director

Directors Name & Committee Position	Category	Position	Meetings attended
Shri K C Reddy	Non-Executive and Independent Director	Member	4
Shri Vijay Kumar Gupta	Non-Executive and Independent Director	Member	4
Shri Ritesh Kumar Agarwal	Managing Director	Member	1

II. The Nomination and Remuneration Committee is primarily responsible to Identify potential candidates to become Board Members.

1. Recommending nominees to various Committees of the Board.
2. Ensuring that appropriate procedures are in place to assess Board's effectiveness.
3. Developing an annual evaluation process of the Board and its Committees.
4. 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;
5. Formulation of criteria for evaluation of Independent Directors and the Board;
6. Devising a policy on Board diversity;



7. Assist the Board in ensuring that affordable, fair and effective compensation philosophy and policies are implemented;
8. Approve and make recommendations to the Board in respect of salary structure and actual compensation (inclusive of performance based incentives and benefits) of the Executive Directors, including the Chief Executive Officer;
9. Review and approve the overall budgetary increment proposals for annual increase of compensation and benefits for the employees;
10. Review and approve any disclosures in the annual report or elsewhere in respect of compensation policies or Directors' compensation;
11. Any other matter referred to the Remuneration Committee by the Board of Directors of the Company.

The Remuneration Committee is responsible for reviewing the overall goals and objectives of compensation programs, as well as their compensation plans, and making changes to such goals, objectives and plans.

(b) Nomination and Remuneration Committee - salary, benefits, perquisites and allowances (fixed component) and performance incentives, commission (variable component) to its Chairman, Managing Director and other Executive Directors.

The Nomination and Remuneration Committee has not met during the financial year 2015-16 under review as there were no instances necessitating the meeting.

Details of the Remuneration:

The details of the Remuneration paid to the Directors are as follows:

	Name of the Director	Total (in ₹)
1	Shri Upender Kumar Agarwal	3539600
2	Shri Ritesh Kumar Agarwal	3539600

III. Details of Composition of the Stakeholders' Relationship Committee

The Share Transfer Committee was reconstituted and has been named as Stakeholders' relationship Committee as required under the Companies Act, 2013 at the Board Meeting held on 29th July 2015 .

The Stakeholders' Relationship Committee consists of following Directors

S. No	Name	Designation
1.	Shri K C Reddy	Non-Executive & Independent Director
2.	Shri Vijay Kumar Gupta	Non-Executive & Independent Director
3.	Shri Ritesh Kumar Agarwal	Executive & Managing Director

The Stakeholders' Relationship Committee / Share Transfer Committee met four times during the financial year 2015-16. They met on 30th May 2015, 14th August 2015, 14th November 2015 and 13th February 2016

TOTAL NO OF SHARES RECEIVED FOR TRANSFER	:	NIL
TRANSFERRED & DISPATCHED	:	NIL
TOTAL NO OF SHARES RECEIVED FOR Consolidation	:	NIL
Consolidated & DISPATCHED	:	NIL

There are no pending Share Transfers as on 31st March 2016.

Details of complaints / requests etc., received and resolved during the financial year 2015-16 are as below:

No of Complaints received	:	NIL
Resolved	:	NIL

The Compliance Officer monitors the share transfer process and reports to the Company's Board in each meeting and the said Officer also directly liaises with the authorities such as SEBI, Stock Exchanges, ROC etc., and investors with respect to implementation of various clauses, rules, regulations and other directives of such authorities and investor service & complaints related matter.

There is no share transfer pending for more than 15 days.

Your Company has a designated e-mail ID, cs@rajvirindustrieslimited.com for the redressal of any Stakeholders' related grievances exclusively for the purpose of registering complaints by Members/stakeholders. Your Company has also displayed the said email ID under the investors section at its website, and other relevant details prominently for creating investor/ stakeholder awareness. Your Company maintains a functional website containing necessary information about the Company e.g. details of its business, financial information, shareholding pattern, compliance with corporate governance, contact information of the designated officials of the Company and the contents of the said website are updated at any given point of time as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and as per the requirements of the Companies Act, 2013.

Nature of Complaints/ Correspondence/ Requests

Opening Balance	Nil
Received	One
Resolved	One
Outstanding as on March 31, 2016	- Nil

Non-receipt of securities / Annual Report / Correction

3. GENERAL BODY MEETINGS :

Date, Time and Location of the last 3 Annual General Meetings are:

AGM	Date	Location	Time
11th	Qutub Shahi Hall, Country Club, 6-3-1219, Begumpet, Hyderabad - 500 0016	29.08.2015	03.30 P.M.
10th	Lotus Hall, 1st Floor, Country Club, 6-3-1219, Begumpet, Hyderabad - 500 0016	30.09.2014	03.30 P.M.
09th	Lotus Hall, 1st Floor, Country Club, 6-3-1219, Begumpet, Hyderabad - 500 0016	30.09.2013	03.30 P.M.

Postal Ballot:

No Special Resolution was passed during the previous year, through Postal Ballot process.

DISCLOSURES

- (i) During the year 2015-16, no materially significant related party transactions have been entered into by the Company with the Promoters, Directors or Management or their relatives, that may have a potential conflict with the interests of the Company. None of the Non-Executive Directors / Independent Directors have any pecuniary material relationship or transactions with the Company for the year ended March 31, 2016, and have given undertakings to that effect.
- (ii) No penalty, or stricture was imposed by the Stock Exchanges or SEBI or any other authority, during the last 3 (three) years.
- (iii) The guidelines / accounting standards laid down by the Institute of Chartered Accountants of India (ICAI) and prescribed under Section 133 of the Companies Act, 2013 have been followed in preparation of the financial statements of the Company in all material respects.
- (iv) Whistle Blower Policy

The Company has adopted a Whistle Blower Policy and has established the necessary mechanism in line with the requirements under the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

For employees to report concerns about unethical behavior;

- To establish a mechanism to report to the management, concerns about unethical behavior, actual or suspected fraud or violation of the Integrity Policy; and
- To ensure that adequate safeguards shall be provided to the whistle blowers against any victimization or vindictive practices like retaliation, threat or any adverse (direct or indirect) action on their employment. The Policy also ensures that strict confidentiality is maintained whilst dealing with concerns and also that no discrimination will be meted out to any person for a genuinely raised concern.
- No personnel / person has been denied access to the Audit Committee.



- A high level Committee has been constituted which looks into the complaints raised. The Committee reports to the Audit Committee and Board. The Audit Committee on a quarterly basis looks into matters reported and track matters to closure as per law.

(v) Code of Conduct

Your Company has laid down a Code of Conduct ("Code") for all the Board Members and Senior Management Personnel of the Company. The Code is available on the website of the Company i.e., www.rajvirindustrieslimited.com. All Directors and Senior Management Personnel of the Company have affirmed compliance with the Company's Code of Conduct for the financial year ended March 31, 2016. A declaration signed by the Chief Executive Officer (CEO) to this effect is attached as Annexure A to the Corporate Governance Report in the Annual Report.

(vi) Details of compliance with mandatory requirements and adoption of the non-mandatory requirements of Clause 15(2) of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015. The Company has disclosed and complied with all the mandatory requirements under Clause 15(2) of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015. The details of these compliances have been given in the relevant sections of this report.

Among the non-mandatory requirements of Clause 15(2) of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, the Company has complied with the following:

- Separate posts of Chairman and CEO - The Chairman and Managing Director/ CEO are two separate persons -The position of Chairman and CEO is bifurcated in the Company.
- Reporting of Internal Auditor - The Internal Auditor reports directly to the Audit Committee.
- Compliance of Prohibition of Insider Trading Regulations
- Your Company has comprehensive guidelines on prohibiting insider trading and the Company has adopted the code of internal procedures and conduct for listed companies notified by the SEBI.

Appointment and Re-appointment of Directors

A. Appointment

Smt N. Padma Vijay Kumar was inducted in the Board as an Independent Woman Director from August 31st, 2015,

B. Reappointment

Mr.K.C Reddy, Independent Director is liable to retire by rotation.

Reconciliation of Share Capital Audit

The 'Reconciliation of Share Capital Audit' was undertaken

on a quarterly basis and the audit covers the reconciliation of the total admitted capital with NSDL and CDSL and the total issued and listed capital.

The audit has also confirmed that the aggregate of the total issued / paid-up-capital is in agreement with the total number of shares in physical form, shares allotted & advised for demat credit but pending execution and the total number of dematerialized shares held with NSDL and CDSL.

Secretarial Audit

Secretarial Audit was conducted as required under the provisions of Section 204 of the Companies Act, 2013, by M/S Marthi & Co., Company Secretaries, Hyderabad, for the Financial Year 2015-16. The Report is at Annexure G to the Director's Report.

Compliance with SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015

The Auditor's Certificate obtained from M/s. S.Daga & Co. Chartered Accountants, (Firm Registration No. 225603 is provided as Annexure-B to the Corporate Governance Report in regard to the compliance of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015.

Management Discussion and Analysis

The Management Discussion and Analysis is provided separately in the Annual Report.

CEO and CFO's Certification

The CEO and CFO's Certification is provided as Annexure-C to the Corporate Governance Report in the Annual Report.

The CEO and CFO's Certification of the Financial Statements, the Cash Flow Statement and the Internal Control Systems for financial reporting for the financial year ended March 31, 2016, was placed before the Board of Directors at all their meetings held.

Means of Communication

Your Company would like to constantly communicate to its investors and stakeholders about its operations and financial results.

- Communication of Audited Results - The Company has regularly furnished, by way of filing through the electronic filing within 15 (fifteen) minutes of closure of the Board Meetings, the quarterly audited as well as annual audited results to the Bombay Stock Exchange and National Stock Exchange.
- Quarterly and Annual Financial Results are also published in English, and other Regional (Telugu) newspapers, i.e., Financial Express and Prajashakti.

Website-The Company's website www.rajvirindustrieslimited.com contains all the information as may be required by the Shareholders including press releases, financial results, fact sheet reports, additional disclosures, earnings conference, shareholding pattern, Shareholders' reports, investor presentation, Annual Reports, etc.,

Quarterly results are put on the Company's web-site.

The Company submitted a quarterly compliance report to the stock exchanges within 45 days from the close of quarter similarly the company has submitted for the fourth quarter the compliance report to the stock exchanges within 60 days from the close of quarter.

The Twelfth Annual General Meeting (AGM) of the Company for the financial year 2015-16 is scheduled on Friday, September 30, 2016 at 03.30 PM at the FAPCCI, Federation House, 11-6-841, Red Hills, FAPCCI Marg, Hyderabad 500004, Telangana.

In compliance with the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has also extended e-voting facility, for its Members to enable them to cast their votes electronically and also physically on the proposed resolutions in the Notice of the Twelfth AGM. Instructions for e-voting are listed under the segment "Notes" in the Notice to Twelfth AGM.

Those of the Shareholders/ Members, who cannot attend the AGM in person, can appoint a proxy to represent them in the AGM, for which the Shareholder/ Member needs to fill in a proxy form and send it to the Company, to its Registered Office address, not less than 48 hours before the meeting for holding the aforesaid meeting.

4. GENERAL SHAREHOLDER INFORMATION:

A	Registered Office	1st Floor, Surya Towers, 105, Sardar Patel Road, Secunderabad – 500 003
B	Annual General Meeting	
	Date & Time	30th September 2016 at 3.30 PM
	Venue	FAPCCI, Federation House, 11-6-841, Red Hills, FAPCCI Marg, Hyderabad 500004, Telangana.
C	Financial Calendar	
	Financial Reporting for	
	Quarter ending June, 30 2015	Second week of August 2015
	Quarter ending September, 30 2015	Second week of November 2015
	Quarter ending December, 31 2015	Second week of February 2016
	Quarter ending March 31, 2016	Fifth week of May 2016
	Annual General meeting for FY ended 31st March 2015	29th August 2015
D	Date of Book Closure	Wednesday the 28th September 2016 to Friday the 30th September, 2016
E	Dividend Payment Date	Not Applicable
F	Listing on Stock Exchange	1) Bombay Stock Exchange Limited 2) National Stock Exchange Limited
G	Stock Code	532665
H	ISIN	ISIN INE011H01014
I	Dematerialisation of Shares	74.767% of the paid-up share capital of the company has been dematerialised
J	Outstanding GDRs / ADRs / Warrants or any convertible instruments, conversion date and likely impact on equity	NIL
K	Market Price Data	The closing market price of equity share on 31st March, 2016 (last trading day of the financial year) was ₹ 45.45 on BSE and ₹ 48.45 on NSE as compared to the price on 31st March 2015 of ₹ 44.25 and ₹ 45.00 on BSE and NSE respectively.
L	Registrar and Share Transfer Agents	XL Softech Systems Ltd Plot No 3, Sagar Society, Road No 2, Banjara Hills, Hyderabad – 500034. Ph: 040- 23545913/14/15, Fax : 040-23553214, E mail: xlfield@rediffmail.com
M	Share Transfer System	Generally the shares have been transferred and returned in 30 days from the date of receipt, so long as the documents have been clear in all respects.
N	Investor Relations	The Company has been maintaining good investor relations.



5. DISTRIBUTION OF SHAREHOLDING :

Distribution of Shareholding as on 31st March, 2016

Share Holder or Debenture Holding of nominal Value of		Share Holder or Debenture Holding of nominal Value of		Share / Debenture Amount	
₹	₹	Number	% of Total	Number	% of Total
(1)	(2)	(3)	(4)	(5)	(6)
Upto -	5000	2288	90.47	1868620	4.68
5001 -	10000	81	3.20	612230	1.53
10001 -	20000	68	2.69	984170	2.46
20001 -	30000	23	0.91	591380	1.48
30001 -	40000	18	0.71	642520	1.61
40001 -	50000	6	0.24	257980	0.65
50001 -	100000	14	0.55	1040920	2.61
100001 and above		31	1.23	33950780	84.99
TOTAL		2529	100%	39948600	100

Plant Locations

1. Mahabubnagar Plant
Pillalamarri Road, Mahabubnagar, Telangana - 509002
 2. Tandur Plant
Gopannapally (Village), Tandur Mandal, Ranga Reddy District, Telangana - 501141.
 3. Dyeing Plant
Edira Village, Mahabubnagar, Hills Telangana - 509002
 4. Address for Correspondence
1st Floor, Surya Towers, 105, Sardar Patel Road, Secunderabad - 500003, TELANGANA, India
- i) Queries relating to transfer / dematerialization of shares, change of address, dividend, Annual Report and other queries relating to the shares of the company :

XL Softech Systems Ltd

Plot No 3, Sagar Society, Road No 2, Banjara Hills, Hyderabad - 500034. Ph: 040- 23545913/14/15
Fax : 040-23553214, E mail: xlfield@rediffmail.com

- ii) Any other queries
The Company Secretary Rajvir Industries Limited
1st Floor, Surya Towers, 105, Sardar Patel Road, Secunderabad – 500 003

**By the Order of the Board
For Rajvir Industries Limited**

Sd/-
Ritesh Kumar Agarwal
Managing Director

Place : Hyderabad
Date : 27.08.2016

ANNEXURE - E

Form No. MGT-9

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON 31ST MARCH 2016

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	L17116TG2004PLC044053
ii.	Registration Date	01-09-2004
iii.	Name of the Company	RAJVIR INDUSTRIES LIMITED
iv.	Category / Sub-Category of the Company	Company Limited by shares and Indian Non-Government Company
v.	Address of the Registered office and contact details	1ST FLOOR, SURYA TOWERS, 105, SARDAR PATEL ROAD, SECUNDERABAD – 500 003. Telephone Nos:040 66225555, 27845628, Fax No: 040 27840656
vi.	Whether listed company	Yes
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	XL Softech Systems Limited 3, Sagar Society, Road N0.2, Banjara Hills, Hyderabad – 500 034 Telephone No 040- 23545913/14/15 Fax:040-23553214

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sr. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Cotton Yarn	13111	15.34
2	Blended Yarn	13111	33.11
3	Melange Yarn	13111	33.50
4	PV	13111	18.04
	Total		100.00

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary / Associate	% of shares held	Applicable Section
1.					
2.		N	I	L	
3.					
4.					



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

i. Category-wise Share Holding

Category of Share-holders	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	% of Total Shares	
A. Promoter									
1) Indian									
a) Individual/ HUF	2073859	0	2073859	68.33	2073859	959863	3033722	75.94	7.61
b) Central Govt	0	0	0	0	0	0	0	0	0
c) State Govt(s)	0	0	0	0	0	0	0	0	0
d) Bodies Corp	0	0	0	0	0	0	0	0	0
e) Banks / FI	0	0	0	0	0	0	0	0	0
f) Any Other	0	0	0	0	0	0	0	0	0
Sub-total(A)(1):-	2073859	0	2073859	68.33	2073859	959863	3033722	75.94	7.61
2) Foreign									
g) NRIs-Individuals	0	0	0	0	0	0	0	0	NIL
h) Other-Individuals	0	0	0	0	0	0	0	0	NIL
i) Bodies Corp.	0	0	0	0	0	0	0	0	NIL
j) Banks / FI	0	0	0	0	0	0	0	0	NIL
k) Any Other	0	0	0	0	0	0	0	0	NIL
Sub-total (A)(2):-	0	0	0	0	0	0	0	0	0
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	700	700	0.02	0	700	700	0.02	NIL
b) Banks / FI	22907	0	22907	0.76	22907	0	22907	0.57	NIL
c) Central Govt	0	0	0	0	0	0	0	0	NIL
d) State Govt(s)	0	0	0	0	0	0	0	0	NIL
e) Venture Capital Funds	0	0	0	0	0	0	0	0	NIL
f) Insurance Companies	0	0	0	0	0	0	0	0	NIL
g) FIs	0	0	0	0	0	0	0	0	NIL
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	NIL
i) Others (specify)	0	0	0	0	0	0	0	0	NIL
Sub-total (B)(1)	22907	700	23607	0.78	22907	700	23607	0.59	NIL
2. Non Institutions									
a) Bodies Corp.									
(i) Indian	199395	2115	201510	6.64	139890	2115	142005	3.55	-29.53
(ii) Overseas									
b) Individuals									

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	% of Total Shares	
(i) Individual shareholders holding nominal share capital upto ₹2 lakh	444501	46190	490691	16.16	503579	45358	548937	13.74	1.30
(ii) Individual shareholders holding nominal share capital in excess of ₹2 lakh	232732	0	232732	7.67	233945	0	233945	5.86	0.52
c) Others (Specify)									
i) Qualified Foreign Investor	12234	364	12598	0.42	12280	364	12644	0.32	0.37
ii) Clearing Members	0	0	0	0	0	0	0	0	NIL
Sub-total (B)(2)	888862	48669	937531	30.89	889694	47837	937531	23.47	-48.76
Total Public Shareholding (B)=(B)(1)+ (B)(2)	911769	49369	961138	31.67	912601	48537	961138	24.06	-5.06
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	2985628	49369	3034997	100.00	2986460	1008400	3994860	100.00	31.63

ii. Shareholding of Promoters

Sr. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	U.K Agarwal	421135	13.88	20.31	421135	10.54	20.31	-
2.	Arti Agarwal	214859	7.08	10.36	531002	13.29	10.36	6.21%
3.	Upender Kumar Agarwal HUF	285439	9.40	13.76	285439	7.15	13.76	-
4.	Usha Agarwal	212223	6.99	10.23	855943	21.43	10.23	14.44%
5.	U.K. Agarwal	164628	5.42	7.94	164628	4.12	7.94	-
6.	Ritesh Kumar Agarwal	441164	14.54	21.27	441164	11.04	21.27	-
7.	Radhika Bindal	21500	0.71	1.04	21500	0.54	1.04	-
8.	Neysa Agarwal	30000	0.99	1.45	30000	0.75	1.45	-
9.	Viraj Agarwal	282911	9.32	13.64	282911	7.08	13.64	-
	Total	2073859	68.33	100.00	3033722	75.94	100.00	20.65%



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

Sr. No	Shareholding at the beginning of the year		Cumulative Shareholding during the year		
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company	
	At the beginning of the year	2073859	68.33	3033722	75.94
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	31st August 2015 – 959863 (Allotted to Ms Usha Agarwal and Ms Arti Agarwal against the monies brought in as per the CDR pacakage	24.03		
	At the End of the year	3033722	75.94	3033722	75.94

V. INDEBTEDNESS

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

₹ In Lakhs

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year	-			
i) Principal Amount	15690.18	2373.91	50.00	18114.09
ii) Interest due but not paid	22.51	46.56	0	69.07
iii) Interest accrued but not due for payment	223.88	0	4.95	228.83
Total (i+ii+iii)	15936.57	2420.47	54.95	18411.99
Change in Indebtedness during the financial year				
Addition	479.29	128.28	0	607.57
(-) Reduction	180.35	688.62	0	868.97
Net Change	298.94	-560.34	0	-261.40
Indebtedness at the end of the financial year				
i) Principal Amount	15989.12	1834.85	50.00	17873.97
ii) Interest due but not paid	311.43	25.27	0	336.70
iii) Interest accrued but not due	113.99	0	4.95	118.94
Total (i+ii+iii)	16414.54	1860.12	54.95	18329.61

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
		Upender kumar Agarwal (Chairman)	Ritesh Kumar Agarwal (Managing Director)	
1.	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	3539600	3539600	7079200
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	10080	8880	18960
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-
2.	Stock Option	NIL	-	-
3.	Sweat Equity	NIL	-	-
4.	Commission			
	- as % of profit	1% of the total profit in the Financial year		
	- others, specify...			
5.	Others, please specify			
6.	Total (A)	3549680	3549680	7098160
	Ceiling as per the Act	₹84 Lakhs as per Schedule V of the Companies Act, 2013		

B. Remuneration to other directors:

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
	Independent Directors		
	• Fee for attending board committee meetings		50000
	• Commission		-
	• Others, please specify		-
	Remuneration		105000
	Total (1)		155000
	Other Non-Executive Directors		
	• Fee for attending board committee meetings		-
	• Commission		-
	• Others, please specify		-
	Total (2)		-
	Total (B)=(1+2)		155000
	Total Managerial Remuneration		
	Overall Ceiling as per the Act	₹84 Lakhs as per Schedule V of the Companies Act, 2013	



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

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	110850	2063400	2174250
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	9150	36600	45750
	(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	-	-	-	-
6.	Total	-	120000	2100000	2220000

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD /NCLT/ Court]	Appeal made. If any(give details)
A. Company					
Penalty					
Punishment					
Compounding		N	I	L	
B. Directors					
Penalty		N	I	L	
Punishment					
Compounding					
C. Other Officers In Default					
Penalty		N	I	L	
Punishment					
Compounding					

ANNEXURE - F

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31st MARCH 2016

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

To
The Members
RAJVIR INDUSTRIES LIMITED

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. Rajvir Industries Limited (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our 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, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2016 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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2016 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:
 - a. Foreign Direct Investment (not applicable during the Audit Period);
 - b. Overseas Direct Investment (not applicable during the audit period); and
 - c. External Commercial Borrowings (not applicable during the 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, 1992;
 - (c) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; and
 - (d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (e) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 – (not applicable during the Audit Period)
 - (f) The Securities and Exchange Board of India (Issue and listing of Debt Securities) Regulations, 2008 - (not applicable during the Audit Period)
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (not applicable during the Audit Period)
 - (h) The Securities and Exchange Board of India (Buy back of securities) Regulations, 1998 (not applicable during the Audit Period)
- (vi) Other applicable laws, including the following:
 - (a) Factories Act, 1948
 - (b) Payment of Gratuity Act, 1972
 - (c) Employees Provident Fund and Miscellaneous provisions Act, 1952
 - (d) Employees State Insurance Act 1948
 - (e) Maternity Benefit Act, 1961
 - (f) Minimum Wages Act, 1948
 - (g) Payment of Bonus Act, 1972
 - (h) Payment of Wages Act 1936



- (i) Industrial Dispute Act, 1947
- (j) Environment (Protection) Act, 1986
- (k) Legal Metrology Act, 2009
- (l) Competition Act, 2002
- (m) Income-tax Act 1961
- (n) Indian Stamp Act, 1899
- (o) The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013
- (p) Hazardous Wastes (Management and Handling) Rules, 1989
- (q) Hank Yarn Packaging Obligation – Hank Yarn Packing Notification issued by the Textile Commissioner, Mumbai dated 17th April 2003

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India, to the extent applicable under the Companies Act, 2013
- (ii) The Uniform Listing agreements entered into by the Company with National Stock Exchange and Bombay Stock Exchange and SEBI (Listing obligations and disclosures requirements) regulation, 2015.

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

We further report that –

- (i) 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.

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

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

We further report that during the audit period –

- a. The company has not been regular in the payment of its dues to the financial institutions/banks.
- b. The company has also not been regular in depositing with the appropriate authorities the undisputed dues pertaining to ESI, PF, TDS, Sales Tax Deferment, and Income Tax.

For Marthi & Co.,
Company Secretaries

Sd/-

S S MARTHI

Proprietor

FCS No. 1989, CP No.1937

Place : Hyderabad
Date : 27th August 2016

Annexure - G

ANNEXURE TO DIRECTORS' REPORT

Details as required under Rule 8(3) of the Companies (Accounts) Rules, 2014

A. CONSERVATION OF ENERGY

Energy conservation measures taken:

- The Company has given priority for Energy Conservation in all its units, and has put continuous efforts to conserve energy
- The Company has been continuously monitoring and has taken steps for replacement of conventional electrical motors etc. with improved technology.

A. Power and Fuel Consumption

	2015-2016	2014-2015
1. Electricity:		
a) Purchased		
Units (in lakhs of KWH)	376.43	196.87
Total Amount (₹ In lacs)	2163.29	1400.91
Average Rate: (₹/Unit)	5.75	7.12
b) Own Generation:		
Through Diesel Generators		
Units (in lakhs of KWH)	0.49	0.48
Units per Litre of Diesel Oil	2.45	2.50
Average Cost: ₹ / Unit	22.16	22.00
2. Coal (₹ In lakhs)	-	2.18
3. Furnace Oil	-	-
4. Others	-	-
B. Consumption per Unit of Production		
Yarn Production (Kgs in lakhs)	73.04	38.42
Electricity (Units/Kg of Yarn)	5.16	5.14

B. TECHNOLOGY ABSORPTION

Efforts made in Technology absorption as per Form B

FORM B

Form of disclosure of Particulars with respect to technology absorption

A. Research and Development (R & D)

1. Specific areas in which R& D carried by the Company	The company is having R & D facility for introduction and development of value added products
2. Benefits derived as a result of the above R & D	New value added products were developed
3. Future Plan of Action	To further develop more value added products and improve the quality of the products.
4. Expenditure on R & D	Expenditure on in-house research and development has been shown under the respective heads of expenditure in the profit and loss account as no separate account is maintained



B. Technology Absorption, Adoption Innovation

1. Efforts, in brief, made towards technology absorption	The Company had adapted indigenous technology
2. Benefits derived as a result of, the above efforts eg: Product improvement, cost reduction, product Development, import substitution etc.	High value products development, increase in yield and product improvement

In case of imported technology(imported during the last five years reckoned from the beginning of the financial year)

No technology has been imported during the last five years.

C. Foreign Exchange Earnings & OUTGO

- a) Activities relating to exports, initiatives taken to increase exports, development of new export Markets and new export plans.

Exports of the Company accounted as ₹25.24 Crores as compared to ₹24.08 Crores during the previous year. The Company has exported its products to various countries like USA, Korea, Taiwan, Egypt, Turkey, Spain, Mauritius, South Africa, Bangladesh, Pakistan and other Countries. The Company is exploring new markets for its products.

	₹ in Lakhs	
b) Expenditure in Foreign Currency during the year on account of	2015-16	2014-15
i) Plant & Machinery (CIF Value)	-	-
ii) Raw Materials (CIF Value)	500.04	889.20
iii) Stores & Spares (CIF Value)	16.22	2.74
iv) Foreign Travelling	53.13	36.50
v) Export Commission	12.91	24.65
C) Earnings in Foreign Exchange: FOB Value of Exports	2523.80	2408.21

For and on behalf of the Board of Directors
For Rajvir Industries Limited

Sd/-
U.K. Agarwal
Chairman

Date: 27-08-2016
Place: Secunderabad

Annexure-A

Declaration by the Managing Director under Clause 15(2) SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 regarding compliance with Code of Conduct

In accordance with SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, I hereby confirm that, all Board Members and Senior Management Personnel of the Company have affirmed compliance with the Code of Conduct, as applicable to them, for the financial year ended March 31, 2016.

Sd/-

Ritesh Kumar Agarwal
Managing Director

Place: Hyderabad
Date : 27-08-2016

Annexure-B

Auditor's Certificate on Corporate Governance

To
The Members of
RAJVIR INDUSTRIES LIMITED

We have examined the compliance of conditions of Corporate Governance by Rajvir Industries Limited, for the year ended on 31st March, 2016 as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchanges for the period April 01, 2015 to November 30, 2015 and under Chapter IV of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Regulations), for the period December 01, 2015 to March 31, 2016.

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

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

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

For S. Daga & Co.
Chartered Accountants
F. No. ICAI 000669S

Sd/-
(Pavan Kumar Bihani)
Partner
M. No. 225603

Place: Hyderabad
Date: 30.05.2016



Annexure-C

Chief Executive Officer (CEO) and Chief Financial Officer (CFO) Certification

We, Ritesh Kumar Agarwal, CEO & Managing Director, and Shiv Kumar, Chief Financial officer of Rajvir Industries Limited, to the best of our knowledge, information and belief, certify that:

- 1) We have reviewed financial statements and the cash flow statement for the year ended March 31, 2016:
 - a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - b) These statements together present, in all material respects, a true and fair view of the Company's affairs, the financial condition and results of operations and are in compliance with applicable accounting standards, laws and regulations.
- 2) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or which violate the Company's code of conduct.
- 3) We are responsible for establishing and maintaining internal controls over financial reporting by the Company and we have:
 - a) Designed such controls to ensure that material information relating to the Company, including its consolidated subsidiaries, is made known to us by others;
 - b) Designed or caused to be designed, such internal control systems over financial reporting, so as to provide reasonable assurance regarding the preparation of financial statements in accordance with Generally Accepted Accounting Principles (GAAP) in India; and
 - c) Evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting.
- 4) During the year, we have disclosed to the Company's Auditors and the Audit Committee of the Board of Directors:
 - a) Any change, that has materially affected or is reasonably likely to materially affect, the Company's internal control over financial reporting;
 - b) Any significant changes in accounting policies during the year, and that the same have been disclosed appropriately in the notes to the financial statements;
 - c) Instances of significant fraud, if any, that we are aware especially, if any, Member of management or employee involved in financial reporting related process. No such instances were noticed during the year 2015-16;
 - d) All significant changes and deficiencies, if any, in the design or operation of internal controls, which could adversely affect the Company's ability to record, process, summarize and report financial data; and
 - e) Any material weaknesses in internal controls over financial reporting including any corrective actions with regard to deficiencies.
- 5) In the event of any materially significant misstatements or omissions, we will return to the Company that part of any bonus or incentive which was inflated on account of such mistakes or omissions.
- 6) We affirm that we have not denied any employee, access to the Audit Committee of the Company (in respect of matters involving alleged misconduct) and we have provided protection to whistleblowers from unfair termination and other unfair or prejudicial employment practices.
- 7) We further declare that, all Board Members and Senior Managerial Personnel have affirmed compliance with the code of conduct for the current year.

Sd/-
Shiv Kumar
Chief Financial Officer

Sd/-
Ritesh Kumar Agarwal
Managing Director

Place: Hyderabad
Date : 27-08-2016

Independent Auditor's Report

To
The Members of
Rajvir Industries Limited

Report on the Financial Statements

1. We have audited the accompanying financial statements of Rajvir Industries Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and Cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the act and rules made there under.
5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Basis of Qualified Opinion:

8. The company has recognized in 'Exceptional Item' towards Income of Insurance claim of ₹337.87 lakhs pending acceptance by the Insurance company, which is not yet confirmed or realized from the Insurance company, which, in our opinion, should not be recognized being a contingent assets as per Accounting Standard 29. This information indicates that if the Insurance claim would not have been recognized, Exceptional Item would have decreased by ₹337.87 lakhs, reserves would be decreased by ₹233.47 lakhs, deferred tax asset would have increased by ₹104.40 lakhs and net income would be decreased by ₹233.47 lakhs respectively.

Qualified Opinion

9. In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2016 and its Loss and its Cash Flows for the year ended on that date.

Emphasis of Matter

10. We draw attention to Notes to accounts of the accompanying financial statement in respect of:



- (a) Note no. 2.26(e): contingency related to 'recompense payable in lieu of bank sacrifice' outcome of which is materially uncertain and cannot be determined currently;
- (b) Note no. 2.31: the confirmation of balances of trade payable, trade receivable, debit and credit to the parties are subject to reconciliation, review and adjustment thereof;
- (c) Note no. 2.18.1: interest subsidy under TUFs receivable, towards claim of refund made in earlier years, against eligible machinery, which is pending, for final decision before appropriate authorities. The management expects full realization thereof.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on March 31, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) 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:

Our opinion is not qualified in respect of above matters.

Report on Other Legal and Regulatory Requirements

11. As required by the Companies (Auditor's Report) Order, 2016, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the "Order") 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 a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
12. As required by Section 143 (3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- i. The Company has disclosed the impact of pending litigations as on March 31, 2016 on its financial position in its financial statements;
- ii. The Company has made provision, as required under the applicable law or Accounting Standards, for material foreseeable losses, if any, on long term contracts. The Company neither entered into any derivative contract during the year nor have any outstanding derivative contract at the end of the year;
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended March 31, 2016.

For S Daga & Co.
Chartered Accountants
(ICAI FRN: 000669S)

Sd/-
(Pavan Kumar Bihani)
M. No. 225603
Partner

Place: Hyderabad
Date: 30.05.2016

Annexure - A to the Independent Auditors' Report

Referred to in paragraph 11 of the Independent Auditors' Report of even date to the members of Rajvir Industries Limited on the financial statements as of and for the year ended March 31, 2016

- 1.a. The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
- b. Fixed assets have been physically verified by the management during the year and no material discrepancies between the book records and the physical inventory have been noticed.
- c. The title deeds of immovable properties, as disclosed in Note no. 2.11 on fixed assets to the financial statements are held in the name of the company.
- 2.a. The inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable.
- b. On the basis of our examination of the inventory records, the company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to book records have been properly dealt with by the company.
3. The Company has not granted any loans, secured or unsecured loan to companies, firms or other parties, covered in the register maintained under Section 189 of the Companies Act, 2013.
4. In respect of loans, investments, guarantees and securities which are covered under the provisions of Section 185 and 186 of the Companies Act, 2013, as per information and explanations given to us, the company has complied with the provisions of the Act.
5. In our opinion and according to the information and explanation given to us, the company has complied with the provisions of section 73 to 76 and other relevant provisions of the Companies Act and the Companies (Acceptance of Deposit) Rules, 2015 as applicable, with regards to the deposits accepted from members and the public. As informed by the management, no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal with regard to the Deposits.
6. We have broadly reviewed the books of accounts maintained by the Company pursuant to the rules made by the Central Government of India, the maintenance of cost records specified under subsection (1) of Section 148 of the Act, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the Records with a view to determine whether they are accurate or complete.

- 7.a. According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is irregular in depositing undisputed statutory dues including provident fund, employees state insurance, income tax, sales tax, value added tax, service tax, custom duty, excise duty, cess and other statutory dues as applicable to it, with appropriate authorities and there have been serious delays in large number of cases. There are no undisputed statutory dues except as stated below which remained unpaid for a period of more than six months as on the reporting date

Particulars	Period	Amount (In lakhs)
Employee State insurance	May 2015 to September 2015	21.15
Provident fund	July 2015 to September 2015	16.24
Tax deducted and collected at source	April 2015 to September 2015	11.19
Sales tax deferment	Upto 31st March 2016	160.58

- b. According to the information and explanations given to us, there are no disputed statutory dues as at the year end.
8. According to the records examined by us, the Company has defaulted in repayment of dues to financial institutions/banks during the current financial year. The lender wise details are as under:

Particulars (Name of the Lender)	Amount of default as at the Balance sheet date (In lakhs)	Period of Default	Remarks, if any
Central Bank of India	9.22	January to March 2016	
State Bank of Bikaner and Jaipur	5.15	January to March 2016	
IDBI Bank – Bond holder	41.43	Due since March 2012	The company has not paid and has disputed the same pending before Supreme Court. The company has deposited by way of fixed deposit a sum of ₹75 lakhs with IDBI Bank.

9. On the basis of our review of utilization of funds pertaining to term loans on overall basis and related information and explanations as made available to us,



- the term loans taken by the company has been utilized for the purpose of which they were obtained. Further, the company has not raised moneys by way of initial public offers or further public offers during the year.
10. During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the company or on the company its officers or employees, noticed or reported during the year, nor have we been informed by any such case by the management.
 11. 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 to the Act.
 12. As the company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the company.
 13. The company has entered into transactions with related parties in compliance with the provisions of Section 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standards (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 14. The Company has made preferential allotment of shares to the promoters in accordance with SEBI guidelines and in compliance to section 42 of the Companies Act 2013. The amount was raised as per the requisite condition by the CDR Empowered Group (CDR EG).
 15. The Company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
 16. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For S Daga & Co.
Chartered Accountants
(ICAI FRN: 000669S)

Sd/-
(Pavan Kumar Bihani)
M. No. 225603
Partner

Place: Hyderabad
Date: 30.05.2016

Annexure - B to the Independent Auditors' Report

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

We have audited the internal financial controls over financial reporting of Rajvir Industries Limited ("the Company") as of 31st March 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For S Daga & Co.
Chartered Accountants
(ICAI FRN: 000669S)

Sd/-
(Pavan Kumar Bihani)
M. No. 225603
Partner

Place: Hyderabad
Date: 30.05.2016



Balance Sheet

As At 31st March, 2016

₹ in lakhs

	Note No	As at 31st March, 2016	As at 31st March, 2015
EQUITY AND LIABILITIES			
SHARE HOLDERS' FUNDS			
Share capital	2.1	1349.49	1253.50
Reserves and surplus	2.2	1184.84	1384.31
		2534.33	2637.81
NON-CURRENT LIABILITIES			
Long-term borrowings	2.3	11928.38	13192.92
Other long-term liabilities	2.5	483.35	516.46
Long-term provisions	2.6	53.70	43.84
		12465.43	13753.22
CURRENT LIABILITIES			
Short-term borrowings	2.7	4794.65	4372.67
Trade payables	2.8	3673.15	3286.39
Other current liabilities	2.9	3128.58	2291.87
Short-term provisions	2.10	5.77	70.16
		11602.15	10021.09
TOTAL		26601.91	26412.12
ASSETS			
NON-CURRENT ASSETS			
Fixed assets			
Tangible assets	2.11	13707.39	14607.98
Capital work-in-progress		47.37	33.67
		13754.76	14641.65
Deferred Tax Assets (Net)	2.4	514.70	231.43
Long-term loans and advances	2.12	596.41	542.95
Other Non - Current Assets	2.13	256.16	56.16
		15122.03	15472.19
CURRENT ASSETS			
Inventories	2.14	7112.26	6634.93
Trade Receivables	2.15	1,207.13	1237.65
Cash and Bank balances	2.16	291.70	916.66
Short-Term Loans and Advances	2.17	508.52	450.46
Other Current Assets	2.18	2360.27	1700.23
		11479.88	10939.92
TOTAL		26601.91	26412.12
Significant Accounting Policies & Notes on Financial Statements	1 & 2		

The Significant Accounting Policies & Notes on Financial Statements form an integral Part of Balance Sheet.

As per our report attached of even date

for **S. Daga & Co.,**
Chartered Accountants
(ICAI FRN 000669S)

For and on behalf of the Board

Sd/-
(Pavan Kumar Bihani)
Partner
M.No.225603

Sd/-
U.K. Agarwal
Chairman

Place : Secunderabad
Date : 30th May, 2016

Sd/-
Shiv Kumar
Chief Financial Officer

sd/-
Attal Anand Kumar
Company Secretary

Sd/-
Ritesh K Agarwal
Managing Director

Statement of Profit and Loss

For The Year Ended 31 March, 2016

₹ in lakhs

	Note No.	Year ended 31.03.2016	Year ended 31.03.2015
INCOME			
Revenue from operations	2.19	17,275.82	10,166.07
Other income	2.20	150.50	120.30
TOTAL REVENUE		17,426.32	10,286.37
EXPENDITURE			
Cost of Materials Consumed	2.21	8,666.65	5,314.62
Changes in Inventories of Finished goods and work-in-process	2.22	-58.29	-1,148.03
Employee Benefits Expenses	2.23	2,313.52	1,529.40
Finance Costs	2.24	2,152.38	2,117.61
Depreciation / Amortisation	2.11	940.31	1,017.97
Other Expenses	2.25	4,674.47	3,099.98
TOTAL EXPENSES		18,689.04	11,931.55
Profit/(Loss) before tax and exceptional items		-1,262.72	-1,645.19
Exceptional items - insurance claim		337.87	-
		-924.85	-1,645.19
Tax expense:			
Current tax :		-	-
Deferred tax (charge) / release		283.27	480.76
TOTAL TAX EXPENSE		283.27	480.76
Profit / (Loss) for the year		-641.58	-1,164.43
Earnings per equity share (face value of ₹10/-per share)			
(a) Basic (₹)	2.29	-17.85	-38.37
(b) Diluted (₹)	2.29	-17.85	-38.37
Significant Accounting Policies & Notes on Financial Statements	1 & 2		

The Significant Accounting Policies & Notes on Financial Statements form an integral Part of Statement of Profit and Loss

As per our report attached of even date

for **S. Daga & Co.,**
Chartered Accountants
(ICAI FRN 000669S)

For and on behalf of the Board

Sd/-
(Pavan Kumar Bihani)
Partner
M.No.225603

Sd/-
U.K. Agarwal
Chairman

Place : Secunderabad
Date : 30th May, 2016

Sd/-
Shiv Kumar
Chief Financial Officer

sd/-
Attal Anand Kumar
Company Secretary

Sd/-
Ritesh K Agarwal
Managing Director



Cash Flow Statement for the period ended 31st March, 2016

₹ In Lakhs

Particulars	31.03.2016	31.03.2015
A. CASH FLOW ARISING FROM OPERATING ACTIVITIES		
Net profit before tax & extraordinary items	(1262.72)	(1645.19)
Add: Depreciation	940.31	1017.97
Interest & Finance charges	2152.38	2117.61
(Profit)/Loss on sale of fixed assets (net)	0.33	-
	3093.02	3135.58
Operating profit before working capital changes	1830.31	1490.39
Adjustments for working capital changes		
Trade Receivables	30.52	(347.85)
Current liabilities	1581.06	(7901.79)
Inventories	(477.33)	(1275.23)
Loans & Advances	(58.06)	(46.44)
Other Current Assets	(891.01)	996.37
	185.17	(8574.94)
Cash generated from Operations	2015.47	(7084.55)
CASH FLOW BEFORE EXTRAORDINARY ITEMS	2015.47	(7084.55)
Add : Exceptional Item	337.87	-
CASH FLOW FROM OPERATING ACTIVITIES	2353.34	(7084.55)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Outflow: Capital Work-in-Progress	(13.70)	(2.35)
Long Term Loans & Advances	(53.45)	364.21
Sale of Fixed Assets	3.50	1.50
Increase in Equity Shares/Securities Premium	538.10	-
: Acquisition of fixed assets	(42.97)	(18.96)
	431.48	344.40
C. CASH FLOW FROM FINANCING ACTIVITIES		
Interest paid	(2152.38)	(213.12)
Increase/(Decrease) in bank borrowings	(825.99)	7056.74
Unsecured Loans	(431.20)	639.51
Hire purchase loan	(7.37)	(3.56)
Public fixed deposits	-	(88.00)
	(3416.94)	7391.58
NET CASH FROM FINANCING ACTIVITIES	(3416.94)	7391.58
NET INCREASE IN CASH/CASH EQUIVALENTS(A+B+C)	(632.11)	651.41
ADD: CASH/CASH EQUIVALENTS AT THE BEGINING OF THE YEAR	848.70	197.29
CASH/CASH EQUIVALENTS AT THE CLOSING OF THE YEAR	216.59	848.70

Note: Previous years' figures have been regrouped/reclassified wherever necessary to confirm to the current year's classification.

As per our report attached of even date

for S. Daga & Co.,
Chartered Accountants
(ICAI FRN 000669S)

For and on behalf of the Board

Sd/-
(Pavan Kumar Bihani)
Partner
M.No.225603

Sd/-
U.K. Agarwal
Chairman

Place : Secunderabad
Date : 30th May, 2016

Sd/-
Shiv Kumar
Chief Financial Officer

sd/-
Attal Anand Kumar
Company Secretary

Sd/-
Ritesh K Agarwal
Managing Director

Notes to Financial Statements for the year ended 31st March, 2016

1. Significant Accounting Policies

1.1 Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention on accrual basis to comply in all material aspects and in accordance with Indian General Accepted Accounting Principles (GAAP), which comprises of mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified). The accounting policies have been consistently applied by the Company unless otherwise stated.

1.2 Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/ materialized.

1.3 Revenue Recognition

- (i) The company recognises revenues on the sale of products, when the products are dispatched / delivered to the customer/ dealer or when delivered to the carrier for export sales, which is when risks and rewards of ownership pass to the customer/ dealer.
- (ii) Revenue is recognized when it is earned and no significant uncertainty exists as to its realization or collection.
- (iii) Revenue from services is recognized as per the terms of the contracts with the customers when the services are performed.
- (iv) Interest is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

1.4 Recognition of Expenditure

Expenses are accounted for on an accrual basis and provision is made for all known losses and liabilities.

1.5 Fixed Assets

- (i) Fixed assets are stated at cost less accumulated depreciation and impairment loss, if any.
- (ii) The cost of Fixed Asset comprises its purchase price, including non-refundable taxes & duties and directly attributable cost of bringing the asset (including leasehold improvements) to its working condition for its intended use.
- (iii) All costs, including borrowing costs till commencement of commercial production, attributable to fixed assets are capitalized.

1.6 Impairment of Assets

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal / external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. An impairment loss recognized in prior accounting periods is reversed if there has been change in the estimate of the recoverable amount.

1.7 Capital Work-in-Progress

Capital work-in-progress comprises cost of fixed assets that are not yet ready for their internal use at the balance sheet date.

1.8 Depreciation

Depreciation is provided on assets on Straight Line method at the rates and in the manner specified in Schedule II of the Companies Act, 2013.

1.9 Inventories

Inventories are valued as follows:

Raw Material	At lower of cost or net realizable value.
Work-in-progress	At lower of cost or net realizable value.
Stores & Spares	At lower of cost or net realizable value.
Finished Goods	At lower of cost or net realizable value.



Notes to Financial Statements for the year ended 31st March, 2016

Obsolete, slow moving and defective inventories are identified at the time of physical verification and necessary provision is made for such inventories. The cost is determined on weighted basis for raw material, stores and spares, packing materials and trading goods. Cost includes the purchase price and attributable direct cost less discounts.

In case of work-in-progress and finished goods cost includes material cost, direct labour and production overheads.

1.10 Employee Benefits

Short-term employee benefits are recognized as an expense in the Statement of Profit and Loss of the year in which the related service is rendered.

Post employment and other long term employee benefits are recognized as an expense in the Statement of Profit and Loss for the year in which the employee has rendered services. The expense is recognized at the present value of the amount payable determined using actuarial valuation techniques. Actuarial gains and losses in respect of post employment and other long term benefits are charged to the Statement of Profit and Loss.

1.11 Foreign Currency Transactions

- (i) Transactions denominated in foreign currencies are restated at the appropriate rates of exchange prevailing on the date of transaction.
- (ii) Monetary assets and liabilities denominated in foreign currencies are restated at the appropriate rates of exchange prevailing on the date of Balance Sheet. Resultant gain or loss is accounted during the year.
- (iii) Any income or expense on account of exchange difference either on settlement or on translation is recognized in the Statement of Profit and Loss.
- (iv) In respect of Forward Exchange contracts entered into to hedge foreign currency risks, the difference between the forward rate and exchange rate at the inception of the contract is recognized as income or expense over the life of the contract. Further, the exchange differences arising on such contracts are recognized as income or expense along with the exchange differences on underlying assets/ liabilities.

Further, in case of other contracts with committed exchange rates, the underlying is accounted at the rate so committed. Profit or loss on cancellation / renewals of forward contracts is recognized during the year. In case of option contracts, the losses are accounted on mark to market basis.

1.12 Leases

Operating lease payments are recognized as expense in the Statement of Profit and Loss on a straight-line basis over the lease term.

1.13 Borrowing Cost

Interest and other borrowing costs attributable to qualifying assets are capitalized. Other interest and borrowing costs are charged to Statement of Profit & Loss.

1.14 Government Grants

Grants and subsidies are recognized when there is a reasonable assurance that the grant or subsidy will be received and that all the underlying conditions will be complied with.

Grants and Subsidies related to specific fixed asset is shown as deduction from the gross value of the asset concerned and subsidies not related to specific fixed asset are treated as Capital Reserve.

1.15 Accounting for Taxes on Income

The Current charge for income taxes is calculated in accordance with the relevant tax regulations applicable to the Company on the computed total income for the year.

Deferred Tax assets and liabilities are recognized on timing differences between taxable income and accounting income, originating in one period and expected to reverse in subsequent periods.

The Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted as on the Balance Sheet date.

Minimum alternative tax (MAT) under the provisions of Income Tax Act 1961 is recognized as current tax in the Statement of Profit and Loss.

Notes to Financial Statements for the year ended 31st March, 2016

The Credit available under the Act in respect of MAT paid is recognized as an asset only when and to the extent there is convincing evidence that the company will pay normal Income Tax during the period for which the MAT credit can be carried forward for set-off against the normal tax liability.

MAT credit recognized as an asset is reviewed at each Balance Sheet date and written down to the extent the aforesaid convincing evidence no longer exist.

1.16 Segment Reporting

The operations of the company predominantly comprises of "Manufacturing of yarn". These activities constitute the Primary segment and is the only reportable segment.

1.17 Provisions, Contingent Liabilities and Contingent Assets

(i) Provisions: Provisions are recognized when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits

will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

- (ii) Contingent Liabilities: Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.
- (iii) Contingent Assets: Contingent Assets are neither recognized or disclosed in the financial statements.



Notes to Financial Statements for the year ended 31st March, 2016

NOTE No. 2

₹ in Lakhs

Particulars	As at 31st March 2016	As at 31st March 2015
Note No. - 2.1		
SHARE CAPITAL		
AUTHORISED		
45,00,000 (Previous Year 45,00,000) Equity Shares of ₹10 each	450.00	450.00
9,50,000 (Previous Year 9,50,000) 12% Redeemable Non Convertible Cumulative Preference Shares of ₹100/- each	950.00	950.00
	1,400.00	1,400.00
ISSUED, SUBSCRIBED AND PAID UP:		
3994860 (Previous year 30,34,997) Equity shares of ₹10/- each fully paid.	399.49	303.50
9,50,000 (Previous Year. 9,50,000) 12% Redeemable Non Convertible Cumulative Preference Shares of ₹100/- each	950.00	950.00
Total	1,349.49	1,253.50

a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

	No. of Shares	No. of Shares
Equity Shares		
At the beginning of the period	30,34,997	30,34,997
Issued during the period	9,59,863	-
Outstanding at the end of period	39,94,860	30,34,997
12% Redeemable Non-convertible cumulative Preference shares		
At the beginning of the period	9,50,000	9,50,000
Issued during the period	-	-
Outstanding at the end of period	9,50,000	9,50,000

b) Terms/rights attached to equity shares:

The Company has one class of Equity Shares of face value ₹10 per share. Each holder of Equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Notes to Financial Statements for the year ended 31st March, 2016

c) Equity Shares issued during the year on preferential basis :

During the year, Company has allotted 959863 Equity Shares of the Company to the promoters on preferential basis at a price of ₹56.06 which includes premium of ₹46.06 per equity share calculated in accordance with SEBI guidelines.

d) Terms/rights attached to 12% Redeemable Non Convertible Cumulative Preference shares (RNCCPS)

- (i) Entitled to receive dividend @ 12% per annum
 - (ii) 6,50,000 Shares issued on 17.10.2011 Redeemable on 16th January, 2025
 - (iii) 3,00,000 Shares issued on 14.11.2012 Redeemable on 15th February, 2025
 - (iv) The RNCCPS shall have right to attend the General meetings of the company and vote on the Resolutions directly affecting their interest or where the dividend are in arrears for not less than two years on the date of the meeting, on all resolutions at every meeting of the Company.
 - (v) In winding up, the RNCCPS holders of the said shares shall be entitled to preferential right of return of the amount paid up on the shares, together with arrears of cumulative preference dividend due as on the date of winding up, but shall not have any further right or claim over the surplus profits or assets of the Company.
- d) Details of Equity and Redeemable Preference Shareholders holding more than 5% of Shares along with No. of Shares held at the beginning and at the end of the reporting period are as given below:-

Shareholders holding more than 5 percent of the aggregate shares of the Company:

Particulars	As at 31, March 2016		As at 31, March 2015	
		%		%
Equity shares				
U.K.Agarwal	164628	4.12	164628	5.42
Ritesh K Agarwal	441164	11.04	441164	14.50
U.K.Agarwal (Family Trust)	421135	10.54	421135	13.88
U.K.Agarwal (HUF)	285439	7.15	285439	9.41
Viraj Agarwal	282911	7.08	282911	9.32
Usha Agarwal	855943	21.43	212223	6.99
Arti Agarwal	531002	13.29	214859	7.08
12% Redeemable Non Convertible Cumulative Preference Shares of ₹100/- each				
Ritesh K Agarwal	415000	43.68	415000	43.68
U.K.Agarwal	365000	38.42	365000	38.42
U.K.Agarwal (Family Trust)	100000	10.53	100000	10.53
U.K.Agarwal (HUF)	70000	7.37	70000	7.37



Notes to Financial Statements for the year ended 31st March, 2016

₹ in Lakhs

Particulars	As at 31 March 2016	As at 31 March 2015
NOTE NO.2.2		
RESERVES AND SURPLUS		
RESERVES		
Capital reserve	46.76	46.76
Security Premium Account (during the year)	442.11	-
Debenture Redemption Reserve		
Balance as per last balance sheet	41.43	958.57
Less: Transferred to General Reserve	-	917.14
	41.43	41.43
General reserve		
Balance as per last balance sheet	1,955.98	1,038.84
Add: Transferred from Debenture Reserve Reserve	-	917.14
	1,955.98	1,955.98
SURPLUS IN THE STATEMENT OF PROFIT AND LOSS		
Balance as per last balance sheet	(659.86)	598.69
Add: Net Profit / (Loss) after Tax transferred from statement of Profit and Loss	(641.58)	(1,164.43)
Balance available for Appropriations	(1,301.44)	(565.74)
Less: Adjustment of carrying amount of assets	-	(94.12)
Net Surplus/(Defecit)	(1,301.44)	(659.86)
TOTAL	1,184.84	1,384.31
NOTE NO. 2.2 .1		
Capital reserve represents capital subsidy received from Central Government	46.76	46.76

₹ in lakhs

	Non-current Portion		Current Maturities	
	31.03.2016	31.03.2015	31.03.2016	31.03.2015
NOTE NO. 2.3				
LONG TERM BORROWINGS				
SECURED				
Term loans from Banks (Refer Note No. 2.3.1)	10222.14	11048.13	1,008.68	298.80
Hire Purchase Loans - Banks (Refer Note No. 2.3.3)	6.26	13.62	7.39	6.94
UNSECURED				
Deferred payment liabilities - Sales Tax	437.99	432.34	160.16	242.75
Loans and advances from related parties (Refer Note No. 2.3.2)	144.15	618.93		
Loans from Others	1,117.83	1,079.90		
	11,928.38	13,192.91	1,176.23	548.49
Amount disclosed under the head "Other Current Liabilities" (Note No. 2.9)	-	-	1,176.23	548.49
TOTAL	11,928.38	13,192.91	-	-

Notes to Financial Statements for the year ended 31st March, 2016

NOTE NO. 2.3.1 - Term Loan and Working Capital facilities from banks

During the financial year 2014-15, the Company had availed various financial facilities from the secured lenders under the Corporate Debt Restructuring Proposal, which was approved by the CDR Empowered Group ('CDR EG'). The Master Restructuring Agreement ('MRA') between the Borrowers and the CDR Lenders has been executed, by virtue of which the restructured facilities are governed by the provisions specified in the MRA having cut off date of 1st April, 2014.

1. Repayments Schedule and Interest :

- a. Restructured Term Loans ('RTL') and reschedulement of corporate loan is to be paid in 34 structured quarterly instalments commencing from October 2015 to March 2024.
 - b. Working Capital Term Loan ('WCTL') is to be paid in 34 structured quarterly instalments commencing from October 2015 to March 2024.
 - c. Priority debt is to be repaid in 22 structured quarterly instalments commencing from 1st October 2015 to March 2021 and Additional term loan is to be repaid in 34 structured quarterly instalments commencing from October 2015 to March 2024.
 - d. The rate of interest on RTL, rescheduled term loan, WCTL, FITL, priority loan and additional term loan shall be SBI Base rate + 250 bps effective 11.80% p.a.
 - e. Fund based working capital with funding interest falling due of cash credit to carry rate of interest of SBI Base rate + 200 bps effective 11.30% p.a.
 - f. Right of Recompense to CDR Lenders for the relief and sacrifice extended, subject to provisions of CDR Guidelines and MRA.
2. As per the MRA executed by the Borrowers and the CDR lenders during the financial year 2014-15 as well as the provisions of the Master Circular on Corporate Debt Restructuring issued by the Reserve Bank of India, give a right to the CDR Lenders to get a recompense of their waivers and sacrifice made as per of the CDR Proposal. The recompense payable by the borrowers is contingent on various factors including improved performance of the borrowers and many other conditions, the outcome of which currently is materially uncertain and hence the proportionate amount payable as recompense has been treated as a contingent liability. The aggregate outstanding sacrifice made by CDR Lenders as per the MRA is approximately ₹ 15.79 Crore.

3. Unsecured loan not to be repaid by the company till CDR in force.

4. Security:

Working Capital Loans are secured by way of first pari passu charge on the entire current assets of the company, both present and future and second pari passu charge on the entire fixed assets of the company, both present and future. All Term Loans, Corporate Loans, WCTL, FITL, Additional Term Loan and Priority Debt are secured by way of first pari passu charge on the entire fixed assets of the company, both present and future and second pari passu charge on the entire current assets of the company, both present and future. Pledge of 2073859 Shares representing 68.33% of the total shareholding held by the promoters and promoter group.

Note 2.3.2

Unsecured Loans from Directors and their relatives are long term loans carrying rate of interest @ 8% per annum and others long term loans are carrying rate of interest 12% per annum.

Note 2.3.3

Hire purchase loans are vehicle loans secured by hypothecation of respective financed asset of the company.



Notes to Financial Statements for the year ended 31st March, 2016

₹ in lakhs

Particulars	As at 31 March, 2016	As at 31 March, 2015
NOTE NO. 2.4		
DEFERRED TAX LIABILITY (NET)		
Deferred Tax Liabilities		
Depreciation	1686.38	1668.17
Total	1,686.38	1,668.17
Deferred Tax Assets		
On Unabsorbed Losses	2,182.70	1,884.56
On Others	18.38	15.04
Total	2,201.08	1,899.60
Net Deferred Tax (Asset) /Liability	(514.70)	(231.43)
NOTE NO. 2.5		
OTHER LONG TERM LIABILITIES		
Security Deposits	25.82	21.66
Others	457.52	494.80
Total	483.35	516.46
NOTE NO.2.6		
LONG TERM PROVISIONS		
Provision for gratuity	52.24	42.51
Provision for Leave Encashment	1.45	1.33
Total	53.70	43.84
NOTE NO. 2.7		
SHORT TERM BORROWINGS		
From Banks - Secured (Refer Note No.2.3.1)	4,744.65	4,322.67
Fixed Deposits from Public- Unsecured	50.00	50.00
Total	4,794.65	4,372.67
NOTE NO. 2.7.1		
Fixed Deposits from public are repayable in one year carrying interest rate of 11% p.a		
NOTE NO. 2.8		
TRADE PAYABLES		
Other than MSMED Enterprises		
Trade Payables	3,673.15	3,286.39
Total	3,673.15	3,286.39

Notes to Financial Statements for the year ended 31st March, 2016

₹ in lakhs

Particulars	As at 31March, 2016	As at 31March, 2015
NOTE NO. 2.8.1		
The disclosure in accordance with Section 22 of Micro, Small, and Medium Enterprises Development Act, 2006:		
Principal amount remaining unpaid and interest due thereon	-	-
Interest paid in terms of Section 16	-	-
Interest due and payable for the period of delay in payment	-	-
Interest accrued and remaining unpaid	-	-
Interest due and payable even in succeeding years	-	-
	-	-

The information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company, regarding the status of registration of such vendor under the said Act, as per the intimation received from them on the request made by the Company.

NOTE NO.2.9		
OTHER CURRENT LIABILITIES		
Current maturities of long term debts:		
Current maturities of term loans from Banks (Secured) - Refer Note No.2.3	1,008.68	298.80
Current maturities of finance lease (Secured) - Refer Note No.2.3	7.39	6.94
Deferred Payment Liabilities - Sales Tax	160.15	242.74
Interest accrued but not due on Borrowings	113.99	223.88
Interest accrued and due on Borrowings	311.43	69.07
Unpaid Dividends	2.92	4.18
Unpaid matured debentures (Note 2.9.1)	41.43	41.43
Other payables		
Advances from customers	346.39	403.25
Liabilities for expenses	1,136.19	1,001.57
Total	3,128.58	2,291.87

NOTE NO.2.9.1

The 9.5% Redeemable Non Convertible Debentures are secured by fixed deposits with IDBI Bank and charge on assets of the company guaranteed by one director of the Company. These debentures are under redemption and pending litigation.

NOTE NO.2.9.2

Unpaid dividends do not includes any amounts, due and outstanding which are required to be credited to Investor Education and Protection Fund.

NOTE NO. 2.10		
SHORT TERM PROVISIONS		
Employee benefits:		
Provision for Gratuity	5.13	4.20
Provision for Leave Encashment	0.64	0.62
Others:		
Provision for tax (net of taxes paid)	-	65.34
Total	5.77	70.16



Notes to Financial Statements for the year ended 31st March, 2016

NOTE NO. 2.11

FIXED ASSETS

TANGIBLE ASSETS

(₹ in lakhs)

Tangible assets	Gross block			Depreciation / Amortisation				Net Block	
	Balance as at 1 April, 2015	Additions	Disposals	Balance as at 1 April, 2015	Depre- ciation / amortisa- tion	Eliminated on disposal of assets	Transfer to Reserves as per Co's Act 2013	Balance as at 31 March 2016	Balance as at 31 March, 2015
Freehold Land	154.66	-	-	-	-	-	-	154.66	154.66
Buildings	5,551.30	8.41	-	1,337.97	175.28	-	-	4,046.46	4,213.33
Plant and Machinery	19,517.65	26.09	-	9,402.52	730.37	-	-	9,410.85	10,115.13
Furniture and Fixtures	52.64	1.37	-	47.05	1.69	-	-	5.28	5.59
Office Equipment	138.49	6.05	-	125.58	6.28	-	-	12.67	12.91
Vehicles	280.64	1.05	55.86	174.28	26.69	52.61	-	77.46	106.36
Revalued Plant & machinery	533.38	-	-	533.38	-	-	-	-	-
Total	26,228.76	42.97	55.86	11,620.78	940.31	52.61	-	12,508.48	14,607.98
Capital work in progress	33.67	56.67	42.97	-	-	-	-	47.37	33.67
Total	26,262.43	99.64	98.83	11,620.78	940.31	-	-	12,508.48	14,641.65
Previous year	26,246.85	42.93	27.35	10,470.83	1,017.97	4.23	136.21	11,620.78	15,776.02

NOTE NO. 2.11.1

A part of Land in possession of the company on which Dyeing Plant is located has been disputed by third party, pending disposal by Judicial Authorities

Notes to Financial Statements for the year ended 31st March, 2016

(₹ in lakhs)

Particulars	As at 31 March, 2016	As at 31 March, 2015
NOTE NO. 2.12		
LONG TERM LOANS AND ADVANCES (Unsecured Considered Good)		
Capital advances	73.22	55.69
Security deposits	521.73	485.80
CENVAT credit receivable	1.46	1.46
Total	596.41	542.95
NOTE NO.2.13		
OTHER NON- CURRENT ASSETS		
Unsecured, Considered good		
Bank Deposits with maturity for more than 12 months	256.16	56.16
Total	256.16	56.16
NOTE NO. 2.14		
INVENTORIES		
Raw Materials	1,165.61	693.60
Work-in-process	1,328.67	1,637.80
Finished goods	4,232.82	3,864.32
Stores and Spares	384.66	437.63
Cotton Waste	0.51	1.58
Total	7,112.26	6,634.93
NOTE NO.2.14.1		
Stock of finished goods includes lying with consignment agents	132.83	129.45
NOTE NO. 2.15		
TRADE RECEIVABLES (Unsecured, Considered Good)		
Outstanding for a period exceeding Six months from the date they are due for payment	144.97	157.50
Others receivables	1,062.17	1,080.16
Total	1,207.13	1,237.65



Notes to Financial Statements for the year ended 31st March, 2016

NOTE NO. 2.16

CASH AND BANK BALANCES	Non - Current		Current	
	31.03.2016	31.03.2015	31.03.2016	31.03.2015
Cash and Cash Equivalents:				
Balances with Banks			26.25	713.00
Cash on hand			153.17	114.04
Deposits - Margin Money with maturity less than 3 months			34.24	17.48
In Unpaid Dividend Account			2.92	4.18
Other Bank balances:				
Deposits with Banks with maturity more than 3 months but less than 12 months			75.12	67.96
Deposits with maturity more than 12 months	256.16	56.16		
Amount disclosed under the head ' Other				
Non - Current Assets				
	-256.16	-56.16		
Total	-	-	291.70	916.66

(₹ in lakhs)

Particulars	As at 31 March, 2016	As at 31 March, 2015
NOTE NO.2.17		
SHORT TERM LOANS AND ADVANCES (Unsecured, Considered Good)		
Advances to employees	19.12	4.55
Prepaid expenses	40.49	40.85
MAT Credit entitlement	103.66	103.66
Advances to suppliers	345.25	301.40
Total	508.52	450.46

NOTE NO. 2.18

OTHER CURRENT ASSETS		
Interest subsidy under TUFS receivable	1288.86	1288.86
Other Interest accrued	45.99	30.88
Incentives Receivable - Govt. of T.G.	543.28	134.12
Insurance claim receivable	337.87	0.00
Export Incentives Receivable	74.66	146.36
VAT Credit Receivable	31.68	100.01
Income tax paid (net of provision)	37.93	0.00
Total	2,360.27	1,700.23

Notes to Financial Statements for the year ended 31st March, 2016

NOTE NO.2.18.1

Interest subsidy under TUFs receivable represents the claim made in earlier years of refund of Interest subsidy against the eligible machinery, pending for final decision before the appropriate authority.

NOTE NO. 2.18.2

The Company during the year incurred loss towards damage of Cotton Yarn, Stores etc by fire in Tandur factory and filed insurance claim. The Company has recognised the insurance claim of ₹337.87 lakhs and disclosed as an Exceptional Item. The Claim remains pending for the acceptance at the close of the year.

₹ in Lakhs		
Particulars	Year ended 31.03.2016	Year ended 31.03.2015
NOTE NO. 2.19		
REVENUE FROM OPERATIONS		
Sale of products	17,121.08	9,995.61
Other operating revenues	154.73	170.46
Total	17,275.82	10,166.07
Note:		
(i) Sale of products		
Manufactured goods		
Yarn	16,926.62	9928.37
Waste	194.47	67.24
Total	17,121.08	9995.61
(ii) Other operating revenues		
Duty drawback and other export incentives	154.73	170.45
Jobwork Charges	-	0.01
Total	154.73	170.46
NOTE NO. 2.20		
OTHER INCOME		
Interest income	54.08	44.30
Net gain on foreign currency transactions and translation	35.22	23.03
Insurance claims (Refer Note No. 2.18.2)	337.87	-
Other non-operating Income	61.22	52.97
Total	488.37	120.30



Notes to Financial Statements for the year ended 31st March, 2016

₹ in Lakhs

Particulars	Year ended 31.03.2016	Year ended 31.03.2015
NOTE NO. 2.21		
COST OF MATERIALS CONSUMED		
Opening stock	693.60	522.62
Add: Purchases	9,138.66	5,485.60
	9,832.26	6,008.22
Less: Closing stock	1,165.61	693.60
Cost of material consumed	8,666.65	5,314.62
Material consumed comprises:		
Cotton	5,744.00	2,871.45
Polyester staple Fibre	2,369.94	1,941.36
Viscose staple Fibre	552.71	501.81
Total	8,666.65	5,314.62
NOTE NO. 2.22		
CHANGE IN INVENTORIES OF FINISHED GOODS & WORK-IN-PROCESS		
Opening Inventory		
Yarn	3,864.32	2,619.27
Work-in-process	1,637.80	1,735.72
Cotton waste	1.58	0.69
	5,503.70	4355.67
Closing Inventory		
Yarn	4,232.82	3,864.32
Work-in-process	1,328.67	1637.80
Cotton waste	0.51	1.58
	5,561.99	5503.70
Net (Increase) / Decrease	-58.29	-1148.03
NOTE NO.2.23		
EMPLOYEE BENEFIT EXPENSES		
Salaries and wages	2,113.26	1,370.08
Contributions to provident and other funds	74.29	69.79
Gratuity & Leave encashment	28.46	11.92
Staff welfare expenses	97.51	77.61
	2,313.52	1,529.40

Notes to Financial Statements for the year ended 31st March, 2016

NOTE NO.2.23.1

Employee Benefit:

As per Accounting Standard 15 "Employees Benefits" the disclosures of Employees Benefit as defined in the Accounting Standard are given below:

(₹ in Lakhs)

Defined Contributions:	31.03.2016	31.03.2015
Employers Contribution to Provident Fund	36.91	38.29
Employers Contribution to ESI	34.09	25.95
Employers Contribution to Labour Welfare fund	-	1.00

Defined Benefit Plans:

Gratuity - Gratuity is payable to all the eligible employees of the Company on resignation, death, Permanent disablements in terms of the Payment of Gratuity Act, 1972

Leave Encashment - Entitlement of annual leave is recognised when they accrue to employees Annual leave can either be availed or encashed subject to a restriction on the maximum number of accumulation of leaves.

The assumptions and other disclosures relating to the Actuarial valuation of gratuity and leave encashment are as under:

(₹ in lakhs)

PARTICULARS	GRATUITY		LEAVE ENCASHMENT	
	As At 31.03.2016	As At 31.03.2015	As At 31.03.2016	As At 31.03.2015
a) Change in Present Value of obligation				
Present value of obligation at beginning of period	46.72	44.80	1.94	1.50
Interest cost	3.73	3.58	0.16	0.12
Current Service cost	7.54	5.65	0.04	0.13
Benefits paid	0.00	-3.10	0	-6.46
Actuarial (gain) / Loss on obligation	-0.62	-4.21	-0.06	6.65
Present value of obligation at the end of period	57.37	46.72	2.08	1.94
b) Amounts to be recognised in the balance sheet and statement of Profit & Loss				
Present value of obligation at end of period	57.37	46.72	2.08	1.94
Fair value of Plan Assets at end of period	-	-	-	-
Funded status	(57.37)	(46.72)	(2.08)	(1.94)
Unrecognised Actuarial Gain/(Loss)	-	-	-	-
Net Asset/(Liability) recognized in the balance sheet	(57.37)	(46.72)	(2.08)	(1.94)
c) Expense recognised in the statement of Profit & Loss				
Current service cost	7.54	5.65	0.04	0.13
Interest cost	3.73	3.58	0.16	0.12
Expected return on Plan asset	-	-	-	-



Notes to Financial Statements for the year ended 31st March, 2016

(₹ in lakhs)

PARTICULARS	GRATUITY		LEAVE ENCASHMENT	
	As At 31.03.2016	As At 31.03.2015	As At 31.03.2016	As At 31.03.2015
Net Actuarial (Gain)/Loss recognised for the period	-0.62	-4.21	-0.06	6.65
Expense recognised in the statement of Profit & Loss	10.65	5.02	0.14	6.90
d) Movements in the Liability recognised in Balance sheet				
Opening Net liability	46.72	44.8	1.94	1.50
Expenses as above	10.65	5.02	0.14	6.90
Contribution paid	-	-	-	-
Benefits paid	0.00	-3.10	0	-6.46
Closing Net Liability	57.37	46.72	2.08	1.94
Assumptions:				
Mortality	LIC (1994-96)	LIC (1994-96)	LIC (1994-96)	LIC (1994-96)
Discount rate	8%	8%	8%	8%
Rate of increase in compensation	4%	4%	4%	4%
Rate of return (expected) on plan assets	N.A.	N.A.	N.A.	N.A.
Attrition rate	10%	10%	10%	10%
Expected average remaining service of Employees in years	21.26 Yrs	21.98 Yrs	-	-

Note : The estimate of future salary increases, considered in actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

₹ in Lakhs

PARTICULARS	Year ended 31.03.2016	Year ended 31.03.2015
NOTE NO. 2.24		
FINANCE COST		
Interest Expenses		
To Bank	2,081.83	1,898.46
To Others	13.68	63.53
Other Borrowing Cost	56.88	155.62
	2,152.38	2,117.61

Notes to Financial Statements for the year ended 31st March, 2016

(₹ in lakhs)

Particulars	Year ended 31.03.2016	Year ended 31.03.2015
NOTE NO.2.25		
OTHER EXPENSES		
Consumption of stores and spares	256.42	120.45
Consumption of Dyes and Chemicals	193.51	139.54
Consumption of Packing material	217.09	124.34
Power and fuel	2,164.37	1,413.82
Repairs to		
Buildings	7.98	5.34
Machinery	161.00	74.02
Others	37.44	20.13
Rent	31.08	16.59
Rates and taxes	163.02	75.42
Insurance	55.15	56.24
Freight and forwarding & other selling expenses	447.74	307.30
Professional charges	27.27	160.15
Travelling and conveyance	231.56	142.05
Vehicle maintenance	26.03	22.90
Sales commission	273.43	163.00
Miscellaneous Expenses	381.37	258.68
TOTAL	4,674.47	3,099.98

(₹ in lakhs)

	31 March, 2016	31 March, 2015
NOTE NO. 2.26		
Contingent Liabilities not provided for:		
a) Letters of credit	72.22	287.73
b) Bank Guarantees	10.00	10.00
c) Bills Discounted & outstanding	417.48	283.17
d) Suits filed by a creditor for recovery of amount, which has been disputed by Company not acknowledged as debt. The Company expects no liability in this regard.	26.80	26.80
e) Compensation payable in lieu of bank sacrifice	968.00	535.00
f) Other commitments :		
Company remains exposed to liability towards fuel surcharge adjustment, which are notified by Power Distribution Companies of Telangana pertaining to earlier years, which are being adjusted in future tariff payable for consumption. Accordingly charges are accounted in the year payment / bill raised for the same.		
g) A few law suits have been filed on the company by some of their suppliers/third parties and by the company for recoveries against receivables in ordinary course of business. The matters are pending for hearing before judicial authorities, the outcome of which is uncertain. However, there are no material claims on such cases.		



Notes to Financial Statements for the year ended 31st March, 2016

(₹ in lakhs)

	31 March, 2016	31 March, 2015
NOTE NO. 2.27		
Capital Commitments		
Contracts remaining to be executed	Nil	18.22
NOTE NO. 2.28		
Depreciation & Amortization		
Depreciation on Tangible assets	940.31	1,017.97
NOTE NO. 2.29		
Earning per share		
No of Equity Shares	3994860	3034997
Profit available to Equity Share Holders	-641.58	-1164.43
Nominal per Equity share (₹)	10	10
Basic & Diluted Earning per share (₹)	-17.85	-38.37
NOTE NO. 2.30		
Payments to Statutory Auditors towards		
Statutory Audit Fee	2.25	2.25
Fee for Audit under the Income-Tax Act, 1961	0.40	0.40
Fee for Certification and other services	1.45	1.85
Reimbursement of expenses	0.22	0.17
	4.32	4.67
NOTE NO. 2.31		
The confirmation of balances of trade payables, trade receivables, debit and credit to the parties are subject to reconciliation and adjustment thereof.		
NOTE NO. 2.32 Leases:		
The company has operating leases Godown premises and retail outlets, that are		
(a) Renewable on a periodic basis and are cancellable by giving a notice period ranging from 1 month to 6 months and		
(b) Are non-cancellable for specifieds under arrangements. Rent escalation clauses vary from contract to contract.		
Rent expenses included in statement of Profit and Loss towards operating leases	31.08	16.59
Minimum Lease obligation under non-cancellable contracts amounts to:		
Within 1 year	76.80	21.20
After 1 year but before 5 years	61.70	85.00
After 5 years	Nil	Nil
Total	169.58	122.79

Notes to Financial Statements for the year ended 31st March, 2016

(₹ in lakhs)

NOTE NO. 2.33

Value of Raw Materials Consumed	31-03-2016		31-03-2015	
	%		%	
Imported	6.59	571.36	20.13	1069.73
Indigenous	93.41	8095.29	79.87	4244.89
	100.00	8666.65	100.00	5314.62

NOTE NO. 2.34

Value of Stores & Spares Consumed	%		%	
	Imported	5.48	14.05	2.27
Indigenous	94.52	242.37	97.73	117.71
	100.00	256.42	100.00	120.45

NOTE NO. 2.35

i) Value of imports on CIF basis in respect of		
Raw Materials	500.04	889.20
Stores and Spares	16.22	2.74

NOTE NO. 2.36

Earnings in Foreign Exchanges		
FOB Value of Exports	2523.80	2408.21

NOTE NO.2.37

Expenditure in Foreign Currency		
Travelling Expenses	53.13	36.50
Commission	12.91	24.65

NOTE NO. 2.38

The operations of the company predominantly comprises of "Manufacturing of yarn "(made of Cotton, Polyester and Viscose). These activities constitute the Primary segment. Secondary segmental reporting is made on the basis of geographical location of the customers. The accounting principles consistently used in the preparation of the financial statements are also consistently applied to record income and expenditure in individual segments.

The company's major exports are made to four principal geographical areas in the World. In India, its home country, the company carries out manufacturing of Yarn and Trading of raw cotton. The following table to shows the distribution of the company's turnover by geographical locations.

SECONDARY (GEOGRAPHICAL) SEGMENTS

Revenue attributable to location of customers:		
India	14552.16	9254.51
Asia	1998.52	135.63
America	441.2	288.52
Africa	91.03	143.81
Rest of the World	38.17	173.14
	17121.08	9995.61



Notes to Financial Statements for the year ended 31st March, 2016

NOTE NO. 2.39

RELATED PARTY TRANSACTIONS

NAMES OF ASSOCIATES FIRMS

M/s Balaji Enterprises,
U.K. Agarwal (HUF)

M/s Sri Laxmi Enterprises
M/s U.K. Cotton Exports

U.K. Agarwal (Family Trust)

NAMES OF KEY MANAGEMENT PERSONNEL

Sri U.K. Agarwal

Sri Ritesh K. Agarwal

NAMES OF RELATIVES OF KEY MANAGEMENT PERSONNEL

Mrs. Usha Agarwal - Wife of Sri. U.K. Agarwal
Mrs. Arti Agarwal - Wife of Sri. Ritesh K Agarwal
Master Viraj Agarwal - Son of Sri. Ritesh K Agarwal
Miss Neysa Agarwal - Daughter of Sri. Ritesh K. Agarwal

(₹ in lakhs)

Name of the Transaction	Associates		Key Management Personnel		Relatives		Total	
	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15
Purchase of Goods								
Sri Laxmi Enterprises	2971.35	1127.04					2971.35	1127.04
Rent Paid								
Balaji Enterprises	13.60	9.60					13.60	9.60
Remuneration Paid to Directors			70.80	44.36			70.80	44.36
Sri U.K. Agarwal			35.40	22.18			35.40	22.18
Sri Ritesh K Agarwal			35.40	22.18			35.40	22.18
Loans Received			-	32.60	0.50	559.91	0.50	592.51
Sri U.K. Agarwal			-	2.60			-	2.60
Sri Ritesh K Agarwal			-	30.00			-	30.00
Arti Agarwal					-	153.91	-	153.91
Usha Agarwal					0.50	406.00	0.50	406.00
Loans repaid			-	11.43	547.10	81.54	547.10	92.97
Sri U.K. Agarwal			-	6.63			-	6.63
Sri Ritesh K Agarwal			-	4.80			-	4.80
Arti Agarwal					177.23	-	177.23	-
Usha Agarwal					369.87	81.54	369.87	81.54
Interest accrued	0.65	0.60	3.36	3.51	24.06	42.44	28.07	46.55
Sri U.K. Agarwal			0.49	0.76			0.49	0.76
Sri Ritesh K Agarwal			2.87	2.75			2.87	2.75
Arti Agarwal					5.90	10.56	5.90	10.56
Usha Agarwal					11.95	26.08	11.95	26.08
Viraj Agarwal					5.95	5.56	5.95	5.56
Neysya Agarwal					0.26	0.24	0.26	0.24
U.K. Agarwal (Family Trust)	0.07	0.06					0.07	0.06

Notes to Financial Statements for the year ended 31st March, 2016

(₹ in lakhs)

Name of the Transaction	Associates		Key Management Personnel		Relatives		Total	
	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15
U.K. Agarwal (HUF)	0.58	0.54					0.58	0.54
Balances as on 31.03.2016								
Creditors								
Sri Laxmi Enterprises	957.34	900.03					957.34	900.03
Balaji Enterprises	42.82	30.58					42.82	30.58
U.K. Cotton Exports	9.81	9.81					9.81	9.81
Loans (Cr)								
Sri U.K. Agarwal			6.53	6.09			6.53	6.09
Sri Ritesh K Agarwal			38.42	35.83			38.42	35.83
Arti Agarwal					5.32	177.23	5.32	177.23
Neysa Agarwal					3.48	3.24	3.48	3.24
Usha Agarwal					2.26	360.87	2.26	360.87
Viraj Agarwal					79.50	74.14	79.50	74.14
U.K. Agarwal (Family Trust)	0.90	0.84					0.90	0.84
U.K. Agarwal (HUF)	7.73	7.21					7.73	7.21

(₹ in lakhs)

NOTE NO. 2.40

Particulars of Sales, Closing & Opening Inventory	Sales Values		Closing Inventory	Opening Inventory
	2015-16	2014-15	31.03.2016	31.03.2015
Manufactured Items				
Yarn	16926.62	9928.37	4232.82	3864.32
Waste	194.47	67.24	0.51	1.58
	17121.08	9995.61	4233.32	3865.90

NOTE NO. 2.41

Previous period's figures have been recast / restated to confirm with the current year's classification.

As per our report of even date

for **S. Daga & Co.,**
Chartered Accountants
(ICAI FRN 000669S)

Sd/-
(Pavan Kumar Bihani)
Partner
M.No.225603

Place : Secunderabad
Date : 30th May, 2016

Sd/-
Shiv Kumar
Chief Financial Officer

sd/-
Attal Anand Kumar
Company Secretary

For and on behalf of the Board

Sd/-
U.K. Agarwal
Chairman

Sd/-
Ritesh K Agarwal
Managing Director



RAJVIR INDUSTRIES LIMITED

Regd. Office: 1st Floor, Surya Towers, 105, Sardar Patel Road, Secunderabad -500 003

The Ministry of Corporate Affairs (MCA) has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the Companies vide its circular no. 17/2011 dated April 21, 2011 and 18/2011 dated April 29, 2011 after considering certain provisions of the Information Technology Act, 2000, permitted the companies to send the notices / annual reports etc. through email to its members. To support this green initiative of the MCA whole heartedly, members who have not yet registered their email address, are requested to register their e-mail address with the Depository through their concerned Depository Participant and members who hold shares in physical mode are requested to intimate their e-mail address at which they would like to receive the above documents electronically, either to the company or to its Registrar and Share Transfer Agent. Shareholders are requested to fill the consent form below and send it to the Registrar and Share Transfer Agent, M/s XL Softech Systems Limited or to the company.

CONSENT FOR RECEIVING DOCUMENTS IN ELECTRONIC MODE

(Pursuant to circulars no. 17/2011 dated April 21, 2011 and 18/2011 dated April 29, 2011)

To
M/S XL Softech Systems Limited
3, Sagar Society, Road NO.2, Banjara Hills
Telangana – 509002
Hyderabad – 500 034

Dear Sir,

I/We shareholder (s) of **RAJVIR INDUSTRIES LIMITED**, agree to receive all notices and documents including the Annual Report, Notice for General Meetings and other Shareholders Communication in electronic mode (through email).

I/We request you to kindly register my / our below mentioned email id in the Company's records for sending such communication through email.

FolioNo...../DPIDNo.*.....andClientIDNo.*.....

*Applicable for members holding shares in electronic form.

Name of the Sole / First Shareholder :

Name of the Joint Shareholders (if any) :

No. of Shares held :

E-mail id for receipt of documents in Electronic mode :

Date :

Place:

Signature:
(Sole / First Shareholder)

Note:

- Shareholders are requested to inform the Company's Registrar and Share Transfer Agents XL SOFETECH SYSTEM LIMITED, as and when there is change in their registered email-id.
- For shares held in demat form, shareholders are also requested to inform /update their email-ids to their respective Depository Participants.

This Page is Intentionally Kept Blank



RAJVIR INDUSTRIES LIMITED

Regd. Office: 1st Floor, Surya Towers, 105, Sardar Patel Road, Secunderabad -500 003

PROXY FORM

Regd. Folio No. / DPID – Client ID No. _____

I/We _____ of _____ in the district of _____ being a member / members of Rajvir Industries Limited hereby appoint _____ of _____ in the district of _____ or failing him/her _____ of _____ in the district of _____ as my/our proxy to vote for me/us on my/our behalf at the Annual General Meeting of the Company to be held on Friday the 30th September, 2016 at 03.30 P.M. at FTAPCCI, Federation House, 11-6-841, Red Hills, FAPCCI Marg, Hyderabad 500004, Telangana.

Signed this _____ day of _____ 2016.

Signature of Shareholder/s

Affix
1 Rupee
Revenue
Stamp

Note: The Proxy in order to be effective should be duly stamped, completed and signed and must be deposited at the Registered Office of the Company not less than 48 hours before the time for holding the aforesaid meeting. The Proxy need not be a member of the Company.



RAJVIR INDUSTRIES LIMITED

Regd. Office: 1st Floor, Surya Towers, 105, Sardar Patel Road, Secunderabad -500 003
(To be handed over at entrance of the Meeting Venue)

ATTENDANCE SLIP

Regd. Folio No. / DPID – Client ID No. _____

SHAREHOLDER'S NAME: _____
(in Block Capitals)

In case of Proxy

NAME OF PROXY: _____
(in Block Capitals)

No. of Shares held _____

I certify that I am a registered shareholder / proxy for the registered shareholder of the Company.

I hereby record my presence at the Annual General Meeting of the Company held on Friday, the September 30, 2016 at 03.30 P.M. at FTAPCCI ,Federation House, 11-6-841, Red Hills, FAPCCI Marg, Hyderabad 500004, Telangana.

Signature of Shareholder/s / Proxy

Note: Please bring this Attendance Slip when coming to the Meeting.

This Page is Intentionally Kept Blank



FORM NO.MGT-12

POLLING PAPER

[Pursuant to Section 109 (5) of the Companies Act, 2013 and Rule 21 (1) (C) of the Companies (Management and Administration) Rules, 2014]

Name of the Company	RAJVIR INDUSTRIES LIMITED
CIN	L17116TG2004PLC044053
Registered Office	1ST FLOOR, SURYA TOWERS, 105,S.P. ROAD, SECUNDERABAD TELANGANA INDIA – 500003
Telephone	040 6622 5555, 2784 5628 Fax : 040 2784 0656
Website	www.rajvirindustrieslimited.com

BALLOT PAPER

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

I hereby exercise my vote in respect of Ordinary/ Special Resolution/s enumerated below by recording my assent or dissent to the said resolution in the following manner:

Sr. No.	ITEM NO.	No. of shares held by me	I assent to the resolution	I dissent from the resolution
ORDINARY BUSINESS				
1.	To receive, consider and adopt the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss for the year ended as on that date, Directors' Report and Auditors' Report thereon.			
2.	To appoint a Director in place of Sri K.C.Reddy who retires by rotation and being eligible offers himself for reappointment.			
3.	To consider and if thought fit to pass the following resolution with or without modification(s) as Ordinary Resolution: "RESOLVED that pursuant to the provisions of Section 139 and all other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed there under, as amended from time to time, the Company hereby ratifies the appointment of M/s. S. Daga & Co., Chartered Accountants (Firm Registration Number: 000669S) as Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of the next AGM of the Company to be held in the year 2017 at such remuneration plus service tax, as may be mutually agreed between the Board of Directors of the Company and the Auditors."			

4.	<p>SPECIAL BUSINESS</p> <p>APPOINTMENT OF INDEPENDENT DIRECTOR</p> <p>To consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution :</p> <p>“RESOLVED THAT Smt. N. Padma Vijay Kumar., who was appointed as an Woman Independent Director of the Company and who holds office up to the date of this Annual General Meeting and in respect of whom a notice has been received from a member of the Company in terms of Section 160 of the Companies Act, 2013, be and is hereby appointed as a Director of the Company liable to retire by rotation.”</p>			
5.	<p>APPOINTMENT OF COST AUDITOR</p> <p>To consider and if thought fit, to pass, with or without modification(s), the following Resolution as Ordinary Resolution:</p> <p>RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 including any statutory modification(s) or re-enactment(s) thereof, Sri Penumarthy Srinivas, Cost Accountant, the Cost Auditors appointed by the Board of Directors of the Company to conduct the audit of the cost records of the Company for the financial year 2016-17, be paid a remuneration of ₹ 65000/- exclusive of out of pocket expenses and applicable taxes.</p> <p>RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”</p>			

Place:

Date:

(Signature of the shareholder)