

SANTOSH

INDUSTRIES LIMITED

Date: 15.10.2018

To
Corporate Relationship Department
BSE Limited
P.J.Towers, Dalal Street
Mumbai-400001
Scrip Code: 540822

To
The Secretary
The Calcutta Stock Exchange Limited
7, Lyons Range
Kolkata – 700 001

Dear Sir,

Sub: Submission of Company's Audited Annual Report for the Financial Year 2017-18.

Enclosed Please find herewith the Audited Annual Report for the Financial Year 2017-18.

Kindly acknowledge the receipts and oblige.

Thanking You,

Yours Faithfully,

For Santosh Industries Limited

For SANTOSH INDUSTRIES LIMITED

Jyoti Banerjee
Company Secretary

Encl: As above

SANTOSH INDUSTRIES LIMITED

**SANTOSH INDUSTRIES
LIMITED**

**ANNUAL REPORT
2017-18**

SANTOSH INDUSTRIES LIMITED

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Surendra Kumar Dugar
Managing Director
Mr. Umang Lodha
Chairman & Independent Director

Mr. Ajit Kumar Bachhawat
Independent Director
Mr. Kamal Kumar Dugar
Non-Executive Director
Mrs. Madhu Dugar
Non- Executive Woman Director
Mr. Tulsi Kumar Dugar
Non-Executive Director

CHIEF FINANCIAL OFFICER

Mr. Rishabh Dugar

BANKERS

HDFC BANK LIMITED
IDBI BANK
UCO BANK
THE FEDERAL BANK LIMITED
CANARA BANK

REGISTERED OFFICE

Suite No. 3A,
3A, Auckland Place,
Kolkata – 700 017
Tele fax : 033-22902277,
033-22903377
Email : sil@bmd.net.in
W: www.santoshindustrieslimited.in
CIN: L51909WB1960PLC024531

AUDITORS

STATUTORY AUDITORS

Bahety & Goenka
Chartered Accountants
310, Mangalam –A,
24 Hemanta Basu Sarani
Kolkata-700 001

COMPANY SECRETARY

Mrs. Jyoti Bhartia

SECRETARIAL AUDITOR

J.Patnaik & Associates
Company Secretaries
7A, Bentinck Street,
Room No. 403, 4th Floor,
Kolkata – 700 001

INTERNAL AUDITOR

Mr.Killi Bhaskar Rao

SANTOSH INDUSTRIES LIMITED

NOTICE

Notice is hereby given that the 57th Annual General Meeting (AGM) of the Members of Santosh Industries Limited will be held on Friday, the 28th day of September, 2018 at 10:00 a.m. at "The Spring Club", Business Centre at 5 JBS Halden Avenue (EM Bypass) Tangra Kolkata – 700 105, to transact the following business:

Ordinary business

Item no.1- Adoption of financial Statements

To consider and adopt the Audited Financial Statements (including the Consolidated Financial Statements) of the Company for the financial year ended March 31, 2018 and the Reports of the Board of Directors ("the Board") and Auditors thereon.

Item no.2- Declaration of dividend

To declare dividend of Rs.1 /-per equity share for the year ended March 31, 2018.

Item no.3- Appointment of Mr.Tulsi Kumar Dugar as a director liable to retire by rotation

To appoint a director in place of Mr.Tulsi Kumar Dugar (DIN: 00331114), who retires by rotation and, being eligible, seeks re-appointment.

Registered Office:
Suite No 3A, 3rd Floor, 3A,
Auckland Place
Kolkata- 700017

By order of the Board
For Santosh Industries Limited

Jyoti Bhartia

Jyoti Bhartia
Company Secretary
Membership No.A46327

Place: Kolkata
Dated: Friday, August 24, 2018

SANTOSH INDUSTRIES LIMITED

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.

Proxies, in order to be effective, must be received at the registered office of the Company not less than 48 hours before the commencement of the meeting. The proxy form is enclosed herewith.

In terms of Section 105 of the Companies Act, 2013 read with Rule 19 of the Companies (Management and Administration) Rules 2014 a person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person and such person shall not act as proxy for any other person or shareholder.

2. The requirement to place the matter relating to appointment of Auditors for ratification by members at every Annual General Meeting is done away with vide notification dated May 7, 2018 issued by the Ministry of Corporate Affairs, New Delhi. Accordingly, no resolution is proposed for ratification of appointment of Auditors, who were appointed in the Annual General Meeting, held on 18th September, 2017.

3. The Register of Members and Share Transfer Books of the Company shall remain closed from Saturday, the 22nd September, 2018 to Friday, the 28th September, 2018 (both days inclusive) for the purpose of A.G.M and declaration of dividend.

4. Subject to the provisions of the Act, dividend as recommended by the Board, if declared at the meeting, will be paid within 30 days from the date of declaration, to those members whose names appear on the Register of Members as on September 21, 2018.

5. Members wishing to claim dividends that remain unclaimed are requested to correspond with the Registrar and Share Transfer Agents as mentioned above, or the Company Secretary, at the Company's registered office. Members are requested to note that dividends that are not claimed within seven years from the date of transfer to the Company's Unpaid Dividend Account, will, be transferred to the Investor Education and protection Fund (IEPF) as per section 124 of the Act, and the applicable rules.

6. Corporate Members intending to send their authorized representatives to attend the Meeting are requested to send to Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.

7. In case of Joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.

SANTOSH INDUSTRIES LIMITED

8. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided that not less than three days of notice in writing is given to the Company.

9. Members are requested to:

- a) Bring their copy of Annual Report in the meeting.
- b) Bring duly filled attendance slips sent herewith for attending the meeting.
- c) Members holding shares in identical order of names in more than one folio is requested to write to the Company's Registrar & Share Transfer Agent, Maheshwari Datamatics Pvt. Ltd. enclosing their shares certificates for consolidation of all such shareholdings into one folio for better investor service. Maheshwari Datamatics Pvt. Ltd. is the Share Transfer Agent for shares in physical as well as dematerialized form.
- d) Members holding shares in electronic form are requested to intimate immediately any change in their address or bank mandates to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form are requested to advise any change in their address or bank mandates immediately to the Company/ Maheshwari Datamatics Pvt. Ltd.
- e) Provide their e-mail address to the Registrar.

10. Members seeking any information or clarification on the Accounts are requested to send in written queries to the Company, at least one week before the date of the meeting. Replies will be provided in respect of such written queries at the meeting only.

11. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company.

12. Instruction for e-voting, along with the Attendance Slip and Proxy Form, is attached to this Notice of the 57th Annual General Meeting for the convenience of the shareholders.

13. The Annual Report for the financial year 2017-18, the Notice of the 57th AGM and instructions for e-voting, along with the attendance slip and proxy form, are sent by electronic mode to members whose email addresses are registered with the Company/depository participant(s), unless a member has requested for a physical copy of the documents. For members who have not registered their email addresses, physical copies will be sent by the permitted mode.

SANTOSH INDUSTRIES LIMITED

14. Non-resident Indian Members are requested to inform Maheshwari Datamatics Pvt. Ltd. immediately of:

- a) change in their residential status on return to India for permanent settlement.
- b) notify immediately any change in their address to the Company.
- c) Write to the Company's Registrar & Share Transfer Agents, Maheshwari Datamatics Pvt. Ltd. enclosing their share certificates for consolidation into one folio for better investor service, if they have more than one folio in identical order of name(s).

15. Mr. Premjeet Singh, Practicing Company Secretary (Certificate of Practice Number 31903) practicing under the name & style of M/s. Premjeet Singh, Company Secretary has been appointed as the Scrutinizer to scrutinize the remote e-voting process and voting at the AGM in a fair and transparent manner. The Scrutinizer will submit, within 48 hours from the conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman of the Company or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.

16. Voting through electronic means:

- I. In compliance with provisions of section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the SEBI(Listing Obligations And Disclosure Requirements) Regulations, 2015, Company is pleased to provide Members facility to exercise their right to vote on resolutions proposed to be considered at the Annual General Meeting by electronic means and the business may be transacted through e-voting services. The facility of casting the votes by the Members using an electronic voting system from a place other than venue of the Annual General Meeting ("remote e-voting) will be provided by Central Depository (India) Services Limited (CDSL).
- II. The members who have casted their vote by remote e-voting prior to the Annual General Meeting may also attend the Annual General Meeting but shall not be entitled to cast their vote again.

III. The process and manner for remote e-voting are as under:

- (i) The voting period begins on Tuesday, 25th September (9.00 a.m.) and ends on Thursday, 27th September (5.00 p.m.). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (21-09-2018) may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website www.evotingindia.com during the voting period.
- (iii) Click on Shareholders.

SANTOSH INDUSTRIES LIMITED

- (iv) Now Enter your User ID
- a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN	<p>Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> • Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN Field. • In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg: If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN Field.
DOB	<p>Enter the Date of Birth as recorded in your demat account with the depository or in the Company records for your folio in dd/mm/yyyy format.</p>
Bank Account Number	<p>Enter the Bank Account Number as recorded in your demat account or in the Company records in order to login.</p> <ul style="list-style-type: none"> • Please Enter the DOB or Dividend Bank Details in order to login. • If both the details are not recorded with the depository or company please enter the member id / folio number in the Bank Account Number field as mentioned in instruction (iv).

- (viii) After entering these details appropriately, click on "SUBMIT" tab.
- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

SANTOSH INDUSTRIES LIMITED

- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant < Santosh Industries Limited > on which you choose to vote.
- (xii) On the voting page, you will see **“RESOLUTION DESCRIPTION”** and against the same the option **“YES/NO”** for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the **“RESOLUTIONS FILE LINK”** if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on **“SUBMIT”**. A confirmation box will be displayed. If you wish to confirm your vote, click on **“OK”**, else to change your vote, click on **“CANCEL”** and accordingly modify your vote.
- (xv) Once you **“CONFIRM”** your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take a print of the votes cast by clicking on **“Click here to print”** option on the voting page.
- (xvii) If a demat account holder has forgotten the login password then enter the User ID and the image verification code and click on **Forgot Password &** enter the details as prompted by the system.
- (xviii) Shareholders can also cast their vote using CDSL’s mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Apple and Windows phone users can download the app from the App Store and the Windows Phone Store respectively on or after 30th June 2016. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xix) Note for Institutional Shareholders and Custodians:
 - Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.

SANTOSH INDUSTRIES LIMITED

- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer through e-mail at premjeetjs@gmail.com to verify the same.
- (xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com or contact them at 18002005533.
17. Institutional Members / Bodies Corporate (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 through e-mail at premjeetjs@gmail.com with a copy marked to helpdesk.evoting@cdslindia.com on or before 24th September, 2018, upto 5:00 pm without which the vote shall not be treated as valid.
 18. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 21st September, 2018. A person who is not a member as on cut-off date should treat this notice for information purpose only.
 19. The notice of Annual General Meeting will be sent to the members, whose names appear in the register of members /beneficial owners' position list provided by depositories as at closing hours of business, on 24th August, 2018.
 20. The shareholders shall have one vote per equity share held by them as on the cut-off date of 21st September, 2018. The facility of e-voting would be provided once for every folio / client id, irrespective of the number of joint holders.
 21. Since the Company is required to provide members the facility to cast their vote by electronic means, shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 21st September, 2018 and not casting their vote electronically, may only cast their vote at the Annual General Meeting.
 22. Notice of the AGM along with attendance slip, proxy form along with the process, instructions and the manner of conducting e-voting is being sent electronically to all the members whose e-mail IDs are registered with the Company / Depository Participant(s). For members who request for a hard copy and for those who have not registered their email address, physical copies of the same are being sent through the permitted mode.

SANTOSH INDUSTRIES LIMITED

23. Investors who became members of the Company subsequent to the dispatch of the Notice / Email and holds the shares as on the cut-off date i.e. 21st September, 2018 are requested to send the written / email communication to the Company at sil@bmd.net.in by mentioning their Folio No. / DP ID and Client ID to obtain the Login-ID and Password for e-voting.
24. The Results declared along with the Scrutinizer's Report shall be displayed on the website of the Company and on the website of CDSL. The same will be communicated to the stock exchanges where the company's shares are listed viz. The BSE Limited and The Calcutta Stock Exchange.

Place: Kolkata
Date: Friday, August 24, 2018

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

Jyoti Bhartia

**Jyoti Bhartia
(Company Secretary)
Membership No.A46327**

Details of Directors seeking Re-Appointment/Appointment at the forthcoming Annual General Meeting (As on 31st March,2018)

Name of the Director	Mr.Tulsi Kumar Dugar
Date of Birth	11.06.1965
Disclosure of relationship with the Directors inter-se	1.Mr.Surendra Kumar Dugar (MD), and Mr.Kamal Kumar Dugar are brothers of Mr.Tulsi Kumar Dugar(Director) of the Company 2.Mrs Madhu Dugar is wife of Mr Kamal Kumar Dugar(Director) of the Company
Nationality	Indian
Date of appointment on the Board	16/12/2015
Qualifications	B.Com
Expertise	Wide Experience in Stock Market, Trading & Finance Business

SANTOSH INDUSTRIES LIMITED

Number of shares held in the Company	817000
List of directorships held in other Companies	<ul style="list-style-type: none"> ▪Winsher Tie-Up Pvt. Ltd. ▪Brijbhumi Marketing Pvt. Ltd. ▪Ambition Tracom Pvt. Ltd. ▪Black Rock Bricks Pvt. Ltd. ▪BMD Commodities Pvt. Ltd. ▪BMD Securities Limited ▪Biplabi Developers Pvt. Ltd. ▪Swift Plaza Pvt. Ltd. ▪LazerVyapaar Pvt. Ltd. ▪Caplin Barter Pvt Ltd ▪Pragya Mercantile Pvt. Ltd. ▪Springfield Projects Pvt. Ltd. ▪Brabourne Developers Pvt. Ltd. ▪Ruchi Commerce Pvt. Ltd. ▪Brabourne Holdings Pvt. Ltd. ▪Maryada Barter Pvt Ltd ▪Agardoot Sales Pvt. Ltd. ▪Graphitech India Ltd
Chairmanship/Memberships of the Committees of other listed entities (includes only Audit Committee and Stakeholders' Relationship Committee.)	Nil

ATTENDANCE SLIP

**(To be handed over at the entrance of the meeting Hall)
ANNUAL GENERAL MEETING ON 28th, SEPTEMBER, 2018**

Regd. Folio /DP-ID & Client ID	
Name & Address of the Shareholder	
Joint Holder(s)	
No. of Shares held	

SANTOSH INDUSTRIES LIMITED

1) I hereby record my presence at the Annual General Meeting of the Company being held on Friday, 28th September, 2018 at "The Spring Club", Business Centre at 5 JBS Halden Avenue (EM Bypass) Tangra, Kolkata – 700 105.

2) Signature of the Shareholder / Proxy Present

--

3) Shareholder / Proxy wishing to attend the meeting must bring the Attendance Slip, duly signed, to the meeting and hand it over at the entrance.

4) Shareholder / Proxy desiring to attend the meeting may bring his / her copy of the Annual Report for the financial year ended 31/03/2018 for reference at the meeting.

Note: Please complete the Folio / DP ID - Client ID and name, sign this Attendance Slip and hand it over at the Attendance Verification Counter at the entrance of the Meeting Hall.

ELECTRONIC VOTING PARTICULARS

E-voting Sequence Number	User ID	Password
180824007		

Note: The e-Voting period starts from September 25, 2018 (9:00 a.m.) to September 27, 2018 (5:00 p.m.). At the end of the e-Voting period, the portal where the votes are cast shall forthwith be blocked by CDS

SANTOSH INDUSTRIES LIMITED

Regd Off: Suite No 3a, 3rd Floor, 3a, Auckland Place Kolkata- 700017 (WB)

Tel No.033 2290 2277, email:sil@bmd.net.in

CIN:L51909WB1960PLC024531

(57th Annual General Meeting –28th September, 2018)

FORM NO. MGT-11

PROXY FORM

[Pursuant to Section 105 (6) of the Companies Act, 2013 of the Companies (Management and Administration) Rules, 2014]

CIN	: L51909WB1960PLC024531
Name of the Company	: SANTOSH INDUSTRIES LIMITED
Regd office	: Suite No 3A, 3rd Floor, 3A, Auckland Place Kolkata 700017

SANTOSH INDUSTRIES LIMITED

Name of the Members :
 Registered Address :
 E- Mail Id :
 Folio No./ Client no :
 DP ID :

I/ We, being the member(s) ofShares of the above company, hereby appoint.

- | | |
|---------------------------------|--|
| 1. Name.....
E-mail Id:..... | Address
Signature..... or failing him |
| 2. Name.....
E-mail Id... | Address
Signature..... or failing him |
| 3. Name.....
E-mail Id:..... | Address.....
Signature.....or failing him |

As my proxy to attend and vote (on a poll) for me/ us on my/ our behalf at the AGM of the Company, to be held on Friday of 28th September,2018 at 10 A.M. at “The Spring Club”, Business Centre at 5 JBS Halden Avenue (EM Bypass) Tangra Kolkata – 700 105 and at any adjournment thereof in respect of such resolution(s) as are indicated below.

Resolution No.	Resolution Proposed	Please tick
1	Adoption of financial Statements	
2	Declaration of dividend	
3	Appointment of Mr.Tulsi Kumar Dugar as a director liable to retire by rotation	

Signed thisDay of 2018

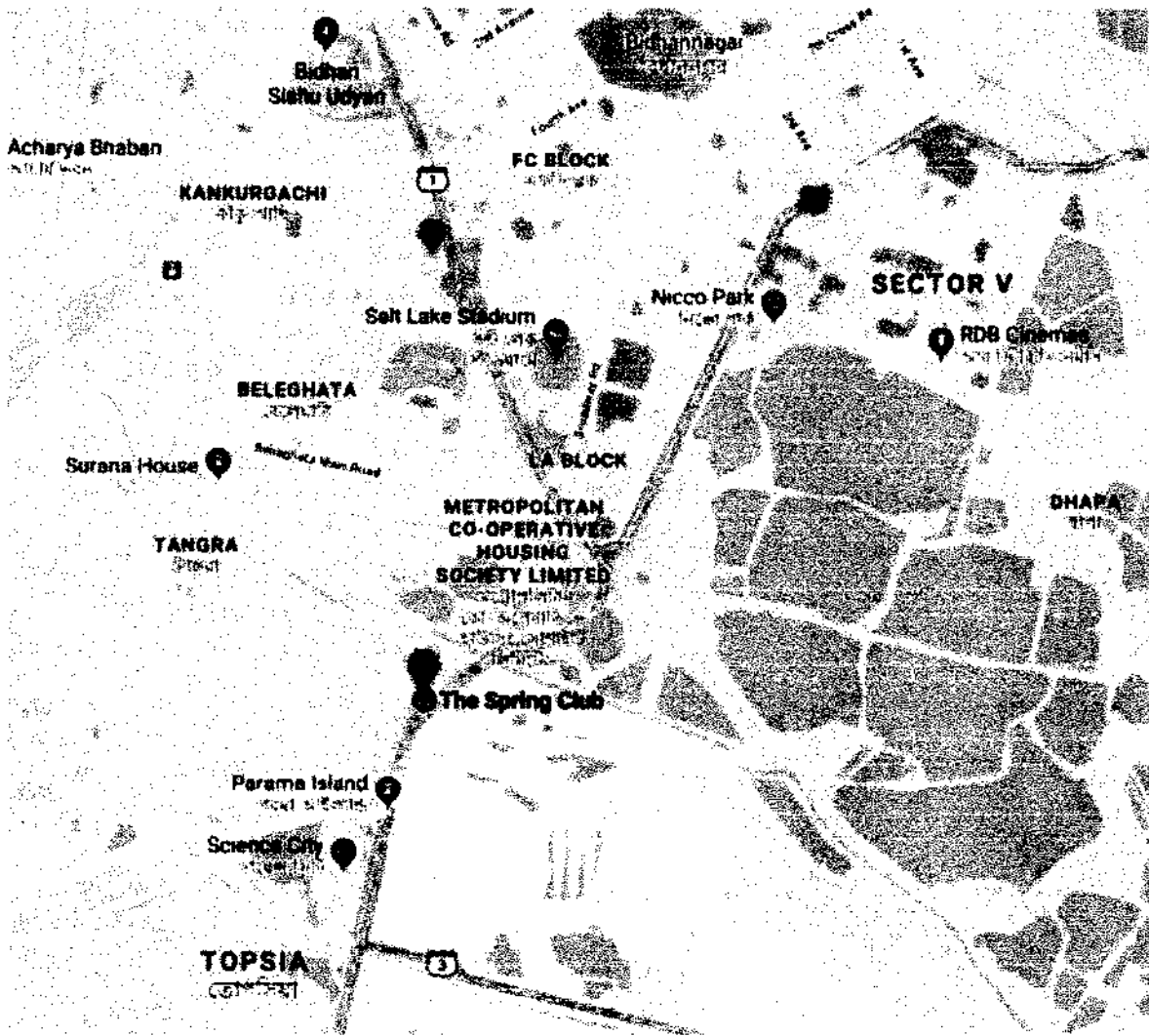
Signature of the Shareholder(s)..... Signature of Proxy(s).....

Affix
Revenue
Stamp

NOTES: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.

SANTOSH INDUSTRIES LIMITED

ROUTE MAP



AGM VENUE
THE SPRING CLUB (BUSINESS CENTRE)
5, JBS HALDER AVENUE (EM BY PASS)
TANGRA, KOLKATA - 700105

SANTOSH INDUSTRIES LIMITED

DIRECTORS' REPORT

TO THE MEMBERS

Your Directors have pleasure in presenting the 57th Annual Report together with the Audited Accounts of the Company for the financial year ended March 31, 2018.

FINANCIAL PERFORMANCE:

Particulars	Standalone	
	Year ended 31st March, 2018	Year ended 31st March 2017
Profit before taxation	21,60,78,756	20,05,93,468
Less: Provision for taxation		
Current Year	2,70,00,000	2,10,00,000
Earlier Year	(5,39,288)	(3,17,604)
Deferred Tax	(34,410)	(5,33,000)
Profit after taxation	18,96,52,454	18,04,44,072
Less: Transfer to Special Reserve (As per RBI Guidelines)	3,83,00,000	3,63,00,000
Less: Transfer to CSR Fund	52,00,000	45,31,000
Add: Post Acquisition share of profit till 31.03.2018	-	-
Add: Excess Provision for Earlier Years	-	-
Add: Balance brought forward from previous year	1,78,88,30,574	1,65,50,12,212
Balance Carried forward to Balance Sheet	1,93,49,83,028	178,88,30,574
Earnings Per Share Basic	39.39	37.48
Earnings Per Share Diluted	39.39	37.48

SANTOSH INDUSTRIES LIMITED

DIVIDEND

The Board in its meeting held on 30th May, 2018 has recommended a dividend on Equity Shares @ 10% i.e. Re. 1/- per Equity Share of the face value of 10/- each. The proposal is subject to the approval of shareholders at the ensuing Annual General Meeting (AGM) to be held on 28th September, 2018.

The Dividend, if approved at the ensuing AGM, would be paid to those Members whose name appears in the Register of Members/ Beneficial Owners as stated in Notice of the ensuing AGM.

OPERATIONAL REVIEW

During the year under review, the Company recorded profit after tax of Rs. 1,896.52 Lakhs for the year ended 31st March, 2018 as compared to Rs. 1,804.44 Lakhs for the previous year.

The total assets of the Company stood at Rs. 35,803.94 Lakhs as against Rs. 33,457.94 Lakhs in the last year.

APPROPRIATIONS

The Company proposes to transfer of Rs. 383 Lakhs (previous year Rs. 363 lakhs) to Special Reserve created u/s 45-IC of the Reserve Bank of India Act, 1934.

DEPOSITS

The Company being a Non Deposit Accepting NBFC, has not accepted any deposit from the public during the year under review and shall not accept any deposits from the public without obtaining prior approval of the Reserve Bank of India.

CONSOLIDATED FINANCIAL STATEMENTS

The Consolidated Financial Statement of the Company and its Associate Companies are prepared in accordance with the provisions of the Companies Act, 2013 (the Act) and applicable accounting standards along with all the relevant documents and the Auditors' Report thereon forms the part of this Annual Report. The Consolidated Financial Statement of the Company includes the Financial Statement of its Associate Companies also.

INDIAN ACCOUNTING STANDARDS (IND AS)

Your Company has not adopted Indian Accounting Standards ("Ind AS") for the financial period 2017-18 as it is not applicable for the Company; since NBFC Companies are specifically exempted vide MCA notification dated 16/02/2015.

SANTOSH INDUSTRIES LIMITED

MATERIAL CHANGES AND COMMITMENTS

"LISTING OF EQUITY SHARES OF THE COMPANY ON NATIONWIDE TRADING PLATFORM- BSE LIMITED:

During the Financial Year 2017- 2018, the Company received the final listing and trading approval from the BSE Limited vide their letter reference no. DCS/DL/SK/TP/971/2017-2018 dated January 18, 2018 for the enlistment of entire equity and paid-up share capital of 4814575 equity shares of face value of Rs. 10/- each of the Company on BSE Limited under Direct Listing mechanism and accordingly, the equity shares of the Company are listed with the BSE Limited and The Calcutta Stock Exchange Limited.

SHARE CAPITAL

During the year under review, there is no change in the share capital of the Company.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has adequate internal control procedures commensurate with its size and nature of business. The objective of these procedures is to ensure efficient use and protection of the Company's resources, accuracy in financial reporting and due compliance of statutes and corporate policies and procedures.

Internal Audit is conducted periodically by the Internal Auditor who verifies and reports on the efficiency and effectiveness of internal controls. The adequacy of internal control systems are reviewed by the Audit Committee of the Board in its periodical meetings.

INTERNAL FINANCIAL CONTROL SYSTEM

The Company has a comprehensive Internal Financial Control system commensurate with the size, scale and complexity of its operations. The system encompasses the major processes to ensure reliability of financial reporting, compliances with policies, procedures, laws, regulations, safeguarding of assets and efficient use of resources.

The policies and procedures adopted by the company ensures the orderly and efficient conduct of its business and adherence to the Company's policies, prevention and detection of frauds and errors, accuracy and completeness of records and the timely preparation of reliable financial information.

The Internal Auditor continuously monitors the efficiency of Internal Financial Control system with the objective of providing to the Audit Committee and the Board of Directors, an independent, objective and reasonable assurance on the adequacy and effectiveness of the organization's risk management with regard to the Internal Financial Control system.

SANTOSH INDUSTRIES LIMITED

The Audit Committee meets regularly to review reports submitted by the Internal Auditor. The Audit Committee also consults with the Company's Statutory Auditors to ascertain their views on the financial statements, including the financial reporting system and compliance to accounting policies and procedures followed by the Company.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATES COMPANIES

As on 31st March, 2018, the company has 3 (three) associate companies. Neither the Company has any subsidiaries nor has it entered in any joint venture with other companies during the financial year 2017-18. Details of such Associate Companies are given in AOC-1 (as Annexure A).

EXTRACT OF ANNUAL RETURN

The details forming part of the extract of the Annual Return in Form MGT-9 as required under section 92 of the Companies Act, 2013 is marked as (Annexure B) which is annexed hereto and forms part of the Directors' Report.

AUDITOR & AUDITORS' REPORT

Statutory Auditor:

The members of the Company at the last Annual General Meeting (AGM) had appointed Bahety & Goenka, Chartered Accountants (Firm Registration No.31711E) as Statutory Auditors of the Company to hold office from the conclusion of 56th AGM until the conclusion of the 61th AGM of the Company to be held in the year 2022, subject to ratification by the Members at every AGM till the 56th Annual General Meeting. Accordingly, ratification of appointment of Statutory Auditors is being sought from the Members of the Company at the ensuing AGM.

The requirement to place the matter relating to appointment of Auditors for ratification by members at every Annual General Meeting is done away with vide notification dated May 7, 2018 issued by the Ministry of Corporate Affairs, New Delhi. Accordingly, no resolution is proposed for ratification of appointment of Auditors, who were appointed in the Annual General Meeting, held on 18th September, 2017.

Secretarial Auditor:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed M/s J. Patnaik & Associates, Practicing Company Secretaries (Certificate of Practice No.3102), Kolkata as Secretarial Auditor to conduct the Secretarial Audit for the financial year ended 31st March, 2018. The Secretarial Audit Report for the financial ended 31st March, 2018 is appended to this Report as Annexure C. The Secretarial Audit Report does not contain any material qualification, reservation or adverse remark.

SANTOSH INDUSTRIES LIMITED

INFORMATION PURSUANT TO SEC. 134(3)(m) OF THE COMPANIES ACT, 2013

Being an Investment Company these provisions are not applicable to the company.

COMMENTS ON FOREIGN EXCHANGE EARNING AND OUTGO

There was no foreign exchange earnings and outgo during the year.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

In view of the provisions of Section 203 of the Companies Act, 2013, Sri Surendra Kumar Dugar, Managing Director, Sri Rishabh Dugar, Chief Financial Officer and Smt Jyoti Bhartia, Company Secretary were identified and appointed as Key Managerial Personnel of the Company.

As per the provisions of the Companies Act, 2013, Mr. Tulsi Kumar Dugar retires by rotation at the ensuing AGM and being eligible offers himself/herself for re- appointment. The Board recommends his re-appointment.

As required under Section 149(3) of the Companies Act, 2013,

1. Smt. Madhu Dugar has been appointed as women Director in 56th Annual General Meeting ["AGM"] for five years w.e.f 18/09/2017.
2. Sri Ajit Kumar Bachhawat has been reappointed in 56th AGM for five years w.ef. 01/04/2017.
3. Sri Surendra Kumar Dugar has been reappointed in the 56th AGM as the Managing Director for five years w.e.f. 22/09/2017.

DECLARATION BY INDEPENDENT DIRECTORS

The Company has received necessary declaration from each independent director under Section 149(7) of the Companies Act, 2013 that he/she meets the criteria of independence laid down in Section 149(6) of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

BOARD EVALUATION

According to Regulation 25(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Schedule IV of the Companies Act, 2013, a meeting of the Independent Directors was held to review the performance of the Non-Independent Directors and the Board as a whole. Accordingly, a meeting of Independent Directors was held on 15th January, 2018 wherein the performance of the Non-Independent Directors and the Board as a whole was evaluated.

Further the same was discussed in the Board meeting that followed the meeting of the Independent Directors, at which the performance of the Board, its committees and individual Directors was also discussed. Performance evaluation of Independent Directors was done by the entire Board, excluding the Independent Director being evaluated.

SANTOSH INDUSTRIES LIMITED

CRITERIA FOR EVALUATION OF DIRECTORS

For the purpose of proper evaluation, the Directors of the Company have been divided into 2 (two) categories i.e. Independent and Board consisting of Non-Independent & Non- Executive and Executive Directors.

- The criteria for evaluation includes factors such as engagement, strategic planning and vision, team spirit and consensus building, effective leadership, domain knowledge, management qualities, teamwork abilities, result/achievements, understanding and awareness, motivation/commitment/ diligence, integrity/ethics/values and openness/receptivity.

NUMBER OF MEETINGS OF THE BOARD

The details of the number of meetings of the Board held during the financial year 2017-18 forms part of the Corporate Governance Report.

The Board has adopted the revised Secretarial Standard-1 & 2 due to its applicability from 01.10.2017 as specified by the Institute of Company Secretaries of India and applicable provisions of Companies Act, 2013.

VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Vigil Mechanism as envisaged in the Companies Act, 2013, the Rules prescribed there under and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is implemented through the Company's Whistle Blower Policy to enable the Directors, employees and all Stakeholders of the Company to report genuine concerns, to provide for adequate safeguards against victimization of persons who use such mechanism and make provision for direct access to the Chairman of the Audit Committee. The Vigil Mechanism/Whistle Blower Policy has also been uploaded on the website of the Company and may be accessed at the link <http://www.santoshindustrieslimited.in>.

SEXUAL HARRASSMENT OF WOMEN AT WORKPLACE

The Company has zero tolerance towards sexual harassment at the workplace and has adopted a 'Policy for Prevention of Sexual Harassment' to prohibit, prevent or deter any acts of sexual harassment at workplace and to provide the procedure for the redressal of complaints pertaining to sexual harassment, thereby providing a safe and healthy work environment, in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 and the rules there under. During the year under review, no case of sexual harassment was reported.

SANTOSH INDUSTRIES LIMITED

COMPANIES POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The Company Pursuant to the provisions of Section 178 of the Companies Act, 2013 and under SEBI (Listing Obligations and Requirements) Regulations, 2015, the Board of Directors of the Company based on the recommendation of the Nomination and Remuneration Committee has formulated a Nomination & Remuneration Policy.

The Nomination & Remuneration Policy of the Company inter alia includes the objectives, principles of remuneration, guidelines for remuneration to Executive Directors and KMPs and Non- Executive Directors, criteria for identification, selection and appointment of Board and KMPs and the terms of reference and role of the Nomination & Remuneration Committee.

The criteria for identification of the Board members including that for determining qualification, positive attributes, independence etc. are summarily given hereunder:

- The Board member shall possess appropriate skills, qualification, characteristics and experience. The object is to have a Board with diverse background and experience in business, government, academics, technology, social responsibilities, finance, law etc. and in such other areas as may be considered relevant or desirable to conduct the Company's business in a holistic manner.
- Independent Director shall be person of integrity and possess expertise and experience and/or someone who the Committee/Board believes could contribute to the growth/philosophy/strategy of the Company.
- In evaluating the suitability of individual Board Members, the Committee take into account many factors, including general understanding of the Company's business dynamics, social perspective, educational and professional background and personal achievements.
- Director should possess high level of personal and professional ethics, integrity and values and he must be willing to devote sufficient time and energy in carrying out their duties and responsibilities effectively. He must have the aptitude to critically evaluate management's working as part of a team in an environment of collegiality and trust.
- The Committee evaluates each individual with the objective of having a group that best enables the success of the Company's business and achieves its objectives.

RELATED PARTY TRANSACTIONS

All transactions entered with Related Parties during the year under review were on an arm's length basis and in the ordinary course of business and the provisions of Section 188 of the Companies Act, 2013 are not attracted. Thus disclosure in Form AOC-2 is not required.

Further, there are no materially significant related party transactions during the year under review made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large.

SANTOSH INDUSTRIES LIMITED

The Board of Directors of the Company has, on the recommendation of the Audit Committee, adopted a policy to regulate the transactions between the Company and its Related Parties, in compliance with the applicable provisions of the Companies Act, 2013, the Rules there under and the Listing Agreement. This policy was considered and approved by the Board and has been uploaded on the Company's website and may be accessed at the link <http://www.santoshindustrieslimited.in>

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

Pursuant to Section 186(11) of the Companies Act, 2013 loans made, guarantees given or securities provided or acquisition of securities in the ordinary course of its business by non-banking financial companies are exempted. Therefore no such disclosure in this regard is required to be given in the Annual Report.

PARTICULARS OF EMPLOYEES:

There were no employees within the purview of Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 during the year ended 31st March 2018. None of the employees of the Company was in receipt of remuneration for that year/part of the year which was not less than Rs. 8.5 lakhs per month.

DETAILS RELATING TO REMUNERATION OF DIRECTORS, KEY MANAGERIAL PERSONNEL AND EMPLOYEES

Disclosure pertaining to remuneration and other details 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 is marked as **Annexure D** which is annexed hereto and forms part of the Director' Report.

RISK MANAGEMENT

Risk Management is the process of identification, assessment, and prioritization of risks followed by co-ordinated efforts to minimize, monitor and mitigate/control the probability and/or impact of unfortunate events or to maximize the realization of opportunities. Since your Company is a NBFC Company, the Risk Management Process is also focused towards better management of the affairs of the Company and to bring about transparency in the transaction and to ensure that there is no bad Investment in securities and loans.

In this regard a Risk Management Committee has been constituted by the Board of Directors of the Company consisting of three members, two of whom are independent directors.

The Risk Management Committee conducts quarterly review of all Loan & Investment proposals and make recommendations to the Board. The guidelines in respect of Risk Management have been laid down by the Risk Management Committee in respect of Loans & Investments.

The Risk Management Policy has been uploaded on the Company's website and may be accessed at the link [http:// www.santoshindustrieslimited.in](http://www.santoshindustrieslimited.in)

SANTOSH INDUSTRIES LIMITED

DIRECTORS' RESPONSIBILITY STATEMENT:

In compliance with Section 134(3)(c) of the Companies Act, 2013 the Board of Directors of your Company confirm that:

- i) in the preparation of the annual accounts for the year ended March 31, 2018, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii) the directors had selected such accounting policies and applied them consistently and make judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affair of the company at the end of the financial year ended 31st March 2018 and of the profit and loss of the company for that period;
- iii) 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;
- iv) the directors had prepared annual accounts for the year ended 31st March, 2018 on a going concern basis ;
- v) the directors had laid down internal financial controls to be followed by the Company and such internal financial controls were adequate and were operating effectively; and
- vi) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

CORPORATE SOCIAL RESPONSIBILITY

Corporate Social Responsibility (CSR) forms an integral part of your Company's business activities. Your Company is a responsible corporate citizen, supporting activities related to the benefit of the Society as a whole.

In compliance with section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility policy) Rules, 2014, the company has adopted a CSR policy which is available at <http://www.santoshindustrieslimited.in>

The Annual Report on CSR expenditures for the financial year 2017-18 is annexed herewith and forms part of this report (**Annexure E**).

SANTOSH INDUSTRIES LIMITED

CORPORATE GOVERNANCE

Your Company complies with the provisions laid down in Corporate Governance laws. It believes in and practices good corporate governance. The Company maintains transparency and also enhances corporate accountability. A report on Corporate Governance along with a Certificate from the Auditors of the Company regarding the compliance with the conditions of Corporate Governance as stipulated under regulation 34 read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 forms part of this Annual Report.

ACKNOWLEDGEMENT

Your Directors wish to place records their sincere appreciation to the Bankers of the Company, Company's customers, vendors and investors for their continued support during the year.

The directors also wish to place their appreciation for the dedication and contribution made by employees at all levels and look forward to their support in future as well.

FOR AND ON BEHALF OF THE BOARD

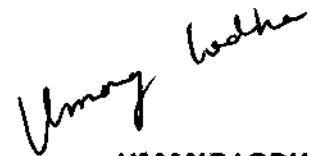
Registered Office:

Suite No 3A, 3rd Floor,

3A, Auckland Place

Kolkata – 700 017.

Dated: 30th May, 2018



UMANG LODHA

CHAIRMAN

DIN: 06646876

SANTOSH INDUSTRIES LIMITED

ANNEXURE -A

Form AOC-I

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Part "A": Subsidiaries-Not Applicable as the Company does not have any subsidiaries

Part "B": Associates and Joint Ventures

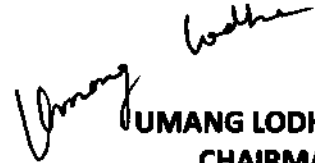
SN	1	2	3
Name of Associates	BRABOURNE DEVELOPERS PRIVATE LIMITED	EZRA DEVELOPERS PRIVATE LIMITED	BMD TECHNOLOGY PRIVATE LIMITED
1. Latest audited Balance Sheet Date	31/03/2018	31/03/2018	31/03/2018
2. Shares of Associate / Joint Ventures held by the company on the year end			
No.	275000	275000	500000
Amount of Investment in Associates/Joint Venture (in Rs.)	81,50,000	75,50,000	50,00,000
Extent of Holding %	30.02%	30.02%	31.29%
3. Description of how there is significant influence	Holding more than 20%	Holding more than 20%	Holding more than 20%
4. Reason why the associate/joint venture is not consolidated	-	-	-
5. Networth attributable to Shareholding as per latest audited Balance Sheet (in Rs.)	2,51,37,319	1,13,51,567	5,08,63,332

SANTOSH INDUSTRIES LIMITED

6. Profit / Loss for the year	1,03,08,765	-2,25,158	77,37,046
i. Considered In Consolidation	30,94,691	(67,592)	24,20,922
i. Not Considered In Consolidation			

FOR AND ON BEHALF OF THE BOARD**Registered Office:**

Suite No 3A, 3rd Floor,
3A, Auckland Place
Kolkata – 700 017



UMANG LODHA
CHAIRMAN
DIN: 06646876

Dated: 30th May, 2018

SANTOSH INDUSTRIES LIMITED

ANNEXURE – B

EXTRACT OF ANNUAL RETURN

FORM NO. MGT-9

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

1.	CIN	L51909WB1960PLC024531
2.	Registration Date	25th day of January, 1960
3.	Name of the Company	SANTOSH INDUSTRIES LIMITED
4.	Category / Sub-Category of the Company	Public Company Limited by Shares
5.	Address of the Registered office and contact details	Suite No. 3A, 3rd Floor, 3A, Auckland Place, Kolkata – 700017 Telephone : 033 2290 2277 / 3377 Fax Number : 033 2290 3377 Email : sil@bmd.net.in Website : www.santoshindustrieslimited.in
6.	Whether listed company	Yes
7.	Name, Address and Contact Details of Registrar & Transfer Agents (RTA)	Maheshwari Datamatics Private Limited, 23,R.N.Mukherjee Road,5 th Floor Kolkata -700 001 Telephone : 033 22482248 Fax Number : 033 22484787 Email : mdpfdc@yahoo.com

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:-

SN	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Financial Activities	64990	99.93 %

SANTOSH INDUSTRIES LIMITED

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES :

[No. of Companies for which information is being filled = 3]

SN	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
1	BRABOURNE DEVELOPERS PRIVATE LIMITED	U45201WB2003PTC095722	Associate	30.02	Sec 2(6)
2	EZRA DEVELOPERS PRIVATE LIMITED	U45201WB2003PTC095721	Associate	30.02	Sec 2(6)
3	BMD TECHNOLOGY PRIVATE LIMITED	U74140WB2006PTC109776	Associate	31.29	Sec 2(6)

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

/Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/HUF	3322900	18675	3341575	69.41	3341575	0	3341575	69.41	0.00
b) Central Govt	0	0	0	0.00	0	0	0	0.00	0.00
c) State Govt (s)	0	0	0	0.00	0	0	0	0.00	0.00
d) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
e) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
f) Any Other....	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (A) (1):-	3322900	18675	3341575	69.41	3341575	0	3341575	69.41	0.00
(2) Foreign									
a) NRIs - Individuals	0	0	0	0.00	0	0	0	0.00	0.00
b) Other – Individuals	0	0	0	0.00	0	0	0	0.00	0.00
c) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
d) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
e) Any Other....	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (A) (2):-	0	0	0	0.00	0	0	0	0.00	0.00

SANTOSH INDUSTRIES LIMITED

Total shareholding of Promoter (A) = (A)(1)+(A)(2)	3322900	18675	3341575	69.41	3341575	0	3341575	69.41	0.00
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	0.00
b) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
c) Central Govt	0	0	0	0.00	0	0	0	0.00	0.00
d) State Govt(s)	0	0	0	0.00	0	0	0	0.00	0.00
e) Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
f) Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
g) FIs	0	0	0	0.00	0	0	0	0.00	0.00
h) Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
i) Others (specify)	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (B)(1):-	0	0	0	0.00	0	0	0	0.00	0.00
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	807970	0	807970	16.78	807970	0	807970	16.78	0.00
ii) Overseas	0	0	0	0.00	0	0	0	0.00	0.00
b) Individuals	0	0	0	0.00	0	0	0	0.00	0.00
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	128980	0	128980	2.68	131980	0	131980	2.74	0.0624
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh"	536050	0	536050	11.13	527050	0	527050	10.95	-0.1869
c) Others (specify)	0	0	0	0.00	0	0	0	0.00	0.00
Non Resident Indians	0	0	0	0.00	0	0	0	0.00	0.00
Qualified Foreign Investor	0	0	0	0.00	0	0	0	0.00	0.00
Custodian of Enemy Property	0	0	0	0.00	0	0	0	0.00	0.00
Foreign Nationals	0	0	0	0.00	0	0	0	0.00	0.00
Clearing Members	0	0	0	0.00	6000	0	6000	0.125	0.1245
Trusts	0	0	0	0.00	0	0	0	0.00	0.00
Foreign Bodies-D R	0	0	0	0.00	0	0	0	0.00	0.00

SANTOSH INDUSTRIES LIMITED

Foreign Portfolio Investors	0	0	0	0.00	0	0	0	0.00	0.00
NBFCs registered with RBI	0	0	0	0.00	0	0	0	0.00	0.00
Employee Trusts	0	0	0	0.00	0	0	0	0.00	0.00
Domestic Corporate Unclaimed Shares Account	0	0	0	0.00	0	0	0	0.00	0.00
Investor Education and Protection Fund Authority	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (B)(2):-	1473000	0	1473000	30.59	1473000	0	1473000	30.59	0.00
Total Public Shareholding (B)=(B)(1)+(B)(2)	1473000	0	1473000	30.59	1473000	0	1473000	30.59	0.00
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0.00
Grand Total (A+B+C)	4795900	18675	4814575	100.00	4814575	0	4814575	100.00	0.00

B. Shareholding of Promoters

SN	Shareholder's Name	Shareholding at the beginning of the year[As on 01/04/2017]			Share holding at the end of the year[As on 31/03/2018]			% 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	KAMAL KUMAR DUGAR	860700	17.88	NIL	860700	17.88	NIL	0.00
2	TULSI KUMAR DUGAR	817000	16.97	NIL	817000	16.97	NIL	0.00
3	SURENDRA KUMAR DUGAR	642700	13.35	NIL	642700	13.35	NIL	0.00
4	SURENDRA KUMAR DUGAR HUF	188000	3.91	NIL	188000	3.91	NIL	0.00
5	MADHU DUGAR	180000	3.74	NIL	180000	3.74	NIL	0.00
6	PRATIBHA DUGAR	130000	2.70	NIL	130000	2.70	NIL	0.00
7	SANYAM DUGAR	125000	2.60	NIL	125000	2.60	NIL	0.00
8	SHREYANS DUGAR	108700	2.26	NIL	108700	2.26	NIL	0.00
9	VINITA DUGAR	100000	2.08	NIL	100000	2.08	NIL	0.00

SANTOSH INDUSTRIES LIMITED

10	KAMAL KUMAR DUGAR HUF	70000	1.45	NIL	70000	1.45	NIL	0.00
11	TULSI KUMAR DUGAR HUF	50000	1.04	NIL	50000	1.04	NIL	0.00
12	RISHABH DUGAR	50000	1.04	NIL	50000	1.04	NIL	0.00
13	MRS. SAYAR BOTHRA	4800	0.10	NIL	18675	0.39	NIL	0.29
14	BUDHAMALL DUGAR	500	0.01	NIL	500	0.01	NIL	0.00
15	SOHANI DEVI DUGAR	300	0.01	NIL	300	0.01	NIL	0.00
16	MS. PRIYANKA JAIN	11750	0.24	NIL	0.00	0.00	NIL	-0.24
17	MS.KHUSHBOO JAIN	2125	0.04	NIL	0.00	0.00	NIL	-0.04
TOTAL		3341575	69.41	NIL	3341575	69.41	NIL	NIL

C. Change in Promoter's Shareholding

SN	Particulars	Shareholding at the beginning [01/04/2017] end of the year[31/03/2018]		Cumulative Shareholding during the year[01/04/2017 to 31/03/2018]	
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
1.	TULSI KUMAR DUGAR				
	01.04.2017	50000	1.0385		
	31.03.2018	50000	1.0385	50000	1.0385
2.	SURENDRA KUMAR DUGAR HUF				
	01.04.2017	188000	3.9048		
	31.03.2018	188000	3.9048	188000	3.9048
3.	KAMAL KUMAR DUGAR				
	01.04.2017	70000	1.4539		
	31.03.2018	70000	1.4539	70000	1.4539
4.	SAYAR BOTHRA				
	01.04.2017	4800	0.0997		
	07.04.2017	13875	0.2882	18675	0.3879
	31.03.2018	18675	0.3879	18675	0.3879
5.	PRIYANKA JAIN				
	01.04.2017	11750	0.2441		

SANTOSH INDUSTRIES LIMITED

	07.04.2017	-11750	0.2441	0	0.00
	31.03.2018	0	0.00	0	0.00
6.	KHUSHOO JAIN				
	01.04.2017	2125	0.0441		
	07.04.2017	-2125	0.0441	0	0.00
	31.03.2018	0	0.00	0	0.00
7.	VINITA DUGAR				
	01.04.2017	100000	2.0770		
	31.03.2018	100000	2.0770	100000	2.0770
8.	SURENDRA KUMAR DUGAR				
	01.04.2017	642700	13.3490		
	31.03.2018	642700	13.3490	642700	13.3490
9.	KAMAL KUMAR DUGAR				
	01.04.2017	860700	17.8870		
	31.03.2018	860700	17.8770	860700	17.8770
10.	MADHU DUGAR				
	01.04.2017	180000	3.7386		
	31.03.2018	180000	3.7386	180000	3.7386
11.	TULSI KUMAR DUGAR				
	01.04.2017	817000	16.9693		
	31.03.2018	817000	16.9693	817000	16.9693
12.	PRATIBHA DUGAR				
	01.04.2017	130000	2.7001		
	31.03.2018	130000	2.7001	130000	2.7001
13.	SOHANI DEVI DUGAR				
	01.04.2017	300	0.0062		
	31.03.2018	300	0.0062	300	0.0062
14.	BUDHAMALL DUGAR				
	01.04.2017	500	0.0104		
	31.03.2018	500	0.0104	500	0.0104
15.	RISHABH DUGAR				
	01.04.2017	50000	1.0385		
	31.03.2018	50000	1.0385	50000	1.0385
16.	SHREYANS DUGAR				
	01.04.2017	108700	2.2577		
	31.03.2018	108700	2.2577	108700	2.2577
17.	SANYAM DUGAR				
	01.04.2017	125000	2.5963		
	31.03.2018	125000	2.5963	125000	2.5963

SANTOSH INDUSTRIES LIMITED

C.Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)

SN	Name	Particulars	Shareholding at the beginning[01/04/2017 end of the year[31/03/2018]		Cumulative Shareholding during the year[01.04.2017 to 31.03.2018]	
			No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
1	FORUM TRADING PVT LTD	BODY CORPORATE				
	01.04.2017		90000	1.8693		
	31.03.2018		90000	1.8693	90000	1.8693
2	OPULENT AGENTS PVT LTD	BODY CORPORATE				
	01.04.2017		115000	2.3886		
	31.03.2018		115000	2.3886	115000	2.3886
3	BINDAL MERCANTILE PVT LTD	BODY CORPORATE				
	01.04.2017		70000	1.4539		
	31.03.2018		70000	1.4539	70000	1.4539
4	BINDAL FINVEST PRIVATE LIMITED	BODY CORPORATE				
	01.04.2017		60000	1.2462		
	31.03.2018		60000	1.2462	60000	1.2462
5	CORE RESOURCE FINANCE LTD	BODY CORPORATE				
	01.04.2017		175000	3.6348		
	31.03.2018		175000	3.6348	175000	3.6348
6	ARINDAM TRADERS PVT LTD	BODY CORPORATE				
	01.04.2017		59895	1.2440		
	31.03.2018		59895	1.2440	59895	1.2240
7	BRIJDHAM COMMODITIES PRIVATE LIMITED	BODY CORPORATE				
	01.04.2017		60000	1.2462		
	31.03.2018		60000	1.2462	60000	1.2462
8	SHREE VIKASH FINVEST PRIVATE LIMITED	BODY CORPORATE				
	01.04.2017		60000	1.2462		

SANTOSH INDUSTRIES LIMITED

	31.03.2018		60000	1.2462	60000	1.2462
9	RAJ KUMAR JAJODIA[HUF]	INDIVIDUAL				
	01.04.2017		52500	1.0904		
	31.03.2018		52500	1.0904	52500	1.0904
10	SANJAY KUMAR JAIN HUF	INDIVIDUAL				
	01.04.2017		154250	3.2038		
	31.03.2018		154250	3.2038	154250	3.2038
*	Not in the list of Top 10 Shareholders as on 01/04/2017.The same has been reflected above since the Shareholder was one of the Top Shareholders as on 31/03/2018.					
#	Ceased to be in the list of Top Shareholders as on 31/03/2017.The same is reflected above since the shareholder was one of the Top 10 Shareholders as on 01/04/2017					

E. Shareholding of Directors and Key Managerial Personnel

SR	Name	Particular	Reason	Shareholding at the beginning [01.04.2017] end of the year [31/03/2018]		Cumulative Shareholding during the year [01.04.2017 to 31.03.2018]	
				No. of Shares	% of Total Shares	No. of Shares	% of Total Shares
1	TULSI KUMAR DUGAR	DIRECTOR		817000	16.97	817000	16.97
2	SURENDRA KUMAR DUGAR	M. D.		642700	13.35	642700	13.35
3	KAMAL KUMAR DUGAR	DIRECTOR		860700	17.88	860700	17.88
4	MADHU DUGAR	WOMEN DIRECTOR		180000	3.74	180000	3.74
5	RISHABH DUGAR	C F O		50000	1.04	50000	1.04

SANTOSH INDUSTRIES LIMITED

V. INDEBTEDNESS :

Particulars	Secured Loans excluding deposits	Unsecur ed Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year	0	0	0	0
i) Principal Amount	0	0	0	0
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	0	0	0	0
Change in Indebtedness during the financial year	0	0	0	0
Addition	0	0	0	0
Reduction	0	0	0	0
Net Change	0	0	0	0
Indebtedness at the end of the financial year	0	0	0	0
i) Principal Amount	0	0	0	0
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	0	0	0	0

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL :

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

SN	Name of MD/WTD /Manager	Gross salary			Stock Option	Sweat Equity	Commission		Others	Total	Ceiling as per the Act
		(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961			as % of profit	others			
1	SURENDRA KUMAR DUGAR	42,00,000	-	-	-	-	-	-	-	42,00,000	

SANTOSH INDUSTRIES LIMITED

2	JYOTI BHARTIA	2,91,629	-	-	-	-	-	-	-	2,91,629
---	---------------	----------	---	---	---	---	---	---	---	----------

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	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
B. DIRECTORS					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
C. OTHER OFFICERS IN DEFAULT					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil

FOR AND ON BEHALF OF THE BOARD

Umang Lodha

**UMANG LODHA
CHAIRMAN
DIN: 06646876**

Form No. MR-3**SECRETARIAL AUDIT REPORT**FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2018

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

To
The Members
Santosh Industries Ltd.

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

Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by **Santosh Industries Ltd** and also based on the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2018 ("Audit Period") complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **Santosh Industries Ltd** ("the Company") for the financial year ended on 31st March, 2018 according to the provisions of:

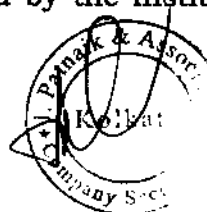
- (i) The Companies Act, 2013 ("the Act") and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (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 and Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;(Not Applicable to the Company during the period under review)
 - d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;(Not Applicable to the Company during the period under review)
 - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;(Not Applicable to the Company during the period under review)
 - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; (Not Applicable to the Company during the period under review);
 - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;(Not Applicable to the Company during the period under review), and
 - i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- (vi) Other applicable laws generally applicable to the Industry/Company:
- a) Factories Act, 1948;
 - b) The Payment of Wages Act, 1936;
 - c) The Minimum Wages Act, 1948;
 - d) The Payment of Gratuity Act, 1972;
 - e) The Child Labour (Prohibition & Regulations) Act, 1986;
 - f) The Environment (Protection) Act, 1986, read with the Environment (Protection) Rules, 1986;
 - g) The Water (Prevention & Control of Pollution) Act, 1974, read with Water (Prevention & Control of Pollution) Rules, 1975;
 - h) The Air (Prevention & Control of Pollution) Act, 1981 read with Air (Prevention & Control of Pollution) Rules, 1982;
- (vii) Other applicable laws specifically applicable to the Industry/Company:
- a) Reserve Bank of India Directions, Guidelines and Circulars applicable to the non-banking financial companies;

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

- (i) Secretarial Standard-I and II issued by the Institute of Company Secretaries of India.



- (ii) The Listing regulations entered into by the Company with Bombay Stock Exchange Limited and Calcutta Stock Exchange Limited;

I further report that

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

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

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

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

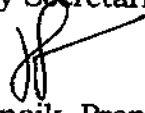
I further report that during the audit period there are no events or actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc, referred to above for example.

- i) Public/ Right/ Preferential issue of shares/ debentures/ sweat equity
- ii) Redemption/ buy back of securities
- iii) Merger/ amalgamation/ reconstruction, etc
- iv) Foreign technical collaborations

Place: Kolkata
Date: 30.05.2018



For **J. Patnaik & Associates**
Company Secretaries


J. Patnaik, Proprietor
FCS No.: 5045
C.P. No.:3102

SANTOSH INDUSTRIES LIMITED

ANNEXURE – D

(A) DETAILS PURSUANT TO THE PROVISIONS OF SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014.

Relevant clause u/r 5(1)	Prescribed Requirement	Particulars		
(i)	Ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year	Sri Surendra Kumar Dugar, Managing Director – 16.05		
(ii)	Percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year	Sri Rishabh Dugar, Chief Financial Officer –(2.04) % Smt. Jyoti Bhartia, Company Secretary -109.54%		
(iii)	Percentage increase in the median remuneration of employees in the financial year	(88.00)%		
(iv)	Number of permanent employees on the rolls of the company	6		
(vi)	Comparison of the remuneration of the Key Managerial Personnel against the performance of the Company	(Rs in lakhs)		
		KMP	Remuneration	Company Performance (PBT)
		Sri Surendra Kumar Dugar, Managing Director	42.00	2160.78
		Sri Rishabh Dugar, Chief Financial Officer	24.00	2160.78
		Smt Jyoti Bhartia, Company Secretary	2.912	2160.78
(vii)	Key parameters for any variable component of remuneration availed by the directors	<ul style="list-style-type: none"> • Financial and operating performance of the Company • Industry / sector trends for the remuneration paid to executive directors 		

SANTOSH INDUSTRIES LIMITED

(B) STATEMENT SHOWING PARTICULARS OF EMPLOYEES PURSUANT TO THE PROVISIONS OF SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(2) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014.

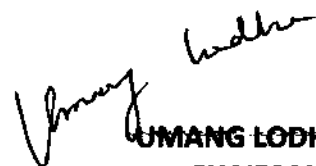
- (i) Persons employed throughout the financial year ended March 31st, 2018 who were in receipt of the remuneration which in the aggregate was not less than Rs. 1,02,00,000/- p.a :- None of the Employees.
- (ii) Persons employed for a part of the financial year ended March 31st, 2018 who were in receipt of remuneration for any part of that year, at a rate which, in the aggregate was not less than Rs. 8,50,000/- p.m :- None of the Employees.
- (iii) No persons employed throughout the financial year or part thereof, were in receipt of remuneration which, in the aggregate, or as the case may be, at the rate which, in the aggregate, is in excess of that drawn by the managing director or whole-time director or manager and holds by himself or along with his spouse and dependent children, not less than 2% of the equity shares of the Company.

Registered Office:

Suite No 3A, 3rd Floor,
3A, Auckland Place
Kolkata – 700 017.

Dated: 30th May, 2018

FOR AND ON BEHALF OF THE BOARD



UMANG LODHA
CHAIRMAN
DIN: 06646876

SANTOSH INDUSTRIES LIMITED

ANNEXURE – E

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

[Pursuant to Section 135 of the Companies Act, 2013 & Rules made there under]

1. In accordance with Section 135 of the Companies Act, 2013 (“the Act”) read with the Companies (Corporate Social Responsibility) Rules, 2014 (“the Rules”), the Company has framed its CSR policy with a view to undertake CSR activities, both in law and in spirit, as specified and in accordance with the Schedule VII of the Companies Act, 2013. Though the Company would give preference to local areas and areas around the Company for spending the amount earmarked for CSR, it would also work for the upliftment of the underprivileged at large. Greater emphasis is laid on the preventive health care, public sanitation, education, water supply, agriculture, environment protection and enhancing the income of the rural people. The Company’s CSR policy is placed on its website and the web-link for the same is [http:// www.santoshindustrieslimited.in/investor relations/codes and policies](http://www.santoshindustrieslimited.in/investor%20relations/codes%20and%20policies).

The Company may undertake CSR activities directly through its own staff and through KBD Foundation, a Charitable Trust set up in the year 1994 by the promoters of the Company and undertaking activities, primarily in the field of Education, Health, Environment Protection and Rural Upliftment.

The amounts spent in pursuance of any business obligation of the Company or in the normal course of business of the Company or for the sole benefits of employees and /or their families shall; not be treated as expenditure incurred towards CSR obligations. The Surplus, if any, arising out of the CSR activities, projects or programs, shall not from part of the business profits of the Company.

2. Composition of CSR Committee:

Shri Ajit Kumar Bachawat,	Chairman
Shri Surendra Kumar Dugar,	Member
Shri, Umang Lodha	Member

3. Average net profit of the company for last three financial years:

(Rs. in Lakhs)

Financial Year	Amount
2014-2015	2581.53
2015-2016	3211.23
2016-2017	2005.93
Total	7798.69
Average	2599.56

4. The prescribed CSR Expenditure (two per cent. of the amount as in item 3 above):

Rs. 52.00 lakhs

SANTOSH INDUSTRIES LIMITED

5. Details of CSR activities/projects undertaken during the year:

- (a) Total amount to be spent for the financial year 2017-18: Rs. 52.00 lakhs
- (b) Total amount unspent in 2016-17: 1.27 lakhs
- (c) Amount unspent, if any: The amount of Rs 53.27 Lakhs has not been spent in the financial year 2017-18.
- (c) Manner in which the amount spent during the financial year : N.A.

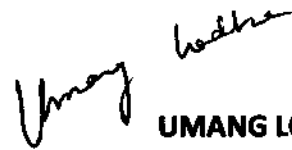
6. In case the Company has failed to spend the 2% of the average net profit of the last 3 financial years or any part thereof, reasons for not spending the amount in its Board Report:

During the year, the Company could not spend the allocated amount for CSR purpose since it could not identify the appropriate area/activity to spend the same. Your Company's endeavor is to address societal issues at micro and macro level and it believes in the spending towards the welfare of the Community as a whole and continues to be the same.

7. A responsibility statement by the CSR Committee that the implementation and monitoring of CSR policy, is in compliance with CSR objectives and Policy of the Company:

Based on the information under abovementioned point no.5 & 6, the CSR Committee thus confirms that the implementation and monitoring of CSR policy, is in compliance with CSR objectives and policy of the Company.

FOR AND ON BEHALF OF THE BOARD



UMANG LODHA
CHAIRMAN
DIN -06546876

SANTOSH INDUSTRIES LIMITED

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The financial statements are prepared under historical cost convention, on accrual basis of accounting and in compliance with the requirements of the Companies Act, 2013 and Accounting Standards issued by the Institute of Chartered Accountants of India.

Statements in this Management Discussion and Analysis of Financial Condition and Results of Operations of the company describing the company's objectives, expectations or predictions are based on the current beliefs, assumptions, expectations, estimates and projections of the directors and management of the company about the business, industry and markets in which the company operates. These statements are not guarantees of future performance, and are subject to known and unknown risks, uncertainties, and other factors, many of which beyond the Company's control and difficult to predict, that could cause actual results, performance or achievements to differ materially from those in the forward looking statements. Such statements are not, and should not be regarded as a projection of future performance of the company. It should be noted that the actual performance or achievement of the Company may vary significantly from such statements. However, readers are cautioned that this discussion may contain "forward – looking statements" by the Company.

Economic Outlook

The year 2017-18 saw large scale reform initiatives come into full force. Goods and Service Tax (GST) was rolled out on schedule on July 1, 2017. This has created a single market for providers of goods and services. A single tax on transactions will aid GDP growth by reducing the cost of doing business. The other major reform was the constitution of National Company Law Tribunal (NCLT) and Insolvency and Bankruptcy Code (IBC). This is likely to reduce the time taken to resolve stressed assets through a time bound resolution programme for referred accounts. While private activity remained somewhat subdued on account of the fall in consumer sentiment, the government showed its intent by taking long pending tough decisions in the interest of the country's future. Thus, India continued to witness steady economic growth despite a volatile internal and weak external environment. Improvement in commodity prices like Oil, low fiscal deficit, increase in inflation while still staying at a comfortable level, appreciation of the rupee vs. the dollar, passage of GST and the after effects of the demonetisation exercise all resulted in a mixed bag for the Indian economy.

The official Wholesale Price Index (WPI) for all commodities (Base: 2011-12=100) for the month of February, 2018 remained largely unchanged at its previous month level of 115.8 (provisional). The annual rate of inflation, based on monthly WPI, stood at 2.48% (provisional) for the month of February, 2018 (over February, 2017) as compared to 2.84% (provisional) for the previous month and 5.51 % during the corresponding month of the previous year. The good news was that the headline inflation has been below 4% for 12 straight months, from November 2016 to October 2017 and CPI food inflation averaged around 1% during April -December in the current financial year, as per the Economic Survey 2018. The CPI inflation declined to 3.3% during FY 2017-18 (Apr-Dec), with a broad-based decline in inflation across major commodity groups except Housing and Fuel & Light. The government forecast economic (GDP) growth slowing to 6.5% in the year to 31-March from 7.1% in the previous year, mainly driven by the issues related to GST implementation and the poor performance of agriculture and manufacturing sector. GDP growth is expected to bounce back to 7-7.5% in FY 19.

SANTOSH INDUSTRIES LIMITED

Incoming economic data remains largely encouraging, with GDP growth picking up more than expected in the October-to-December period, and leading indicators showing the recovery carrying over into the final quarter of the fiscal year. The robust GDP print reflected higher government consumption growth and increased public capital outlays, which more than offset a moderation in private spending growth. That said, consumption indicators have mostly bottomed out and are now gaining traction: In March 2018, passenger and two-wheel vehicle sales rose robustly, and consumer goods production expanded at its strongest pace in over a year.

NBFC

The Company is a Non-Banking Financial Company (NBFC) governed by Chapter III-B of the Reserve Bank of India Act, 1934 (RBI) which, with its regulatory and supervisory framework, ensures strong and healthy functioning of NBFCs by limiting excessive risk taking practices and protecting the interest of deposit holders. The Company does not accept Public Deposits and as required by the RBI, the Board of Directors have passed necessary resolution not to accept Public Deposits without prior approval of RBI.

Your Company is a Non-Banking Finance Company dealing and making investment in shares & securities and mutual funds. The Performance of the Company depends upon market conditions with proper market strategy.

We are looking ahead with the same philosophy and strategy of investment.

Opportunities and Threats

The Indian economy is moving steadily on the growth trajectory and is set to achieve an enviable position - a combination of high growth and dwindling inflation. Indian economy grew at 6.6% during FY 2017-18 while the Fiscal Deficit is expected at 3.4% of GDP. The economy has recovered from the slow down effects of demonetization and the implementation of Goods and Services Tax and now significant benefits are expected in the form of increase in Tax collections and Compliances. The Company has been following a disciplined approach to investing for long term and creating value for its shareholders while availing opportunities to realize gains endeavoring to maintain its policy of consistent dividend distribution. The Company keeps evaluating business opportunities on a continuous basis considering the macro-economic conditions alongwith the policies of the Government of India (GOI) and Reserve Bank of India (RBI). However, any slowdown in the Indian economy or volatility in the Financial and/or Capital markets could adversely affect the performance of the company.

Segment wise performance

The Company being a non-banking financial company operates under a single segment viz providing loans and investments in shares and securities.

Risks & concerns

Risk is inherent in every business activity and securities investments are subject to market risk. It is difficult to predict that the past performance will continue. Any general slowdown of the economy in India and the global economy as a whole may result in slower growth in the business. Trading volumes, settlement periods, transfer procedures changes, change of interest rate in government policy may restrict the liquidity of the investments and this could lead to limiting the business opportunity for the company.

SANTOSH INDUSTRIES LIMITED

Internal Control System and Adequacy

The Company has a proper and adequate internal control system to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and those transactions are authorized, recorded and reported correctly. The internal control is exercised through documented policies, guidelines and procedures. It is supplementary by an extensive program of internal audits conducted by the Internal Auditor and tested by the Statutory Auditors of the Company. The Audit observations and corrective action taken thereon are periodically reviewed by the audit committee to ensure effectiveness of the internal control system. The internal control is designed to ensure that the financial and other records are reliable for preparing financial statements and other data, and for maintaining accountability of persons

Financial and operational performance:

The financial statements have been prepared in compliance with the requirements of the Companies Act, 2013 and Generally Accepted Accounting Principles in India. Please refer to the Directors' Report in this respected.

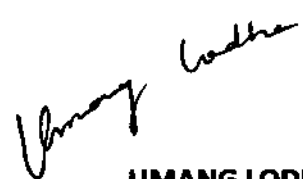
Cautionary statement

Statements In this management discussion and analysis describing the Company's objectives, projections and expectations may be forward looking statements within the meaning of applicable laws and regulations. Actual results may differ substantially or materially from those expressed or implied. Important developments that could affect the Company's operations include a downtrend in the industry- global or domestic or both, significant changes in political and economic environment in India, applicable statutes, litigations etc.

FOR AND ON BEHALF OF THE BOARD

Registered Office:

Suite No 3A, 3rd Floor,
3A, Auckland Place
Kolkata – 700 017.



UMANG LODHA
CHAIRMAN
DIN: 06646876

Dated: 30th May, 2018

SANTOSH INDUSTRIES LIMITED

CORPORATE GOVERNANCE REPORT

1. Company's Philosophy

Corporate Governance pertains to systems, by which companies are directed and controlled, keeping in mind long-term interest of stakeholders. It aims to align interest of company with its stakeholders. The incentive for company and those who own and manage them to adopt global governance standards help them to achieve a long-term sustainable partnership with its stakeholders efficiently. The Company aims to achieve this through proper & full disclosure of material facts and achievement of the highest level of transparency and accountability in all aspects of its operations.

2. Board of Directors

The strength of the Board of Directors as on 31st March 2018 is six (6) out of which two (2) are independent. The composition of the Board of Directors is in conformity with the Corporate Governance Code.

As required under Section 149(3) of the Companies Act, 2013,

1. Smt. Madhu Dugar has been appointed as women Director in 56th Annual General Meeting ["AGM"] for five years w.e.f 18/09/2017.
2. Sri Ajit Kumar Bachhawat has been reappointed in 56th AGM for five years w.ef. 01/04/2017.
3. Sri Surendra Kumar Dugar has been reappointed in the 56th AGM as the Managing Director for five years w.e.f. 22/09/2017.

None of the Directors is a member of more than 10 Committees and Chairman of more than 5 Committees (as specified in regulation 26 of SEBI (LODR) Regulations, 2015), across all the companies in which he/she is a Director.

Brief resumes of Directors are as follows:

Sri. Umang Lodha aged about 30 years is a Chartered Accountant having good knowledge of finance and accounts & taxation.

Sri. Ajit Kumar Bachhawat aged about 53 Years is a commerce graduate and has around 19 years of working experience in Investment Business.

Sri. Surendra Kumar Dugar, Managing Director aged about 60 years has wide experience of Stock Market, Trading, Finance, Investment and Taxation.

Sri. Tulsi Kumar Dugar, Director aged about 53 years has wide experience of Stock Market, Trading, Finance, Investment .

Sri. Kamal Kumar Dugar, Director aged about 50 years has wide experience of Stock Market, Trading, Finance, Investment and Taxation.

SANTOSH INDUSTRIES LIMITED

Smt Madhu Dugar aged about 47 years has a wide experience in the Capital market being a commerce graduate. She is regular investor in the market and has been doing so for more than 21 years. She has diversified portfolio of Investment which include investment in quoted shares, unquoted shares , Mutual funds , Bonds , Preference shares etc

Directors' Induction, Familiarization and Training

As per SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the Company has entered into with the Stock exchanges, the Company shall provide suitable training to Independent Directors to familiarize them with the Company, their role, nature of the industry in which the Company operates, business model of the Company etc. The details of such training imparted are also required to be disclosed in the Annual Report.

The Company acknowledges the importance of continuous education and training of the Directors to enable effective discharge of their responsibility. The directors of the Company are also encouraged to participate in various seminars conducted by professional bodies to enhance and update their knowledge in the fields of accounts, finance, law and taxation. To enhance their skills and knowledge, the Directors are regularly updated on the change in policies, laws and regulations, developments in the business environment etc.

Efforts are also made to familiarize the Directors about their roles, rights, responsibility in the Company, its business model and the environment in which the Company operates.

The details of such familiarization programmes have been placed in the website of the Company and may be accessed at the link [http:// www.santoshindustrieslimited.in](http://www.santoshindustrieslimited.in)

Board Meetings held during the year:

The Company has been following the practice of at least four Board meetings every year. During the Financial Year Six Board Meetings were held on the following dates: 10th April 2017, 26th May 2017, 11th August 2017, 14th November 2017, 9th January 2018 and 12th February 2018.

Attendance of Directors at the Board Meetings and at the last Annual General Meeting (AGM)

Name of Director	No. of Board Meetings		Attended Last AGM
	Held	Attended	
Sri. Surendra Kr Dugar	6	6	Yes
Sri Tulsi Kr Dugar	6	5	Yes
Smt Madhu Dugar	6	5	Yes
Sri Ajit Kumar Bachhawat	6	5	Yes
Sri Kamal Kumar Dugar	6	6	Yes
Sri Umang Lodha	6	6	Yes

SANTOSH INDUSTRIES LIMITED

Composition of the Board of Directors, their Directorship in other Companies and Committee Membership in the Company as on 31st March, 2018 as follows

Name of Director	Category	No. of other Directorship and Committee Membership/Chairmanship			No of Shares held
		Other Directorship	Committee Membership	Committee Chairmanship	
Smt Madhu Dugar	Promoter / Non-Executive Director	10	-	-	180000
Sri. Surendra Kr. Dugar	Promoter / Executive Director	15	-	-	642700 [^]
Sri Ajit Kumar Bachhawat	Non-Executive & Independent	0	-	-	-
Sri Umang Lodha	Non-Executive & Independent	1	-	-	-
Sri Tulsi Kumar Dugar	Promoter /Non Executive Director	19	-	-	817000 [^]
Sri Kamal Kumar Dugar	Promoter /Non Executive Director	17	-	-	860700 [^]

Note: [^] Number of shares held as individual

Relationship between Directors inter-se

Sri Surendra Kumar Dugar (Managing Director), Sri Tulsi Kumar Dugar (Director) and Sri Kamal Kumar Dugar (Director) are brothers and Madhu Dugar is the wife of Sri Kamal Kumar Dugar.

CODE FOR PREVENTION OF INSIDER-TRADING PRACTICES

As per the SEBI (Prohibition of Insider Trading) Regulations 2015, the Company Secretary is the Compliance Officer and is responsible for setting forth policies, procedures, monitoring adherence to the rules for the preservation of price-sensitive information, pre-clearance of trade, monitoring of trades and implementation of the Code of Conduct for trading in Company's securities under the overall supervision of the Board. The Company has adopted a Code of Conduct for Prevention of Insider Trading as well as a Code of Corporate Disclosure Practices in accordance with Regulation 4(2)(c) of Listing Regulations. All the Directors on the Board, Senior Management at all locations and other employees who could be privy to unpublished price-sensitive information of the Company are governed by this Code.

SANTOSH INDUSTRIES LIMITED

Code of Conduct of Independent Directors

As per the provisions of Section 149(8) of the Companies Act, 2013, the company and independent directors shall abide by the provisions specified in Schedule IV. Further, Schedule IV lays down a code for Independent Directors of the Company. Pursuant to the said provisions of the Companies Act, 2013, the Company has drafted a Code for Independent Directors of the Company which forms part of the Letter of Appointment of Independent Director and the Letter of Appointment of Independent Director has been placed in the website of the company.

Audit Committee

The role & terms of reference of the Audit Committee are as per Section 177 of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with The BSE Limited and The Calcutta Stock Exchange Association Ltd.

The role of the Audit Committee shall include the following:

1. Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
2. Recommendation for appointment, remuneration and terms of appointment of auditors of the Company;
3. Reviewing, with the management the annual financial statements and auditor's report thereon before submission to the Board for approval, with particular reference to :
 - a. Matters required to be included in the Director's Responsibility Statement to be included in Board's Report in terms of clause(c) of sub-section 3 of section 134 of the Companies Act, 2013.
 - b. Changes, if any, in accounting policies and practices and reasons for the same.
 - c. Major accounting entries involving estimates based on the exercise of judgment by management.
 - d. Significant adjustments made in the financial statements arising out of audit findings.
 - e. Compliance with listing and other legal requirements relating to financial statements.
 - f. Disclosure of any related party transactions.
 - g. Qualifications in the draft audit report.
4. Reviewing, with the management the quarterly financial statements before submission to the Board for approval;
5. Review and monitor the auditor's independence and performance and effectiveness of audit process;
6. Approval or any subsequent modification of transactions of transactions of the Company with related parties;

SANTOSH INDUSTRIES LIMITED

7. Scrutiny of inter-corporate loans and investments;
8. Valuations of undertakings or assets of the Company wherever it is necessary;
9. Evaluation of internal financial controls and risk management systems;
10. Reviewing with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
11. Reviewing the adequacy of internal audit function, if any, including the structure of internal audit department, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit;
12. Discussion with internal auditors of any significant findings and follow up there on;
13. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
14. Discussion with statutory auditors before the audit commences about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
15. To review the functioning of the Whistle Blower Mechanism;
16. Approval of appointment of CFO after assessing the qualifications, experience, background, etc of the candidate;
17. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

During the financial year ended 31.03.2018 the Committee met Four times under review on 26th May, 2017, 11th August 2017, 14th November, 2017 and 12th February 2018. The attendances of the members were as follows:

Sl. No.	Name of the Members	Category	Designation	No. of Meetings attended
1	Sri Umang Lodha	Independent	Chairman	4
5	Sri Ajit Kumar Bachhawat	Independent	Member	4
3	Sri Surendra Kumar Dugar	Executive, Non-Independent	Member	4

Mr. Umang Lodha acted as the Chairman of the Audit Committee. Mr. Umang Lodha is a Chartered Accountant having good knowledge of finance, accounts and company law. The Audit Committee as on 31.03.2018 comprises of two Non-Executive Independent Directors and one Executive Director.

SANTOSH INDUSTRIES LIMITED

The Managing Director, Chief Financial Officer and representatives of the Statutory Auditors are permanent invitees to the Audit Committee Meetings.

Nomination and Remuneration Committee

The Nomination and Remuneration Committee shall act in accordance with the prescribed provisions of Section 178 of the Companies Act, 2013 and shall be responsible for:

- i) Formulating the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees;
- ii) Formulation of criteria for evaluation of Independent Directors and the Board;
- iii) Devising a policy on Board diversity;
- iv) Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down recommend to the Board their appointment and removal and carry out evaluation of every director's performance.

During the year, 2 meetings of the Nomination and Remuneration Committee of the Company were held i.e. on 11th August, 2017 and 14th November, 2017. The Composition and attendance of Directors at these meetings are as under:

Sl. No.	Name of the Members	Category	Designation	No. of Meetings attended
1	Sri Ajit Kumar Bachhawat	Independent	Chairman	2
2	Sri Umang Lodha	Independent	Member	2
4	Sri Tulsi Kumar Dugar	Non-Executive	Member	2

Remuneration Policy.

Pursuant to the provisions of Section 178 of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the Board of Directors of the Company based on the recommendation of the Nomination and Remuneration Committee has formulated a Nomination and Remuneration Policy for Directors and Key Managerial Personnel. The details of which forms part of the Directors' Report.

SANTOSH INDUSTRIES LIMITED

Details of remuneration paid/payable to the Directors during the financial year ended 31st March, 2018.

No remuneration was paid to any of the Directors during the financial year ended 31st March, 2018. The Managing Director, Sri Surendra Kumar Dugar, received Rs 42, 00,000/- as his remuneration for the financial year. Other non- executive directors received Rs. 1000/- as sitting fees for attending each Board meeting with effect from 14/11/2017.

Asset Liability Management Committee

In compliance with the Reserve Bank of India Regulations as applicable to NBFCs, the Asset Liability Management Committee has been constituted for better management of the affairs of the Company by recommending to the Board of Directors prudent Asset Liability Management policies & procedures that enable the company to achieve its goals while operating in full compliance with all state and federal laws, rules and regulations.

The role of the Committee is to review the following:

- Local and national economic forecasts
- Interest rate forecasts
- Internal cost of funds
- ~~Mismatches in the Balance Sheet~~
- Anticipated loan demands
- Liquidity Position
- Maturity Distribution
- Net Interest Margin / Interest Rate Risk Measures
- Tax Position
- Investment Portfolio
- Current loan investment and funding strategies

The Committee also takes note of the ALM returns filed by the Company within stipulated time period and analyses the Provisional Annual Balance Sheet w.r.t.

- Inclusion of Disclosures as required in terms of Paragraph 13 of NBFC (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.
- Inclusion of Disclosures as required by Para 5 of Reserve Bank of India Circular No. RBI 2008-09/116 DNBS (PD), CC No. 125 / 03.05.002 / 2008-09

SANTOSH INDUSTRIES LIMITED

During the year, 1 meeting of the Asset Liability Management Committee of the Company was held i.e. on 11th August 2017. The Composition and attendance of Directors at these meetings are as under:

Sl. No.	Name of the Members	Category	Designation	No. of Meetings attended
1	Sri Umang Lodha	Independent	Chairman	1
2	Sri Surendra Kumar Dugar	Executive, Non-Independent	Member	1

Risk Management Committee

The Company has a 'Risk Management Committee' to periodically review all Loan & Investment proposals and make recommendations to the Board. The guidelines in respect of Risk Management has been laid down by the Risk Management Committee in respect of Loans & Investments. During the year, 1 meeting of the Risk Management Committee was held on 26th May, 2017. The Composition and attendances of Directors at these meetings are as under:

Sl. No.	Name of the Members	Category	Designation	No. of Meetings attended
1	Sri Ajit Kumar Bachhawat	Independent	Chairman	1
2	Sri Surendra Kumar Dugar	Executive, Non-Independent	Member	1
3	Sri Umang Lodha	Independent	Member	1

Stakeholders Relationship Committee & Share Transfer Committee/ Investor Grievance Committee

The Company has a 'Share Transfer Committee' to approve transfer and transmission of securities, issue of duplicate certificates and deals with other shareholder related issues.

During the year 1 meeting of the Share Transfer Committee was held on 6th April, 2017. The Composition and attendances of Directors at these meetings are as under:

Sl. No.	Name of the Members	Category	Designation	No. of Meetings attended
1	Sri Ajit Kumar Bachhawat	Independent	Chairman	1
2	Sri Surendra Kumar Dugar	Non-Executive, Non-Independent	Member	1

The Transfer of Shares are processed by the Registrar and Transfer Agents viz. Maheshwari Datamatics Pvt. Ltd on behalf of the Company reports of which are placed before the Committee for approval.

SANTOSH INDUSTRIES LIMITED

The Company has a 'Stakeholder Relationship Committee' Committee' to specifically look into and redress the 'Shareholders and Investors' complaints and to improve investor relations.

During the year 4 meetings of the Shareholders/Investors Grievance Committee were held on 3rd April 2017, 3rd July 2017, 3rd October, 2017 and 2nd January, 2018. The Composition and attendances of Directors at these meetings are as under:

Sl. No.	Name of the Members	Category	Designation	No. of Meetings attended
1	Sri Umang Lodha	Independent	Chairman	4
2	Sri Surendra Kumar Dugar	Executive, Non-Independent	Member	4

No Complaints have been received from the Shareholders during the year as per the report of the Registrar and Transfer Agents viz. Maheshwari Datamatics Pvt. Ltd.

Corporate Social Responsibility (CSR) Committee

The Corporate Social Responsibility (CSR) Committee has been constituted by the Board of Directors of the Company on 30.01.2015 as per the provisions of Section 135 of the Companies Act, 2013 and Corporate Social Responsibility (CSR) Rules, 2014.

During the year two meeting of the CSR Committee was held on 1st September, 2017 and 10th March, 2018. The Composition and attendances of Directors at these meetings are as under:

Sl. No.	Name of the Members	Category	Designation	No. of Meetings attended
2	Sri Ajit Kumar Bachhawat	Independent	Chairman	2
3	Sri Umang Lodha	Independent	Member	2
4	Sri Surendra Kumar Dugar	Executive, Non-Independent	Member	2

Independent Directors' Meeting

During the year under review the Independent Directors met on 15th January, 2018 inter-alia to discuss:

1. Evaluation of the performance of Non-Independent Directors and the Board of Directors as a whole.
2. Evaluation of the performance of the Chairman of the Company, taking into account the views of the Executive and Non-Executive Directors.
3. Evaluation of the quality, content and timeliness flow of information between the Management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

SANTOSH INDUSTRIES LIMITED

The composition and attendances of Directors at this meeting is as under:

Name	No. of meetings attended
Sri Umang Lodha*	1
Sri Ajit Kumar Bachhawat	1

* Sri Umang Lodha was unanimously elected as the Chairman of the meetings.

Subsidiary Companies

The Company has no subsidiaries hence disclosure in this regard is not required.

General Body Meetings

1. Locations date and time where three AGMs last held:

Financial Year	Date of AGM	Time	Venue	Details of Special Resolution(s) passed if any
31.03.2015	24.09.2015	2.00 P.M.	Suit No 3A, 3 rd Floor, 3A, Auckland Place, Kolkata- 700017	Appointment of Shri Umang Lodha as an Independent Director.
31.03.2016	22.09.2016	2.00 P.M.		
31.03.2017	18.09.2017	2.00 P.M.		1. Re-appointment of Ajit Kumar Bachhawat as Independent Director. 2. Re-appointment of Surendra Kumar Dugar as Managing Director of the Company. 3. Adoption of AOA and MOA of the Company

1. Extraordinary General Meeting

No Extraordinary General Meeting of the members was held during the year.

2. Postal Ballot

No Resolution has been passed through Postal Ballot during the year 2017-18.

Means of Communication

The quarterly results (including half-yearly and annual results) of the Company are usually published in The Business Standard (English Daily) and Sukhabar(Bengali Daily). The results are also promptly forwarded to BSE Limited and The Calcutta Stock Exchange Limited. The results are also displayed on the website of the Company at <http://www.santoshindustrieslimited.in>.

All material information about the Company is promptly sent through e-mail/ online portal upload to BSE limited and the Calcutta Stock Exchange Limited where the Company's shares are listed.

Management Discussion and Analysis Report has been included as part of this Report.

SANTOSH INDUSTRIES LIMITED

Disclosures

During the year, the company has transactions with M/s BMD Securities Ltd (Stock Broker) for its dealing in stock market. Except this, no material financial and commercial transactions has been undertaken, where management had personal interest that may have a potential conflict with the interest of the company at large.

Address for Correspondence for Share Transfer and Related Matters

- | | |
|---|--|
| <p>1. Santosh Industries Limited
 Secretarial Deptt.
 Suite No 3A, 3rd Floor,
 3A, Auckland Place,
 Kolkata –700 017.
 Email Id – sil@bmd.net.in</p> | <p>2. Registrar and Share Transfer Agent
 Maheshwari Datamatics Pvt. Ltd.
 23, R.N.Mukherjee Road, 5th Floor
 Kolkata- 700 001
 Email Id – mdpldc@yahoo.com</p> |
|---|--|

General Shareholder information

AGM:	Date	28 th Day of September, 2018	
	Time	10.00 a.m.	
	Venue	The Spring Club”, Business Centre at 5 JBS Halden Avenue (EM Bypass) Tangra Kolkata – 700 105	
Financial Year	April 2017 to March 2018		
Financial Calendar	Financial Reporting For	Tentative Time Period	
	Quarter ending 30 th June, 2017	On or before August 15, 2017	
	Quarter ending 30 th September, 2017	On or before November 15, 2017	
	Quarter ending 31 st December, 2017	On or before February 15, 2018	
	Quarter ending 31 st March, 2018	On or before May 30, 2018	
Date of Book Closure	22 nd September, 2018 to 28 th September, 2018 (both days inclusive)		
Dividend Payment Date	Declaration of dividend of Rs.1 per equity share for the year ended March 31, 2018 in the AGM dated 28 th September, 2018.		
Listing on Stock Exchanges	The BSE limited P.J.Towers, Dalal Street , Mumbai-400 001		
	The Calcutta Stock Exchange Ltd. [“CSE”] 7, Lyons Range Kolkata -700 001		
Stock Code / Symbol	Scrip Code: 540822 and CSEA – 10029243		
Demat ISIN Numbers in NSDL & CDSL for Equity Shares	ISIN No. : INE 576C01017		

SANTOSH INDUSTRIES LIMITED

Market Price Data: High, Low during each month in the financial year 2017-18	The equity shares of the Company are listed in The BSE limited and the Calcutta Stock Exchange. The High, Low during each month in the financial year 2017-18 on BSE Limited is detailed herein below (Table No. 1). There has been no trading in the equity shares of the CSE and the last traded price of the shares of the Company on the CSE was Rs. 10.10 per share.
Registrar and Share Transfer Agents	Maheshwari Datamatics Pvt. Ltd., 23,R.N.Mukherjee Road,5 th Floor,Kolkata 700 001
Share Transfer System	100% of the equity shares of the Company are in electronic mode. Transfer of these shares is done through depositories Share Transfers are registered and returned within a period of 30 days from the date of receipt, if the documents are proper in all respects. As per directives issued by SEBI, it is compulsory to trade in the Company's equity shares in dematerialized form. The Company offers the facility of transfer cum dematerialization to its shareholders.
Distribution of shareholding & Category-wise distribution	See Table No. 2 & 3 below
De-materialization of shares and liquidity	See Table No. 4
Address for correspondence	Registered Office: Suite No 3A, 3 rd Floor, 3A, Auckland Place, Kolkata – 700 017.

Table – 1 – MONTHLY STOCK PRICE DATA:

Month	BSE			
	High (Rs.)	Low(Rs.)	No. Of Shares Traded	No. Of Trades
April, 2017	Not Applicable	Not Applicable	Not Applicable	Not Applicable
May, 2017	Not Applicable	Not Applicable	Not Applicable	Not Applicable
June, 2017	Not Applicable	Not Applicable	Not Applicable	Not Applicable
July, 2017	Not Applicable	Not Applicable	Not Applicable	Not Applicable
August, 2017	Not Applicable	Not Applicable	Not Applicable	Not Applicable
September, 2017	Not Applicable	Not Applicable	Not Applicable	Not Applicable
October, 2017	Not Applicable	Not Applicable	Not Applicable	Not Applicable
November, 2017	Not Applicable	Not Applicable	Not Applicable	Not Applicable
December, 2017	Not Applicable	Not Applicable	Not Applicable	Not Applicable
January, 2018	Not Applicable	Not Applicable	Not Applicable	Not Applicable
February, 2018	126.00	126.00	6	2
March, 2018	Not Applicable	Not Applicable	Not Applicable	Not Applicable

SANTOSH INDUSTRIES LIMITED

Table – 2 – Distribution of shareholding as on 31st March, 2018

No. of Equity Share held	No. of Share held	% of total shares	No. of Shareholders	% of total Shareholders
1 to 100	2385	0.0495	58	46.40
101 to 500	1000	0.0208	3	2.40
501 to 1000	0.00	0.00	0	0.00
1001 to 5000	15145	0.3145	5	4.00
5001 to 10000	120250	2.4976	13	10.40
10001 to 100000	1489445	30.9362	34	27.20
100001 and above	3186350	66.1814	12	9.60
Total	48,14,575	100.000	125	100.00

Table 3 – Category-wise distribution of shareholding as on 31st March, 2018

Sl. No.	Category	No. of Shareholders	No. of shares held	% of total shares
1	Promoters	15	3341575	69.4054
2.	Bodies Corporate	12	807970	16.7818
3.	Resident Individuals	90	665030	13.8128
	Total	125	4814575	100.00

Table – 4 – De-materialization of shares and liquidity

Mode	No. of Shareholders	% of total Shareholders	No. of shares	% of total shares
Physical	00	0.00	0.00	0.00
Electronic	125	100.00	4814575	100.00
Total	125	100.00	4814575	100.00

Registered Office:

Suit No 3A, 3rd Floor
3A, Auckland Place,
Kolkata – 700 017.

FOR AND ON BEHALF OF THE BOARD

Umang Lodha

UMANG LODHA
CHAIRMAN
DIN -06646876

Dated: 24th August, 2018

SANTOSH INDUSTRIES LIMITED

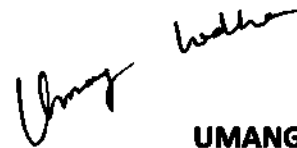
Code of Conduct

The Company is consistently endeavoring to conduct its business in accordance with the highest standards of business ethics and complying with applicable laws, rules and regulations. The Company believes that a good corporate governance structure would not only encourage value creation but also provide accountability and control systems commensurate with the risks involved. The Board of Directors has adopted the Code of Conduct for the Directors and Senior Management ("the Code").

A copy of the Code has been put on the Company's website www.santoshindustrieslimited.in. The Code has been circulated to all the members of the Board and Senior Management and the compliance of the same has been affirmed by them. A declaration signed by the Managing Director is given below.

"I hereby confirm that the Company has obtained from all the members of the Board and Senior Management, affirmation that they have complied with the Code of Conduct for Directors and Senior Management in respect of financial year 2017-18."

FOR AND ON BEHALF OF THE BOARD



**UMANG LODHA
CHAIRMAN
DIN -06646876**

SANTOSH INDUSTRIES LIMITED

Certification by Chief Financial Officer (CFO)

I, Rishabh Dugar, Chief Financial Officer of Santosh Industries Limited certify that:

a) We have reviewed the Financial Statements and the Cash Flow Statement for the year ended 31st March, 2018 and that to the best of our knowledge and belief:

i. The statements do not contain materially untrue statement, or omit any material fact or contain statements that might be misleading;

ii. The statements present a true and fair view of the Company's affairs and are in compliance with the existing accounting standards, applicable laws and regulations.

b) There are, to the best of our knowledge and belief, no transaction entered into by the Company during the year, which are fraudulent, illegal or violative of the Company's code of conduct.

c) We accept the responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

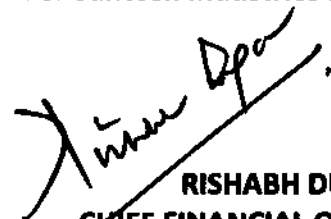
d) We have indicated to the Auditors and Audit Committee:

a. Significant changes in the internal controls over financial reporting during the year;

b. Significant changes in accounting policies during the year and that the same have been disclosed notes to the financial statements and

c. Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For Santosh Industries Limited



RISHABH DUGAR
CHIEF FINANCIAL OFFICER

Place: Kolkata
Date: 30th day of May, 2018

Company Secretary Certificate on Corporate Governance

To
The Members of
Santosh Industries Ltd

We have examined the compliance of conditions of Corporate Governance by Santosh Industries Ltd, for the year ended on 31st March 2018, as per Regulation 15(2) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (LODR).

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 with the conditions of Corporate Governance as stipulated in the SEBI (LODR) Regulations, 2015.

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 J. Patnaik & Associates
Company Secretaries**



Place: Kolkata
Dated: 30.05.2018


**J. Patnaik
Proprietor
FCS: 5045
C.P.:3102**

BAHETY & GOENKA
Chartered Accountants

310, Mangalam-A
24 Hemanta Basu Sarani
Kolkata-700001
Email: bahetygoenka@gmail.com
Phone: 2243-2371, 9331016876

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF: **SANTOSH INDUSTRIES LIMITED**

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **SANTOSH INDUSTRIES LIMITED** ("the company"), which comprises the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone 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

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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.

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. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the 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 31 March 2018 and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A", a statement on the matters specified in the paragraph 3 and 4 of the order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The balance sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid standalone 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 31 March 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2018 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i The Company does not have any pending litigations which would impact its financial position.
 - ii The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 - iii There are no amount, required to be transferred, to the Investor Education and Protection Fund by the Company.

Place : Kolkata - 700 001.

Dated : 30.05.2018



For BAHETY & GOENKA
Chartered Accountants
Firm Registration No. 317111E

A handwritten signature in black ink, appearing to read "R. K. BAHETY".

R. K. BAHETY

Partner

Membership No. 053255

To the Members of **SANTOSH INDUSTRIES LIMITED**

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2018, we report that :

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
- (b) The fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties included in Non-Current Investments are held in the name of the Company.
- (ii) As explained to us physical verification of the inventories (held Physically and Demat Form) have been conducted at reasonable intervals by the management, which in our opinion is reasonable, having regard to the size of the Company and nature of its inventories. No material discrepancies were noticed on such physical verification.
- (iii) The Company has granted loans to bodies corporate covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').
 - a) In our opinion, the rate of interest and other terms and conditions on which the loans had been granted to the bodies corporate listed in the register maintained under section 189 of the Act were not, prima facie, prejudicial to the interest of the Company.
 - b) In the case of the loans granted to the bodies corporate listed in the register maintained under section 189 of the Act, the borrowers have been regular in the payment of the principal and interest as stipulated.
 - c) There are no overdue amounts in respect of the loan granted to a body corporate listed in the register maintained under section 189 of the Act.
- (iv) The Company being NBFC and charging Interest at a rate not less than the bank rate declared by the Reserve Bank of India, hence provisions of Section 185 & 186 of the Companies Act, 2013 is not applicable. Accordingly, the provisions of clause (iv) of paragraph 3 of the Order are not applicable to the Company.
- (v) In our opinion and according to the information given to us, the Company has not accepted any deposits from public, within the meaning of the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 of the Act and the rules framed there under.
- (vi) In our opinion maintenance of cost records has not been prescribed by the Central Government under sub-section (i) of Section 148 of the Act.



- (vii) (a) The Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service tax, duty of Custom, duty of Excise, value added tax, cess and other material statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues, were outstanding as at March 31st, 2018 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues of Income Tax/ Sales Tax/ Service Tax / duty of Custom/ duty of Excise, value added tax or cess which have not been deposited on account of any dispute.
- (viii) The Company has not defaulted in the repayment of dues to any financial institutions or banks as at the balance sheet date.
- (ix) The Company has not raised any money by way of initial public offer or further public offer (including debt instrument) or term loans. Accordingly, the provisions of clause (ix) of paragraph 3 of the Order are not applicable to the Company.
- (x) According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) The Company is not a Nidhi Company. Accordingly, the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the Company.
- (xiii) The Company has complied with Section 177 and 188 of Companies Act, 2013 for all transactions with the related parties and the details have been disclosed in the Financial Statements, as required under Accounting Standards - 18 related party disclosures specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause (xiv) of paragraph 3 of the Order are not applicable to the Company.
- (xv) The Company has not entered into any non-cash transactions with the directors or persons connected with him during the year under review. Accordingly, the provisions of clause (xv) of paragraph 3 of the Order are not applicable to the Company.
- (xvi) According to the information and explanations given to us the company is already registered under section 45-IA of the Reserve Bank of India Act, 1934.

Place : Kolkata - 700 001.
Dated : 30.05.2018



For BAHETY & GOENKA
Chartered Accountants
Firm Registration No. 317111E

A handwritten signature in black ink, appearing to be "R. K. BAHETY".

R. K. BAHETY

Partner

Membership No. 053255

BAHETY & GOENKA
CHARTERED ACCOUNTANTS
310, MANGALAM – A,
24, HEMANTA BASU SARANI,
KOLKATA- 700 001

TO THE MEMBERS OF: SANTOSH INDUSTRIES LIMITED

Annexure - B to the 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 Santosh Industries Limited ("the Company") as of 31 March 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 control 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 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place : Kolkata - 700 001.
Dated : 30.05.2018



For BAHETY & GOENKA
Chartered Accountants
Firm Registration No. 317111E

R. K. BAHETY
Partner
Membership No. 053255

SANTOSH INDUSTRIES LIMITED

Balance Sheet as at 31st March, 2018

Amount in Rs.

Particulars	Note No	As at 31-03-2018	As at 31-03-2017
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2.1	4,81,45,750	4,81,45,750
(b) Reserves and Surplus	2.2	3,48,06,89,069	3,29,10,36,615
		3,52,88,34,819	3,33,91,82,365
(2) Current Liabilities			
(a) Trade payables	2.3	5,02,24,983	-
(b) Other Current Liabilities	2.4	3,14,552	2,97,125
(c) Short Term Provisions	2.5	10,20,000	63,14,710
		5,15,59,535	66,11,835
TOTAL(1) + (2)		3,58,03,94,354	3,34,57,94,200
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	2.6	65,37,008	11,69,554
(b) Non-current investments	2.7	3,05,49,65,318	2,94,75,16,797
(c) Deferred Tax Asset (Net)	2.8	5,67,410	5,33,000
(d) Other Non-current assets	2.9	3,35,348	3,35,348
		3,06,24,05,084	2,94,95,54,699
(2) Current assets			
(a) Inventories	2.10	10,63,30,509	10,61,46,459
(b) Trade Receivable	2.11	-	67,24,197
(c) Cash and Bank Balances	2.12	69,40,931	41,30,593
(d) Short-term loans and advances	2.13	35,54,97,007	23,15,39,955
(e) Other current assets	2.14	4,92,20,823	4,76,98,297
		51,79,89,270	39,62,39,501
TOTAL(1) + (2)		3,58,03,94,354	3,34,57,94,200
Significant Accounting Policies and notes to financial statements	1-2.32		

As per our report of even date attached


For and on behalf of Board of Directors

For Bahety & Goenka
CHARTERED ACCOUNTANTS
Firm Regn. No-317111E



(R.K. Bahety)
PARTNER
Membership No. - 053255

Place : Kolkata
Dated the 30th day of May, 2018


SURENDRA KUMAR DUGAR
(Managing Director)
DIN - 00638608


KISHABH DUGAR
(Chief Financial Officer)


UMANG LODHA
(Chairman &
Independent Director)
DIN - 08646876


JYOTI BHARTIA
(Company Secretary)

SANTOSH INDUSTRIES LIMITED

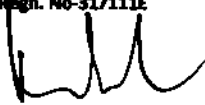
Statement of Profit & Loss for the year ended 31st March, 2018

Amount in Rs.

Particulars	Note No	For the year ended 31st March, 2018	For the year ended 31st March, 2017
REVENUE FROM OPERATIONS	2.15	12,15,35,459	16,45,88,363
OTHER INCOME	2.16	12,08,39,730	7,39,90,194
TOTAL REVENUE		24,23,75,189	23,85,78,557
EXPENSES			
(a) Purchase of Traded Goods (Shares & MF Units)			-
(b) Changes in inventories (Shares & Mf Units)	2.17	(1,84,050)	2,54,97,207
(c) Employee benefit expenses	2.18	74,36,904	70,49,903
(d) Depreciation & Amortisation Expenses	2.6	10,43,625	5,32,889
(e) Other expenses	2.19	1,74,99,954	47,45,090
(f) Provision for Standard Assets		5,00,000	1,60,000
Total Expenses		2,62,96,433	3,79,83,089
PROFIT BEFORE TAX		21,60,78,756	20,05,93,468
TAX EXPENSES			
(a) Current Tax		2,70,00,000	2,10,00,000
(b) Relating to earlier year		(5,39,288)	(3,17,604)
(c) Deferred Tax	2.8	(34,410)	(5,33,000)
PROFIT/(LOSS) FOR THE PERIOD		18,96,52,454	18,04,44,072
EARNING PER SHARE			
Basic & Diluted Earning per Share of Rs. 10/- each	2.20	39.39	37.48
Significant Accounting Policies and notes to financial statements	1-2.32		

As per our report of even date attached

For Bahety & Goenka
CHARTERED ACCOUNTANTS
Firm Regn. No-317111E

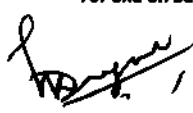


(R.K. Bahety)
PARTNER
Membership No. - 053255

Place : Kolkata
Dated the 30th day of May, 2018

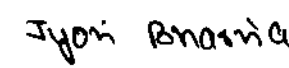


For and on behalf of Board of Directors


SURENDRA KUMAR DUGAR
(Managing Director)
DIN - 00638608


VISHAL DUGAR
(Chief Financial Officer)


UMANG LODHA
(Chairman &
Independent Director)
DIN - 06646876


JYOTI BHARTIA
(Company Secretary)

SANTOSH INDUSTRIES LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2018

PARTICULARS	For the Year Ended 31.03.2018		For the Year Ended 31.03.2017	
Cash Flows From Operating Activities				
Net Profit Before Tax and Extraordinary Items		21,60,78,756		20,05,93,468
Adjustments For:				
Depreciation	10,43,625		5,32,889	
Dividend	(67,89,692)		(86,90,050)	
Provision for Standard Asset	5,00,000		1,60,000	
(Profit)/Loss on Sale of Investment	(11,38,27,378)		(6,52,40,451)	
(Profit)/Loss on Sale of Fixed Assets	(1,77,860)			
		(11,92,51,305)		(7,32,37,612)
Operating Profit Before Working Capital Changes		9,68,27,451		12,73,55,856
Adjustments For:				
Change in Inventory	(1,84,050)		2,54,97,207	
Change in Trade Receivables	67,24,197		4,68,97,086	
Loans, Advances & Other Current Assets	(12,62,62,526)		(8,87,44,208)	
Change in Trade payable	5,02,24,983		(1,69,515)	
Change in Current Liabilities	17,427			
		(6,94,79,969)		(1,65,19,430)
Cash Generated From Operations		2,73,47,482		11,08,36,426
Less: CSR Expense Paid		-		(1,03,04,500)
Less: Direct Taxes Paid (Net of refund)		(2,56,77,765)		(2,13,72,662)
Net Cash generated From Operating Activities (A)		16,69,717		7,91,59,264
Cash Flows From Investing Activities				
Sale of Investments	63,19,06,189		1,42,54,60,167	
Dividend	67,89,692		86,90,050	
Purchase of Investments	(62,55,27,332)		(1,54,06,35,524)	
Sale of Fixed Assets	2,71,300		-	
Purchase of Fixed Assets	(65,04,519)		(1,44,632)	
Net Cash generated from Investing Activities (B)		69,35,330		(10,66,29,939)
Cash Flow From Financing Activities				
Dividend including dividend tax	(57,94,710)	(57,94,710)		-
Net Cash Flow from Financing activities (C)		(57,94,710)		-
Net Increase/(Decrease) in Cash & Cash Equivalent (A+B+C)		28,10,337		(2,74,70,675)
Cash & Cash Equivalent At the Beginning of the Year		41,30,594		3,16,01,269
Cash & Cash Equivalent at the End of the Year		69,40,931		41,30,594

As per our report of even date

For Bahety & Goenka
(Chartered Accountants)

(R.K. Bahety)
(PARTNER)
M.No : 053255
Firm Reg No : 317111E



Place : Kolkata
Dated the 30th day of May, 2018

For and on behalf of the Board of Directors

SURENDRA KUMAR DUGAR
(Managing Director)
DIN - 00638608

RISHA BHARGAVA
(Chief Financial Officer)

UMANG LODHA
(Chairman & Independent Director)
DIN - 06646876

JYOTI BHARTIA
(Company Secretary)

SANTOSH INDUSTRIES LTD

Significant Accounting Policies and Notes to Financial Statements

1. Corporate Information

Santosh Industries Ltd ("the Company") is a public limited company domiciled in India and registered under the provisions of Companies Act, 1956. The Shares of the Company are listed on Bombay Stock Exchange and The Calcutta Stock Exchange. The Company is a non- deposit taking Non Systemically Important Non Banking Financial Company ("NBFC") registered with Reserve Bank of India ("the RBI") and is engaged in the business of giving loans and making investments.

2. Significant Accounting Policies

a. Basis of preparation of Financial Statements

The financial statements have been prepared in conformity with generally accepted accounting principles (Indian GAAP) to comply in all material respects with the Accounting Standards ('AS') prescribed under relevant provisions of the Companies Act, 2013 ('the Act') and the guidelines issued by the Reserve Bank of India ('RBI') as applicable to a Non Banking Finance Company ('NBFC'). The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

b. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles (Indian GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end.

Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revisions to the accounting estimates are recognized prospectively in the current and future years.

c. Fixed Assets, Depreciation/Amortization and Impairment

i. Fixed Assets

Fixed assets are stated at cost less accumulated depreciation/amortization and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

ii. Depreciation/Amortisation

Pursuant to the enactment of Companies Act, 2013, the company has applied the estimated useful lives as specified in Schedule II. Accordingly the unamortized carrying value is being depreciated/amortised over the revised/remaining useful lives using WDV method.

iii. Impairment of assets

The carrying amount of assets is reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets, net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.



SANTOSH INDUSTRIES LTD

A previously recognized impairment loss is increased or reversed depending on changes in circumstances. However the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

d. Investments

Investments intended to be held for not more than a year are classified as current investments. All other investments are classified as non current (long-term) investments. The investments are stated at cost.

e. Inventories

Inventories are valued at lower of cost or net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less estimated cost necessary to make sale.

f. Provisioning /Write-off of assets

- i. The Company makes provision for Standard and Non-Performing Assets are as per Master Directions- Non Banking Financial Company-Non Systemically important Non-Deposit taking Company (Reserve Bank) Directions, 2016 as amended from time to time.
- ii. Loans and advances which, as per management are not likely to be recovered , are considered as bad debts and written off.

g. Revenue recognition

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

- i. Interest on loan is recognized on accrual basis except in case of Non Performing Assets ("NPAa") where interest is recognized upon realization, as per the Prudential Norms/ Directions of RBI, applicable to NBFCs.
- ii. Interest income on fixed deposits/margin money, call money (CBLO), certificate of deposits and pass through certificates are recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.
- iii. Revenue from trading in securities /intraday transactions are accounted for on trade date basis.
- iv. Dividend Income: Revenue is recognized when the shareholders/units holders right to receive/payment of dividend is established.
- v. All other income is accounted for on accrual basis.

h. Income tax

Tax expense comprises of current tax [(net of Minimum Alternate Tax (MAT) credit entitlement)] and deferred tax.

Current tax is the amount of tax payable on the taxable income for the year determined in accordance with the provisions of the Income Tax Act, 1961. Deferred tax reflects the impact of timing differences between taxable income and accounting income for the current reporting year and reversal of timing differences of earlier years.

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



SANTOSH INDUSTRIES LTD

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

MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognised as an asset in accordance with the recommendations contained in guidance note issued by The Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT Credit Entitlement. The Company reviews the same at each Balance Sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal income tax during the specified period.

i. Segment reporting

The Company's operating businesses are organized and managed in one segment only. The analysis of geographical segments is based on the areas in which major operation of the company exists.

j. Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the year.

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

k. Provisions

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



SANTOSH INDUSTRIES LIMITED

2 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018		Amount in Rs.	
Particulars	As at 31.03.2018	As at 31.03.2017	
2.1 SHARE CAPITAL			
Authorised Share Capital			
4,850,000 (P.Y. 4,850,000) Equity Shares of Rs. 10/- each	4,85,00,000	4,85,00,000	
15,000 (P.Y 15,000) 7% Tax Free Redeemable Cumulative Preference Shares, Rs. 100/- par value	15,00,000	15,00,000	
	5,00,00,000	5,00,00,000	
Issued, Subscribed & Fully Paid Share Capital			
4,814,575 (P.Y. 4,814,575) Equity Shares of Rs.10/- each	4,81,45,750	4,81,45,750	
The reconciliation of number of the shares outstanding at the beginning and at the end of the year			
At the beginning of period	Number of Shares 48,14,575	Number of Shares 48,14,575	
Add : Issued during the year	-	-	
Outstanding at the end of period	48,14,575	48,14,575	
The Company has only one class of shares referred to as equity shares having a par value of Rs. 10/-, Each holder of equity shares is entitled to one vote per share			
Details of each shareholder holding more than 5% shares:			
	No. Of Shares %)	No. Of Shares %)	
Surendra Kumar Dugar	642700 (13.35%)	642700 (13.35%)	
Tulsi Kumar Dugar	817000 (16.97%)	817000 (16.97%)	
Kamal Kumar Dugar	860700 (17.88%)	860700 (17.88%)	
2.2 RESERVES & SURPLUS			
Capital Reserve as per last Balance Sheet	57,98,350	57,98,350	
Amalgamation Reserve as per last Balance Sheet	94,79,81,191	94,79,81,191	
General Reserve as per last Balance Sheet	6,30,00,000	6,30,00,000	
Special Reserve (u/s 45IC of RBI Act ,1934)			
As per last Balance Sheet	48,53,00,000	44,90,00,000	
Add : Transfer from Statement of Profit & Loss	3,63,00,000	3,63,00,000	
	52,36,00,000	48,53,00,000	
Corporate Social Responsibility Fund			
Opening Balance	1,26,500	59,00,000	
Add: Transfer during the year	52,00,000	45,31,000	
(Transfer from Statement of Profit & Loss)			
Less: Expenditure made during the year	-	1,03,04,500	
Closing Balance	53,26,500	1,26,500	
Surplus in the Statement of Profit & Loss			
As per last Balance Sheet	1,78,88,30,574	1,65,50,12,212	
Add : Net profit after tax transferred from Statement of Profit & Loss	18,96,52,454	18,04,44,072	
Amount available for appropriation	1,97,84,83,028	1,83,54,56,284	
Less : Appropriations			
Proposed Dividend on Equity Shares @ Re. 1 per share	-	(48,14,575)	
Provision for DDT	-	(9,80,135)	
Amount transferred to Special Reserve u/s 45-IC of RBI Act, 1934	(3,83,00,000)	(3,63,00,000)	
Amount transferred to Corporate Social Responsibility Fund	(52,00,000)	(45,31,000)	
Surplus - Closing Balance	1,93,49,83,028	1,78,88,30,574	
	3,48,06,89,069	3,29,10,36,615	
2.3 TRADE PAYABLES			
Trade Payables (Other than to Micro Small & Medium Enterprises)	5,02,24,983	-	
	5,02,24,983	-	
2.4 OTHER CURRENT LIABILITIES			
Statutory Due	1,83,909	1,78,999	
Expenses Payable	1,30,643	1,18,126	
	3,14,552	2,97,125	
2.5 SHORT TERM PROVISIONS			
Provision for Standard Asset (as per RBI Guidelines)	10,20,000	5,20,000	
Proposed Dividend @ Re. 1 Per Share	-	48,14,575	
Provision for DDT	-	9,80,135	
	10,20,000	63,14,710	



SANTOSH INDUSTRIES LIMITED

2.6 FIXED ASSETS										
Tangible Assets :										
Particulars	Gross Block				Depreciation				Net Block	Net Block
	As at 1st April, 2017	Additions	Disposal	As at 31st March, 2018	As at 1st April, 2017	For the period	Disposal	As at 31st March, 2018	As at 31st March, 2018	As at 31st March, 2017
Office Equipment	12,03,160	68,644	-	12,71,804	9,90,526	98,837	-	10,89,363	1,82,441	2,12,634
Computer	5,86,109	16,501	-	6,02,610	5,67,835	8,672	-	5,76,507	26,103	18,274
Furniture & Fixture	6,76,845	-	-	6,76,845	5,48,593	36,630	-	5,85,223	91,622	1,28,252
Motor Car	39,46,813	64,19,374	93,440	1,02,72,747	31,36,419	8,99,486	-	40,35,905	62,36,842	8,10,394
Total :-	64,12,927	65,04,519	93,440	1,28,24,006	52,43,373	10,43,625	-	62,86,998	65,37,008	11,69,554

Previous Year

FIXED ASSETS										
Tangible Assets :										
Particulars	Gross Block				Depreciation				Net Block	Net Block
	As at 1st April, 2016	Additions	Disposal	As at 31st March, 2017	As at 1st April, 2016	For the period	Disposal	As at 31st March, 2017	As at 31st March, 2017	As at 31st March, 2016
Office Equipment	10,58,528	1,44,632	-	12,03,160	9,06,611	83,915	-	9,90,526	2,12,634	1,51,917
Computer	5,86,109	-	-	5,86,109	5,63,300	4,535	-	5,67,835	18,274	22,809
Furniture & Fixture	6,76,845	-	-	6,76,845	4,95,918	52,675	-	5,48,593	1,28,252	1,80,927
Motor Car	39,46,813	-	-	39,46,813	27,44,655	3,91,764	-	31,36,419	8,10,394	12,02,158
Total :-	62,68,295	1,44,632	-	64,12,927	47,10,484	5,32,889	-	52,43,373	11,69,554	15,57,811



SANTOSH INDUSTRIES LIMITED

2.7 NON CURRENT INVESTMENTS (Non Trade, at Cost)					
Name of the Company	Face Value (Rs.)	As at 31.03.2018		As at 31.03.2017	
		No(s)	Amount (Rs.)	No(s)	Amount (Rs.)
A. In Equity Instruments (Quoted)					
Andhra Petro Ltd	10	5,400	1,27,761	11,500	2,72,084
BF Utility Ltd	5	-	-	10,000	42,66,843
Bhansali Engineering Ltd	1	2,25,000	4,07,99,987	-	-
Bharat Road Network Ltd	10	4,50,530	8,56,34,101	-	-
Central Depository Services Ltd	10	59,707	2,16,80,454	-	-
Choisi Laboratories Ltd	10	37,852	7,89,461	37,852	7,89,461
Container Corporation Of India Ltd	10	2,700	4,45,836	2,700	18,41,973
Electrosteel Steel Ltd	10	18,50,000	89,70,469	18,50,000	89,70,469
Escort Ltd	10	3,000	1,25,400	3,000	1,25,400
First Source Solution Ltd	10	1,00,000	53,12,574	-	-
Gujrat Narmada Valley Fertilizer Ltd	10	-	-	10,000	28,00,191
Himachal Futuristic Communications Ltd	1	55,95,000	16,86,72,144	-	-
Hindustan Construction Co. Ltd	1	27,000	9,43,618	27,000	9,43,618
I.D.B.I. Ltd	10	3,375	4,47,997	3,375	4,47,997
India Bulls Real Estates Ltd	2	-	-	1,00,000	81,69,468
Krebs Biochemical & Industries Ltd	10	-	-	1,000	35,927
Mahanagar Telephone Nigam Ltd	10	13,500	4,94,877	4,500	3,01,371
Mahindra CIE Automotive Ltd	10	-	-	77,360	1,77,17,168
Merck Ltd	10	-	-	2,500	26,57,474
Polylink Polymers India Ltd	5	21,000	2,18,568	23,828	2,48,003
Power Grid Ltd	10	300	54,244	300	54,244
PTC India Ltd	10	-	-	33,045	29,16,548
Reliance Capital Ltd	10	35,000	2,11,23,939	-	-
Sintex Plastics Technology Ltd	1	2,50,000	1,45,17,689	-	-
Star Cement Ltd	1	5,00,000	6,39,67,674	-	-
Stone India Ltd	10	15,000	9,33,965	-	-
Subex Ltd	10	5,00,000	63,39,774	-	-
Thirumalia Chemicals Ltd	10	16,757	3,57,28,440	-	-
Zenotech Laboratories Ltd	10	1,50,761	69,53,546	-	-
The Federal Bank Ltd	2	-	-	5,500	87,500
			48,42,82,518		5,26,45,740
B. BONDS (Quoted)					
DEEP DISCOUNT BOND					
NABARD	20000	6,840	6,25,51,800	6,840	6,25,51,800
TAXFREE BONDS					
7.35% Nabard Bank for Agriculture & Rural Development	1000	5,010	50,10,000	5,010	50,10,000
7.39% HUDCO	1000	7,007	70,07,000	7,007	70,07,000
8.10% HUDCO 05 Mar 22	1000	70,010	7,16,64,920	70,010	7,16,64,920
7.51% HUDCO	1000	97,500	9,80,33,343	97,500	9,80,33,343
8% Indian Railway Finance Corporation Ltd. 23 Feb 22	1000	52,420	5,29,91,955	52,420	5,29,91,955
8.20% National Highways Authority Of India. BD 25 Jan 22	1000	61,365	6,15,22,423	61,365	6,15,22,423
8.50% National Highways Authority Of India.	1000	50,000	5,00,00,000	50,000	5,00,00,000
7.39% National Highways Authority Of India.	1000	7,709	77,09,000	7,709	77,09,000
7.35% National Highways Authority Of India.	1000	28,570	2,85,70,000	28,570	2,85,70,000
8.63% National Housing Bank	5000	2,166	1,08,30,000	2,166	1,08,30,000
8.68% National Housing Bank	5000	6,384	3,19,20,000	6,384	3,19,20,000
8.76% National Housing Bank	5000	1,444	72,20,000	1,444	72,20,000
8.54% National Hydro Power Corporation	1000	16,105	1,61,05,000	16,105	1,61,05,000
8.48% National Thermal Power Corporation	1000	15,833	1,58,33,000	15,833	1,58,33,000
8.66% National Thermal Power Corporation	1000	15,832	1,58,32,000	15,832	1,58,32,000
8.20% Power Finance Corporation Ltd. SR-I	1000	3,500	35,94,778	3,500	35,94,778
8.16% Power Finance Corporation Ltd. SR80B	100000	400	4,00,00,000	400	4,00,00,000
8.46% Power Finance Corporation Ltd.	100000	100	10,50,91,350	100	10,50,91,350
7.17% IREDA	1000200	50	5,00,10,000	50	5,00,10,000
7.49% IREDA	1000	8,515	85,15,000	8,515	85,15,000
6.70% Indian Railway Finance Corporation BD 08 Mar 20	100000	800	8,00,00,000	800	8,00,00,000
7.28% Indian Railway Finance Corporation	1000	18,120	1,81,20,000	18,120	1,81,20,000
8.26% India Infra Fin Co. Ltd. Tax Free Bond	1000000	50	5,00,05,000	50	5,00,05,000
8.55% India Infra Fin Co. Ltd. Tax Free Bond	1000	1,00,000	10,00,00,000	1,00,000	10,00,00,000
8.12% Rural Electrification Corporation Ltd SR-2	1000	39,499	3,94,99,000	39,499	3,94,99,000
8.46% Rural Electrification Corporation Ltd 30 Aug 2028	1000000	50	5,00,40,000	50	5,00,40,000
8.46% Rural Electrification Corporation Ltd 24 Sept 2028	1000	50,000	5,00,00,000	50,000	5,00,00,000
8.63% Rural Electrification Corporation Ltd 24 Mar 2029	1000	50,000	5,00,00,000	50,000	5,00,00,000
			1,18,76,75,569		1,18,76,75,569
Total			1,67,19,58,087		1,24,03,21,309



SANTOSH INDUSTRIES LIMITED

UNQUOTED INVESTMENTS A. In Equity Instruments (Unquoted)	Face Value	As at 31.03.2018		As at 31.03.2017	
		No(s)	Amount (Rs.)	No(s)	Amount (Rs.)
In Associate Companies					
BMD Technology Private Limited	10	5,00,000	50,00,000	5,00,000	50,00,000
Brabourne Developers Private Limited	10	2,75,000	81,50,000	2,75,000	81,50,000
Ezra Developers Private Limited	10	2,75,000	75,50,000	2,75,000	75,50,000
			2,07,00,000		2,07,00,000
Other Group Companies					
Auckland Nirman Pvt Ltd	10	12,500	7,76,938	12,500	7,76,938
Auckland Properties Pvt Ltd	10	25,000	14,53,625	25,000	14,53,625
BMD Vanijya Pvt Ltd	10	70,000	23,15,775	70,000	23,15,775
Glaxo Finance Private Limited (Carwin Mercantiles Pvt Ltd)	10	2,14,300	21,43,000	2,14,300	21,43,000
Pragya Merchantile Private Limited	10	11,60,000	1,74,00,000	11,60,000	1,74,00,000
			2,40,89,338		2,40,89,338
Other Companies					
Miel E Security Private Limited	10	12,09,852	1,35,01,949	12,09,852	1,35,01,949
Skyline Radio Network Ltd	10	10,00,000	1,00,00,000	10,00,000	1,00,00,000
			2,35,01,949		2,35,01,949
B. NON CONVERTIBLE DEBENTURES & TAXABLE					
10.25% Tata Capital Financial Services Limited	500000	102	5,10,06,450	102	5,10,06,450
N.T.P.C. Limited	12.50	4,500	56,250	4,500	56,250
9.95% State Bank of India	10000	650	72,49,284	650	72,49,284
			5,83,11,984		5,83,11,984
C. NON CUMULATIVE REDEMABLE PREFERENCE SHARES					
ILFS LTD	7,500	1,600	2,00,00,000	1,600	2,00,00,000
ILFS LTD	15,000	2,000	3,00,00,000	2,000	3,00,00,000
Tata Capital Ltd.	1,000	40,000	4,00,00,000	40,000	4,00,00,000
Tata Capital Ltd.	1,000	22,500	2,25,00,000	-	-
			11,25,00,000		9,00,00,000
D. MUTUAL FUNDS UNITS (DEBT FUND)					
Birla Dynamic Bond Fund	10	-	-	12,60,112	2,50,00,000
Birla Sunlife Income Fund Growth	10	-	-	4,96,555	2,64,00,000
Birla Sunlife Cash Plus-Growth Regular	10	1,42,830	3,70,86,879	2,58,326	6,70,56,388
Canara Robeco Savings Plus	10	44,01,116	9,70,78,736	44,01,116	9,70,78,736
Canara Robeco Medium Term Fund	10	2,50,000	25,00,000	2,50,000	25,00,000
DSP Short Term Fund Growth	10	-	-	76,061	11,77,439
DSP Black Rock Ultra Short Term Fund	10	84,70,702	8,80,00,000	84,70,702	8,80,00,000
HDFC Cash Management Fund Saving Plan Growth	10	-	-	16,687	5,50,00,000
HDFC Cash Management Fund Treasury	10	19,72,571	6,65,00,000	19,72,571	6,65,00,000
HDFC Charity Fund for Cancer	10	40,000	4,00,000	40,000	4,00,000
HDFC Cash Mgmt Treasury Advantage Plan Wholesale	10	6,34,956	1,24,80,352	6,34,956	1,24,80,353
HDFC Liquid Fund - Regular Growth	10	-	-	18,840	6,02,52,516
ICICI Prudential Income Fund Growth	10	-	-	6,73,682	2,50,00,000
ICICI Prudential Short Term Fund Growth	10	10,44,277	2,50,00,000	10,44,277	2,50,00,000
ICICI Flexible Income Fund	100	-	-	1,73,784	4,90,00,000
ICICI Prudential Liquid Plan	100	-	-	41,818	1,00,00,000
ICICI Prudential Savings Fund	100	-	-	29,766	71,00,000
IDBI Liquid Growth Fund	10	-	-	13,280	2,26,01,679
IDBI Ultra Short Term Fund Regular	10	-	-	31,640	5,32,00,000
IDFC Dynamic Bond Fund Regular Growth	10	1,73,437	24,00,000	1,73,437	24,00,000
IDFC Dynamic Bond Fund Regular Growth	10	49,80,881	7,00,00,000	49,80,881	7,00,00,000
IDFC Monthly Income Plan Fund Of Fund Growth	10	5,00,000	50,00,000	5,00,000	50,00,000
IDFC Super Saver Income Fund -Medium Term	10	10,21,765	2,10,00,000	10,21,765	2,10,00,000
IDFC Ultra Short Term Fund	10	23,62,158	4,75,29,210	24,84,954	5,00,00,000
Kotak Floater Long Term Growth	10	28,39,114	3,94,51,191	28,39,114	3,94,51,191
Kotak Gilt Regular	10	-	-	34,602	14,05,912
Kotak Treasury Advantage	10	26,17,561	6,00,00,000	26,17,561	6,00,00,000
Reliance Liquid Fund Treasury	10	7,116	3,00,00,000	-	-
Reliance Dynamic Bond Fund	10	6,38,525	1,00,00,000	6,38,525	1,00,00,000
Reliance Liquid Treasury Growth	10	-	-	6,762	2,65,93,487
Reliance Money Manager Fund Growth	10	-	-	2,984	66,04,425
Relligare Invesco Ultra Short Term	1,000	28,482	5,69,00,000	28,482	5,69,00,000
Relligare Liquid Fund Regular Growth	1,000	-	-	1,907	40,00,000
SBI Dynamic Bond Fund Growth	10	-	-	23,79,964	3,50,00,000
SBI Ultra Short Term	1,000	67,220	13,50,00,000	50,768	9,90,00,000
TATA Floater Fund Regular Growth	1,000	41,780	9,85,00,000	41,780	9,85,00,000
Tata Liquid Plan A Growth	1,000	-	-	1,680	50,00,000
UTI Treasury Advantage	1,000	6,134	1,20,00,000	6,134	1,20,00,000
UTI Liquid Cash Plan Institutional growth Option	1,000	-	-	12,386	3,20,82,038
			91,68,26,368		1,32,86,84,164



SANTOSH INDUSTRIES LIMITED

Particulars	Face Value	As at 31.03.2018		As at 31.03.2017		
		No(s)	Amount (Rs.)	No(s)	Amount (Rs.)	
E. MUTUAL FUNDS UNITS (EQUITY FUND)						
Birla Sunlife Dividend Yield Plus Growth	10	24,059	25,00,000	24,059	25,00,000	
DSP Blackrock Tiger Fund	10	50,961	25,00,000	50,961	25,00,000	
DSP Blackrock Equity Fund Regular Plan Growth	10	36,273	6,00,000	36,273	6,00,000	
Franklin India Smaller Company	10	30,000	3,00,000	30,000	3,00,000	
Franklin India Bluechip Fund Growth	10	15,055	6,00,000	15,055	6,00,000	
Franklin India High Growth Fund	10	19,560	2,00,000	19,560	2,00,000	
HDFC Equity Fund - Dividend	10	58,824	25,00,000	58,824	25,00,000	
HDFC Top 200 Fund Growth	10	9,758	17,25,000	9,758	17,25,000	
ICICI Value Discovery Fund	10	4,477	5,00,000	4,477	5,00,000	
IDFC Premier Equity Fund	10	73,317	18,00,000	73,317	18,00,000	
JM Basic Fund Growth Plan	10	16,374	2,25,802	16,374	2,25,802	
Principal Large Capital Fund	10	39,887	8,50,000	39,887	8,50,000	
SBI Emerging Business Fund	10	22,300	12,00,000	22,300	12,00,000	
Sundaram BMP Financial Services Opp Regular Growth	10	97,800	10,00,000	97,800	10,00,000	
			1,65,00,802		1,65,00,802	
F. IMMOVABLE PROPERTIES						
Flats at Fort Legend (5B, 6B, 7B)		3	14,58,86,890	3	14,54,07,251	
Flats at AMMEREF		4	4,40,89,900	-	-	
Flat at Fort		1	2,06,00,000	-	-	
			21,05,76,790		14,54,07,251	
Total			1,38,30,07,231		1,70,71,95,488	
GRAND TOTAL			3,05,49,65,318		2,94,75,16,797	
Aggregate Amount of Quoted Investments			1,67,19,58,087		1,24,03,21,309	
Aggregate Amount of Unquoted Investments			1,38,30,07,231		1,70,71,95,488	
Market Value of Quoted Investments			1,68,29,65,642		1,31,48,97,432	
NAV of Equity Oriented Mutual Funds			3,08,40,903		2,88,49,782	
NAV of Debt Oriented Mutual Funds			1,14,93,36,586		1,55,50,51,789	
2.8	Particulars			As at 31.03.2018	As at 31.03.2017	
	DEFERRED TAX ASSETS (NET)					
	Opening Balance			5,33,000	-	
	Add: Recognised during the year			34,410	5,33,000	
	Less: Reversed during the year			-	-	
	Closing Balance			5,67,410	5,33,000	
2.9	Particulars			As at 31.03.2018	As at 31.03.2017	
	OTHER NON-CURRENT ASSETS					
	Security Deposit			3,35,348	3,35,348	
				3,35,348	3,35,348	
2.10	INVENTORIES					
	Name of the Company	Face Value	As at 31.03.2018		As at 31.03.2017	
			No(s)	Amount (Rs.)	No(s)	Amount (Rs.)
	In Equity Instruments (Quoted)					
	Birla Corporation Limited	10	3,500	6,85,650	3,500	6,85,650
	Co-Nick Alloys Limited	10	1,000	31,700	1,000	31,700
	Milton Plastic Limited	10	1,900	8,282	1,900	8,282
	N.T.P.C. Limited	10	4,500	7,63,650	4,500	5,79,600
	Shree Acid & Chemicals Limited	10	500	300	500	300
				14,89,582		13,05,532
	MUTUAL FUND UNITS (DEBT), Unquoted					
	Axis Treasury Advantage Fund	1,000	36,830	5,76,06,138	36,830	5,76,06,138
	DSP Blackrock Liquidity Fund Institutional Growth	1,000	-	-	-	-
	JM Short Term Fund Institutional Growth	10	25,02,515	3,55,21,731	25,02,515	3,55,21,731
	Principal Cash Management Growth	1,000	-	-	-	-
	Sundaram Ultra Short Term Fund	10	5,93,824	1,15,13,058	5,93,824	1,15,13,058
				10,46,40,927		10,46,40,927
	MUTUAL FUND UNITS (EQUITY), Unquoted					
	ICICI Value Discovery Fund	10	1,962	2,00,000	1,962	2,00,000
				2,00,000		2,00,000
	GRAND TOTAL			10,63,30,509		10,61,46,459
2.11	Particulars			As at 31.03.2018	As at 31.03.2017	
	TRADE RECEIVABLE					
	Sundry Debtors			-	67,24,197	
	(Outstanding for Less than six months due from a concern In which directors are interested)			-	67,24,197	



SANTOSH INDUSTRIES LIMITED

Amount in Rs.

Notes	Particulars	As at 31.03.2018	As at 31.03.2017
2.12	Cash & Bank Balances		
	Cash & Cash Equivalents		
	Balances with banks in Current Account	66,46,702	41,07,604
	Cash on hand	2,94,229	22,989
		69,40,931	41,30,593
2.13	Short-Term Loans & Advances		
	Unsecured & Considered Good		
	- Income Tax refundable for earlier years	24,41,043	37,14,243
	- Income Tax & TDS (Net of Provision)	14,05,964	9,15,712
	- Margin Deposit in form of FDR	10,96,00,000	3,96,00,000
	- Loans to Bodies Corporate		
	Related Parties	10,45,00,000	14,76,00,000
	Other than Related Parties	13,75,00,000	
	- Advance agst. Property	-	3,97,10,000
	- Advance to staff	50,000	-
		35,54,97,007	23,15,39,955
2.14	Other Current Assets		
	Prepaid Expenses	71,934	1,12,873
	Interest Receivable on Margin Deposit	24,31,576	12,88,215
	Interest Receivable on Taxable Bonds	21,80,924	21,80,924
	Interest Receivable Tax Free Bonds	3,27,15,774	3,27,53,777
	Interest Receivable on Loan to Bodies Corporate		
	Related Parties	1,13,21,300	1,13,62,508
	Other than Related Parties	4,99,315	
		4,92,20,823	4,76,98,297
	Particulars	For the year ended 31.03.2018	For the year ended 31.03.2017
2.15	Revenue From Operation		
	Sale of Mutual Fund Units	-	3,92,80,978
	Sale of Shares	-	20,73,997
	Interest on Loan	1,89,41,393	1,37,56,955
	Interest on Margin Deposits	45,63,999	53,98,191
	Difference in Intra day trading	21,24,780	34,99,608
	Interest on Taxable Bonds	58,79,012	58,79,013
	Interest on Tax Free Bonds	9,00,26,275	9,46,99,621
		12,15,35,459	16,45,88,363
2.16	Other Income		
	Dividend (Held on Inventories)	44,800	58,620
	Dividend (Held on Investments)	67,89,692	86,90,050
	Miscellaneous Income	-	1,074
	Profit on Sale of Motor Car (Fixed Asset)	1,77,860	
	Profit on Sale of Investments	11,38,27,378	6,52,40,450
		12,08,39,730	7,39,90,194
2.17	Changes in Inventories		
	Opening Stock		
	-Shares	13,05,532	18,93,232
	-Mutual Fund Units	10,48,40,927	12,97,50,434
		10,61,46,459	13,16,43,666
	Closing Stock		
	-Shares	14,89,582	13,05,532
	-Mutual Fund Units	10,48,40,927	10,48,40,927
		10,63,30,509	10,61,46,459
	Changes in Inventories	(1,84,050)	2,54,97,207
2.18	Employee Benefits Expenses		
	Salary & Bonus	73,83,550	70,29,089
	Staff Welfare	29,982	10,126
	Transport Allowance	23,372	10,688
		74,36,904	70,49,903



SANTOSH INDUSTRIES LIMITED

Amount in Rs.

Note	Particulars	For the year ended 31.03.2018	For the year ended 31.03.2017
2.19	Other Expenses		
	Advertisement/Publicity & Business Promotion Expenses	76,867	4,06,515
	Auditor's Remuneration (Including GST)	35,400	34,500
	Audit Fee	12,980	12,650
	Tax Audit Fee	993	1,569
	Bank Charges	5,673	-
	Books & Periodicals	24,240	21,805
	Custodial Charges	5,164	4,836
	Demat Charges	86,56,389	-
	Difference in Share Trading (FNO)	1,40,616	11,03,672
	Donation	16,200	22,200
	Filing Fee	1,43,923	1,31,310
	Electricity Charges	73,321	1,15,428
	Entertainment Expenses	64,970	12,148
	General Expenses	6,10,310	3,77,000
	Professional Charges	33,54,850	28,625
	Listing Fee	2,56,766	3,17,625
	Motor Car Expenses	96,133	50,255
	Motor Car Insurance	6,00,000	6,00,000
	Office Rent	9,887	9,723
	Postage & Telegram	82,039	89,990
	Printing & Stationery	2,500	2,500
	Professional Tax	2,150	1,900
	Rates & Taxes	45,848	1,02,273
	Service & Maintenance	28,78,817	10,63,032
	STT on Investment	56,029	29,419
	STT on Share Trading	12,000	-
	Director's Seating Fees	68,816	61,455
	Telephone Expenses	1,35,338	1,18,222
	Travelling & Conveyance Expenses	31,735	26,438
	Registrar Charges	1,74,99,954	47,45,090
2.20	Earning per Equity Shares		
	Net profit after tax for the year	189652454	180444072
	Weighted average number of equity shares	4814575	4814575
	Basic and Diluted Earnings per share	39.39	37.48



SANTOSH INDUSTRIES LTD

2.21 Related party disclosures

a) Names of the related parties and description of relationship

Relationship	Name of the related party
Key Managerial Personnel (KMP)	Surendra Kumar Dugar. Managing Director Rishabh Dugar – CFO Jyoti Bhartia, CS
Enterprises over which key management personnel exercise significant influence	BMD Securities Limited Ezra Developers Private Limited Elgin Vinimay (P) Ltd. Graphitech India Ltd BMD Developers Pvt. Ltd Forum Merchandise Pvt Ltd Brabourne Developers Pvt Ltd Auckland Nirman Pvt Ltd Sunview Suppliers Pvt. Ltd. Arion Vanijya Pvt. Ltd Maple Dealcom Pvt. Ltd

b) Transactions with related parties

Particulars	Year ended 31 March 2018	Year ended 31 March 2017
<u>Loan given</u>		
Ezra Developers Pvt Ltd	65,00,000	82,00,000
Graphitech India Ltd	1,00,00,000	-
Elgin Vinimay Pvt Ltd	10,00,000	2,11,00,000
Forum Merchandise Pvt. Ltd	15,00,000	-
Sunview Suppliers Pvt Ltd	30,00,000	3,80,00,000
BMD Developers Pvt. Ltd	1,15,00,000	-
Auckland Properties Pvt. Ltd	13,00,000	-
Auckland Nirman Pvt. Ltd	-	85,00,000
Brabourne Developers Pvt Ltd	-	4,98,00,000
Arion Vanijya Pvt. Ltd	-	1,15,00,000
Maple Dealcom Pvt. Ltd	-	1,23,00,000
<u>Loan given refunded</u>		
Ezra Developers Pvt. Ltd	7,00,000	-
Auckland Nirman Pvt. Ltd	85,00,000	-
Brabourne Developers Pvt. Ltd	1,03,00,000	-
Elgin Vinimay Pvt. Ltd	4,41,00,000	-
Forum Merchandise Pvt. Ltd	15,00,000	-
BMD Developers Pvt. Ltd	1,15,00,000	-
Arion Vanijya Pvt. Ltd	-	1,15,00,000
Maple Dealcom Pvt. Ltd	-	1,23,00,000
<u>Interest income</u>		
Ezra Developers Pvt Ltd		
Graphitech India Ltd	14,12,285	48,657
Elgin Vinimay Pvt Ltd	9,22,192	
Forum Merchandise Pvt. Ltd	43,84,340	38,33,687
Sunview Suppliers Pvt Ltd	82,356	-
BMD Developers Pvt. Ltd	48,89,096	15,84,526
Auckland Nirman Pvt. Ltd	3,781	-
Brabourne Developers Pvt. Ltd	9,92,055	2,795
Arion Vanijya Pvt. Ltd	53,55,649	38,48,646
	-	83,178



SANTOSH INDUSTRIES LTD

Maple Dealcom Pvt. Ltd	-	88,964
Auckland Properties Pvt. Ltd	11,967	-
<u>Margin Money Paid</u>		
BMD Securities Ltd	7,00,00,000	3,96,00,000
<u>Rent Paid</u>		
Ezra Developers Pvt Ltd	6,00,000	6,00,000
<u>Brokerage paid</u>		
BMD Securities Ltd (Stock broker)	14,94,699	4,52,594
<u>Remuneration</u>		
Surendra Kumar Dugar	42,00,000	42,00,000
Rishabh Dugar	24,00,000	24,50,000
Jyoti Bhartiya	2,91,629	1,39,178
<u>Year end receivables</u>		
(loans given and interest accrued)		
Ezra Developers Pvt Ltd	1,52,71,057	82,43,791
Graphitech India Ltd	1,08,29,973	-
Elgin Vinimay Pvt Ltd	-	4,65,50,318
Forum Merchandise Pvt. Ltd	-	-
Sunview Suppliers Pvt Ltd	4,54,00,186	3,94,26,073
BMD Developers Pvt. Ltd	-	-
Auckland Nirman Pvt. Ltd	-	85,02,795
Brabourne Developers Pvt Ltd	4,43,20,084	5,32,63,781
Arion Vanijya Pvt. Ltd	-	74,860
Maple Dealcom Pvt. Ltd	-	80,068
<u>Year end receivables</u>		
(Margin money)		
BMD Securities Ltd	10,96,00,000	3,96,00,000
<u>Year end payables</u>		
(Trade payable)		
BMD Securities Ltd	5,02,24,983	(-)67,24,197
<u>Director's sitting Fees</u>		
Tulsi Kumar Dugar	2,000	-
Kamal Kumar Dugar	3,000	-
Madhu Dugar	2,000	-
<u>Year-End Investments</u>		
BMD Technology Private Limited	50,00,000	50,00,000
Brabourne Developers Private Limited	81,50,000	81,50,000
Ezra Developers Private Limited	75,50,000	75,50,000
Auckland Nirman Pvt. Ltd.	7,76,938	7,76,938
Auckland Properties Pvt. Ltd.	14,53,625	14,53,625
BMD Vanijya Pvt. Ltd.	23,15,775	23,15,775
Glaxo Finance Private Limited	21,43,000	21,43,000
Pragya Mercantile Private Limited	1,74,00,000	1,74,00,000



SANTOSH INDUSTRIES LTD

2.22 Disclosures as per clause 34(3), clause 53 (f) and Schedule V of the Securities and Exchange board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015:

Loans to Subsidiaries/Associates

Sl. No.	Name of the Company	Amount outstanding as at 31 st March, 2018	Maximum balance outstanding during the year ended 31 st March, 2018	Amount outstanding as at 31 st March, 2017	Maximum balance outstanding during the year ended 31 st March, 2017
	Ezra Developers Private Limited	1,52,71,056	1,52,71,057	82,43,791	82,43,791
	Brabourne Developers Private Limited	4,43,20,084	5,32,63,781	5,32,63,781	5,32,63,781

Loans to firms/companies in which directors are interested

Sl. No.	Name of the Company	Amount outstanding as at 31 st March, 2018	Maximum balance outstanding during the year ended 31 st March, 2018	Amount outstanding as at 31 st March, 2017	Maximum balance outstanding during the year ended 31 st March, 2017
	Graphitech India Ltd	1,08,29,973	1,08,29,923	-	-
	Elgin Vinimay Pvt Ltd	-	4,75,50,318	4,65,50,318	5,63,25,033
	Auckland Nirman Pvt. Ltd	-	85,02,795	85,02,795	85,02,795
	Maple Dealcom Pvt. Ltd	-	80,068	80,068	1,23,00,000

Investments by loanee (number of shares) in the Company and its subsidiaries

Sl. No.	Name of the Company(loanee)	Investment by loanee in	No. of shares held as on 31 st March, 2018	No. of shares held as on 31 st March, 2018
NIL				



SANTOSH INDUSTRIES LTD

- 2.23** Cash in hand is as certified by the management.
- 2.24** Particulars as per NBFC, as per Separate Schedule attached.
- 2.25** Margin Deposit of Rs. 10,96,00,000/- (P.Y. Rs. 3,96,00,000/-) is lying with a brokerage through whom the company carries out its securities investment & derivative business and are in form of Bank Deposit in the name of recognized stock exchanges and said brokerage. Interest thereon is received directly by the company from banks and shown as interest on margin deposit with brokerage.
- 2.26** The terms of employment doesn't provide for payment of gratuity, since the payment of Gratuity Act, 1972 is not applicable.
- 2.27** In light of Section 135 of the Companies Act, 2013, the Company has incurred following expenses on Corporate Social Responsibility:

In Lakhs

Particulars	Year ended 31 st March, 2018	Year ended 31 st March, 2017
Amount transferred from Profit and Loss Account	52.00	45.31
Amount spent during the year	0	44.05
Amount transferred to special fund against unspent amount	52.00	1.26

- 2.28** Previous year figures have been regrouped/ reclassified wherever necessary to confirm to the current year presentation.
- 2.29** Contingent Liabilities – NIL (Previous year - NIL)
- 2.30** Earnings & Expenditure in Foreign Exchange – NIL (Previous Year Nil)
- 2.31** In the opinion of the Directors, Current assets, loans, advances and deposits are not having lower realizable value than the value at which they have been stated in the Balance Sheet.
- 2.32** Reduction in the Value of Quoted Equity Shares held as investments is considered temporary in nature by the management. Hence no provision for diminution in value of shares held as investments is made.

For and on behalf of Board of Directors

For Bahety & Goenka
Chartered Accountants
Firm Regn No.-317111E



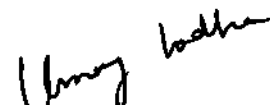
(R.K. Bahety)
PARTNER
Membership No.-053255



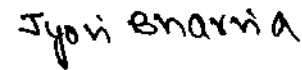
SURENDRA KUMAR DUGAR
(Managing Director)
DIN-00638608



RISHABH DUGAR
(Chief Financial Officer)



UMANG LODHA
(Chairman &
Independent Director)
DIN-06646876



JYOTI BHARTIA
(Company secretary)

Place: Kolkata
Dated: 30th day of May, 2018



Schedule to the Balance Sheet of Non Deposit taking, Non Banking Financial Company as at 31st March 2018
 [As required in terms of Paragraph 18 of Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016]

(Rs. In Lakhs)

Particulars	As at 31 st March, 2018		As at 31 st March, 2017	
	Amount outstanding	Amount overdue	Amount outstanding	Amount overdue
Liabilities side:				
(1) Loan and advances availed by the non-banking financial inclusive of interest accrued thereon but not paid	-	-	-	-
(a) Debentures: Secured				
Unsecured (other than failing within the meaning of public deposits)	-	-	-	-
(b) Deferred Credits	-	-	-	-
(c) Term Loans	-	-	-	-
(d) Inter Corporate Loans and borrowings	-	-	-	-
(e) Commercial paper	-	-	-	-
(f) Other Loans	-	-	-	-
Working capital facility	-	-	-	-
(2) Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):	-	-	-	-
(a) In the form of Unsecured debentures	-	-	-	-
(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	-	-	-	-
(c) Other public deposits	-	-	-	-

(Rs. In Lakhs)

Assets Side:	31st March, 2018	31st March, 2017
	Amount outstanding	Amount Outstanding
(3) Break-up of Loans and Advance including bills receivables [other than those included in (4) below]		
(a) Secured	-	-
(b) Unsecured	2538.21	1589.63
(4) Break up of Leased Assets and stock on hire and other assets counting towards AFC activities		
(i) Lease assets including lease rentals under sundry debtors		
(a) Financial Lease	-	-
(b) Operating Lease	-	-



(ii) Stock on hire including hire charges under sundry debtors:		
(a) Assets on hire	-	-
(b) Repossessed Assets	-	-
(iii) Other loans counting towards AFC activities		
(a) Loans where assets have been repossessed	-	-
(b) Loans other than (a) above	-	-
(5) Break-up of Investments		
Current Investments		
1. Quoted:		
(i) Shares : (a) Equity	14.90	13.06
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of Mutual Funds	-	-
(iv) Government Securities	-	-
(v) Others	-	-
2. Unquoted:		
(i) Shares : (a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of Mutual Funds	1048.41	1048.41
(iv) Government Securities	-	-
(v) Others	-	-
Long Term Investments		
3. Quoted:		
(i) Shares : (a) Equity	4842.83	526.46
(b) Preference	-	-
(ii) Debentures and Bonds	11876.76	11876.76
(iii) Units of Mutual Funds	-	-
(iv) Government Securities	-	-
(v) Others	-	-
4. Unquoted:		
(i) Shares : (a) Equity	682.91	682.91
(b) Preference	1125.00	900.00
(ii) Debentures and Bonds	583.12	583.12
(iii) Units of Mutual Funds	9333.27	13451.85
(iv) Government Securities	-	-
(v) Others	2105.77	1454.07

(6) Borrower group-wise classification of assets financed as in (3) and (4) above

Category	As at 31 st March, 2018 Amount net of provisions		As at 31 st March, 2017 Amount net of provisions	
	Market Value/Break up or fair Value or NAV	Book Value (Net of Provisions)	Market Value/Break up or fair Value or NAV	Book Value(Net of Provisions)
1. Related Parties**	-	-	-	-
(a) Subsidiaries	-	-	-	-
(b) Companies in the same group	-	447.89	2979.58	447.89
(c) Other related parties	-	-	-	-
2. Other than related parties	33743.64	31165.07	33272.21	30088.74
Total	-	-	-	-



(7) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and quoted)

	Secured	Unsecured	Total	Secured	Unsecured	Total
3. Related Parties						
(d) Subsidiaries	-	-	-	-	-	-
(e) Companies in the same group	-	1158.21	1158.21	-	1561.42	1561.42
(f) Other related parties	-			-	-	-
4. Other than related parties	-	1380.00	1380.00	-	28.21	28.21
Total	-	2538.21	2538.21	-	1589.63	1589.63

(8) Other Information

Particulars	As at 31 st March, 2018	As at 31 st March, 2017
	Amount	Amount
i. Gross Non-Performing Assets	-	-
(a) Related Parties	-	-
(b) Other than related parties	-	-
ii. Net Non-Performing Assets	-	-
(a) Related Parties	-	-
(b) Other than related parties	-	-
iii. Assets acquired in satisfaction of debt	-	-

