

# KAVIT INDUSTRIES LTD.

(Formerly Known as Atreya Petrochem Ltd.)

CIN No. L23100GJ1990PLC014692



Date: 01-10-2018

TO,

The Manager  
Department of Corporate Services  
BSE Limited  
P.J. Tower, Dalal Street,  
Fort , Mumbai-400 001

Dear Sir/Madam, **Subject: Submission of the Annual Report of the company for the financial year ended 31<sup>st</sup> March, 2018**

In accordance with the provision of Regulation 34 of SEBI( Listing Obligations and Disclosure Requirements) Regulations,2015 , please find enclosed herewith a copy of the Annual Report of the Company for the Financial year ended 31<sup>st</sup> March 2018.

We request you to kindly take the same on record.

Thanking You,

Yours Faithfully,

For Kavit Industries Limited

Director



Encl .:A/a

**KAVIT INDUSTRIES LIMITED**  
**(CIN: L23100GJ1990PLC014692)**

Registered Office: Village Tundav, Tal, Savli, Vadodara-391 775, Gujarat  
Email : [info@kavitindustries.in](mailto:info@kavitindustries.in), [kavitindustrieslimited@gmail.com](mailto:kavitindustrieslimited@gmail.com)  
Website: [www.kavitindustries.in](http://www.kavitindustries.in)  
Tel No.: 0265-2361100/0265-2362200/FAX: 0265-2361551

**BOARD OF DIRECTORS (as at 31/08/2018):**

Shri Jayesh Thakkar	Chairman & Managing Director
Shri Chirag Thakkar	Non-executive Director
Ms. Kalyani Rajeshirke	Non-executive Director
Shri Yogesh Griglani	Addl. Independent Director
Ms. Kirti Joshi	Addl. Independent Director
Shri Salil Patel	Independent Director
Shri Kartik Mistry	Independent Director

**STATUTORY AUDITORS':**

**M/s. Sheetal Samraiya & Associates,**  
Chartered Accountants,  
D/6/347, Chitrakoot Scheme, Ajmer Road  
Jaipur-302021  
Br.:- 301, Indiabulls, Jetalpur, Vadodara

**SECRETARIAL AUDITORS':**

**Devesh Vimal & Co.,**  
Company Secretaries  
204/5, Garden View.  
Nr. Kamati Baug,  
Sayajigunj, Vadodara-05.

**REGISTRAR & TRANSFER AGENT:****LINK INTIME INDIA PVT. LTD.**

B-102 & 103, Shangrila Complex,  
Opp. HDFC Bank, Nr. Radhakrishna  
Char Rasta, Akota, Vadodara-78.  
Phones : 022-49186270,  
Fax : 022-49186060  
Email : [rnt.helpdesk@linkintime.co.in](mailto:rnt.helpdesk@linkintime.co.in)  
Web.: [www.linkintime.co.in](http://www.linkintime.co.in)

**REGISTERED OFFICE & WORKS:****KAVIT INDUSTRIES LIMITED**

Village : Tundav,  
Tal. : Savli  
Dist.: Vadodara-391 775.  
Phone : 0265-2361100  
Phone.: 0265-2362200  
E-Mail : [kavitindustrieslimited@gmail.com](mailto:kavitindustrieslimited@gmail.com)  
Web.: [www.kavitindustries.in](http://www.kavitindustries.in)

**CFO:**

Shri Bhavesh Desai

**STOCK EXCHANGES:**

BSE Ltd & Ahmedabad Stock Ex. Ltd.



## -:CONTENT:-

Sr No.	Content	Page No.
1	Corporate Information	01
2	Notice	03
3	Director 's Report	10
4	Secretarial Audit Report	16
5	AOC-1	20
6	Management Discussion and Analysis	22
7	Corporate Governance Report	26
8	Independent Standalone Audit Report	58
9	Annexure to Auditor Report	62
10	Balance Sheet	67
11	Profit and Loss Account	68
12	Cash Flow Statement	70
13	Schedules forming Part of Financial Statement	71
14	Notes to Accounts	87
15	Independent Consolidated Financial Statement	101
16	Annexure to Auditor Report	107
17	Balance Sheet	112
18	Profit and Loss Account	113
19	Cash Flow Statement	115
20	Schedules forming Part of Financial Statement	116
21	Notes to Accounts	131
22	Attendance Slip & Proxy Form	145



**KAVIT INDUSTRIES LIMITED**  
**(CIN: L23100GJ1990PLC014692)**

**Registered Office:** Village, Tundao, Ta. Savli, Vadodara – 391 775, Gujarat  
E-mail: kavitindustrieslimited@gmail.com | Website: [www.kavitindustries.in](http://www.kavitindustries.in)  
Tel No.: 0265-2361100 / 0265-2362200 | Fax: 0265-2361551

**NOTICE**

NOTICE is hereby given that the Annual General Meeting of the members of **KAVIT INDUSTRIES LIMITED** (formally known as Atreya Petrochem Limited) will be held on 29<sup>th</sup> September, 2018 at 09:00 AM its Registered Office situated at Village Tundao, Taluka: Savli, Vadodara -391775, Gujarat to transact the following Business:

**ORDINARY BUSINESSES:**

1. To receive, consider and adopt the Financial Statements including Audited Balance Sheet, Statement of Profit and Loss account and Cash Flow Statement for the year ended March 31, 2018 along with the Reports of the Auditors' and Boards' thereon.
2. To appoint a Director in place of Ms. Kalyani Chandrakant Rajeshirke (DIN- 07330113), who retires by rotation and, being eligible, offers herself for reappointment.

**SPECIAL BUSINESSES:**

3. To consider and if thought fit, to pass, with or without modifications, the following Resolution as an Ordinary Resolution:

**“RESOLVED THAT** pursuant to the provisions of Section 152, 161 and any other applicable provisions of the Companies Act, 2013 and any rules made there under, Ms. Kirti KarshanPrasad Joshi (DIN:07290046) who was appointed as an Additional Director of the Company by the Board of Directors w.e.f 18<sup>th</sup> April 2018 and who holds office up to the date of this Annual General meeting and in respect of whom the Company has received a notice in writing from a member proposing the candidature of Ms. Kirti KarshanPrasad Joshi (DIN:07290046) for the office of the Director of the Company, be and is hereby elected and appointed as a Director as per the provisions of section 160 of the Companies Act, 2013.”

4. To consider and if thought fit, to pass, with or without modifications, the following Resolution as an Ordinary Resolution:

**“RESOLVED THAT** pursuant to the provisions of Section 152, 161 and any other applicable provisions of the Companies Act, 2013 and any rules made there under, Mr. Yogesh Griglani (DIN: 05204420) who was appointed as an Additional Director of the Company by the Board of Directors w.e.f. 18<sup>th</sup> April 2018 and who holds office up to the date of this Annual General meeting and in respect of whom the Company has received a notice in



writing from a member proposing the candidature of Mr. Bhavesh Jayantibhai Desai (DIN: 01937635) for the office of the Director of the Company, be and is hereby elected and appointed as a Director as per the provisions of section 160 of the Companies Act, 2013.”

**For and on behalf of the Board  
For, Kavit Industries Limited**

**Date :** 31.08.2018

**Place :** Vadodara

SD/-

**Jayesh R. Thakkar  
Chairman**

**Name of the Company:**

Kavit Industries Limited (formally known as Atreya Petrochem Limited)

**CIN:**

L23100GJ1990PLC014692

Email ID: kavitindustriestlimited@gmail.com

**Registered Office:**

Village Tundao, Taluka: Savli,  
Vadodara-391775.

**Website:**[www.kavitindustries.com](http://www.kavitindustries.com)

**Phone No.:**0265-2362000, 2361100

**FAX:**0265-2361551

**NOTES:**

1. The Explanatory Statement pursuant to section 102(1) of the companies act 2013 in respect of Special Business under Item no. 3&4 as stated above is annexed hereto.
2. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING ('THE MEETING') IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON POLL ON HIS BEHALF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
3. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company. A member holding more than ten percent of voting rights may appoint a single person as a proxy and such person shall not act as a proxy for other member.
4. Corporate Member Intending to send their authorized representative to attend the Annual General Meeting, pursuant to section 113 of Companies Act, 2013, requested to send to the company, a certified copy of the relevant Board Resolution together with the specimen signature of those representatives authorized under the said resolution to attend and cast vote on their behalf at the meeting.
5. Members, proxies and authorized representatives are requested to bring their attendance slips duly completed and signed mentioning therein details of their DP ID and Client ID/ Folio No.
6. 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 at the Meeting.



7. Pursuant to SEBI notification Number SEBI/LAD-NRO/GN/2018/24 dated June 08, 2018, a requests for effecting transfer of securities shall not be processed w.e.f. December 5, 2018 unless the securities are held in the demat form with a depository, however, in case of transmission or transposition of securities, the same will be proceeds physically also.
8. The Register of Members and Share Transfer Books of the Company will remain closed from Saturday, 22<sup>nd</sup> September, 2018 to Saturday, 29<sup>th</sup> September, 2018(both days inclusive)
9. Request for additional information, if require, in case you intended to raise any queries in forthcoming Annual General meeting, you are requested to forward the same at least 10 days in advance of the meeting to Mr. Jayesh Thakkar, Managing Director and Compliance Officer so that the information called for can be made available at the meeting and the same may be attended appropriate to your satisfaction.
10. The annual report duly circulated to the members of the company, is also available on the company's website [www.kavitindustries.in](http://www.kavitindustries.in)
11. **Voting through electronic means**

In compliance with the provisions of Section 108 of the Companies Act, 2013 and read with the Companies (Management & Administration) amendments Rules, 2018, Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company is providing facility to its members to exercise their voting rights at the Annual General Meeting (AGM) by electronic means on all or any of the businesses specified in the accompanying Notice.

**The instructions for shareholders voting electronically are as under:**

- (i) The e-voting period begins on Tuesday, 25<sup>th</sup> September, 2018 at 09:00 AM and end on Friday, 28<sup>th</sup> September, 2018 at 05:00 PM. During these period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of Saturday, 22<sup>nd</sup> September, 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](http://www.evotingindia.com)
- (iii) Click on Shareholders/ members
- (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](http://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:

	<b>For Members holding Shares in Demat Form and Physical Form</b>
<b>PAN</b>	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> <li>▪ 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 Card..</li> </ul>
<b>DOB</b>	Enter the Date of Birth as recorded in your demat account or in the company records in order to login.
<b>Dividend Bank Details</b>	Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio. <ul style="list-style-type: none"> <li>▪ If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).</li> </ul>

- (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.
- (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 “Kavit 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 out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- (xvii) If Demat account holder has forgotten the same 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) **Note for Non – Individual Shareholders and Custodians**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporate.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)
  - After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
  - The list of accounts should be mailed to [helpdesk.evoting@cdslindia.com](mailto: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 favor of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
12. 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](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)
  13. M/s M. Buha & Co., Practicing Company Secretaries, has been appointed as a Scrutinizer to scrutinize the e-voting and voting process at the AGM in a fair and transparent manner.
  14. Voting will be provided to the members through e-voting or at the venue of the meeting. Member can opt for only one mode of voting i.e. either through e-voting or in physical form. If a Member casts his/her vote by both modes, then voting done through e-voting shall prevail and the vote by ballot shall be treated as invalid.
  15. All the documents referred to in the accompanying notice and explanatory statements are open for inspection at the registered office of the company on all on all working days of the company between 10:00 to 1:00 p.m upto the date of Annual General Meeting except Sundays, Saturday and public holidays.
  16. Members/ proxies are requested to bring their attendance slip duly filled in along with their copy of Annual Report to the meeting.





**Explanatory Statement pursuant to section 102 of the companies act, 2013 and section 110 of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014 is annexed hereto:**

**Item No. 4:**

Ms. Kirti Karshanprasad Joshi (DIN:07290046) was appointed as an Additional Director pursuant to the provision of Section 161 of the Companies Act, 2013. Her appointment was made on 18<sup>th</sup> April 2018 and can holds office of Director up to the date of Annual General Meeting. The company received a notice along with the deposit proposing her candidature to the position of Director as per the provisions of section 160 of the Companies Act, 2013. Your Directors recommend the above resolution set out in the notice as an ordinary resolution for your approval.

The detailed profile of Ms. Kirti Karshanprasad Joshiis set-out separately in this report.

None of the Directors, Managers, Key Managerial Persons or their relatives are in any way concern or interested, financial or otherwise in the above resolution.

**Item No. 5:**

Mr. Yogesh Griglani (DIN: 05204420)was appointed as an Additional Director pursuant to the provision of Section 161 of the Companies Act, 2013. His appointment was made on 18<sup>th</sup> April 2018 and can holds office of Director up to the date of Annual General Meeting. The company received a notice along with the deposit proposing his candidature to the position of Director as per the provisions of section 160 of the Companies Act, 2013. Your Directors recommend the above resolution set out in the notice as an ordinary resolution for your approval.

The detailed profile of Mr. Yogesh Griglaniis set-out separately in this report.

None of the Directors, Managers, Key Managerial Persons or their relatives are in any way concern or interested, financial or otherwise in the above resolution.

**For and on behalf of the Board  
For, Kavit Industries Limited**

**Date :** 31.08.2018

**Place :** Vadodara

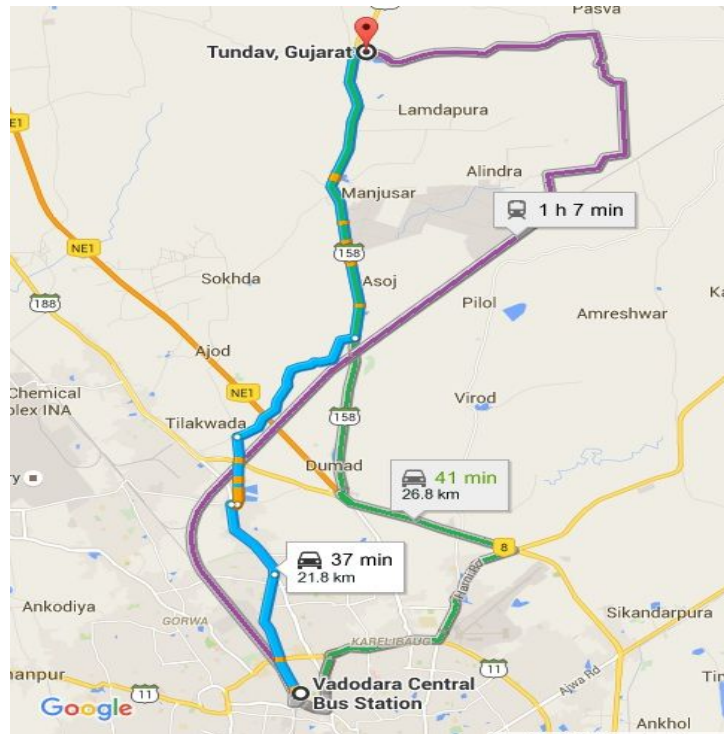
SD/-  
**Jayesh R. Thakkar**  
Chairman

**ANNEXURE TO THE NOTICE OF ANNUAL GENERAL MEETING**

**Details of the directors seeking appointment and reappointment at the ensuing Annual General Meeting**

Name of Director	Ms. Kalyani Rajeshirke	Ms. Kirti Joshi	Mr. Yogesh Griglani
DIN	07330113	07290046	05204420
Age	25 Years	41 Years	45 Years
Qualification	B.com	B.E	M.E
Date of appointment	02.11.2015	18.04.2018	18.04.2018
No. of shares held	0	0	0
No. of Board Meetings attended	8	N.A	N.A
List of outside Directorship held in Public Limited Company	1	-	-
chairman / member of any committee of the Board of the Company	N.A	N.A	N.A
Chairman / member of any committee of the Board of the Company in other public limited companies	N.A	N.A	N.A

**Route MAP for attaining the Annual General Meeting**



**BOARDS' REPORT**

To,  
The Members of  
Kavit Industries Limited

Your Directors are pleased to present the Annual Report and the Company's audited financial statement for the financial year ended March 31, 2018.

**1. FINANCIAL HIGHLIGHTS AND STATE OF COMPANY'S AFFAIRS:**

The financial results of the Company for the accounting year ended on 31<sup>st</sup> March 2018, are as follows:

(Rs.In Lacs)

Particulars	Year Ended March 31, 2018		Year Ended March 31, 2017	
	Standalone	Consolidated	Standalone	Consolidated
Turnover	6775.63	7409.78	17753.25	17753.25
Other Income	127.30	127.30	16.13	16.14
<b>Total Revenue</b>	<b>6902.93</b>	<b>7537.08</b>	<b>17769.38</b>	<b>17769.39</b>
Expenditure	6778.99	7405.32	17636.03	17636.04
<b>Profit (Loss) Before Taxes</b>	<b>64.43</b>	<b>72.27</b>	<b>133.35</b>	<b>133.35</b>
Taxes expenses				
Current Tax	19.87	23.98	41.44	41.44
Deferred Tax			2.31	2.31
Profit after Tax available for appropriation	44.56	48.29	89.60	89.60
Dividend				
Balance carried forward to Balance Sheet	44.56	48.29	89.60	89.60

**2. Business overview:**

Due to monetary policy changes like GST & Demonetization, overall industrial performance witness downfall. Your Company also faced trouble in achieving targeted goal. Anyhow, your Company cloud succeeds to maintain their market share. The net profit goes down almost 50% as compared to previous year figure.

No material changes and commitments occurred between end of the financial year and date of report which affects financial position.

**3. DIVIDEND:**

With a view to conserve resources for future projects, the Board has not recommended any dividend.

**4. CAPITAL STRUCTURE:**

During the year under review, there was no change in the Company's issued, subscribed and paid-up equity share capital.

**5. AUDITOR'S COMMENTS & REPLY THEREON**



a. **STATUTORY AUDITORS:**

- (i) **Filing of e-form SH-7 w.r.t. Increase of Authorized Capital**  
It is inadvertently and unintentional lapses form the part of the Company and the lapse is not forming part of this financial period. During the year there is no such instance of Increase of Authorized Capital.
- (ii) **Auditors concern on arms-length transactions with Kavit Edible Oil Ltd.**  
Kavit Industries Limited sales and purchase with its 80% subsidiary company on the basis of Arm- length price which are prevailing in Edible oil Market. Kavit Industries Ltd did business with Kavit edible oil Limited same way as doing business with other Parties in Market on general prevailing market rate and earn Profit.
- (iii) **Upward revaluation of Immovable assets:**  
As we have followed, Indian accounting standard so we have taken valuation report from Consultant of Factory Land and building and did upward revaluation of Land by Rs 70462931 based on valuation report and effect for the same given based on Indian Accounting Standard.
- (iv) **Loans to subsidiary Companies:**  
Since all subsidiaries are newly incorporated and it has no substantial assets to avail financial assistance from Banks, thus, in order to make subsidiaries stronger to perform its business operations efficiently the Company has advanced loans to them which is also in sort-term in nature and repayable on demand.
- (v) **Internal Control System:**  
Company has its own internal control system which is followed at different outlet, but as per our statutory Auditor's Report it may be different. However, over all company has internal control system for procuring material, storage of the same in Tank and sale of the goods to various parties. We have also obtained confirmation from all debtors, Loans, and Advances form party. There were some party pertaining to loans and advance outstanding for more than over 5 years  
In addition, chances of recovering from them were deem so Amount was written off. Same case is with Debtors as old balance outstanding for more than 3 years due to dispute in rate diff as well as Small amount outstanding due to Short payment received or Material defect.

However company has received suggestion from Auditor and will implement the same to smoothen the internal control and procedures.

b. **SECRETARIAL AUDITOR:**

Pursuant to Section 204 of the Act and rules framed therein the Board of Directors has appointed **M/s Devesh Vimal & Co.**, the Practicing Company Secretary as a Secretarial Auditor to conduct a Secretarial Audit for the financial year under consideration.

The Report of the Secretarial Auditor in Form **MR-3** is annexed to this report as "Annexure-I"

Secretarial Auditors has also emphasized on the matter concerning to filing of SH-7 and the same is already dealt in this report hereinabove. Thus, not verbatim again.

c. **COST AUDITOR:**

Your Company does not fall under the mandatory maintenance of Cost Records and/or get records audited from Practicing Cost Accountants as per Section 148 read with Rule 4(2) of the Companies (Cost Records and Audit) Rules, 2014. Hence, your Company has not appointed any Practicing Cost Auditor.



## 6. TRANSFER TO INVESTOR EDUCATION & PROTECTION FUND.

The provisions of Section 125(2) of the Companies Act, 2013, there was no amount transferred to Investor Education & Protection Fund.

## 7. SUBSIDIARY COMPANY:

During the year under review, the Company has subsidiary Companies, namely, Kavit Infoline Private Limited, Kavit Swachh Organic Food Private Limited, Kavit Foods Pvt. Ltd, Kavit Edible Oil Limited and Kavit infra Project Private Limited. Moreover, M/s. Kavit Green Energy Pvt. Ltd. ceased as a subsidiary of the Company during the financial year.

In compliance with the provision of the Companies Act, 2013 the details of the subsidiaries and associated companies are mentioned the prescribed form AOC 1 marked as "Annexure II".

## 8. MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT

Pursuant to Regulation 34 read with Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, detailed review of operations, performance and outlook of the Company is covered under a separate Annexure to this report as Management Discussion & Analysis. (Annexure - III).

## 9. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:

- (i) in the preparation of the annual accounts of the Company for the year ended on March 31, 2018, the applicable Indian accounting standards had been followed along with proper explanations relating to material departures for the same;
- (ii) the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the year under review;
- (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 the Annual Accounts on a going concern basis;
- (v) the Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- (vi) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## 10. CORPORATE GOVERNANCE :

Kavit Industries Limited is committed to maintaining the best standards of Corporate Governance and has always tried to build the maximum trust with shareholders, employees, customers, suppliers and other stakeholders.

A separate section on Corporate Governance report and the certificate from the Practicing Chartered Accountant confirming compliance of the Corporate Governance norms as stipulated in the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") form part of this Annual Report as an Annexure IV.

## 11. CONTRACTS AND ARRANGMENTS WITH RELATED PARTIES :

As required by the provisions of the Companies Act, 2013; the details regarding the Related Party Transactions are given in prescribed Form AOC-2 is attached herewith as Annexure V.

**12. MEETING OF THE BOARD**

The Details of number of Meeting of Board of Directors and attendance of individual Directors are provided under the Corporate Governance Report.

**13. CONSOLIDATED FINANCIAL STATEMENT:**

In accordance with the Companies Act, 2013, Regulation 34(2)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 counting Standard (AS) - 21 on the consolidated financial statement read with AS - 23 on accounting for investment in associates and AS - 27 on financial reporting of interests in joint ventures, the audited consolidated financial statement is provided in the Annual Report.

**14. DIRECTOR & KEY MANAGERIAL PERSONNEL:**

During the year under review, changes occurred in Directorship and Key Managerial Personnel are described at length in Corporate Governance report.

In accordance with the provisions of the Act and the Articles of Association of the Company, Ms. Kalyani Chandrakant Rajeshirke (DIN-07330113), Director of the Company, retire by rotation at the ensuing Annual General Meeting and being eligible have offered herself for re-appointment. Your Directors recommend her re-appointment for your approval.

Company's policy on Directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a Director and other matters provided under Section 178(3) of the Companies Act, 2013 is hosted on the Company's website ([www.kavitindustries.in](http://www.kavitindustries.in)).

Company has also received declarations from all the Independent Directors of the Company confirming that they meet the criteria of independence as prescribed both under Section 149(6) of the Companies Act, 2013 and regulation 17 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**15. MATERIAL CHANGES AND COMMITMENTS BETWEEN THE DATE OF THE BALANCESHEET AND THE DATE OF REPORT:**

There are no material changes between the date of balance sheet and the date of this report that would affect the financial position of the Company.

**16. CONSERVATION OF ENERGY, TECHNOLOGICAL ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:****(A) Conservation of energy:**

Your company requires energy for operation and the company is making all efforts to conserve energy by monitoring energy cost and periodical review of the consumption of energy. It also takes appropriate steps to reduce the consumption through efficiency in usage and timely maintenance/ installation/ up gradation of energy saving devices.

**(B) Technology absorption:**

The company uses latest technology and equipments into the business and has been quite vigilant about the latest technological changes.

**(C) Foreign Exchange Earnings and Outgo:**

PARTICULARS	(Rs. In Lacs)	
	2017-18	2016-17
Foreign Exchange earned in terms of actual	0	0

inflows during the year (On F.O.B Bases)		
Foreign Exchange outgo during the year in terms of actual outflows	0	0

#### 17. LOANS, GAURANTEES AND INVESTMENTS BY COMPANY (Section 186)

Details of the same is provided in the financial statement.

#### 18. EXTRACT OF ANNUAL RETURN: [Section 92 (3)]

As required by the provisions of Section 92(3) of the Companies Act, 2013; the extracts of Annual Return in prescribed Form MGT-9 is attached herewith as Annexure VI.

#### 19. DEPOSITS

The Company has neither accepted nor renewed any deposits during the year under review to which the provisions of the Companies (Acceptance of Deposits) Rules 2014 applies.

#### 20. AUDIT COMMITTEE (Section 177 (8))

As on the date, audit committee comprises 3 members as on the date of this report. All the members of Audit Committee are financially literate. The reference terms for Audit Committee are mentioned in the Corporate Governance Report which is a part of this report.

#### 21. DISCLOSURE ON ESTABLISHMENT OF VIGIL MECHANISM :

Establishment of Vigil Mechanism is not applicable to the Company, thus, it has not constituted.

#### 22. CORPORATE SOCIAL RESPONSIBILITY (CSR):

Since the Company's net worth does not exceed Rs. 500 crore or Company's turnover does not exceed Rs. 1,000 crore or the Company's net profit does not exceed Rs. 5 crore for any financial year, the provisions of section 135 of the Companies Act, 2013 relating to Corporate Social Responsibility activities are not applicable to the Company.

#### 23. OTHER MATTERS:

Following are the other matters to be covered pursuant to Section 134(3) (q) of the Companies Act, 2013 read with Rules made thereunder:

1. Change in nature of business
  - There is no change in the nature of the business
2. Details of significant and material orders passed by the Regulators or courts or tribunals Affecting the going concern status and company's operations in future.
  - There is no significant and material orders passed by the Regulators, courts, or tribunals
3. Adequacy of Internal Financial Controls with reference to Financial Statements
  - There is an adequate system in place for internal financial controls which commensurate with the working operations of the Company.

#### 24. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL), ACT, 2013:



The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act 2013. Internal Complaints Committee (ICC) has been set up to redress the complaints received regarding sexual harassment. All employees (Permanent, Contractual, Temporary, trainees) are covered under this Policy.

There were no complaint filed till date under the said policy.

**25. ACKNOWLEDGEMENTS:**

The directors appreciate the professionalism, commitment and dedication displayed by employees at all levels. The directors would like to express their grateful appreciation for the assistance and co-operation that our company has been receiving from our Bankers, Customers, Business Associates, Central and State Government authorities, and Shareholders.

**Date: 31/08/2018**  
**Place: Vadodara**

**For and on Behalf of the Board,  
For Kavit Industries Limited**

**Sd/-  
(Jayesh Raichandbhai Thakakr)  
Chairman & Managing Director**





**Form No. MR-3**

**SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2018

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

To,  
The Members,  
Kavit Industries Limited  
Vill. Tundao, Tal. Savli,  
Vadodara-391775

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

Based on our verification of the Kavit Industries Limited's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2018 materially complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 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; [Presently: The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015]
  - (c)The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
  - (d)The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; [Presently: The Securities and Exchange Board of India (Share based Employee benefits) Regulations, 2014.]
  - (e)The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
  - (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; and
  - (h)The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- (vi) Having regard to the products, processes and locations of the Company as also having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof on test check basis, we further report that laws specifically applicable to the Company are:
  - (a)Water (Prevention and Control of Pollution) Act, 1974
  - (b)Air (Prevention and Control of Pollution) Act, 1981
  - (c)Hazardous Waste (Management and Handling) Rules, 1989
  - (d) The Environment Protection Act, 1986

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.



(ii) The Listing Agreements entered into by the Company with BSE Ltd. [including Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. ('LODR')]

During the period under review the Company has complied with the provisions of the Acts, Rules, Regulation, Guidelines, Standards etc. mentioned above subjected to the following observations:

(a) Granting loans to subsidiaries of the Company are not in compliance with Sec.185 of the Act.

We 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.

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

We further report (by way of information) in respect of the Company that during the audit period:

(a) Since the Company has not issued any securities during the period under review:

- The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009
- The Securities and Exchange Board of India (Share based Employee Benefits) Regulations, 2014.
- The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008

were not applicable during the period under review.

(b) In view of neither voluntary delisting of Equity Shares nor buy back of any security of the Company,

- The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 and



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

were not applicable during the period under review,

- (c) The Company does not have Company Secretary (CS). We are given to understand that the company is in process of appointing.
- (d) Paid up share capital of Rs. 61,93,33,330 exceeds Authorized share capital of Rs. 46,45,00,000 as appearing in the master data on MCA portal. We have been given to understand that the Company is in process of taking necessary actions for the purpose.
- (e) The Company was compliant of the composition of Board wef 6<sup>th</sup> September, 2017 pursuant to Regulation 17 of LODR.
- (f) Member of the Company on 9<sup>th</sup> February, 2018 approved Special Resolution authorizing the Board of Directors of the Company to approve loans/ investments and guarantees in excess of the limits prescribed under Section 186 of the Act but not exceeding Rs. 500 crores.

Date: 29<sup>th</sup> May, 2018  
Place: Vadodara

For Devesh Vimal & Co.  
Practising Company Secretaries

SD/-  
CS Devesh A. Pathak  
Partner  
FCS: 4559  
CP No. 2306

Note: This report is to be read with our letter of even date which is enclosed as per Annexure forming integral part of this report.



## Form AOC-1

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

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

Part "A": Subsidiaries (1)

Sr. No.	Particulars	Details of Companies			
		Kavit Edible oil Limited	Kavit Swachh Organic Food Private Limited	Kavit Infoline Private Limited	Kavit Infra Projects Private Limited
1.	Name of the subsidiary	Kavit Edible oil Limited	Kavit Swachh Organic Food Private Limited	Kavit Infoline Private Limited	Kavit Infra Projects Private Limited
2.	Date of Incorporation	06.03.2017	07.11.2016	15.02.2016	13.05.2015
3.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	NA	NA	NA	NA
4.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	NA	NA	NA	NA
5.	Share capital	5,00,000	1,00,000	1,00,000	1,00,000
6.	Reserves & surplus	9,18,079	Nil	(5,45,694)	Nil
7.	Total assets	2,32,12,380	1,75,34,995	36,73,256	2,41,24,736
8.	Total Liabilities	9,03,159	1,74,34,995	41,18,950	2,40,24,736
9.	Investments	Nil	Nil	Nil	Nil
10.	Turnover	6,28,71,829	Nil	5,43,191	Nil
11.	Profit before taxation	13,28,629	Nil	(5,45,694)	Nil
12.	Provision for taxation	4,10,550	Nil	Nil	Nil
13.	Profit after taxation	9,18,079	Nil	(5,45,694)	Nil
14.	Proposed Dividend	Nil	Nil	Nil	Nil
	% of shareholding	80%	60%	70%	80%

**Notes:**

- Names of subsidiaries which are yet to commence operations: Kavit Swachh Organic Food Limited and Kavit Infra Projects Private Limited are yet to commence operations.
- Names of subsidiaries which have been liquidated or sold during the year: Kavit Green Energy Private Limited

Thakkar

Date: 31/08/2018

For Kavit Industries Limited  
SD/-  
Jayesh Raichandbhai

Managing Director



Place: Vadodara

DIN: 01631093

**Part "B": Associates and Joint Ventures**

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Particulars	Details
Name of associates/ Joint Ventures	The Company does not have any joint venture or associate companies
1. Latest audited Balance Sheet Date	
2. Shares of Associate/ Joint Ventures held by the company on the year end	
No. Of Shares	
Amount of Investment in Associate	
Extend of Holding%	
3. Description of how there is significant influence	
4. Reason why the associate/joint venture is not consolidated	
5. Net worth attributable to shareholding as per latest audited Balance Sheet	
6. Profit/Loss for the year	
i. Considered in Consolidation	
ii. Not Considered in Consolidation	

- Names of associates or joint ventures which are yet to commence operations:
- Names of associates or joint ventures which have been liquidated or sold during the year:

For Kavit Industries Limited

SD/-

Jayesh Raichandbhai Thakkar

Managing Director

DIN: 01631093

Date: 31/08/2018

Place: Vadodara



## Management Discussion and Analysis Report

The management of Kavit Industries Ltd. presents the analysis of the Company for the year ended on 31st March, 2018 and its outlook for the future. This outlook is based on assessment of the current business environment. It may vary due to future economic and other developments both in India and abroad. This Management Discussion and Analysis (“MD & A”) of Kavit Industries Ltd. for the year ended on 31st March, 2018 contains financial highlights but does not contain the complete financial statements of the Company. It should be read in conjunction with the Company’s audited financial statements for the year ended on 31st March 2018.

### Indian Economy and Business Outlook

The past year has been marked by some major reforms. The transformational Goods and Services Tax (GST) was launched in July 2017. With a policy change of such scale, scope, and complexity, the transition unsurprisingly encountered challenges of policy, law, and information technology systems, which especially affected the informal sector. The past year has been marked by some major reforms. The transformational Goods and Services Tax (GST) was launched in July 2017. With a policy change of such scale, scope, and complexity, the transition unsurprisingly encountered challenges of policy, law, and information technology systems, which especially affected the informal sector. Fiscal 2017-18 GDP growth seen between 6.75 and 7.5 percent year on. Due to series of major reforms undertaken over the past year will allow real GDP growth to reach 6.75 percent this fiscal and will rise to 7.0 to 7.5 percent in 2018-19, thereby re-instating India as the world’s fastest growing major economy.

### Overview of Indian Edible oil Industry

Indian edible oil industry is the world’s fourth-largest industry after USA, China and Brazil and accounts for around 9% of the world’s oil seed production. It is highly fragmented with extreme variation in the consumption pattern of Indian consumers of edible oil. The Indian edible oil industry continues to be underpenetrated and thereby holds immense business opportunities. Vegetable oil consumption has increased due to rise in overall household income, surging retail sector, increasing health awareness, growing population and increasing demand. In India, oilseeds are grown in nearly 26-27 million hectares. The



consumption growth is rising by nearly 5.5 to 6.0% per annum. Palm Oil is consumed the most by lower income category of Indian society. Consumption of Palm oil in India is now nearly 45% of the total oil consumption followed by Soybean oil and Rapeseed oil. Also the Indian edible oil demand is quiet elastic and does reduce or increase to an extent with change in prices. India's cooking oil imports rose about 10 per cent to 15.57. The central government allowed 100% FDI in oil palm plantations which is one of the important steps in helping fill the gap of edible oil deficit in India. The alarming declines of Indian oilseeds production KAVIT INDUSTRIES LIMITED and crushing are going along with booming import demand for vegetable oils, have brought oil meal exports from India almost to a standstill.

### **ABOUT “KAVIT” EDIBLE OIL**

The vision to be a leader in Edible Oil Industry commenced in the year 2016 by having Edible Oil segment of KAVIT INDUSTRIES LTD. Today the company stands strong as KAVIT INDUSTRIES LIMITED. In Business Market and the Brand is recalled as "KAVIT" across Indian Families. Making a mark the creative delegates of the company Mr. Jayesh Raichandbhai Thakkar have passionately adhered to the objective of making only world-class products and started the business with three firm pillars - Quality, Research and Integration on which they have successfully build the business empire which today produces 1550 M.T. refined oil per day with complete vertical integration. Marking one of the major milestones, “KAVIT” became India's renowned Edible Oil Company to get Food& Safety Quality Management Certification of ISO 22000:2005.

"KAVIT" is a well communicated and trusted edible oil brand in India. Its market positioning as balanced cooking oil, helped it attach with its consumers on the health and fitness ground and soon the brand became a household name across Gujarat. The company offers different types of edible oils to consumer market. To produce best quality edible oil, company has procured best available technology and machinery over the period of time. Knowledge, Technology and Process up-gradation has always enabled Kavit Industries to be a market leader in Edible Oil segment. Kavit Industries Limited is one of those very few companies which have also invested in vertical integration to add a value of quality to all their end products. Company has its own manufacturing plants to manufacturer and packs Tins, Bottles, and Jars. To serve Industrial Segment, Kavit Industries planning to offer export quality edible oil and its Derivatives across the Globe. The vision to





make the brand “KAVIT” as a Star Export House and to make it as one of the largest exporters of India.

### **Risks and Concerns**

In the coming decade, the main focus would be on enhancing efficiency and productivity, and on innovation, driven by changing customer demands. Price sensitivity of the Indian consumer, cost optimization needs of manufacturers and increasing focus on environmental concerns will drive critical changes in the market. Future strategies of the auto companies will have to focus on increased environmental safety concerns, rising fuel prices and cost-effectiveness in the rising market competition. Innovation has to focus on increasing efficiency and reducing emissions. Customer experience will be key factor to retain the existing ones and reach out to the new ones. After-sales service is an important aspect which will help in winning the loyalty of the consumer.

### **Forward Looking Statements**

Investors are cautioned that statements in this management discussion and analysis describing your Company’s objectives, projections, estimates and expectations may be ‘forward looking statements’ within the meaning of applicable laws and regulations. Actual results might differ substantially or materially from those expressed or implied. Important developments that could affect your Company’s operations include a downtrend in the automobile industry global or domestic or both, significant changes in political and economic environment in India or key markets abroad, tax laws, litigation, labor relation and interest costs. The Company has processes to measure, monitor and improve Environmental performance through various initiatives focusing on energy, water and wastewater efficiency and conservation initiatives, rainwater harvesting systems, domestic sewage treatment and recycling facilities are a part of design in all its units towards becoming zero water discharge

### **Financial performance:**

Financial performance of the Company detailed in the Boards’ Report.

### **Segment-wise or product-wise performance:**

Segment-wise detailed performance provided in the Notes to the financial statement.

### **Opportunities:**



Edible oil market is increasing day by day but in today's time people are getting more and more conscious about being healthy so the Healthy Oil market has a great potential. Growing population, economic growth and rising disposable income will drive India's vegetable oil consumption growth, which is expected to grow by three per cent annually to exceed 34 million tons by 2030. Increasing income, urbanization, changing food habits and deeper penetration of processed foods will be key drivers of future consumption growth of edible oil in the country. Palm oil, soy oil and sunflower oil are expected to penetrate regional markets further in the future.

**Threats:**

Rainfall imbalance and price of raw materials is highly threats for edible oil industries.

**Human resources/ industrial relations front:**

The Company is working on enhancing its competencies to take care of current and future business. Human Resource and Industrial Relations departments have developed systems and policies on recruitment, performance management, learning and development, and employee engagement. The high level of motivation of the employees and their identification with the company is the basis for the creation of a strong team, who continuously advance the innovative brands and superior technologies with their inventive talent and pioneering spirit. The training courses are evolved to internalize the principles of sustainable development and to uphold the Company's corporate culture based on fairness and team spirit.

**INTERNAL CONTROL SYSTEMS AND ADEQUACY:**

The Company's internal control policies are in line with its size and nature of operations and they provide assurance that all assets are safeguarded; transactions are authorized, recorded and reported properly following all applicable statutes, General Accepted Accounting Principles, company's Code of Conduct and corporate policies. The Company has an Audit Committee, which conducts audit in various functional areas as per audit plan approved by the Audit Committee. Audit planning and executions are oriented towards assessing the state of internal controls, making them stronger and addressing the risks in the functional areas of the Company and suggests improvements for strengthening them. Similarly, the Internal Auditors are also monitoring the Internal Control Systems.



## REPORT ON CORPORATE GOVERNANCE

The directors present the Company's report on Corporate Governance which sets out systems and processes of the Company as set out in regulation 27 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and some of the practices followed by the Company on Corporate Governance for the financial year ended on 31<sup>st</sup> March, 2018.

### 1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE:

Corporate governance is an ethically driven business process that is committed to values and conduct aimed at enhancing an organization's wealth generating capacity. This is ensured by taking ethical business decisions and conducting the business with a firm commitment to values, while meeting stakeholders' expectations. Good governance practices stem from the culture and mindset of the organization and at KAVIT INDUSTRIES we are committed to meet the aspirations of all our stakeholders and believes in adopting best corporate practices for ethical conduct of business. It is well recognized that an effective Board of Directors is a pre-requisite for strong and effective corporate governance. Our Board and Committees thereof are formed as per requirement of Companies Act, 2013 read with listing agreement which oversees how the Management serves and protects the long-term interests of all our stakeholders. For effective implementation of the Corporate Governance practices, KAVIT INDUSTRIES has a well-defined policy framework, full filling the criteria of Companies Act and any other Act applicable to the Company.

### 2. BOARD OF DIRECTORS:

#### a. Composition of Board of Directors:

The Board of KAVIT INDUSTRIES comprise of optimum combination of Executive (Whole-time) and Non-Executive (Non whole-time) Directors. The composition of the Board of Directors as on 31.03.2018 is given below:-

Sr. No.	Name	Category	Sub Category
1	JAYESH RAICHANDBHAI THAKKAR	Promoter	Managing Director
2	CHIRAG VINODCHANDRA THAKKAR	Non -Promoter	Non- Executive Director
3	KALYANI CHANDRAKANT RAJESHIRKE		Non- Executive Director
4	KIRTI KRASHNAPRASAD JOSHI		Independent Director
5	YOGESH GRIGLANI		Independent Director
6	SALIL SHASHIKANT PATEL		Independent Director
7	KARTIK BAKULCHANDRA MISTRY		Independent Director

#### b. Board Meetings:

The Board of Directors oversees the overall functioning of the Company and has set strategic goals in order to achieve its Vision. The Board defines the Company's policy and oversees its implementation in attaining its goal. The Board has constituted various

committees as per the provisions of the Companies Act, 2013 to facilitate the smooth and efficient flow of decision making process.

As per section 165 of the Companies Act, 2013 none of the Director is holding directorship in more than 10 (ten) Public Limited Companies. As per regulation 25 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, none of the Independent Director is serving as an Independent Director in more than 7(seven) Listed Companies. None of the Directors on the Board is a member of more than 10 Committees or Chairman of more than 05 Committees across all the Companies in which he/she is a Director.

The Board of Directors meets at least once in every quarter to approve the financial results in compliance with Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and more often, if necessity prevails.

During the year 13 board meetings were convened and held on following dates  
08.05.2017, 16.05.2017, 29.06.2017, 10.08.2017, 25.08.2017, 06.09.2017, 18.09.2017, 31.10.2017, 13.11.2017, 28.12.2017, 06.02.2018, 14.02.2018 and 18.03.2018

**Attendance of each Director at Board Meetings held during 2017-18 and last Annual General Meeting:**

Sr. No.	Name	No of Board Meetings attended during 2017-18	Whether present at the last AGM
1	JAYESH RAICHANDBHAI THAKKAR	13	Yes
2	CHIRAG VINODCHANDRA THAKKAR	13	Yes
3	KALYANI CHANDRAKANT RAJESHIRKE	06	No
4	BHAVESH JAYANTIBHAI DESAI <sup>§</sup>	06	Yes
5	KIRTI KRASHNAPRASAD JOSHI*	0	NA
6	YOGESH GRIGLANI*	0	NA
7	SALIL SHASHIKANT PATEL	05	No
8	MONISH MALHOTRA <sup>#</sup>	09	
9	KARTIK BAKULCHANDRA MISTRY	05	No
10	NIKHIL PEDNEKAR***	01	No
11	AMIT TARACHAND SHAH**	03	No
12	KIRAN JETHALAL SONI***	05	No
13	JIGAR PREMCHAND MOTTA***	06	No

\*Appointed as additional director on 18.04.2018

# Appointed as additional director on 28/04/2017

\*\* Resigned as a Director w.e.f. 29/06/2017

\*\*\* Resigned as a Director w.e.f. 06/09/2017

§Resigned as a Director w.e.f. 06/09/2017 and appointed as CFO w.e.f. 06/09/2017

**c. Independent Directors' meeting:**



In compliance with Schedule IV to the Companies Act, 2013, the meeting of independent directors was held in the month of March, without the attendance of non-independent directors and members of management, to inter alia:

- i. review the performance of non-independent directors and the Board as a whole;
- ii. review the performance of the Chairperson of the Company, taking into account the views of executive directors and non-executive directors;

**d. Maximum tenure of independent directors**

The maximum tenure of independent directors is in accordance with the Companies Act, 2013 and rules made thereunder, in this regard, from time to time.

**e. Formal Letter of appointment to independent directors:**

The Company issues a formal letter of appointment to independent directors in the manner as provided in the Companies Act, 2013 and as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The terms and conditions of appointment of independent directors are placed on the Company's website [www.atreyapetrochem.com](http://www.atreyapetrochem.com).

**f. Board Business:**

The normal business of the Board includes:

- framing and overseeing progress of the Company's annual plan and operating framework;
- framing strategies for shaping of portfolio and direction of the Company and for corporate resource allocation; reviewing financial plans of the Company;
- reviewing quarterly and annual business performance of the Company;
- reviewing the Annual Report and accounts for adoption by the Members;
- reviewing the progress of various functions and businesses of the Company;
- reviewing the functioning of the Board and its Committees;
- reviewing the functioning of the subsidiary companies;
- considering and approving declaration / recommendation of dividend;
- reviewing and resolving fatal or serious accidents or dangerous occurrences, any materially significant effluent or pollution problems or significant labor issues, if any;
- reviewing the details of significant development in human resources and industrial relations front;
- reviewing details of foreign exchange exposure and steps taken by the management to limit the risks of adverse exchange rate movement;
- reviewing compliance with all relevant legislations and regulations and litigation status, including materially important show cause, demand, prosecution and penalty notices, if any;
- reviewing Board remuneration policy and individual remuneration packages of Directors;
- advising on corporate restructuring such as merger, acquisition, joint venture or disposals, if any;
- appointing Directors on the Board and Management Committee;
- reviewing Corporate Social Responsibility activities of the Company;



- reviewing details of risk evaluation and internal controls;
- reviewing reports on progress made on the ongoing projects;

**g. Code of Conduct:**

The Code of Conduct for the Directors and Senior Management Personnel of the Company has been laid down by the Board, which has been circulated to all concerned persons. The Directors and Senior Management personnel of the Company have affirmed compliance with the provisions of the KAVIT INDUSTRIES Code of Conduct for the financial year ended 31.03.2018.

**3. COMMITTEES OF THE BOARD:**

Currently there are 3 (three) Board Committees:

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholders Relationship Committee

The terms of reference of the Board Committees are determined by the Board from time to time. The role and composition of these committees, including the number of meetings held during the financial year and the related attendance, are provided below:

**3.1 AUDIT COMMITTEE (w.e.f. 06.09.2017):**

The Audit Committee has been constituted in line with the provisions of regulation 18 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') (erstwhile Clause 49 of the Listing Agreement with Stock Exchanges) and also meets the requirements of Section 177 of the Companies Act, 2013. The members of the Audit Committee have requisite financial and management expertise. The role of audit committee and the information to be reviewed by the audit committee shall be as specified in Part C of Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Name	Designation	Category of director	No. of audit committee meetings attended during 2017-18
Salil Patel	Chairman	Independent Director	2
Monish Malhotra	Member	Independent Director	4
Kartik Mistry	Member	Independent Director	2

During the year and as per the requirement of the Act, Four Audit Committee Meetings were held on 16.05.2017, 10.08.2017, 13.11.2017 and 14.02.2018. The Company Secretary acts as the Secretary of the Audit Committee.

**a. Powers of Audit Committee:**

The audit committee shall have powers, which should include the following:

1. To investigate any activity within its terms of reference.
2. To seek information from any employee.
3. To obtain outside legal or other professional advice.
4. To secure attendance of outsiders with relevant expertise, if it considers necessary.

**b. Role of Audit Committee:**

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. Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
4. Reviewing, with the management, the annual financial statements before submission to the board for approval, with particular reference to:
  - Matters required being included in the Director's Responsibility Statement to be included in the Board's report in terms of sub-section (5) of section 134 of the Companies Act, 2013.
  - Changes, if any, in accounting policies and practices and reasons for the same.
  - Major accounting entries involving estimates based on the exercise of judgment by management.
  - Significant adjustments made in the financial statements arising out of audit findings.
  - Compliance with listing and other legal requirements relating to financial statements.
  - Disclosure of any related party transactions.
  - Qualifications in the draft audit report.
5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval.
  - 5A. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter.
6. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems.
7. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
8. Discussion with internal auditors any significant findings and follow up there on.
9. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
10. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
11. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.



12. To review the functioning of the Whistle Blower mechanism, in case the same is in existence.
13. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

**c. Subsidiary companies**

The Company has subsidiary viz. Kavit Edible Oil Ltd., Kavit Foods Pvt. Ltd., Kavit Swachh Organic Food Pvt. Ltd., Kavit Infoline Pvt. Ltd., Kavit Infra Projects Pvt. Ltd, which however are not 'material' subsidiaries as prescribed under regulation 16 (1)(c) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Provisions to the extent applicable as required under the revised SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with reference to subsidiary companies were duly complied.

During the year under review, the Audit Committee reviewed the financial statements, including the investments made by subsidiary to the extent applicable. A statement of all significant transactions and arrangements entered into by the subsidiary companies, as applicable, was regularly placed before the Board.

**3.2 NOMINATION AND REMUNERATION COMMITTEE:**

The Independent Directors are not paid any remuneration except sitting fees for attending meeting of the Board or Committees thereof. However, the Board has constituted a Remuneration Committee to approve certain perquisites for whole-time Functional Directors and below Board level Executives, which are within the powers of the Board as well as to approve performance related pay to the executives of the Company. The Remuneration Committee of the Company meets regularly as per the requirement of the Act and transacts the business accordingly.

**a. Term of Reference:**

**Nomination:**

The duties of the Committee in relation to its nominations function shall be:

- i. to be responsible for identifying and nominating, for the approval of the Board and ultimately the shareholders, candidates to fill Board vacancies as and when they arise as well as putting in place plans for succession, in particular with respect to the Chairman of the Board;
- ii. to review regularly the Board structure, size, composition and make recommendations to the Board of adjustments that are deemed necessary, in order to ensure an adequate size and a well-balanced composition of the Board and further ensure that a majority of the Board is independent, and to make determinations regarding independence of members of the Board;
- iii. to keep under review the leadership needs of the organization, both executive and non executive, with a view to ensuring the continued ability of the Company to compete effectively in the market place;
- iv. to recommend to the Board whether to reappoint a director at the end of their term of office;





- v. to identify and recommend directors who are to be put forward for retirement by rotation;
- vi. Before appointment is made by the Board, to evaluate the balance of skills, knowledge and experience on the Board and in the light of this evaluation prepare a description of the role and capabilities required for a particular appointment.

**Remuneration:**

The duties of the Committee in relation to its remuneration function shall be:

- i. to consider and determine, based on their performance and such other factors as the Committee shall deem appropriate all elements of the remuneration of the members of the Board;
- ii. to approve the remuneration of other members of the senior management of the group;
- iii. in relation to the above, the Committee shall at all times give due regard to published or other available information relating to pay, bonuses and other benefits of executives in companies which are comparable to the Company.

**b. Composition of Nomination and Remuneration Committee (w.e.f. 06/09/2017):**

Following Directors comprises in Nomination and Remuneration Committee

Name	Designation	Category of director	No. of NRC meetings attended during 2017-18
Salil Patel	Chairman	Independent Director	1
Monish Malhotra	Member	Independent Director	3
Kartik Mistry	Member	Independent Director	1

**c. Remuneration Policy**

The Board on the recommendation of the Nomination and Remuneration Committee has framed Remuneration Policy, providing

- (a) criteria for determining qualifications, positive attributes and independence of directors and
- (b) A policy on remuneration for directors, key managerial personnel and other employees.

**d. Remuneration to directors**

Details of remuneration paid/payable to directors during 2017-18 are provided in the annexure to the Directors' Report in Form MGT-9.

**e. Performance evaluation of Independent and BOD**

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out an annual

performance evaluation of its own performance, and that of its Committees and individual directors. Manner in which formal annual evaluation was made by the Board of its own performance and that of its Committees and directors is given below:

- Rating sheets were filled by each of the directors towards the end of the year with regard to evaluation of performance of the Board, its Committees and Directors (except for the director being evaluated) for the year under review.
- A consolidated summary of the ratings given by each of the directors was then prepared, based on which a report of performance evaluation was prepared by the Chairman in respect of the performance of the Board, its Committees and Directors during the year under review.
- The report of performance evaluation so arrived at was then noted and discussed by the Nomination and Remuneration Committee and Board at their meetings held in March 2018.
- As per the report of performance evaluation, the Board shall determine inter alia whether to continue the term of appointment of the independent director.

### 3.3 Stakeholders Relationship Committee:

The Shareholders'/Investors Grievance Committee (SIGC) examine the grievances of shareholders/investors and act as the system of redressed of the same. It also approves issuance of share certificates. The Company accords top priority to resolve complaints/grievances/queries of shareholders within reasonable period of time.

During the year under review there occur no such matters which require the meeting to be conducted of the Stakeholders Relationship Committee. Hence no meetings were held.

## 4. GENERAL BODY MEETINGS:

The Annual General Meetings of the Company were held at Village Tundao, Taluka Savli, Vadodara-391775, Gujarat, where the Registered Office of the Company is situated. The details of the AGM held for the past three years are as under:-

	2014-15	2015-16	2016-17
Date	25 <sup>th</sup> September 2015	28 <sup>th</sup> September 2016	29 <sup>th</sup> September 2017
Time	10:00 A.M.	9.00 AM	10.30 AM
No. of Special Resolutions Passed	2 (Two)	Nil	Nil

## 5. DISCLOSURES:

### a. Disclosure of Material Transactions: Related Party Transaction

All transactions entered into with Related Parties as defined under the Companies Act, 2013 and as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 during the financial year were in the ordinary course of business and on an arm's



length pricing basis and do not attract the provisions of Section 188 of the Companies Act, 2013. There were no materially significant transactions with related parties during the financial year which were in conflict with the interest of the company. Suitable disclosure as required by the Accounting Standards (AS-18) has been made in the notes to the Financial Statements by the Auditor/s of the Company.

**b. Details of non-compliance during the last three years:**

The Company has complied with the necessary requirements and no major penalties were enforced on the Company by Stock Exchanges/SEBI or any other statutory authority on any matter related to capital markets during the last three years except nominal amount of penalty imposed by Bombay Stock Exchange for delay reporting.

**c. Code of Conduct:**

The Company has adopted a code of conduct for its directors and designated senior management personnel. All the Board members and senior management personnel have agreed to follow compliance of code of conduct.

**d. Whistle Blower Policy:**

The Company has framed a whistle blower policy wherein the employees are free to report any improper activity resulting in violations of laws, rules, regulations or code of conduct by any of the employees, to the Competent Authority or Chairman of the Audit Committee, as the case may be. Any such complaint is reviewed by the Competent Authority or Chairman of the Audit Committee. The confidentiality of those reporting violations shall be maintained and they shall not be subjected to any discriminatory practice. No employee has been denied access to the Audit Committee.

**6. GENERAL SHAREHOLDER INFORMATION:**

**a. Annual General Meeting:**

**Date:** 29th September, 2018

**Time:** 09:00 A.M

**Venue:** Village- Tundao, Taluka Savli, Vadodara-391775, Gujarat.

**b. Financial Calendar for 2017-18 to approve quarterly / annual financial results:**

Unaudited results for the quarter ending on 30th June 2017	10/08/2017
Unaudited results for the quarter ending on 30th September 2017	13/11/2017
Unaudited results for the quarter ending on	14/02/2018



---

31st December 2017

Audited results for the quarter ending on 31st  
March 2018

29/05/2018

---

- c. **Book Closure Dates:** 23/09/2018 to 29/09/2018,  
(Both days inclusive)
- d. **Listing on Stock Exchanges:** Bombay Stock Exchange Ltd.
- e. **Corporate Identity Number (CIN):** The Corporate Identity Number  
(CIN) allotted to the Company by the  
Ministry of Corporate Affairs (MCA) is  
**L23100GJ1990PLC014692.**
- f. **Stock Code at BSE:** 524444
- g. **ISIN:** INE313M01014
- h. **Registrar & Transfer Agents (R&T):** M/s. Link Intime India Pvt. Ltd.  
C-13, Pannalal Silk Mills Compound,  
L.B.S. Marg, Bhandup (w), Mumbai-400078,  
Tel.: (22) 25963838,  
Fax: (22) 25946969,  
E-mail: rnt.helpdesk@linkintime.co.in
- i. **Address for Correspondence:** M/s. Link Intime India Pvt. Ltd.  
C 101, 247 Park,  
L.B.S.Marg, Vikhroli (West),  
Mumbai - 400083.  
Tel.: (22) 25963838,  
Fax: (22) 25946969,  
E-mail: rnt.helddesk@linkintime.co.in
- j. **Project Location:** Tundao Anjesar Road, Village Tundao,  
Taluka Savli, Vadodara-391775, Gujarat.

**Date: 31/08/2018**

**Place: Vadodara**

**SD/-  
Jayesh R. Thakkar  
Chairman**

**Form No. AOC-2**

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

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

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

SN	Name(s) of the related party	nature of relationship	Nature of contracts/arrangements/transactions	Duration of the contracts / arrangements/transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contracts or arrangements or transactions	date(s) of approval by the Board	Amount paid as advances, if any:	Date on which the special resolution was passed in general meeting as required under first proviso to section 188
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
<b>Not Applicable</b>									

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

SN	Name(s) of the related party	nature of relationship	Nature of contracts/arrangements/transactions	Duration of the contracts / arrangements/transactions	date(s) of approval by the Board, if any	Amount paid as advances, if any:
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1						-

By Order of the Board  
**For, Kavit Industries Limited**

**SD/-**  
**Jayesh Thakkar**  
Chairman  
(DIN:01631093 )  
Place, 31/08/2018



## Form No. MGT-9

## EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31/03/2018

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

<b>I</b>	<b>REGISTRATION AND OTHER DETAILS</b>	
i)	CIN	L23100GJ1990PLC014692
ii)	Registration Date	23/11/1990
iii)	Name of the Company	Kavit Industries Limited
iv)	Category	Company limited by shares
	Sub-Category of the Company	Non-Government Company
v)	Address of the Registered office and contact details	Vill : Tundao, Tal: Salvi, Vadodara -391775.
	Town / City :	Vadodara
	State :	Gujarat
	Country Name :	India
	Telephone (with STD Code) :	0265-236200,2361100
	Fax Number :	0265-2361551
	Email Address :	kavitindustriestimited@gmail.com
	Website, if any:	http://kavitindustries.in
vi)	Whether listed company	Yes
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	<b>M/s. Link Intime India Pvt. Ltd.</b> B-102 & 103, Shangrila Complex, 1st Floor, Opp. HDFC Bank, Near Radhakrishna Char Rasta, Akota, Vadodara - 391775, Gujarat. Phone No : 0265-2356573, 2356794 Fax: 022-2356 791. E-mail:vadodara@linkintime.co.in
<b>II</b>	<b>PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY</b>	
	All the business activities contributing 10 % or more of the total turnover of the company	<a href="#">Insertion - A</a>
<b>III</b>	<b>PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES</b>	<a href="#">Insertion - B</a>
<b>IV</b>	<b>SHARE HOLDING PATTERN (EQUITY SHARE CAPITAL BREAKUP AS PERCENTAGE OF TOTAL EQUITY)</b>	
	Category wise Share holding	<a href="#">Insertion - C</a>
	Shareholding of promoters	<a href="#">Insertion - D</a>
	Change in Promoters' Shareholding	<a href="#">Insertion - E</a>
	Shareholding pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)	<a href="#">Insertion - F</a>
	Shareholding of Directors and Key Managerial Personnel	<a href="#">Insertion - G</a>
<b>V</b>	<b>INDEBTEDNESS</b>	
	Indebtedness of the Company including interest outstanding/accrued but not due for payment	<a href="#">Insertion - H</a>
<b>VI</b>	<b>REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL</b>	
	Remuneration to Managing Director, Whole-time Directors and/or Manager	<a href="#">Insertion - I</a>



	Remuneration to other directors	<a href="#">Insertion - J</a>
	Remuneration to Key Managerial Personnel other than MD/MANAGER/WTD	<a href="#">Insertion - K</a>
VII	PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES	<a href="#">Insertion - L</a>

[Insertion - A](#)**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:**

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

Sr. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Edible Oil	51225	32.19
2	Agricultural Products	51219	47.79
3	Trading of Shares	67120	20.02

[Insertion - B](#)**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:**

Sr. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary / Associate	% of Shares Held	Applicable Section
1.	<b>Kavit Edible Oil Limited</b> Add: 9 <sup>th</sup> Floor, Galav Chambers, Station Road, Sayajigunj, Vadodara 390020, Gujarat.	U15100GJ2017PLC096076	Subsidiary	80.00%	2(87)
2.	<b>Kavit Foods Private Limited</b> Add: 9 <sup>th</sup> Floor, Galav Chambers, Station Road, Sayajigunj, Vadodara 390020, Gujarat.	U15111GJ2018PTC101534	Subsidiary	70.00%	2(87)
3	<b>Kavit Swachh Organic Food Private Limited</b> Add: 9 <sup>th</sup> Floor, Galav Chambers, Opp. Sardar Patel Statue, Sayajigunj, Vadodara 390020, Gujarat.	U15490GJ2016PTC094300	Subsidiary	60.00%	2(87)
4	<b>Kavit Infoline Private Limited</b> Add :9 <sup>th</sup> Floor, Galav Chambers, Opp. Sardar Patel Statue, Sayajigunj, Vadodara 390020, Gujarat	U72300GJ2016PTC086091	Subsidiary	70.00%	2(87)
5	<b>Kavit Infra Projects Private Limited</b> Add: 9 <sup>th</sup> Floor, Galav Chambers, Station Road, Sayajigunj, Vadodara 390020, Gujarat.	U45209GJ2015PTC083192	Subsidiary	80.00%	2(87)



**Insertion - C**

**IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**

**i) Category-wise Share Holding**

	Category of Shareholders	No. of Shares held at the beginning of the year (i.e. as at 01/04/2017)				No. of Shares held at the end of the year (i.e. as at 31/03/2018)				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A</b>	<b>Promoters</b>									
<b>(1)</b>	<b>Indian</b>									
a)	Individual/HUF	3650698	60763	3711461	5.60	3807596	19165	3826761	6.18	+18
b)	Central Government									
c)	State Government/s									
d)	Bodies Corporates	22821922	0	22821922	36.85	22821922	0	22821922	36.85	0.00
e)	Banks / FI									
f)	Any Other....									
	<b>SUB-TOTAL (A)(1)</b>	<b>26472620</b>	<b>60763</b>	<b>26533383</b>	<b>42.84</b>	<b>26629518</b>	<b>19165</b>	<b>26648683</b>	<b>43.02</b>	<b>+18</b>
<b>(2)</b>	<b>Foreign</b>									
a)	NRIs - Individuals									
b)	Other - Individuals									
c)	Bodies Corporates									
d)	Banks / FI									
e)	Any Other....									
	<b>SUB-TOTAL (A)(2)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>
	<b>TOTAL SHAREHOLDING OF PROMOTER (A) =(A)(1)+(A)(2)</b>	<b>26472620</b>	<b>60763</b>	<b>26533383</b>	<b>42.84</b>	<b>26629518</b>	<b>19165</b>	<b>26648683</b>	<b>43.02</b>	<b>+18</b>
<b>B</b>	<b>Public Shareholding</b>									
<b>(1)</b>	<b>Institutions</b>									
a)	Mutual Funds	0	46665	46665	0.07	0	46665	46665	0.07	0.00
b)	Banks / FI	140000	133	140133	0.23	140000	0	140000	0.23	0.00
c)	Central Government									





d)	State Government/s									
e)	Venture Capital Funds									
f)	Insurance Companies									
g)	FPIs									
h)	Foreign Venture Capital Funds									
i)	Others (specify)									
	<b>SUB-TOTAL (B)(1)</b>	<b>140000</b>	<b>46798</b>	<b>186798</b>	<b>0.30</b>	<b>140000</b>	<b>46665</b>	<b>186665</b>	<b>0.30</b>	<b>0.00</b>
<b>(2)</b>	<b>Non-Institutions</b>									
a)	Bodies Corporates									
i)	Indian	28081043	43995	28125038	45.40	26157771	43995	26201766	42.31	-3.09
ii)	Overseas									
b)	Individuals									
i)	Individual shareholders Holding nominal share capital upto Rs. 1 lakh	994560	3077774	4072334	6.60	663222	3022886	3686108	5.96	-0.64
ii)	Individual shareholders Holding nominal share capital in excess of Rs 1 lakh	2253045	517727	2770772	4.47	3153636	517727	3671363	5.93	+1.46
c)	Others (specify)									
	Clearing Members	80668	0	80668	0.13	1445378	0	1445378	2.33	+2.2
	Non Resident Indians	9051	10394	19445	0.03	6813	10261	17074	0.02	-0.01
	Trust	0	2194	2194	0.003	0	2194	2194	0.003	0.00
	HUF	138701	4000	142701	0.23	74102	0	74102	0.12	-0.11
	<b>SUB-TOTAL (B)(2)</b>	<b>31557068</b>	<b>3656084</b>	<b>35213152</b>	<b>56.86</b>	<b>31500922</b>	<b>3597063</b>	<b>35097985</b>	<b>56.68</b>	<b>-0.18</b>
	<b>TOTAL PUBLIC SHAREHOLDING (B)= (B)(1)+ (B)(2)</b>	<b>31697068</b>	<b>3702882</b>	<b>35399950</b>	<b>57.16</b>	<b>31640922</b>	<b>3643728</b>	<b>35284650</b>	<b>56.98</b>	<b>-0.18</b>
<b>C</b>	<b>Shares held by Custodian for GDRs &amp; ADRs</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>
	<b>GRAND TOTAL (A+B+C)</b>	<b>58169688</b>	<b>3763645</b>	<b>61933333</b>	<b>100</b>	<b>58270440</b>	<b>3662893</b>	<b>61933333</b>	<b>100</b>	<b>0.00</b>



**Insertion - D**

**ii) Shareholding of Promoters**

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year (i.e. as at 01/04/2017)			Shareholding at the end of the year (i.e. as at 31/03/2018)			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Jayeshbhai Raichandbhai Thakkar	1891731	3.06	0.00	1945596	3.14	0.00	+0.08
2	Artiben Jayeshbhai Thakkar	452798	0.73	0.00	452798	0.73	0.00	0.00
3	Jayeshbhai R. Thakkar Artiben J. Thakkar	400000	0.65	0.00	500000	0.81	0.00	+0.16
4	Bharat Limjibhai Patel	133333	0.21	0.00	133333	0.21	0.00	0.00
5	Hansaben Jaswantbhai Thakkar	66666	0.11	0.00	66666	0.11	0.00	0.00
6	Hashmukhbhai Dhanjibhai Thakkar	66666	0.11	0.00	66666	0.11	0.00	0.00
7	Jagdishbhai Raichandbhai Thakkar	10300	0.02	0.00	10300	0.02	0.00	0.00
8	Jagdishbhai Raichanddas Thakkar Jagrutiben Jagdishbhai Thakkar	94233	0.15	0.00	94233	0.15	0.00	0.00
9	Jaswant Raichandbhai Thakkar	136699	0.22	0.00	136133	0.22	0.00	0.00
10	Kokilaben H. Thakkar	66666	0.11	0.00	66666	0.11	0.00	0.00
11	Mitul Jagdishbhai Thakkar	93332	0.15	0.00	93332	0.15	0.00	0.00
12	Santosh Kahar	127333	0.20	0.00	127333	0.20	0.00	0.00
13	Somabhai S. Thakkar	133705	0.21	0.00	133705	0.21	0.00	0.00
14	Raghuvir International Private Limited	12872150	20.78	0.00	12872150	20.78	0.00	0.00
15	Shree Saibaba Exim Private Limited	9949772	16.07	0.00	9949772	16.07	0.00	0.00
16	Jaysurya Gases Ltd.	17333	0.03	0.00	0	0.00	0.00	-0.03
17	Himmatbhai Hirji Nanda	20666	0.03	0.00	0	0.00	0.00	-0.03
	<b>TOTAL</b>	<b>26533383</b>	<b>42.84</b>	<b>0.00</b>	<b>26648683</b>	<b>43.02</b>	<b>0.00</b>	<b>+0.18</b>

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

<b>Sr. No.</b>		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	26533383	42.84	26533383	42.84
2	Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/bonus/ sweat equity etc)	*	*	115300	0.18
3	At the End of the year	26648683	43.02	26648783	43.02



**\*Date wise increase /decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/Sweat Equity etc.)**

Sr. No.	Name of the shareholders	Shareholding at the beginning and end of the year (i.e. 01/04/2017 and 31/03/2018 respectively)		Date	(+)/Increase / (-)Decrease	Reason	Cumulative Shareholding during the year	
		No. of shares at 01/04/2017 and 31/03/2018	% of total shares of the company				No. of shares	% of total shares of the company
1.	Jayeshbhai Raichand Bhai Thakkar	2291731	3.71	01/04/2017	-	-	2291731	3.71
				14/04/2017	83904	Transfer	2375635	3.83
				21/04/2017	16096	Transfer	2391731	3.86
				26/05/2017	25465	Transfer	2417196	3.90
				02/06/2017	30666	Transfer	2447862	3.95
				30/06/2017	(2666)	Transfer	2445196	3.95
				12/01/2018	400	Transfer	2445596	3.95
		2445596	3.95	31/03/2018			2445596	3.95
2.	Artiben Jayeshbhai Thakkar	452798	0.73	01/04/2017			452798	0.73
					No Change	-	452798	0.73
		452798	0.73	31/03/2018			452798	0.73
3.	Bharat Limjibhai Patel	133333	0.21	01/04/2017			133333	0.21
					No Change	-	133333	0.21
		133333	0.21	31/03/2018			133333	0.21



							ANNUAL 66666 FY 2017-18	0.11
4.	Hansaben Jaswantbhai Thakkar	66666	0.	4/2017			66666	0.11
					No Change	-	66666	0.11
		66666	0.11	31/03/2018			66666	0.11
5.	Hashmukhbhai Dhanjibhai Thakkar	66666	0.11	01/04/2017			66666	0.11
					No Change	-	66666	0.11
		66666	0.11	31/03/2018			66666	0.11
6.	Jagdishbhai Raichandbhai Thakkar	104533	0.17	01/04/2017			104533	0.17
					No Change	-	104533	0.17
		104533	0.17	31/03/2018			104533	0.17
7.	Jaswant Raichandbhai Thakkar	136699	0.22	01/04/2017			136699	0.22
				26/05/2017	(2166)	Transfer	134533	0.22
				*	1600	Transfer	136133	0.22
		136133	0.22	31/03/2018			136133	0.22
8.	Kokilaben H. Thakkar	66666	0.11	01/04/2017			66666	0.11
					No Change	-	66666	0.11
		66666	0.11	31/03/2018			66666	0.11
9.	Mitul Jagdishbhai Thakkar	93332	0.15	01/04/2017			93332	0.15
					No Change	-	93332	0.15
		93332	0.15	31/03/2018			93332	0.15
10.	Santosh Kahar	127333	0.20	01/04/2017			127333	0.20
					No Change	-	127333	0.20
		127333	0.20	31/03/2018			127333	0.20
11.	Somabhai S. Thakkar	133705	0.21	01/04/2017			133705	0.21
					No Change	-	133705	0.21
		133705	0.21	31/03/2018			133705	0.21



12.	Raghuvir International Private Limited	12872150	20	4/2017			ANNUAL 2017-18	20.78
					No Change	-	12872150	20.78
		12872150	20.78	31/03/2018			12872150	20.78
13.	Shree Saibaba Exim Private Limited	9949772	16.07	01/04/2017			9949772	16.07
					No Change	-	9949772	16.07
		9949772	16.07	31/03/2018			9949772	16.07
14.	Jaysurya Gases Ltd.	17333	0.03	01/04/2017			17333	0.03
				26/05/2017	(16933)	Transfer	400	0.0006
				08/12/2017	(400)	Transfer	0	0.00
		0	0.00	31/03/2018			0	0.00
15.	Himmatbhai Hirji Nanda	20666	0.03	01/04/2017			20666	0.03
				26/05/2017	(20666)	Transfer	0	0.00
		0	0.00	31/03/2018			0	0.00



**Insertion - F**

**iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):**

Sr. No.	Name of the shareholders	Shareholding at the beginning and end of the year (i.e. 01/04/2017 and 31/03/2018 respectively)		Date	(+)/Increase / (-)Decrease	Reason	Cumulative Shareholding during the year	
		No. of shares at 01/04/2017 and 31/03/2018	% of total shares of the company				No. of shares	% of total shares of the company
1.	Krystalklear Properties Private Limited	5200000	8.40	01/04/2017			5200000	8.40
					No Change	-	5200000	8.40
		5200000	8.40	31/03/2018			5200000	8.40
2.	Aprateem Trading Private Limited	1000000	1.61	01/04/2017			1000000	1.61
				23/06/2017	3800000	Transfer	4800000	7.75
				23/03/2018	(200000)	Transfer	4600000	7.43
		4600000	7.43	31/03/2018			4600000	7.43
3.	Silvercade Trading Private Limited	5357945	8.65	01/04/2017			5357945	8.65
				16/06/2017	(8852)	Transfer	5349093	8.64
				30/06/2017	(300000)	Transfer	5049093	8.15
				07/07/2017	(135869)	Transfer	4913224	7.93
				14/07/2017	(14500)	Transfer	4898724	7.91
				21/07/2017	(501000)	Transfer	4397724	7.10
				04/08/2017	(6000)	Transfer	4391724	7.09
		4391724	7.09	31/03/2018			4391724	7.09



4.	Gill Entertainment Private Limited	4133333	6.67	01/04/2017			4133333	6.67
				22/09/2017	(105)	Transfer	4133228	6.67
		4133228	6.67	31/03/2018			4133228	6.67
5.	Indivar Traders Private Limited	3866666	6.24	01/04/2017			3866666	6.24
				14/07/2017	(27800)	Transfer	3838866	6.20
				21/07/2017	(306749)	Transfer	3532117	5.70
				13/10/2017	(2512600)	Transfer	1019517	1.65
				22/12/2017	1460700	Transfer	2480217	4.00
				05/01/2018	570002	Transfer	3050219	4.92
				12/01/2018	550987	Transfer	3601206	5.81
				31/03/2018	400000	Transfer	4001206	6.46
		4001206	6.46	31/03/2018			4001206	6.46
6.	Saint Infrastructure Private Limited	4266666	6.89	01/04/2017			4266666	6.89
				09/03/2018	(1200000)	Transfer	3066666	4.95
		3066666	4.95	31/03/2018			3066666	4.95
7.	SSJ Finance & Securities Private Limited	34700	0.06	01/04/2018			34700	0.06
				07/04/2017	(34700)	Transfer	0	0.00
				19/05/2017	14929	Transfer	14929	0.02
				26/05/2017	(14929)	Transfer	0	0.00
				16/06/2017	1000	Transfer	1000	0.001
				23/06/2017	266	Transfer	1266	0.002
				07/07/2017	(445)	Transfer	821	0.001
				14/07/2017	(200)	Transfer	621	0.001
				21/07/2017	1300	Transfer	1921	0.003
				28/07/2017	895	Transfer	2816	0.004
				04/08/2017	(1500)	Transfer	1316	0.002
				11/08/2017	2550	Transfer	3866	0.006
		18/08/2017	700	Transfer	4566	0.007		





			2017	15500	Transfer	ANNUAL REPORT FY 2017-18	0.03	
			01/09/2017	610	Transfer	20676	0.03	
			08/09/2017	(210)	Transfer	20466	0.03	
			13/10/2017	31600	Transfer	52066	0.08	
			20/10/2017	15000	Transfer	67066	0.11	
			03/11/2017	27449	Transfer	94515	0.15	
			17/11/2017	69	Transfer	94584	0.15	
			24/11/2017	(884)	Transfer	93700	0.15	
			01/12/2017	884	Transfer	94584	0.15	
			08/12/2017	14651	Transfer	109235	0.17	
			15/12/2017	(9117)	Transfer	100118	0.16	
			05/01/2018	52834	Transfer	152952	0.25	
			12/01/2018	145581	Transfer	298533	0.48	
			19/01/2018	(100233)	Transfer	198300	0.32	
			02/02/2018	(700)	Transfer	197600	0.31	
			23/02/2018	100	Transfer	197700	0.32	
			02/03/2018	2420	Transfer	200120	0.32	
			09/03/2018	1197463	Transfer	1397583	2.26	
			16/03/2018	3901	Transfer	1401484	2.26	
			23/03/2018	(6452)	Transfer	1395032	2.25	
			31/03/2018	(168373)	Transfer	1226659	1.98	
		1226659	1.98	31/03/2018	Transfer	1226659	1.98	
8.	J.N.M Realty And Marketing Limited	0	0.00	01/04/2017		0	0.00	
				07/04/2017	11803	Transfer	11803	0.02
				14/04/2017	4500	Transfer	16303	0.03
				21/04/2017	22550	Transfer	38853	0.06
				28/04/2017	3600	Transfer	42453	0.07
				12/05/2017	232	Transfer	42685	0.07



	2017	33345	Transfer	ANNUAL REPORT FY 2017-18	0.12
	26/05/2017	31490	Transfer	107520	0.17
	02/06/2017	6050	Transfer	113570	0.18
	23/06/2017	6780	Transfer	120350	0.19
	30/06/2017	(114338)	Transfer	6012	0.010
	07/07/2017	(6012)	Transfer	0	0.00
	14/07/2017	2000	Transfer	2000	0.003
	21/07/2017	6693	Transfer	8693	0.01
	28/07/2017	36897	Transfer	45590	0.07
	04/08/2017	(8000)	Transfer	37590	0.06
	11/08/2017	3638	Transfer	41228	0.06
	18/08/2017	46666	Transfer	87894	0.15
	25/08/2017	77263	Transfer	165157	0.26
	01/09/2017	51512	Transfer	216669	0.35
	08/09/2017	30548	Transfer	247217	0.39
	22/09/2017	500	Transfer	247717	0.40
	29/09/2017	(71268)	Transfer	176449	0.28
	06/10/2017	1670	Transfer	178119	0.28
	13/10/2017	27285	Transfer	205404	0.33
	10/11/2017	40534	Transfer	245938	0.40
	17/11/2017	23300	Transfer	269238	0.43
	24/11/2017	19777	Transfer	289015	0.47
	01/12/2017	31715	Transfer	320730	0.52
	08/12/2017	31188	Transfer	351918	0.57
	15/12/2017	12188	Transfer	364106	0.59
	22/12/2017	15439	Transfer	379545	0.61
	29/12/2017	14805	Transfer	394350	0.64
	05/01/2018	500	Transfer	394850	0.64



		2018	500	Transfer	395350	0.64
		09/02/2018	5900	Transfer	401250	0.65
		16/02/2018	39800	Transfer	441050	0.71
		23/02/2018	(2890)	Transfer	438160	0.71
		02/03/2018	13693	Transfer	451853	0.73
		09/03/2018	7999	Transfer	459852	0.74
		16/03/2018	13902	Transfer	473754	0.76
		23/08/2018	24052	Transfer	497806	0.80
		31/03/2018	21148	Transfer	518954	0.84
		31/03/2018	518954		518954	0.84
9.	Ashok Kumar Todi	01/04/2017	0		0	0.00
		*	402055	Transfer	402055	64.91
		31/03/2018	402055		402055	64.91
10.	Sunpreet Singh	01/04/2017	359700		359700	0.58
			No Change	-	359700	0.58
		31/03/2018	359700		359700	0.58

\*The Shares has been transferred electronically.



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

Sr. No.	Name of the Directors	Shareholding at the beginning and end of the year (i.e. 01/04/2017 and 31/03/2018 respectively)		Date	(+)/Increase / (-)/Decrease	Reason	Cumulative Shareholding during the year	
		No. of shares at 01/04/2017 and 31/03/2018	% of total shares of the company				No. of shares	% of total shares of the company
1.	Jayeshbhai Raichand Bhai Thakkar	2291731	3.71	01/04/2017	-		2291731	3.71
				14/04/2017	83904	Transfer	2375635	3.83
				21/04/2017	16096	Transfer	2391731	3.86
				26/05/2017	25465	Transfer	2417196	3.90
				02/06/2017	30666	Transfer	2447862	3.95
				30/06/2017	(2666)	Transfer	2445196	3.95
				12/01/2018	400	Transfer	2445596	3.95
		2445596	3.95	31/03/2018		2445596	3.95	
2.	Bhavesh Jayantibhai Desai	5066	0.008	01/04/2017			5066	0.008
				*	124466	Transfer	129532	0.21
		129532	0.21	31/03/2018			129532	0.21

\*The Shares has been transferred electronically.

[Insertion - H](#)
**V. INDEBTEDNESS**
**Indebtedness of the Company including interest outstanding/accrued but not due for payment**

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	0.00	35116019	0.00	35116019
ii) Interest due but not paid	0.00	0.00	0.00	0.00
iii) Interest accrued but not due	0.00	0.00	0.00	0.00
<b>Total (i+ii+iii)</b>	<b>0.00</b>	<b>35116019</b>	<b>0.00</b>	<b>35116019</b>
<b>Change in Indebtedness during the financial year</b>				
Addition	0.00	16578172	0.00	16578172
Reduction	0.00	0.00	0.00	0.00
<b>Net Change</b>	<b>0.00</b>	<b>16578172</b>	<b>0.00</b>	<b>16578172</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	0.00	51694191	0.00	51694191
ii) Interest due but not paid	0.00	0.00	0.00	0.00
iii) Interest accrued but not due	0.00	0.00	0.00	0.00
<b>Total (i+ii+iii)</b>	<b>0.00</b>	<b>51694191</b>	<b>0.00</b>	<b>51694191</b>

[Insertion - I](#)
**VI. REMUNERATION OF DIRECTORS AND KEYMANAGERIAL PERSONNEL**
**A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

Sr. No.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
		<b>Jayesh Raichandbhai Thakkar</b>	
1	Gross salary		
(a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	12,00,000	12,00,000
(b)	Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
(c)	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-
2	Stock Option	0.00	0.00
3	Sweat Equity	0.00	0.00
4	Commission	0.00	0.00
	▪ As % of profit	-	-
	▪ Others, specify...	-	-
5	Others, please specify Total (A)	0.00	0.00
	Ceiling as per the Act	-	-



	<b>Total A</b>	<b>12,00,000</b>	<b>12,00,000</b>
--	----------------	------------------	------------------

[Insertion - J](#)**B. Remuneration to other directors: NOT APPLICABLE**

Sr. No.	Particulars of Remuneration	Name of Directors		Total Amount
1	Independent Directors			
	▪ Fee for attending board / committee meetings			
	▪ Commission			
	▪ Others, please specify			
	<b>TOTAL (1)</b>			
2	Other Non-Executive Directors			
	▪ Fee for attending board / committee meetings			
	▪ Commission			
	▪ Others, please (Salary)			
	<b>TOTAL (2)</b>			
	<b>TOTAL (B) = (1) + (2)</b>			
	<b>Total Managerial Remuneration</b>			
	Overall Ceiling as per the Act	Not Applicable		

[Insertion - K](#)**C. Remuneration to Key Managerial Personnel other than MD/MANAGER/WTD: NOT APPLICABLE**

Sr. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross salary				
(a)	Salary as per provisions contained in section 17(1) of				
(b)	Value of perquisites u/s 17(2) Income-tax Act, 1961				
(c)	Profits in lieu of salary under section 17(3) Income-tax				
2	Stock Option				
3	Sweat Equity				
4	Commission				
	▪ as % of profit				
	▪ others, specify...				
5	Others, please specify				
	<b>TOTAL</b>				

[Insertion - L](#)**VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES: NOT APPLICABLE**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT] Details of Penalty / Punishment/ Compounding fees imposed	Appeal made, if any (give Details)
<b>A.COMPANY</b>					
Penalty					
Punishment					
Compounding					
<b>B.DIRECTORS</b>					
Penalty					
Punishment					
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty					
Punishment					
Compounding					

By Order of the Board  
For, Kavit Industries Limited

SD/-  
**Jayesh R. Thakkar**  
Chairman  
DIN: 01631093

Date: 31/08/2018  
Place: Vadodara



## CERTIFICATE ON CORPORATE GOVERNANCE

**To,  
The Members,  
KAVIT INDUSTRIES LIMITED**

We have examined the compliance of conditions of Corporate Governance by KAVIT INDUSTRIES LIMITED for the financial year ended 2017-18 as stipulated in applicable provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulations').

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 with the conditions of 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 and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in applicable provisions of the Regulations.

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

**For Sheetal Samriya & Associates**  
Chartered Accountants,  
(Firm Registration No.: 011478C)

SD/-  
Abhitesh Dubey  
Partner  
(Membership No.: 147923)  
Vadodara, 31<sup>st</sup> August, 2018





## MD CERTIFICATION

To,  
The Board of Directors,  
KAVIT INDUSTRIES LIMITED

### Sub.: Financial Statement for the period ended 31 March, 2018: Certification by MD

I, Jayesh R. Thakkar, Managing Director, on the basis of the review of the financial statements and cash flow statement for the year ending 31 March, 2018 and to the best of our knowledge and belief, certify that :-

1. These statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading.
2. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
3. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the period ending 31 March, 2018, which are fraudulent, illegal or violative of the Company's code of conduct.
4. We accept responsibility for establishing and maintaining internal controls for financial reporting and 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 the Audit Committee those deficiencies, of which are aware, in the design or operation of the internal controls and that we have taken the required steps to rectify these deficiencies.
5. We further certify that:
  - a) There have been no significant changes in the internal control over financial reporting during this year.
  - b) There have been no significant changes in the accounting policies this year and that the same have been disclosed in the notes to the financial statements.
  - c) There have been no 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.

**Date: 31/08/2018**

**Place: Vadodara**

**SD/-  
Jayesh R. Thakkar  
Managing Director**



## CODE OF CONDUCT COMPLIANCE

**To,  
The Members,  
KAVIT INDUSTRIES LIMITED**

In accordance with Clause D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (erstwhile Clause 49 of the Listing Agreement with the Stock Exchanges), the Board Members and the senior personnel have affirmed compliance with the Code of Conduct for the year ended on 31st March, 2017.

**Date:31.08.2018  
Place: Vadodara**

For, Kavit Industries Limited

**SD/-  
Jayesh R. Thakkar  
Chairman**



## To the Members of Kavit Industries Limited

*(Formerly known as Atreya Petrochem Limited)*

### Report on Standalone Financial Statements

We have audited the accompanying Standalone financial Statement of **Kavit Industries Limited** ("the company") (Formerly known as **Atreya Petrochem Limited**) which comprises the Balance Sheet as at 31st March 2018, the statement of Profit & Loss and Cash Flow Statement for the year ended, and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

Our responsibility is to express an opinion on these 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 there under. 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 evaluates 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.



ANNUAL REPORT FY 2017-18

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

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2018 subject to below qualification;
- in the case of the Profit and Loss Account, of the profit for the year ended on that date ; and
- in the case of the Cash Flow Statement, the cash flows for the year ended on that date.

### Emphasis of matter paragraph

Following points require attention of stake holder.

- Company has not filled Return no SH07 to increase authorized share capital. Failure of which will result in failure to increase it's authorized share capital to paid-up capital.
- Company has violated the provision of Section 185/186 of Companies Act 2013 w.r.t loans and advances awarded to it's subsidiary company other than it's wholly owned subsidiary company. Below is the list of loans and advances granted to its subsidiary

Sr no	Name of the subsidiary company	Amount outstanding as on balance sheet date
1	Kavit Edible Oil Limited	156.49 Lakhs
2	Kavit Infoline Pvt Limited	9.73 Lakhs
3	Kavit Infra Project Pvt Ltd	160.58 Lakhs
4	Kavit Swachh Organic Food Pvt Ltd	162.20 Lakhs
5	Pacific Finstock Ltd	126.84 Lakhs
6	Pacific Health Information	112.14 Lakhs
7	Sauver Finvest Mutual Benefits Ltd	95.69 Lakhs
8	Shreenathji Finstock Pvt Ltd	94.54 Lakhs

The terms of repayment, Rate of interest and other discloser as per Schedule III of the companies Act 2013 have not been made which will resulted into misstatement of financial position and performance of the company, the effect of which is not able to quantifiable in amount.



c) Company has disposed off rest of its shareholding of subsidiary company Kavit Green Energy Private Limited at a profit of Rs.49,00,000.00 during the year.

As Kavit Green Energy Private Limited was the subsidiary as on 31<sup>st</sup> March 2017 but ceases to be subsidiary as on 31<sup>st</sup> March 2018, Figures of financial position of current year and previous year has been reschedule accordingly in books of accounts.

d) It is to be noted that as per Ind AS 16 Property, Plant and Equipment and Ind AS 113 Fair Value Measurement is used to arrive at the fair value of the fixed assets of the company. During the year, company has taken external valuation report from independent valuer and made revaluation of company's land, building, plant & machinery to enable company to consistence with IAS. Figures mentioned in balance sheet are revalued figures at its realizable prize. Following is the revalued figures assets wise.

Sr.no	Description of the assets	Balance as on 31.03.2017	Revalued amount as per Valuation report
1	Factory land	12,94,309.00	7,39,49,691.00
2	Plant & Machinery	1,91,54,125.00	61,27,980.00

Company has made upward revaluation of Land by Rs.7,04,62,931.00 during the year as shown above on the basis of valuation report of independent valuer. The effect of the same will be transferred to revaluation reserve hence figures of reserve is being amplify by Rs.7,26,55,382.

e) Kavit Edible Oil Ltd is subsidiary company of Kavit Industries Ltd with 80% shareholding. Auditee Company has made sale-purchase transactions of edible and other Oil products with Kavit Edible Oil Ltd during the year. We have observed that company made sales and purchase transaction at the rate mutually agreed between the companies. Looking at the nature of product and nature of transactions, we are unable to comment on rate at which transaction has carried out during the year. Furthermore company is in process to file MGT 14

### Report on other legal and Regulatory Requirement

1. As required by the Companies (Auditor's Report) Order, 2003 ("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 I" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;



- b) In our opinion proper books of account as appears from our examination of those books;
- c) The Balance Sheet, and Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the Ind Accounting Standards specified under section 133 of the Act, read with Rule 7 of the companies (Accounts), 2014;
- e) On the basis of written representations received from the directors as on March 31, 2018, and on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 II" to this report; and
- g) With respect to the 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 explanation given to us:
- i. The Company has disclosed the impact of pending litigation on its financial position in its financial Statements ;
  - ii. The Company did not have any long term contract including derivative contract for which there are any material foreseeable losses.
  - iii. There were no amounts which are required to be transferred to the Investor Education and protection Fund by the Company.
  - iv. The Company has provided requisite disclosure in Note 2(t) to these Standalone Financial statements as to the holdings of Specified Bank Notes on 08<sup>th</sup> November, 2016 and 30<sup>th</sup> December, 2016. Based on our audit procedures and relying on the management representation regarding the holding and nature of cash transaction, including Specified Bank Notes, we report that these disclosures are in accordance with the books of accounts maintained by the Company and as produced to us by the Management.

**For Sheetal Samriya & Associates**  
**Chartered Accountants,**  
**Firm Registration No.: 011478C**

**SD/-**  
**Abhitesh Dubey**  
**Partner**  
**Membership No.: 147923**  
**Vadodara, 29<sup>th</sup> May, 2018**

Referred to in Paragraph 1 under the heading "Report on other regulatory requirements" of our report of even date

(i) **In Respect of its Fixed Assets:**

- (a) As informed to us, the Company is in process to compile with records to showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, fixed assets, according to the practice of the Company Fixed Assets are physically verified by the management at reasonable intervals, in a phased verification-programme, which, in our opinion, requires additional efforts looking at the size of the Company and the nature of its business. As informed to us, no material discrepancies have been noticed on verification;
- (c) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to information and explanations given by the management, the title deeds of immovable properties are held in the name of the company.

(ii) **In Respect of its Inventory:**

- (a) As informed to us, the Inventory of Finished and semi-finished goods and raw materials at works were physical verified by the management at reasonable intervals during the year. In our opinion, having regard to the nature and location of stock, the frequency of verification requires additional efforts specifically to safeguard the interest of the stake holder.
- (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management requires additional efforts and strongly advise company to prepare suitable internal control policies and procedure w.r.t procurement, storage and dispatch of inventory.
- (c) In our opinion and according to the information and explanations given to us, the Company has fails to maintain proper records of movement of inventory as to company has not maintain record of material discrepancy during physical verification. Furthermore company fails to book evaporation loss in books of accounts hence there is difference between stocks on hand as per stock record and physical inventory.

(iii) **In Respect of Loans & Advances given & taken to Related Party:**

In Respect of loans, secured or unsecured, granted by the Company to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act:

- a) In our opinion and according to information given to us, the terms and conditions of loans given by the company are prima facie, prejudicial to the interest of the company.
- b) All the loans Secured or Unsecured are without any repayment schedule but are payable on demand.
- c) There are no overdue amounts as at the year-end in respect of Principal and Interest.
- d) The company has failed to fulfilled provision of section 185/186 of Companies Act 2013 w.r.t Loans to related parties and to its subsidiaries.
- e) The terms of repayment, Rate of interest and other discloser as per Schedule III of the companies Act 2013 have not been stipulated.

(iv) **In Respect of Loans & Advances given and taken:**

In our opinion and according to the information and explanations given to us, the company has contravened the Provision of section 185 and section 186 of the Companies Act in respect of investment made with by the company.

(v) **In Respect of Deposits:**

According to the Information and Explanation given to us, the Company has not accepted any deposit from public.

(vi) **In Respect of Cost Records:**

To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under clause 148 (1) of the Act, for the services of the Company.

(vii) **In respect of statutory dues:**

(a) According to the information, explanation and records verified by us the Company has generally been regular in depositing Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom duty, Excise Duty, Cess, other material statutory dues applicable to it with the appropriate authorities. We are informed that the company intends to obtain exemption from Provident Fund, Employees state insurance Act.

(b) There were no undisputed amounts payable in respect of Income Tax, GST, Sales Tax, Wealth Tax, Service Tax, Excise Duty, Custom Duty, Cess and other material statutory dues in arrears as at 31<sup>st</sup> March, 2018 for a period of more than six months for the date they become payable.

(c) Details of dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and Cess which have not been deposited as on 31 March, 2018 on account of disputes are given below:

Name of the Statue	Nature of Dues	Forum where Dispute is pending	Period to which amount relates	Original Amount Involved (Amount in Rs.)
Income Tax	Income Tax	Appealed Filed & Hearing Pending	A.Y.-1995-96	4,000.00
Income Tax	Income Tax	Appealed Filed & Hearing Pending	A.Y.-1999-00	16,74,000.00
Income Tax	Income Tax	Appealed Filed & Hearing Pending	A.Y.-2000-01	1,41,41,000.00
Income Tax	Income Tax	Appealed Filed & Hearing Pending	A.Y.-2003-04	13,000.00
Income Tax	Income Tax	Appealed Filed & Hearing Pending	A.Y.-2004-05	13,000.00
Income Tax	Income Tax	Appealed Filed & Hearing Pending	A.Y.-2014-15	22,08,86,856.00
Excise Duty	Excise Duty	Jurisdiction AO	F.Y.-2016-17	19,000.00

(viii) **In Respect of Repayment of Borrowings:**

The Company has neither issued debentures nor availed any loan from Banks, financial institutions or government. Therefore, the provision of clause 3(viii) of the order are not applicable to the company.

(ix) **In Respect of Public Issue:**

Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanation given by the management, the company has not raised any money by way of initial public offer or further public offer or debt instruments and terms loans hence, reporting under clause 3 (xi) of the Order are not applicable to the company and hence not commented upon.

(x) **In Respect to Frauds:**



Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanation given by the management, We report that no fraud on or by the management has been noticed or reported during the year.



(xi) **In Respect to Managerial Remuneration:**

Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanation given by the management, We report that the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provision of section 197 read with schedule V to the Act.

(xii) **In Respect to Nidhi Company:**

In our opinion, the Company is not a Nidhi company. Therefore, the provision of clause 3 (xiii) of the order are not applicable to the company and hence not commented upon.

(xiii) **In Respect to Transaction with Related Party:**

Based upon the audit procedures performed for the purpose of reporting the true and Fair view of the financial statements and according to the information and explanations given by the management, transaction with the related parties are in compliance with section 177 and 188 of the companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, are required by the applicable ind accounting standards.

(xiv) **In Respect to Preferential Issue:**

According to the information and explanations given to us and on overall examination of the balance sheet, the company has not made by any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence not commented upon.

(xv) **In Respect to Non Cash Transaction with Directors & Relatives:**

Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanation given by the management, the Company has not entered into any non-cash transaction with directors or persons connected with him.

(xvi) **In Respect to Investment Company:**

According to information and explanation given us, the provision of section of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the company.

**For Sheetal Samriya & Associate  
Chartered Accountants,  
Firm Registration No.:011478C**

**SD/-  
Abhitesh Dubey  
Partner  
Membership No.: 147923  
Vadodara, 29<sup>th</sup> May, 2018.**



## Annexure II to the Independent Auditor's 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 Kavit Industries Limited ("the Company") as of 31<sup>st</sup> March 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### Management's Responsibility for Internal Financial Controls

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

#### Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit



preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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.

### **Basis of qualified opinion**

**It is observed that the company has not appointed an internal auditor perusing to section 138 of companies Act, 2013. In our opinion, the Company has weak internal control w.r.t area of procurement, storage and dispatch of goods held for trade, cash sales and area of fixed assets recording and verification.** Except for area mentioned, an adequate internal financial controls system exists 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.

**For Sheetal Samriya & Associates  
Chartered Accountants,  
Firm Registration No.: 011478C**

**SD/-  
Abhitesh Dubey  
Partner  
Membership No.: 147923  
Vadodara, 29<sup>th</sup> May, 2018**



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**CIN L23100GJ1990PLC014692**  
**Balance Sheet as at 31 March,2018**

Particulars	Notes	(Amount in Rs )		
		As at March 31,2018	As at March 31,2017	As at March 31,2016
<b>ASSETS</b>				
<b>Non-current assets</b>				
(a) Property, Plant and Equipment	3	88,776,266	22,913,984	22,752,702
(b) Capital work-in-progress	3	-	1,950,857	1,950,857
(c) Intangible Assets	3	235,064	44,076	14,723
(d) Investments in subsidiary	4	680,000	5,100,550	9,999,900
<b>(e) Financial Assets</b>				
(i) Investments	5	54,864	78,600	78,600
(ii) Loans	6	320,156,879	538,143,454	445,863,454
(iii) Other Financial assets	7	-	-	17,092,812
(f) Other Non Current Assets	8	11,367,199	10,875,237	8,580,689
<b>Current assets</b>				
(a) Inventories	9	5,056,391	7,897,716	4,335,445
<b>(b) Financial Assets</b>				
(i) Trade receivables	10	1,279,595,298	1,393,086,717	220,528,259
(ii) Cash and cash equivalents	11	1,738,122	7,434,427	15,730,170
(iii) Loans	12	320,787,216	199,438,086	331,832,626
(c) Other current assets	13	16,256	682,158	(181,608)
<b>Total Assets</b>		<b>2,028,463,554</b>	<b>2,187,645,861</b>	<b>1,078,578,628</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
(a) Equity Share capital	14	619,333,330	619,333,330	619,333,330
(b) Other Equity	15	112,978,002	38,090,642	29,130,956
<b>Total equity attributable to equity holders of the Company</b>		<b>732,311,332</b>	<b>657,423,972</b>	<b>648,464,286</b>
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
<b>(a) Financial Liabilities</b>				
(i) Borrowings	16	51,694,191	35,116,019	62,625,017
(ii) Other financial liabilities	17	1,112,071,856	1,112,071,856	1,754,081
(b) Deferred tax liabilities (Net)	18	226,672	231,081	-
<b>Current liabilities</b>				
<b>(a) Financial Liabilities</b>				
(i) Trade payables	19	122,108,861	352,194,483	350,591,967
(ii) Other financial liabilities	20	7,838,918	24,969,747	13,562,291
(b) Other current liabilities	21	(364,976)	227,179	282,077
(c) Provisions	22	2,576,701	5,411,525	1,298,909
(d) Current Tax liability (Net)				
<b>Total Liabilities</b>		<b>1,296,152,222</b>	<b>1,530,221,889</b>	<b>430,114,342</b>
<b>Total Equity and Liabilities</b>		<b>2,028,463,554</b>	<b>2,187,645,861</b>	<b>1,078,578,628</b>
<b>Summary of significant accounting policies</b>				

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

**As Per Our Report Of Even Date**  
**For Sheetal Samriya & Associates**  
**Chartered Accountants**  
**ICAI Firm Registration No.: 011478C**

**For and on behalf of the Board of Directors of**  
**Kavit Industries Limited**

**SD/-**  
**Abhitesh Dubey**  
**Partner**  
**Membership No.147923**  
**Vadodara, 29th May, 2018**

**SD/-**  
**Mr Jayesh Thakkar**  
**Managin Director**

**SD/-**  
**Bhavesh Desai**  
**Director**



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Statement of Profit and Loss for the year ended March 31,2018.**

ANNUAL REPORT FY 2017-18

Particulars	Notes	(• in Lakhs)	
		For the period ended March 31,2018.	For the period ended March 31,2017.
<b>Income</b>			
Revenue from Operation	23	677,563,218	1,775,324,849
Other Income	24	12,729,942	1,613,952
<b>Total Revenue</b>		<b>690,293,160</b>	<b>1,776,938,801</b>
<b>Expenses</b>			
Cost of Material Consumed	25	-	320,661
Purchases of stock-in-trade	26	649,315,848	1,757,542,825
Changes in inventories of finished goods, WIP	27	2,841,325	(3,882,932)
Employee benefits expense	28	5,962,451	2,047,425
Finance costs	29	176,465	211,398
Other expenses	30	17,838,125	6,597,294
Depreciation and amortization expense		1,765,782	767,072
<b>Total Expenses</b>		<b>677,899,995</b>	<b>1,763,603,744</b>
<b>Profit before Exceptional Items and Tax</b>		<b>12,393,165</b>	<b>13,335,057</b>
Exceptional Items (Net)		5,949,517	-
<b>Profit before Tax</b>		<b>6,443,647</b>	<b>13,335,057</b>
<b>Tax Expenses</b>			
Current Tax		1,987,150	4,144,290
Deferred Tax		-	231,081
<b>Profit (Loss) for the period from continuing operations</b>		<b>4,456,497</b>	<b>8,959,686</b>
Profit/(loss) from discontinued operations		-	-
Tax expense of discontinued operations		-	-
Profit/(loss) from Discontinued operations (after tax)		-	-
<b>Profit/(loss) for the period</b>		<b>4,456,497</b>	<b>8,959,686</b>
<b>Other Comprehensive Income</b>			
A (i) Items that will not be reclassified to profit or loss			
- Remeasurement of Defined benefit plans		(12,741)	-
- Equity instruments through other comprehensive income		-	-
A (ii) Income tax relating to items that will not be reclassified to profit or loss			
- Remeasurement of Defined benefit plans		4,409	-
- Equity instruments through other comprehensive income		-	-
<b>Total other comprehensive income</b>		<b>(8,332)</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>4,448,165</b>	<b>8,959,686</b>
Earnings per equity share:			
(1) Basic		0.07	0.14
(2) Diluted		0.07	0.14
Diluted [ Nominal Value of Shares `10]		10.00	10.00
Summary of significant accounting policies			

**As Per Our Report Of Even Date**  
**For Sheetal Samriya & Associates**  
**Chartered Accountants**  
**ICAI Firm Registration No.: 011478C**

**SD/-**  
**Partner (Abhitesh Dubey)**  
**Membership No.147923**  
**Vadodara, 29th May, 2018**

**For and on behalf of the Board of Directors of**  
**Kavit Industries Limited**

**SD/-**  
**Mr Jayesh Thakkar**  
**Managing director**

**SD/-**  
**Bhavesh Desai**  
**Director**



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Statement Of Changes In Equity For The Year Ended 31st March, 2018**

**a. EQUITY SHARE CAPITAL:**

	Notes	Amount
<b>Balance as at 1 April, 2016</b>	14	<b>61,933,333</b>
Changes in equity share capital during the year		-
<b>Balance as at 31 March, 2017</b>	14	<b>61,933,333</b>
Changes in equity share capital during the year		-
<b>Balance as at 31 March, 2018</b>	14	<b>61,933,333</b>

**b. OTHER EQUITY:**

Particulars	Reserves and Surplus				Total Equity
	Security Premium Reserve	Revaluation Reserves	Retained Earnings	FVOCI - Equity Investment reserve	
<b>Balance as at April 01, 2016</b>	45,166,670	-	(50,973,693)	(4,996,944)	<b>(10,803,968)</b>
Profit for the year	-	-	-	-	-
Remeasurement of post employment benefit obligation (net)	-	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>45,166,670</b>	-	<b>(50,973,693)</b>	<b>(4,996,944)</b>	<b>(10,803,968)</b>
<b>Balance as at March 31, 2017</b>	<b>45,166,670</b>	-	<b>(50,973,693)</b>	<b>(4,996,944)</b>	<b>(10,803,968)</b>
Profit for the year	-	-	-	-	-
Addition during the year	-	70,462,931	-	-	-
Remeasurement of post employment benefit obligation (net of)	-	-	-	-	-
<b>Total comprehensive income for the year</b>	-	<b>70,462,931</b>	-	-	-
<b>Balance as at March 31, 2018</b>	<b>45,166,670</b>	<b>70,462,931</b>	<b>(50,973,693)</b>	<b>(4,996,944)</b>	<b>(10,803,968)</b>



**Cash Flow Statement** for the year ended March 31, 2017.

Particulars	(Amount in `.)	
	For the Year ended	For the Year ended
	For the period ended March 31,2018.	March 31,2017
<b>A. Cash Flow from Operating Activities :</b>		
Net Profit before Tax	6,443,647	13,335,057
<b>Adjustments to reconcile profit before tax to net cash flows:</b>		
Depreciation and Amortisation Expense	1,765,782	767,072
Other non-operating income (Incl Written - off)	(4,885,067)	(1,589,869)
Interest expense	26,201	132,473
Preliminary Expenses W off	1,406,792	750,191
Income Tax Provision	1,987,150	4,375,371
- Remeasurement of Defined benefit plans	12,742	
Dividend Income	732	2,925
<b>Operating Profit before Working Capital changes</b>	<b>2,756,732</b>	<b>9,016,628</b>
<b>Movement in Working Capital :</b>		
Increase/(Decrease) in Inventories	2,841,325	(3,562,271)
Increase/(Decrease) in Trade receivables and Other Receivable	113,491,419	89,041,485
Increase/(Decrease) in Trade payable and Other Payables	(230,085,622)	1,602,516
Increase/(Decrease) in Other Current Liability	(17,722,984)	(54,899)
Increase/(Decrease) in provisions	(2,834,824)	4,112,616
<b>Cash Generated from Operation</b>	<b>(131,553,954)</b>	<b>100,156,076</b>
Direct Tax Paid (Net of Refunds)	-	-
<b>Net Cash inflow from/ (outflow) from Operating activities (A)</b>	<b>(131,553,954)</b>	<b>100,156,076</b>
<b>B. Cash Flow from Investing Activities :</b>		
Purchase of fixed assets	(65,868,195)	(1,362,075)
Purchase of Investments	9,441,230	20,427,286
Interest received	4,885,067	4,257,183
Dividend received	732	2,925
<b>Net Cash inflow from/ (outflow) from Financing activities (B)</b>	<b>(51,541,166)</b>	<b>23,325,318</b>
<b>C. Cash Flow from Financing Activities :</b>		
Proceeds / Repayment from Long Term Liability(Net)		(4,913,600)
Proceeds from Long Term Borrowing	16,578,172	36,835,500
Proceeds/ Repayment from Loans and Advances (Net)	95,404,593	(153,749,101)
Interest paid	(26,201)	(449,608)
Proceeds of Share Application money/Share Capital	65,442,251	(443,944)
<b>Net Cash inflow from/ (outflow) from Financing activities (C)</b>	<b>177,398,815</b>	<b>(122,720,752)</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>(5,696,306)</b>	<b>760,642</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>7,434,427</b>	<b>6,673,785</b>
<b>Cash and Cash Equivalents at the end of the year</b>	<b>1,738,121</b>	<b>7,434,427</b>
<b>Components of Cash and cash equivalents</b>		
Cash on hand	1,334,667	2,210,931
With Banks		
I- on Current Account	403,455	5,223,497
<b>Cash and Cash equivalents</b>	<b>1,738,122</b>	<b>7,434,427</b>

Summary of Significant accounting Policies. (Refer Note 3)

**Additional Information :**

- 1) The Above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard on 'Cash Flow Statement (AS-3)' issued by the Companies Accounting Standard Rules, 2006
- 2) Figures in bracket represent outflows.
- 3) Previous year figures have been recast/restated where necessary

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

As Per Our Report Of Even Date  
For Sheetal Samriya & Associates  
Chartered Accountants  
ICAI Firm Registration No.: 011478C

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

SD/-  
Abhitesh Dubey  
Partner  
Membership No.147923  
Vadodara, 29th May, 2018

SD/-  
Mr Jayesh Thakkar  
Managing director

SD/-  
Bhavesh Desai  
Director



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**3 Property, Plant & Equipment**

Particulars	Freehold Land	Building	Plant & Machinery	Furniture & Fixtures	Office Equipments	Computers	Weight Bridge	Laboratory Equipment	Air conditioner	CCTV	TOTAL (A)	Software	TOTAL (B)	GRAND TOTAL (A) + (B)
<b>Gross carrying amount:</b>														
<b>Deemed cost As at 01-04-2016</b>	<b>1,294,309</b>	<b>3,977,291</b>	<b>17,336,667</b>	<b>14,712</b>	<b>13,189</b>	<b>9,381</b>	<b>32,970</b>	<b>24,206</b>	<b>9,931</b>	<b>40,046</b>	<b>22,752,702</b>	<b>14,723</b>	<b>14,723</b>	<b>22,767,425</b>
Additions	-	-	805,393	-	56,924	63,390	-	-	-	-	925,707	32,000	32,000	957,707
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Gross carrying amount As at 31-03-2017</b>	<b>1,294,309</b>	<b>3,977,291</b>	<b>18,142,060</b>	<b>14,712</b>	<b>70,113</b>	<b>72,771</b>	<b>32,970</b>	<b>24,206</b>	<b>9,931</b>	<b>40,046</b>	<b>23,678,409</b>	<b>46,723</b>	<b>46,723</b>	<b>23,725,132</b>
Additions	-	2,033,605	546,347	15,650	-	253,863	25,000	-	149,992	90,193	3,114,650	190,988	190,988	3,305,638
Upward / (Downward) Revaluation	70,462,931	-	-	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	(7,380,715)	-	-	-	-	-	-	-	(7,380,715)	-	(14,761,430)	(22,142,145)
<b>Gross carrying amount As at 31-03-2018</b>	<b>71,757,240</b>	<b>6,010,896</b>	<b>11,307,692</b>	<b>30,362</b>	<b>70,113</b>	<b>326,634</b>	<b>57,970</b>	<b>24,206</b>	<b>159,923</b>	<b>130,239</b>	<b>89,875,275</b>	<b>237,711</b>	<b>237,711</b>	<b>90,112,986</b>
<b>Accumulated Depreciation:</b>														
Charge for the period	-	661,084	69,001	-	7,667	15,429	-	872	-	10,372	764,425	2,647	2,647	767,072
Sales/transferred/written off	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Closing accumulated depreciation As at 31-03-2017:</b>	<b>-</b>	<b>661,084</b>	<b>69,001</b>	<b>-</b>	<b>7,667</b>	<b>15,429</b>	<b>-</b>	<b>872</b>	<b>-</b>	<b>10,372</b>	<b>764,425</b>	<b>2,647</b>	<b>2,647</b>	<b>767,072</b>
Charge for the period	-	654,406	971,639	2,380	-	111,621	803	492	17,600	6,841	1,765,782	-	-	1,765,782
Sales/transferred/written off	-	-	(1,431,198)	-	-	-	-	-	-	-	(1,431,198)	-	-	(1,431,198)
<b>Closing accumulated depreciation As at 31-03-2018:</b>	<b>-</b>	<b>1,315,490</b>	<b>(390,558)</b>	<b>2,380</b>	<b>7,667</b>	<b>127,050</b>	<b>803</b>	<b>1,364</b>	<b>17,600</b>	<b>17,213</b>	<b>1,099,009</b>	<b>2,647</b>	<b>2,647</b>	<b>1,101,656</b>
<b>Net carrying amount:</b>														
<b>As at 31-03-2018</b>	<b>71,757,240</b>	<b>4,695,406</b>	<b>11,698,250</b>	<b>27,982</b>	<b>62,446</b>	<b>199,584</b>	<b>57,167</b>	<b>22,842</b>	<b>142,323</b>	<b>113,026</b>	<b>88,776,266</b>	<b>235,064</b>	<b>235,064</b>	<b>89,011,330</b>
<b>As at 31-03-2017</b>	<b>1,294,309</b>	<b>3,316,207</b>	<b>18,073,059</b>	<b>14,712</b>	<b>62,446</b>	<b>57,342</b>	<b>32,970</b>	<b>23,334</b>	<b>9,931</b>	<b>29,674</b>	<b>22,913,984</b>	<b>44,076</b>	<b>44,076</b>	<b>22,958,060</b>
<b>As at 01-04-2016</b>	<b>1,294,309</b>	<b>3,977,291</b>	<b>17,336,667</b>	<b>14,712</b>	<b>13,189</b>	<b>9,381</b>	<b>32,970</b>	<b>24,206</b>	<b>9,931</b>	<b>40,046</b>	<b>22,752,702</b>	<b>14,723</b>	<b>14,723</b>	<b>22,767,425</b>

**3 Capital work-in-progress**

Particulars	As at 31/03/2018	As at 31/03/2017	As at 01/04/2016
Capital Work in Progress	-	1,950,857	1,950,857





**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**4 Investment in subsidiary**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Investment in Equity Instruments (Unquoted)</b>			
<b>Carried at cost (Fully Paid)</b>			
<b>Subsidiary Company</b>			
Kavit Green Energy Private Limited NIL (31st March 2017: 51000, April 1, 2016 99999) equity shares of _____ each)	-	5,100,550	9,999,900
Kavit Edible Oil Limited 40,000 (31st March 2017: NIL April 1, 2016 NIL) equity shares of • 10 each)	400,000	-	-
Kavit Foods Private Limited 7000 (31st March 2017: NIL April 1, 2016 NIL) equity shares of • 10 each)	70,000	-	-
Kavit Infoline Private Limited 7000 (31st March 2017: NIL April 1, 2016 NIL) equity shares of • 10 each)	70,000	-	-
Kavit Infra Projects Private Limited 8000 (31st March 2017: NIL April 1, 2016 NIL) equity shares of • 10 each)	80,000	-	-
Kavit Swach Organic Food Private Limited 6000 (31st March 2017: NIL April 1, 2016 NIL) equity shares of • 10 each)	60,000	-	-
<b>Total</b>	<b>680,000</b>	<b>5,100,550</b>	<b>9,999,900</b>

**5 Investments**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Investments at fair value through other comprehensive income</b>			
<b>Investment in Equity Instruments (Quoted)</b>			
Aadhaar Ventures India Limited (Formely known as Prraneta Industries Limited)	27,864	51,600	51,600
<b>Investment in Equity Instruments (Unquoted)</b>			
Omkar Powertech India Pvt Ltd	27,000	27,000	27,000
<b>Total</b>	<b>54,864</b>	<b>78,600</b>	<b>78,600</b>
<b>Aggregate book value of quoted investment</b>	<b>27,864</b>	<b>51,600</b>	<b>51,600</b>
<b>Aggregate Market value of quoted investment</b>	<b>27,864</b>	<b>51,600</b>	<b>51,600</b>
<b>Aggregate Value of unquoted investment</b>	<b>27,000</b>	<b>27,000</b>	<b>27,000</b>



## 6 Loans

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Unsecured, considered good</b>			
<b>i) Loans and Advances to related parties</b>			
To Corporates	9,517,000	11,577,000	11,577,000
To Non Corporates	215,555	261,000	261,000
<b>Sub-Total (a)</b>	<b>9,732,555</b>	<b>11,838,000</b>	<b>11,838,000</b>
<b>ii) Other Loans and Advances</b>			
To Corporates	308,739,865	524,734,394	432,454,394
To Non Corporates	1,331,000	1,331,000	1,331,000
Others	353,459	240,060	240,060
<b>Sub-Total (b)</b>	<b>310,424,324</b>	<b>526,305,454</b>	<b>434,025,454</b>
<b>Total (a+b)</b>	<b>320,156,879</b>	<b>538,143,454</b>	<b>445,863,454</b>

## 7 NON-CURRENT - OTHER FINANCIAL ASSETS

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Other Financials Assets</b>			
(a) Bank deposits with more than 12 months of original maturity	-	-	-
(b) Other receivable	-	-	17,092,812
<b>Total</b>	<b>-</b>	<b>-</b>	<b>17,092,812</b>

## 8 Other Non Current Assets

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Unsecured, considered good</b>			
(a) Statutory Dues	5,210,467	3,250,293	2,722,096
(b) Others	6,156,732	7,624,944	5,858,593
<b>Total</b>	<b>11,367,199</b>	<b>10,875,237</b>	<b>8,580,689</b>

## 9 Inventories

(Valued at lower of Cost or Net Realisable Value)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
(a) Raw Material	697,875	697,875	1,018,536
(b) Finished Goods	4,358,516	7,199,841	3,316,909
(c) Work in Progress	-	-	-
<b>Total</b>	<b>5,056,391</b>	<b>7,897,716</b>	<b>4,335,445</b>

## 10 Trade receivables

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Unsecured</b>			
(a) Considered good	1,279,595,298	1,393,086,717	220,528,259
<b>Total</b>	<b>1,279,595,298</b>	<b>1,393,086,717</b>	<b>220,528,259</b>

**11 Cash and cash equivalents**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
(i) Balances with banks			
(a) In current accounts	403,455	5,223,497	15,542,238
(ii) Cash in hand	1,334,667	2,210,931	187,933
<b>Total</b>	<b>1,738,122</b>	<b>7,434,427</b>	<b>15,730,170</b>

**12 Loans**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Unsecured, considered good</b>			
(a) Loans and Advances due by directors, relatives of directors and related parties *	66,719,532	5,428,696	29,314,626
(b) Other receivable	254,067,684	194,009,390	302,518,000
<b>Total</b>	<b>320,787,216</b>	<b>199,438,086</b>	<b>331,832,626</b>

\*Loans and Advances due by directors, relatives of directors and related parties :

Particular	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
Advances given to Key Mangement Personnel	-	-	-
Advances given to relatives of Directors	-	-	-
Advances given to related parties- Corporates	66,719,532	29,327,300	29,327,300
Advacnes given to relted parties- Non Corporates	-	-	-

**13 Other Current Assets**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Unsecured, considered good</b>			
(a) Duties and Taxes Receivables	-	615,058	-
(b) Others	16,256	67,100	(181,608)
<b>Total</b>	<b>16,256</b>	<b>682,158</b>	<b>(181,608)</b>

**16 Borrowings**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Unsecured - at amortized cost</b>			
<b>i) Loans and Advances from related parties</b>			
From Directors	-	-	-
From Corporates	8,084,729	7,924,070	2,774,080
<b>ii) Loans and Advances from Others</b>			
From Corporates	39,724,462	22,652,362	22,375,850
From Others	3,885,000	4,539,587	37,475,087
<b>Total</b>	<b>51,694,191</b>	<b>35,116,019</b>	<b>62,625,017</b>

**17 Other financial liabilities**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Other financial liabilities</b>			
(a) Others	1,112,071,856	1,112,071,856	1,754,081
<b>Total</b>	<b>1,112,071,856</b>	<b>1,112,071,856</b>	<b>1,754,081</b>

**18 Deferred Tax liabilities(Net)**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
Deferred Tax Asset	(4,409)	-	-
Deferred Tax Liabilities	231,081	231,081	-
<b>Total</b>	<b>226,672</b>	<b>231,081</b>	<b>-</b>

**19 Trade payables**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
Trade payables	122,108,861	352,194,483	350,591,967
<b>Total</b>	<b>122,108,861</b>	<b>352,194,483</b>	<b>350,591,967</b>

**20 Other financial liabilities**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>i) Loans and Advances from related parties</b>			
From Directors	-	-	2,044
From Corporates	597,074	-	13,560,247
<b>ii) Loans and Advances from Others</b>			
From Corporates	7,241,844	24,969,747	-
Others	-	-	-
<b>Total</b>	<b>7,838,918</b>	<b>24,969,747</b>	<b>13,562,291</b>

**21 Other Current Liabilities**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Other Current Liability</b>			
(a) Statutory remittances	(364,976)	227,179	282,077
(b) Other Payable	-	-	-
<b>Total</b>	<b>(364,976)</b>	<b>227,179</b>	<b>282,077</b>

**22 Provisions**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
(a) Provision for Expenses	423,400	69,000	100,674
(a) Provision for Taxation	2,153,301	5,342,525	1,198,235
<b>Total</b>	<b>2,576,701</b>	<b>5,411,525</b>	<b>1,298,909</b>



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**14 Equity Share capital**

**14.1 Authorised Share Capital**

Particulars	Equity Share Capital	
	No. of Shares	Amount
<b>As At 1 April, 2016</b>	6,500,000	65,000,000
Increase /(decreased) during the year	40,000,000	400,000,000
<b>As At 31 March, 2017</b>	46,500,000	465,000,000
Increase /(decreased) during the year	-	-
<b>As At 31 March, 2018</b>	46,500,000	465,000,000

**14.2 Issued Share Capital**

Particulars	Equity Share Capital	
	No. of Shares	Amount
<b>As At 1st April 2016</b>	61,933,333	619,333,330
Increase /(decreased) during the year	-	-
<b>As At 31 March, 2017</b>	61,933,333	619,333,330
Increase /(decreased) during the year	-	-
<b>As At 31 March 2018</b>	61,933,333	619,333,330

**14.3 Terms/ right attached to equity shares**

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

**14.4 Shares held by shareholders each holding more than 5% of the shares**

Shareholders	As At 31 March, 2018		As At 31 March, 2017		As At 1 April, 2016	
	No. of shares	Percentage	No. of shares	Percentage	No. of shares	Percentage
Raghuvir International Pvt. Ltd.	12,838,850	20.73%	12,838,850	20.73%	12,000,000	19.38%
Shree Saibaba Exim Pvt. Ltd.	9,738,333	15.72%	9,738,333	15.72%	9,333,333	15.07%
SIL Vercade Trading Pvt. Ltd.	5,333,333	8.61%	5,333,333	8.61%	5,333,333	8.61%
Krystalklear Properties Pvt. Ltd.	5,200,000	8.40%	5,200,000	8.40%	5,200,000	8.40%
Aprateem Trading Pvt. Ltd.	-	-	-	-	1,000,000	1.61%
Ethan Constructions Pvt. Ltd.	-	-	-	-	4,400,000	7.10%
Saint Infrastructure Pvt. Ltd.	4,266,666	6.89%	4,266,666	6.89%	4,266,666	6.89%
Gill Entertainment Pvt. Ltd.	4,133,333	6.67%	4,133,333	6.67%	4,133,333	6.67%
Golding Mercantile Pvt. Ltd.	3,800,000	6.14%	3,800,000	6.14%	-	0.00%
Indivar Traders Pvt. Ltd.	3,866,666	6.24%	3,866,666	6.24%	3,866,666	6.24%
Amrapali Aadya Trading & Investment Pvt. Ltd.	-	-	-	-	3,800,000	6.14%





As per records of the company, including its register of Shareholders / Members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

**Rights as to Dividend**

The Equity shareholders have right dividend when declared by the Board of Directors subject to approval in the ensuing Annual General Meeting. The Company proposed dividend of `NIL during the year ended March 31,2018 ( ` NIL per share in March 31,2017.)

**Right pertaining to repayment of Capital**

In the event of liquidation of the company, the holders of equity share will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be according to the shareholders rights and interest in the company.

**15 Other Equity**

Particulars	As at 31 March 2018	As at 31 March 2017	As At 1 April, 2016
(a)Security Premium Reserve	45,166,670	45,166,670	45,166,670
(b )Equity Instruments through Other Comprehensive Income (Refer below Note (i))	(5,020,680)	(4,996,944)	(4,996,944)
(c)Revaluation Reserve	70,462,931	-	-
(d)Retained Earnings (Refer below Note (ii))	2,369,081	(2,079,084)	(11,038,770)
<b>Total</b>	<b>112,978,002</b>	<b>38,090,642</b>	<b>29,130,956</b>

**Note:**

Particulars	As at 31 March 2018	As at 31 March 2017
<b>(i) Equity Instruments through Other Comprehensive Income</b>		
As per last Balance Sheet	(4,996,944)	(4,996,944)
Add/Less : Additions/(Deletions) during the year	(23,736)	-
	<b>(5,020,680)</b>	<b>(4,996,944)</b>
<b>(ii) Retained Earnings</b>		
Add : Profit/(Loss) for the year as per Statement of Profit and Loss	(2,079,084)	(11,038,770)
Add: Remeasurement of the Net Defined benefit liability/asset, net of tax effect	4,448,165	8,959,686
Less : Corporate Dividend Tax on Interim Dividend	-	-
	<b>2,369,081</b>	<b>(2,079,084)</b>



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**23 Revenue from Operations**

<b>Particulars</b>	<b>For the Period ended 31 March, 2018</b>	<b>For the Period ended 31 March, 2017</b>
Trading Sales- Edible Oil	218,080,658	1,530,386,500
Trading Sales- Garments		32,147
Trading Sales- Solar Module		26,389,500
Trading Sales- Agriculture products	323,802,445	196,765,890
Trading Sales- Shares	135,680,115	
Other Operating Revenue#	-	21,750,812
<b>Total</b>	<b>677,563,218</b>	<b>1,775,324,849</b>

# Other Operative Revenue include Trading of Equity Shares and Marketing Services provided by the company

**24 Other Income**

<b>Particulars</b>	<b>For the Period ended 31 March, 2018</b>	<b>For the Period ended 31 March, 2017</b>
(a) Interest Income	1,645,769	19,634
(b) Dividend Income	732	-
(c) Other Non-Operating Income (net of expenses directly attributable to such income)	-	-
d) Other gains and losses		
(d) Miscellaneous Income	698,374	4,449
(e) Other non-operating income	4,885,067	1,589,869
(f) Unwinding Interest Income	-	-
(g) Rent Income	600,000	-
(h) Profit on sale of Shares	4,900,000	-
<b>Total</b>	<b>12,729,942</b>	<b>1,613,952</b>

**25 Cost of materials consumed**

<b>Particulars</b>	<b>For the Period ended 31 March, 2018</b>	<b>For the Period ended 31 March, 2017</b>
<b>Raw Material Consumption (Food)</b>		
Opening Stock	697,875	1,018,536
Add: Purchases		-
	<b>697,875</b>	<b>1,018,536</b>
Less: Closing stock	697,875	697,875
<b>Cost of Goods Sold</b>	-	
	-	<b>320,661</b>
<b>Total</b>	-	<b>320,661</b>



**26 Purchase of Stock in Trade**

Particulars	For the Period ended 31 March, 2018	For the Period ended 31 March, 2017
Trading Purchase	520,608,975	1,733,461,430
Purchase of Services		18,300,238
Purchase of Packing Material	3,295,821	3,410,401
Purchase of Shares	125,411,052	2,370,756
<b>Total</b>	<b>649,315,848</b>	<b>1,757,542,825</b>

**27 Changes of Finished Good, Work in Progress.**

Particulars	For the Period ended 31 March, 2018	For the Period ended 31 March, 2017
<u>Opening Inventory</u>		-
Finished Goods	7,199,841	3,316,909
Work in Progress	-	-
<b>Sub Total (a)</b>	<b>7,199,841</b>	<b>3,316,909</b>
<u>Closing Inventory</u>		
Finished Goods	4,358,516	7,199,841
Work in Progress	-	-
<b>Sub Total (b)</b>	<b>4,358,516</b>	<b>7,199,841</b>
<b>Total Changes in Finished good and Work in process</b>	<b>2,841,325</b>	<b>(3,882,932)</b>

**28 Employee Benefit expenses**

Particulars	For the Period ended 31 March, 2018	For the Period ended 31 March, 2017
Salaries, wages , bonus, allowances, etc.	5,962,151	2,018,675
Staff welfare expenses	300	28,750
<b>Total</b>	<b>5,962,451</b>	<b>2,047,425</b>

**29 Finance Costs**

Particulars	For the Period ended 31 March, 2018	For the Period ended 31 March, 2017
Interest expense	26,201	132,473
Bank Charges	150,264	78,925
Unwinding Interest Expenses	-	-
<b>Total</b>	<b>176,465</b>	<b>211,398</b>

**30 Other Expenses**

<b>Particulars</b>	<b>For the Period ended 31 March, 2018</b>	<b>For the Period ended 31 March, 2017</b>
Advertisement Expenses	944,230	19,200
Audit Fees	100,000	8,326
Brokerage & Commission	138,100	233,688
Custodian Fees	159,005	300,563
Conveyance Expenses	39,201	22,103
Demant Charges	-	4,971
Donation Expenses	10,000	12,160
Electricity Expenses	220,341	194,136
Factory Expense	50,080	129,942
Freight & Carting Charges	2,114,021	1,117,721
Insurance Expenses	88,958	20,318
Internet & Telephone Expense	200,394	155,662
Labour & Wages Charges Expenses	30,000	50,000
Legal & Professional Fees	1,002,180	520,330
Other Misc Expenses	2,072,000	1,221,874
Listing Fees	292,500	229,000
Office Building Maintainance Expenses	122,172	215,983
Office & Miscellaneous Expenses	1,096,337	180,906
Printing & Stationery Expenses	577,716	793,073
Profit & Loss on Trading of F&O	6,009,743	146,197
Prior Period Expenses	322,819	
Rent,Rates & Taxes	360,000	75,000
Repairs & Maintainance	-	107,440
Repairs & Maintainance- Computers	-	10,175
Shop Expenses	268,647	152,695
Service Tax	-	14,359
Sales Promotion Expenses	-	93,655
Security Expenses	-	142,742
Security Transaction Tax	225,938	5,022
Storage Expenses	-	129,375
Hotel & Loaging & Lunch and Refreshment Exp	196,550	-
Bad Debts	151,961	-
Late Payment Charges	420,963	-
Loss on Sauda	119,242	-
Transportation Expenses	4,499	223,795
Travelling Expensess	500,526	66,885
<b>Total</b>	<b>17,838,125</b>	<b>6,597,294</b>



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**31 Earnings per share (EPS)**

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the Company by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of Equity shares outstanding during the year.

	` in lakhs	
	March 31, 2018	March 31, 2017
<b>i. Profit attributable to Equity holders of Company</b>		
Profit attributable to equity holders of the Company for basic and diluted earnings per share	4,448,165	8,959,686
<b>ii. Weighted average number of ordinary shares</b>		
Weighted average number of shares at March 31 for basic and diluted earnings per shares	61,933,333	61,933,333
Basic earnings per share (in • )	0.07	0.14



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**32 FAIR VALUE MEASUREMENTS**

**Financial instruments by category**

	As at March 31, 2018			As at March 31, 2017			As at April 1, 2016		
	FVTPL	FVOCI	Amortized Cost	FVTPL	FVOCI	Amortized Cost	FVTPL	FVOCI	Amortized Cost
<b>Financial Assets</b>									
Investments									
- Equity Instruments	-	54,864	-	-	78,600	-	-	78,600	-
Loans and Advances to related parties & others			320,156,879			538,143,454	-	-	445,863,454
Trade Receivables	-	-	1,279,595,298	-	-	1,393,086,717	-	-	220,528,259
Cash and Cash Equivalents	-	-	1,738,122	-	-	7,434,427	-	-	15,730,170
Bank Balances other than above	-	-	-	-	-	-	-	-	-
Other Financial Assets	-	-	254,067,684	-	-	194,009,390	-	-	319,610,812
<b>Total Financial Assets</b>	-	<b>54,864</b>	<b>1,855,557,982</b>	-	<b>78,600</b>	<b>2,132,673,988</b>	-	<b>78,600</b>	<b>1,001,732,695</b>
<b>Financial Liabilities</b>									
Borrowings	-	-	59,533,109	-	-	60,085,766	-	-	76,187,308
Other Current financial Liabilities	-	-	1,112,071,856	-	-	1,112,071,856	-	-	1,754,081
Trade payables	-	-	122,108,861	-	-	352,194,483	-	-	350,591,967
<b>Total Financial Liabilities</b>	-	-	<b>1,293,713,826</b>	-	-	<b>1,524,352,104</b>	-	-	<b>428,533,356</b>



**(i) Fair value hierarchy**

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognized and measured at fair value and (b) measured

**Financial Assets and Liabilities measured at fair value - recurring fair value measurements**

As at March 31, 2018	Notes	Level 1	Level 2	Level 3	Total
<b>Financial Investments at FVOCI</b>					
Equity Instruments				-	-
<b>Total Financial Assets</b>		-	-	-	-
Financial Liabilities		-	-	-	-
<b>Total Financial Liabilities</b>		-	-	-	-

**Assets and Liabilities which are measured at amortized cost for which fair values are disclosed**

As at March 31, 2018	Notes	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>					
<b>Financial Investments at Amortised Cost</b>					
Equity Instruments					
Deposits		-	-		-
<b>Total Financial Assets</b>		-	-	-	-
<b>Financial Liabilities</b>					
Other Current financial Liabilities					-
<b>Total Financial Liabilities</b>		-	-	-	-

**Financial Assets and Liabilities measured at fair value - recurring fair value measurements**

As at March 31, 2017	Notes	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>					
<b>Financial Investments at FVTPL</b>					
Equity Instruments				-	-
<b>Financial Investments at FVOCI</b>					
Equity Instruments				-	-
<b>Total Financial Assets</b>		-	-	-	-
Financial Liabilities		-	-	-	-
<b>Total Financial Liabilities</b>		-	-	-	-



**Assets and Liabilities which are measured at amortized cost for which fair values are disclosed**

As at March 31, 2017	Notes	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>					
<b>Financial Investments at Amortised Cost</b>					
Equity Instruments		-	-	-	-
Deposits		-	-	-	-
<b>Total Financial Assets</b>		-	-	-	-
Borrowings (Non Current)		-	-	-	-
Other non- current financial Liabilities		-	-	-	-
<b>Total Financial Liabilities</b>		-	-	-	-

**Financial Assets and Liabilities measured at fair value - recurring fair value measurements**

As at April 1, 2016	Notes	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>					
<b>Financial Investments at FVTPL</b>					
Equity Instruments		-	-	-	-
Preference Shares		-	-	-	-
Equity Instruments		-	-	-	-
<b>Financial Investments at FVOCI</b>					
Equity Instruments				-	-
<b>Total Financial Assets</b>		-	-	-	-
Financial Liabilities		-	-	-	-
<b>Total Financial Liabilities</b>		-	-	-	-

**Assets and Liabilities which are measured at amortized cost for which fair values are disclosed**

As at April 1, 2016	Notes	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>					
<b>Financial Investments at Amortised Cost</b>					
Equity Instruments		-	-	-	-
Deposits		-	-	-	-
<b>Total Financial Assets</b>		-	-	-	-
Borrowings (Non Current)		-	-	-	-
Other non- current financial Liabilities		-	-	-	-
<b>Total Financial Liabilities</b>		-	-	-	-



**Level 1:** Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments, traded bonds and mutual funds that have quoted price.

**Level 2:** The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

There are no transfers between levels 1 and 2 during the year.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels at the end of the reporting period.

**(ii) Valuation technique used to determine fair value**

Specific valuation techniques used to value financial instruments include:

- the use of quoted market prices or dealer quotes for similar instruments
- the fair value of the remaining financial instruments is determined using discounted analysis.

The carrying amounts of trade receivables, electricity deposit, employee advances, cash and cash equivalents and other short term receivables, trade payables, unclaimed dividend,



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

### 33 FINANCIAL RISK MANAGEMENT

The company's activities expose it to market risk, liquidity risk and credit risk.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk.

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The board of directors has established the Risk Management Committee, which is responsible for developing and monitoring the Company's risk management policies. The committee reports to the board of directors on its activities.

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

The audit committee oversees how management monitors compliance with the company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

#### (A) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investment securities. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business.

#### (i) Trade receivables

The Company measures the expected credit loss of trade receivables based on historical trend, industry practices and the business environment in which the entity operates. However, based on historical data, there were no significant bad debts written off nor provision for doubtful debts had been created. Further there is no Trade Receivables outstanding for more than 6 months at reporting date. Hence, allowances for doubtful debt has not been created.

#### (ii) Cash and cash equivalents

As at the year end, the Company held cash and cash equivalents of `17.38 Lacs (31.03.2017 74.34 Lakhs, 01.04.2016 157.30 ` Lakhs). The cash and cash equivalents are held with bank and financial institution counterparties with good credit rating.

#### (iii) Loans and advances

In the case of loans to employees, the same is managed by establishing limits. (Which in turn based on the employees salaries and number of years of service put in by the concern employee)

#### (iv) Other Financials Assets

Others Financial Assets are considered to be of good quality and there is no significant increase in credit risk.



**(v) REVALUATION OF FIXED ASSETS**

The company has revalued its land, building, plant & machinery during the year after taking valuation report from external independent valuer. The figures shown in books of accounts are revalued figures and increase in carrying amount arising from upward revaluation in land amount has been transfer to revaluation reserve under the head reserves and surplus.

**(B) Liquidity risk**

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

**Maturities of financial liabilities**

The tables herewith analyse the Company's financial liabilities into relevant maturity groupings based on their contractual maturities for:

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

**Contractual maturities of financial liabilities**

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
<b>As at March 31, 2018</b>					
<b>Non-derivatives</b>					
Borrowings					
Other financial liabilities	-	-			
Trade payables	-	-			
<b>Total Non-derivative liabilities</b>	-	-	-		
<b>As at March 31, 2017</b>					
<b>Non-derivatives</b>					
Borrowings	24,969,747	35,116,019	-	-	<b>60,085,766</b>
Other financial liabilities	-	1,112,071,856	-	-	<b>1,112,071,856</b>
Trade payables	352,194,483	-	-	-	<b>352,194,483</b>
<b>Total Non-derivative liabilities</b>	<b>377,164,230</b>	<b>1,147,187,874</b>	-	-	<b>1,524,352,104</b>
<b>As at April 1, 2016</b>					
<b>Non-derivatives</b>					
Borrowings	13,562,291	62,625,017	-	-	<b>76,187,308</b>
Other financial liabilities	-	1,754,081	-	-	<b>1,754,081</b>
Trade payables	350,591,967	-	-	-	<b>350,591,967</b>
<b>Total Non-derivative liabilities</b>	<b>364,154,258</b>	<b>64,379,098</b>	-	-	<b>428,533,356</b>



**(C) Market risk**

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company’s income or the value of its holdings of financial instruments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables and long term debt. We are exposed to market risk primarily related to foreign exchange rate risk. Thus, our exposure to market risk is a function of revenue generating and operating activities in foreign currency. The objective of market risk management is to avoid excessive exposure in our foreign currency revenues and costs. The Company uses derivative to manage market risk. Generally, the Company seeks to apply hedge accounting to manage volatility in profit or loss.

**Currency risk**

The Company is exposed to currency risk on account of its operations in other countries. The functional currency of the Company is Indian Rupee. The exchange rate between the Indian rupee and foreign currencies has changed substantially in recent periods and may continue to fluctuate substantially in the future. Consequently, the Company uses both derivative instruments, i.e, foreign exchange forward contracts to mitigate the risk of changes in foreign currency exchange rates in respect of its highly probable forecasted transactions and recognized assets and liabilities.

The company enters into foreign currency forward contracts which are not intended for trading or speculative purposes but for hedge purposes to establish the amount of reporting currency required or available at the settlement date of certain payables/receivables.

Following is the derivative financial instruments to hedge the foreign exchange rate risk:

Currency	As at March 31, 2018			As at March 31, 2017			As at April 1, 2016		
	Trade receivable and other Receivable	Hedges available	Net exposure to foreign currency risk	Trade receivable and other Receivable	Hedges available	Net exposure to foreign currency risk	Trade receivable and other Receivable	Hedges available	Net exposure to foreign currency risk
USD			-			-			-

Currency	As at March 31, 2018			As at March 31, 2017			As at April 1, 2016		
	Trade payable	Hedges available	Net exposure to foreign currency risk	Trade payable	Hedges available	Net exposure to foreign currency risk	Trade payable	Hedges available	Net exposure to foreign currency risk
USD		-	-		-	-			-

The sensitivity of profit or loss to changes in the exchange rates arises mainly from unhedged foreign currency denominated financial instruments.

	Impact on profit after tax	
	March 31, 2018	March 31, 2017
USD sensitivity		
INR/USD increases by 5%	-	-
INR/USD decreases by 5%	-	-

**CAPITAL MANAGEMENT**

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

The objective of company's capital management are to:

- Safeguard their ability to continue as going concern so that they can continue to provide benefits to their shareholders
- Maximise the wealth of the shareholder.
- Maintain optimal capital structure to reduce the cost of capital

The board of directors seeks to maintain a balance between the higher returns that might be possible with higher levels of borrowings and the advantages and security afforded by a sound capital position.

The Company monitors capital using a ratio of 'adjusted net debt' to 'total equity'. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing loans and borrowings, less cash and cash equivalents, other bank balances and current investments.

The Company's adjusted net debt to total equity ratio at March 31, 2018 was as follows:

Particulars	As at	As at	As at
	March 31, 2018	March 31, 2017	April 1, 2016
Total liabilities	1,296,152,222	1,530,221,889	430,114,342
Less : Cash and cash equivalent	(1,738,122)	(7,434,427)	(15,730,170)
Less : Other Bank Balances	-	-	-
Less : Current Investments	-	-	-
Adjusted net debt	1,297,890,344	1,537,656,316	445,844,512
Total equity	732,311,332.1	657,423,971.8	648,464,286.0
Adjusted net debt to total equity ratio	1.77	2.34	0.69



Kavit Industries Limited  
(Formerly Known as Atreya Petrochem Limited)  
Notes To Financial Statements For The Year Ended 31st March, 2018

## 34 Additional information to the financial statements

(Amount in `)

## (A) Contingent Liabilities and Capital Commitments

Particulars	As at 31 March, 2018	As at 31 March, 2017	As at 1 April, 2016
<b>(a) Contingent Liabilities</b>			
Income Tax	-	236,785,524	15,899,664
Excise Duty		19,000	-
<b>Total</b>		<b>236,804,524</b>	<b>15,899,664</b>
<b>(b) Commitments</b>			
Estimated amount of contracts remaining to be executed on	-	-	-

## (B) Auditor's Remuneration

Particulars	Year Ended 31st March, 2018	Year Ended 31st March, 2017
As statutory Audit	100,000	40,000
As Tax Audit	-	10,000
As Taxation matter	-	10,000
<b>Total</b>	<b>100,000</b>	<b>60,000</b>

## (C) Amounts remitted in foreign currency during the year on account of dividend

Particulars	Year Ended 31st March, 2018	Year Ended 31st March, 2017
Amount of dividend remitted in foreign currency	-	-
<b>Total</b>	<b>0.00</b>	<b>0.00</b>



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**35 Disclosure under accounting standard**

**(a) Employee benefits**

**[A] Defined contribution plans:**

Liability in respect of Provident Fund is provided on actual contribution basis.

**[B] Defined benefit plan:**

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded. The following tables summaries the components of net benefit expense recognized in the Statement of profit and loss and the funded status and amounts recognized in the balance sheet for the gratuity plan.

The following table sets out the status of the gratuity plan and the amounts recognised in the Company's financial statements as at March 31, 2018. (Amt in lakhs)

<b>a) Reconciliation in present value of obligations (PVO) - defined benefit obligation:</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>
PVO at the beginning of the year	341,687	-	-
Current service cost	77,000	-	-
Interest cost	26,310	-	-
Actuarial (Gains)/Losses	12,741	-	-
Benefits paid	-	-	-
Accrued Payment	-	-	-
PVO at the end of the year	457,738	-	-
<b>b) Change in fair value of plan assets:</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>
Fair value of plan assets at the beginning of the year	-	-	-
Adjustment to opening fair value of plan assets	-	-	-
Expected return on plan assets	-	-	-
Actuarial Gains/(Losses)	-	-	-
Contributions by the employer	-	-	-
Benefits paid	-	-	-
Fair value of plan assets at the end of the year	-	-	-
<b>c) Reconciliation of PVO and fair value of plan assets:</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>
PVO at the end of period	457,738	-	-
Fair value of planned assets at tend of year	-	-	-
Funded status	457,738	-	-
Net asset/(liability) recognised in the balance sheet	457,738	-	-
<b>d) Net cost for the year ended:</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>
Current service cost	-	-	-
Interest cost	-	-	-
Expected return on plan assets	-	-	-
Actuarial (Gains)/ Losses	-	-	-
Net cost	-	-	-
<b>e) Amount recognised in Other Comprehensive Income</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>
Actuarial (Gains)/ Losses	-	-	-
<b>f) Actual return on the plan assets:</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>



<b>g) Major category of assets as at:</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>
Insurer Managed funds			
Equity (%)	0%	0%	0.00%
Debt (%)	0%	0%	0.00%
<b>Total (%)</b>	<b>0%</b>	<b>0%</b>	<b>0%</b>
<b>h) Assumption used in accounting for the gratuity plan:</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>
Discount rate (%)	7.70%	0.00%	0.00%
Salary escalation rate (%)	7.00%	0.00%	0.00%
Expected return on plan assets (%)			

Note 1: Discount rate is determined by reference to market yields at the balance sheet date on Government bonds, where the currency and terms of the Government bonds are consistent with the currency and estimated terms for the benefit obligation.

Note 2: The estimate of future salary increases taken into account inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

Note 3: 100% of the plan assets are invested in group gratuity scheme offered by LIC of India.



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**37 Other Disclosures :**

**(A) Disclosures related to the Micro, Small and Medium Enterprises.**

The Company has not received information from vendors regarding their status under the

The details relating to Micro, Small and medium enterprise is disclosed as under :

Particulars	` in Lacs	
	For the Period ended 31 March, 2018	For the Period ended 31 March, 2017
Total outstanding dues to Micro, small and Medium	-	-
Interest paid and payment made to supplier beyond the	-	-
Interest due and payable for the period of delay in making	-	-
Interest accrued and remaining unpaid at the end of the	-	-
Interest accrued and remaining due of the preceeding	-	-

- (B)** The Company declares and pays dividend in Indian Rupees. The dividend recommended by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. For the year ended 31st March 2018, the amount per share of Rs. Nil each a dividend distribution to equity Shareholders is recommended at Rs Nil (31st March 2017: Rs. Nil)



### **38 Disclosure as required by Ind AS 101 first time adoption of Indian Accounting Standards**

#### **Transition to Ind AS:**

These are the Company's first Standalone Financial Statements prepared in accordance with Ind AS.

The accounting standards notified u/s 133 of the Companies Act, 2013 and the Accounting policies set out in note 1.2 have been applied in preparing the financial statements for the year ended March 31, 2018, the comparative information presented in these financial statements for the year ended March 31, 2017 and in the preparation of an opening Ind AS balance sheet at April 1, 2016 (The Company's date of transition). In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP).

An explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows is set out in the following tables and notes.

#### **A. Explanation of transition to Ind AS**

In preparing the financial statement, the Company has applied the below mentioned optional exemptions and mandatory exceptions.

##### **A.1 Ind AS optional exemptions**

Ind AS 101 permits a first time adopter to elect to continue with the carrying value for all of its Property, Plant and Equipment (PPE) as recognized in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for decommissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Assets.

Accordingly, the Company as elected to measure all of its PPE, Intangible assets at their previous GAAP carrying value.

##### **A.1.2 Designation of previously recognized financial instruments**

Ind AS 101 allows an entity to designate investments in equity instruments at Fair Value through Other Comprehensive Income (FVOCI) on the basis of the facts and circumstances at the date of transition to Ind AS. The Company has elected to apply this exemption for its investment in equity investments.

##### **A.2 Ind AS Mandatory Exceptions**

###### **A.2.1**

###### **Estimates**

An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error. Ind AS estimates as at April 1, 2016 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company made estimates for following items in accordance with Ind AS at the date of transition as these were not required under previous GAAP:

- Investment in equity instruments carried at FVOCI.

###### **A.2.2 De-recognition of financial assets and liabilities**

Ind AS 101 requires a first time adopter to apply the de-recognition provisions of Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS. However, Ind AS 101 allows a first time adopter to apply the de-recognition requirements in Ind AS 109 retrospectively from a date of the entity's choosing, provided that the information needed to apply Ind AS 109 to financial assets and financial liabilities derecognized as a result of past transactions was obtained at the time of initially accounting for those transactions.

The Company has elected to apply the de-recognition provisions of Ind AS 109 prospectively from the date of transition to Ind AS.

###### **A.2.3 Classification and measurement of financial assets**

Ind AS 101 requires an entity to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind AS.





**B Reconciliations between previous GAAP and Ind AS**

The following tables represent the reconciliations of Balance Sheet, Total Equity, Total Comprehensive Income, and Cash Flows from previous GAAP to Ind AS.

**I. Reconciliation of Balance Sheet as previously reported under IGAAP to Ind AS as at April 1, 2016 (INR in Lakhs)**

	Notes to First time adoption	Amount as per IGAAP*	Effects of transition to Ind AS	Amount as per Ind AS
<b>Non-current assets</b>				
(a) Property, Plant and Equipment		22,752,702	-	22,752,702
(b) Capital work-in-progress		1,950,857	-	1,950,857
(c) Intangible Assets		14,723	-	14,723
(d) Investments in subsidiary		9,999,900	-	9,999,900
(e) Financial Assets	1			
(i) Investments		5,075,544	(4,996,944)	78,600
(ii) Loans		445,863,454	-	445,863,454
(iii) Other Financial assets		17,092,812	-	17,092,812
(f) Other Non Current Assets		8,580,689	-	8,580,689
<b>Total non current assets</b>		<b>511,330,681</b>	<b>(4,996,944)</b>	<b>506,333,737</b>
<b>Current Assets</b>				
(a) Inventories		4,335,445	-	4,335,445
(b) Financial Assets		-	-	-
(i) Trade receivables		220,528,259	-	220,528,259
(ii) Cash and cash equivalents		15,730,170	-	15,730,170
(iii) Loans		331,832,626	-	331,832,626
(c) Other current assets		(181,608)	-	(181,608)
<b>Total current assets</b>		<b>572,244,891</b>	<b>-</b>	<b>572,244,891</b>
<b>TOTAL ASSETS</b>		<b>1,083,575,572</b>	<b>(4,996,944)</b>	<b>1,078,578,628</b>
<b>II. EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity share capital		619,333,330	-	619,333,330
Other equity	4,5	34,127,900	(4,996,944)	29,130,956
<b>Total equity</b>		<b>653,461,230</b>	<b>(4,996,944)</b>	<b>648,464,286</b>
<b>LIABILITIES</b>				
<b>Non current liabilities</b>				
(a) Financial Liabilities				
(i) Borrowings		62,625,017	-	62,625,017
(ii) Other financial liabilities		1,754,081	-	1,754,081
(b) Deferred tax liabilities (Net)		-	-	-
<b>Total non current liabilities</b>		<b>64,379,098</b>	<b>-</b>	<b>64,379,098</b>
<b>Current liabilities</b>				
(a) Financial Liabilities				
(i) Trade payables		350,591,967	-	350,591,967
(ii) Other financial liabilities		13,562,291	-	13,562,291
(b) Other current liabilities		282,077	-	282,077
(c) Provisions		1,298,909	-	1,298,909
(d) Current Tax liability (Net)	3		-	-
<b>Total Current liabilities</b>		<b>365,735,244</b>	<b>-</b>	<b>365,735,244</b>
<b>Total liabilities</b>		<b>430,114,342</b>	<b>-</b>	<b>430,114,342</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,083,575,572</b>	<b>(4,996,944)</b>	<b>1,078,578,628</b>

\* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note.



**II.Reconciliation of Balance Sheet as previously reported under IGAAP to Ind AS as at March 31, 2017**

**(INR in Lakhs)**

	Notes to First time adoption	Amount as per IGAAP*	Effects of transition to Ind AS	Amount as per Ind AS
<b>Non-current assets</b>				
(a) Property, Plant and Equipment		22,913,984	-	22,913,984
(b) Capital work-in-progress		1,950,857	-	1,950,857
(c) Intangible Assets		44,076	-	44,076
(d) Investments in subsidiary		5,100,550	-	5,100,550
(e) Financial Assets	1			
(i) Investments		5,075,544	(4,996,944)	78,600
(ii) Loans		538,143,454	-	538,143,454
(iii) Other Financial assets		-	-	-
(f) Other Non Current Assets		10,843,817	-	10,843,817
<b>Total non current assets</b>		<b>584,072,282</b>	<b>(4,996,944)</b>	<b>579,075,337</b>
<b>Current Assets</b>				
(a) Inventories		7,897,716	-	-
(b) Financial Assets				
(i) Trade receivables		1,393,086,717	-	-
(ii) Cash and cash equivalents		7,434,427	-	-
(iii) Loans		199,438,086	-	-
(c) Other current assets		682,158	-	-
<b>Total current assets</b>		<b>1,608,539,104</b>	<b>-</b>	<b>-</b>
<b>TOTAL ASSETS</b>		<b>2,192,611,385</b>	<b>(4,996,944)</b>	<b>579,075,337</b>
<b>II. EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity share capital		619,333,330	-	619,333,330
Other equity	4,5	43,087,586	(4,996,944)	38,090,642
<b>Total equity</b>		<b>662,420,916</b>	<b>(4,996,944)</b>	<b>657,423,972</b>
<b>LIABILITIES</b>				
<b>Non current liabilities</b>				
(a) Financial Liabilities				
(i) Borrowings		35,116,019	-	35,116,019
(ii) Other financial liabilities		1,112,071,856	-	1,112,071,856
(b) Deferred tax liabilities (Net)	2	231,081	-	231,081
<b>Total non current liabilities</b>		<b>1,147,418,956</b>	<b>-</b>	<b>1,147,418,956</b>
<b>Current liabilities</b>				
(a) Financial Liabilities				
(i) Trade payables		352,194,483	-	352,194,483
(ii) Other financial liabilities		24,969,747	-	24,969,747
(b) Other current liabilities		227,179	-	227,179
(c) Provisions		5,411,525	-	5,411,525
(d) Current Tax liability (Net)		-	-	-
<b>Total Current liabilities</b>		<b>382,802,934</b>	<b>-</b>	<b>382,802,934</b>
<b>Total liabilities</b>		<b>1,530,221,889</b>	<b>-</b>	<b>1,530,221,889</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,192,642,806</b>	<b>(4,996,944)</b>	<b>2,187,645,862</b>

\* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note.



III. Reconciliation of Statement of Profit or Loss for the period ended March 31, 2017

(INR in Lakhs)

	Notes to First time adoption	Amount as per IGAAP*	Effects of transition to Ind AS	Amount as per Ind AS
<b>Revenue</b>				
Revenue from Operations		1,775,324,849	-	1,775,324,849
Other income		1,613,952	-	1,613,952
<b>Total Income</b>		<b>1,776,938,801</b>	-	<b>1,776,938,801</b>
<b>Expenses</b>				
Cost of materials consumed		320,661	-	320,661
Purchase of Stock in Trade		1,757,542,825	-	1,757,542,825
Changes of Finished Good, Work in Progress.		(3,882,932)	-	(3,882,932)
Employee benefits expenses		2,047,425	-	2,047,425
Finance costs		211,398	-	211,398
Depreciation and amortization expense		767,072	-	767,072
Other expenses		6,597,294	-	6,597,294
		<b>1,763,603,744</b>	-	<b>1,763,603,744</b>
Profit/(loss) before exceptional items and tax		13,335,057	-	13,335,057
Exceptional Items		-	-	-
Profit/(loss) before tax		<b>13,335,057</b>	-	<b>13,335,057</b>
Tax Expense:				
(1) Current tax		4,144,290	-	4,144,290
(2) Deferred tax		231,081	-	231,081
Profit (Loss) for the period from continuing operations		<b>8,959,686</b>	-	<b>8,959,686</b>
Profit/(loss) from discontinued operations		-	-	-
Tax expense of discontinued operations		-	-	-
Profit/(loss) from Discontinued operations (after tax)		-	-	-
Profit/(loss) for the period		<b>8,959,686</b>	-	<b>8,959,686</b>
Other Comprehensive Income				
A (i) Items that will not be reclassified to profit or loss				
- Remeasurement of Defined benefit plans		-	-	-
- Equity instruments through other comprehensive income		-	-	-
A (ii) Income tax relating to items that will not be reclassified to profit or loss		-	-	-
- Remeasurement of Defined benefit plans		-	-	-
- Equity instruments through other comprehensive income		-	-	-
Total other comprehensive income		-	-	-
Total comprehensive income for the period		<b>8,959,686</b>	-	<b>8,959,686</b>

\* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note

IV. The Company does not have a significant impact on the following statement as on 31 March 2017.

**Reconciliation of Equity as on 31 March 2017 and 1 April 2016**

**(INR in Lakhs)**

	Note Ref	March 31, 2017	April 1, 2016
<b>Net worth as per Previous GAAP</b>		<b>43,087,586</b>	<b>34,127,900</b>
Fair value measurement of investment in equity instruments		(4,996,944)	(4,996,944)
Loans given recognise at amortise cost		-	-
Loans taken recognise at amortise cost		-	-
Total Impact		(4,996,944)	(4,996,944)
<b>Net worth as per Ind AS</b>		<b>38,090,642</b>	<b>29,130,956</b>

**C Notes to reconciliations:-**

**1 Investments at Fair value through Other Comprehensive Income**

Under the previous GAAP, the application of the relevant accounting standard resulted in all these investments being carried at cost less diminution in the value which is other than temporary. In accordance with Ind AS, financial assets representing investment in equity shares of entities have been fair valued. The company has designated investments as at fair value through other comprehensive income as permitted by Ind AS 109 resulting in increase in carrying amount by Nil lakhs as at 31 March 2017 and by Nil lakhs as at 1 April 2016.

**2 Deferred Tax**

Indian GAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable

**4 Retained Earnings**

Retained earnings as at April 1, 2016 has been adjusted consequent to the above Ind AS adjustments.

**5 Other Comprehensive Income**

Under Ind AS, all items of income and expense recognized in a period should be included in Statement of Profit and Loss for the period, unless a standard requires or permits otherwise. Items of income and expenses that are not recognized in Statement of Profit and Loss but are shown in the Statement of Profit and Loss as "Other Comprehensive Income", includes remeasurement of Employee Benefit obligation and fair valuation of Equity Instruments through OCI and Income tax relating to these items. The concept did not exist under the previous GAAP.

**6 Actuarial Gain/ Loss**

Under the previous GAAP, actuarial gains and losses were recognised in Statement of Profit and Loss. Under Ind AS, the actuarial gains and losses form part of remeasurement of the net defined benefit of liability / asset which is recognised in Other Comprehensive Income. Consequently, the tax effect of the same has also been recognised in Other Comprehensive Income under Ind AS instead of Profit and Loss. The actuarial loss for the year ended 31 March 2017, were Nil Lakhs and the tax effect thereon Nil Lakhs.

39

1. The standalone financial statements were authorized for issue in accordance with a resolution passed by the Board of Directors on \_\_\_ May, 2018. The financial statements as approved by the Board of Directors are subject to final approval by its Shareholders.

2. The figures as on the transition date and previous year have been re-arranged and regrouped wherever necessary to make them comparable with those of the current year.

The accompanying notes (1 to 38) are an integral part of the financial statements.

**39 Related Party Disclosure****39.1 Key Managerial Person****39.1.1 Jayesh R Thakkar****39.1.2 Bhavesh Desai****39.1.3 Jyoti Gohil****39.1 Transaction With Related parties**

Particulars	Transaction during the year	
	Current Year	
	Key Management Personnel	Subsidiary/Associates/Group
Advance Paid	NIL	NIL
Received Back	NIL	NIL
Deposit Received	NIL	NIL
Deposit Repaid	NIL	NIL
Interest Received	NIL	NIL
Interest paid	NIL	NIL
Remuneration Paid	1747920	NIL
Purchase	NIL	15963398
Sundry Creditors	NIL	15661398
Rent Paid	360000	NIL
Other payment	NIL	NIL
Sales	NIL	4830972
Sundry Debtors	325480	4518712
Rent Received	NIL	600000

**39.2 Outstanding Balance**

Particulars	Current year	
	Key Management Personnel	Subsidiary/Associates/Group
Loans Taken	260445	7355490
Loans Paid	NIL	82618895
Investment in Subsidiary	NIL	680000



## To the Members of Kavit Industries Limited

*(Formerly known as Atreya Petrochem Limited)*

### Report on Consolidated financial Statements

We have audited the accompanying Consolidated Ind AS financial Statement of **Kavit Industries Limited** (**the holding company**) (**Formerly known as Atreya Petrochem Limited**) and its subsidiaries (Collectively referred as a group) which comprises the Balance Sheet as at 31st March 2018, the statement of Profit & Loss and Cash Flow Statement for the year ended, and a summary of significant accounting policies and other explanatory information and a summary of significant accounting policies and other explanatory information (hereinafter referred to as consolidated Ind AS financial statements) .

### Management's Responsibility for the Consolidated financial Statements

The Holding 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 Consolidated Ind AS 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 Consolidated Ind AS 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 Consolidated Ind AS 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 there under. 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 Consolidated Ind AS financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Consolidated Ind AS financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Ind AS financial Statements,

whether due to fraud or error. In making the



ments, the auditor considers internal financial  
ANNUAL REPORT FY 2017-18

control relevant to the Company's preparation of the Consolidated Ind AS 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 Consolidated Ind AS 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 Consolidated Ind AS financial Statements.

### **Basis of qualified opinion**

We did not audit the financial statement of 5 subsidiaries whose financial statements reflects total assets of Rs. 6,85,45,367/- as at 31<sup>st</sup> March 2018 and total revenue of Rs. 6,34,15,020/- , and net profit of Rs. 7,82,935/-

We have not received auditor report of KAVIT FOODS PVT LTD subsidiary company of KavIt Industries Ltd. as it was incorporated on 27.03.2018.

We have not received auditor report of associates company Omkar powertech India Pvt Ltd hence minority interest has not been incorporated in the financial statement of the company.

Below are the **bases of qualified opinion** for each subsidiary company audited by other auditor

#### **A. KavIt Infra Projects Private Limited -**

KavIt Infra Projects Private Limited is a subsidiary of KavIt Industries Limited. Independent auditor of KavIt Infra Projects Private Limited has issued a **qualified opinion and Basis of qualified opinion** is incorporated and listed below

- 1. As per notification MCA GSR 464(E), A private limited company can accept deposits only from its members upto 100% of its paid up share capital and free reserves & security premium on the basis of last audited balance sheet.**
- 2. Company has received loan from it's holding company amounting to Rs.1,60,58,000 and Rs.79,47,000 from its related corporate entity during the year. The terms of repayment, Rate of interest and other discloser as per Schedule III of the companies Act 2013 have not been made resulting into short provision of its liability and understatement of Pre-operative expenditure for current year by the same amount which is unascertained. Company has failed to fulfilled provision of section 185/186 of Companies Act 2013.**
- 3. Short term loan of Rs.2,13,01,000 given to relatives, corporate and non-corporate which are subject to confirmation. The terms of repayment, Rate of interest and other discloser as per Schedule III of the companies Act 2013 have not been made.**

#### **B. KavIt Infoline Pvt Ltd**



Infoline Pvt Ltd has issued a **qualified opinion** and **Basis of qualified opinion** is incorporated and listed below

1. As per notification MCA GSR 464(E), A private limited company can accept deposits only from its members upto 100% of its paid up share capital and free reserves & security premium on the basis of last audited balance sheet.
2. Company has received loan from it's holding company amounting to Rs.10,43,000 and Rs.30,56,000 from its related corporate entity during the year and disclosed under short term borrowings considering as demand loan. The terms of repayment, Rate of interest and other discloser as per Schedule III of the companies Act 2013 have not been made resulting into short provision of its liability and understatement of Pre-operative expenditure for current year by the same amount which is unascertained. Company has failed to fulfilled provision of section 185/186 of Companies Act 2013. Company may face penal provision for non-compliance of the same.
3. Short term loan and advances of Rs.32,67,000 given to relatives, corporate and non-corporate which are subject to confirmation. The terms of repayment, Rate of interest and other discloser as per Schedule III of the companies Act 2013 have not been made.

#### C. Kavit Swachh Organic Food Pvt Ltd

Kavit Swachh Organic Food Pvt Ltd is a subsidiary of Kavit Industries Limited. Independent auditor of Kavit Swachh Organic Food Pvt Ltd has issued a **qualified opinion** and **Basis of qualified opinion** is incorporated and listed below

1. As per notification MCA GSR 464(E), A private limited company can accept deposits only from its members upto 100% of its paid up share capital and free reserves & security premium on the basis of last audited balance sheet.
2. Company has received loan from it's holding company amounting to Rs.1,62,20,500 and Rs.12,05,995 from its related corporate entity during the year and disclosed under short term borrowings considering as demand loan. The terms of repayment, Rate of interest and other discloser as per Schedule III of the companies Act 2013 have not been made resulting into short provision of its liability and understatement of Pre-operative expenditure for current year by the same amount which is unascertained. Company has failed to fulfilled provision of section 185/186 of Companies Act 2013. Company may face penal provision for non-compliance of the same.
3. Short term loan and advances of Rs.32,67,000 given to relatives, corporate and non-corporate which are subject to confirmation. The terms of repayment, Rate of interest and other discloser as per Schedule III of the companies Act 2013 have not been made.





### Emphasis of matter paragraph

Following points require attention of stake holder.

- a) Company has not filled Return no SH07 to increase authorized share capital. Failure of which will result in failure to increase it's authorized share capital to paid-up capital.
- b) Company has violated the provision of Section 185/186 of Companies Act 2013 w.r.t loans and advances awarded to it's subsidiary company other than it's wholly owned subsidiary company. Below is the list of loans and advances granted to its subsidiary

Sr no	Name of the subsidiary company	Amount outstanding as on balance sheet date
1	Kavit Edible Oil Limited	156.49 Lakhs
2	Kavit Infoline Pvt Limited	9.73 Lakhs
3	Kavit Infra Project Pvt Ltd	160.58 Lakhs
4	Kavit Swachh Organic Food Pvt Ltd	162.20 Lakhs
5	Pacific Finstock Ltd	126.84 Lakhs
6	Pacific Health Information	112.14 Lakhs
7	Sauver Finvest Mutual Benefits Ltd	95.69 Lakhs
8	Shreenathji Finstock Pvt Ltd	94.54 Lakhs

The terms of repayment, Rate of interest and other discloser as per Schedule III of the companies Act 2013 have not been made which will resulted into misstatement of financial position and performance of the company, the effect of which is not able to quantifiable in amount.

- c) Company has disposed off rest of it's 51% investment of subsidiary company Kavit Green Energy Private Limited at a profit of Rs.49,00,000.00 during the year.

As Kavit Green Energy Private Limited was the subsidiary as on 31<sup>st</sup> March 2017 but ceases to be subsidiary as on 31<sup>st</sup> March 2018, Figures of financial position of current year and previous year has been reschedule accordingly in books of accounts.

- d) It is to be noted that as per Ind AS 16 Property, Plant and Equipment and Ind AS 113 Fair Value Measurement is used to arrive at the fair value of the fixed assets of the company. During the year, company has taken external valuation report from independent valuer and made revaluation of company's land, building, plant & machinery to enable company to consistence with IAS. Figures mentioned in balance sheet are revalued figures at its realizable prize. Following is the revalued figures assets wise.

Sr.no	Description of the assets	Balance as on 31.03.2017	Revalued amount as per Valuation report
-------	---------------------------	--------------------------	---

1	Factory land	12,94,309.00	7,39,49,691.00
2	Plant & Machinery	1,91,54,125.00	61,27,980.00


Company has made upward revaluation of Land by Rs.7,04,62,931.00 during the year as shown above on the basis of valuation report of independent valuer. The effect of the same will be transferred to revaluation reserve hence figures of reserve is being amplify by Rs.7,26,55,382.

- e) Kavita Edible Oil Ltd is subsidiary company of Kavita Industries Ltd with 80% shareholding. Auditee Company has made sale-purchase transactions of edible and other Oil products with Kavita Edible Oil Ltd during the year. We have observed that company made sales and purchase transaction at the rate mutually agreed between the companies. Looking at the nature of product and nature of transactions, we are unable to comment on rate at which transaction has carried out during the year. Furthermore company is in process to file MGT 14

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the basis of qualified opinion and emphasis of matter para, the consolidated IND AS 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 in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2018, of the profit for the year ended on that date.

#### Report on other legal and Regulatory Requirement

1. As required by the Companies (Auditor's Report) Order, 2003 ("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 I" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c) The Balance Sheet, and Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account;
  - d) In our opinion, the aforesaid Consolidated Ind AS financial Statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the companies (Accounts), 2014;
  - e) On the basis of written representations received from the directors as on March 31, 2018, and on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of section 164 (2) of the Act;

- f) With respect to the adequacy of the  financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure II" to this report; and
- g) With respect to the 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 explanation given to us:
- i. The Company has disclosed the impact of pending litigation on its financial position in its Consolidated financial Statements ;
  - ii. The Company did not have any long term contract including derivative contract for which there are any material foreseeable losses.
  - iii. There were no amounts which are required to be transferred to the Investor Education and protection Fund by the Company.

**For Sheetal Samriya & Associates**  
**Chartered Accountants,**  
**Firm Registration No.: 011478C**

**SD/-**  
**Abhitesh Dubey**  
**Partner**  
**Membership No.: 147923**  
**Vadodara, 29<sup>th</sup> May, 2018**

Referred to in Paragraph 1 under the heading "Report on other regulatory requirements" of our report of even date

(i) **In Respect of its Fixed Assets:**

- (a) As informed to us, the Company is in the process of compiling records to showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, fixed assets, according to the practice of the Company Fixed Assets are physically verified by the management at reasonable intervals, in a phased verification-programme, which, in our opinion, is less than reasonable, looking to the size of the Company and the nature of its business. As informed to us, no material discrepancies have been noticed on verification. Looking
- (c) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Consolidated Ind AS financial Statements and according to information and explanations given by the management, the title deeds of immovable properties are held in the name of the company.

(ii) **In Respect of its Inventory:**

- (a) As informed to us, the Inventory of Finished and semi-finished goods and raw materials at works were physical verified by the management at reasonable intervals during the year. In our opinion, having regard to the nature and location of stock, the frequency of verification requires additional efforts specifically to safeguard the interest of the stake holder.
- (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management requires additional efforts and strongly advise company to prepare suitable internal control policies and procedure w.r.t procurement, storage and dispatch of inventory.
- (c) In our opinion and according to the information and explanations given to us, the Company has fails to maintain proper records of movement of inventory as to company has not maintain record of material discrepancy during physical verification. Furthermore company fails to book evaporation loss in books of accounts hence there is difference between stocks on hand as per stock record and physical inventory. Company fails to maintain full particulars w.r.t movement of goods.

(iii) **In Respect of Loans & Advances given & taken to Related Party:**

In Respect of loans, secured or unsecured, granted by the Company to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act:

- a) In our opinion and according to information given to us, the terms and conditions of loans given by the company are prima facie, prejudicial to the interest of the company.
  - b) All the loans Secured or Unsecured are without any repayment schedule but are payable on demand.
  - c) There are no overdue amounts as at the year-end in respect of Principal and Interest.
  - d) The company has failed to fulfilled provision of section 185/186 of Companies Act 2013 w.r.t Loans to related parties and to its subsidiaries.
- e) The terms of repayment, Rate of interest and other discloser as per Schedule III of the companies Act 2013 have not been stipulated.

(iv) **In Respect of Loans & Advances given and taken:**

In our opinion and according to the information and explanations given to us, the company has contravened the Provision of section 185 and section 186 of the Companies Act in respect of investment made with by the company.

(v) **In Respect of Deposits:**

According to the Information and Explanation given to us, the Company has not accepted any deposit from public.

(vi) **In Respect of Cost Records:**

To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under clause 148 (1) of the Act, for the services of the Company.

(vii) **In respect of statutory dues:**

(a) According to the information, explanation and records verified by us the Company has generally been regular in depositing Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom duty, Excise Duty, Cess, other material statutory dues applicable to it with the appropriate authorities. We are informed that the company intends to obtain exemption from Provident Fund, Employees state insurance Act.

(b) There were no undisputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Service Tax, Excise Duty, Custom Duty, Cess and other material statutory dues in arrears as at 31<sup>st</sup> March, 2018 for a period of more than six months for the date they become payable.

(c) Details of dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and Cess which have not been deposited as on 31 March, 2018 on account of disputes are given below:

Name of the Statute	Nature of Dues	Forum where Dispute is pending	Period to which amount relates	Amount Involved (Amount in Rs.)
Income Tax	Income Tax	Appealed Filed & Hearing Pending	A.Y.-1995-96	4,000.00
Income Tax	Income Tax	Appealed Filed & Hearing Pending	A.Y.-1999-00	16,74,000.00
Income Tax	Income Tax	Appealed Filed & Hearing Pending	A.Y.-2000-01	1,41,41,000.00
Income Tax	Income Tax	Appealed Filed & Hearing Pending	A.Y.-2003-04	13,000.00
Income Tax	Income Tax	Appealed Filed & Hearing Pending	A.Y.-2004-05	13,000.00
Income Tax	Income Tax	Appealed Filed & Hearing Pending	A.Y.-2014-15	22,08,86,856.00
Excise Duty	Excise Duty	Jurisdiction AO	F.Y.-2016-17	19,000.00

(viii) **In Respect of Repayment of Borrowings:**

The Company has neither issued debentures nor availed any loan from Banks, financial institutions or government. Therefore, the provision of clause 3(viii) of the order are not applicable to the company.

(ix) **In Respect of Public Issue:**

Based on our audit procedures performed for the purpose of reporting the true and fair view of the Consolidated Ind AS financial Statements and according to the information and explanation given by the management, the company has not raised any money by way of initial public offer or further public offer or debt instruments and terms loans hence, reporting under clause 3 (xi) of the Order are not applicable to the company and hence not commented upon.

(x) **In Respect to Frauds:**

Based on our audit procedures performed for the purpose of reporting the true and fair view of the Consolidated Ind AS financial Statements and according to the information and explanation given by the management, We report that no fraud on or by the management has been noticed or reported during the year.

(xi) **In Respect to Managerial Remuneration:**



Based on our audit procedures performed for the purpose of reporting the true and fair view of the Consolidated Ind AS financial Statements and according to the information and explanation given by the management, We report that the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provision of section 197 read with schedule V to the Act.

(xii) **In Respect to Nidhi Company:**

In our opinion, the Company is not a Nidhi company. Therefore, the provision of clause 3 (xiii) of the order are not applicable to the company and hence not commented upon.

(xiii) **In Respect to Transaction with Related Party:**

Based upon the audit procedures performed for the purpose of reporting the true and Fair view of the Consolidated Ind AS financial Statements and according to the information and explanations given by the management, transaction with the related parties are in compliance with section 177 and 188 of the companies Act,2013 where applicable and the details have been disclosed in the notes to the Consolidated Ind AS financial Statements, are required by the applicable accounting standards.

(xiv) **In Respect to Preferential Issue:**

According to the information and explanations given to us and on overall examination of the balance sheet, the company has not made by any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence not commented upon.

(xv) **In Respect to Non Cash Transaction with Directors & Relatives:**

Based on our audit procedures performed for the purpose of reporting the true and fair view of the Consolidated Ind AS financial Statements and according to the information and explanation given by the management, the Company has not entered into any non-cash transaction with directors or persons connected with him.

(xvi) **In Respect to Investment Company:**

According to information and explanation given us, the provision of section of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the company.

**For Sheetal Samriya & Associate  
Chartered Accountants,  
Firm Registration No.:011478C**

**SD/-  
Abhitesh Dubey  
Partner  
Membership No.: 147923  
Vadodara, 29<sup>th</sup> May, 2018.**

**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 Kavit Industries Limited ("the Company") as of 31<sup>st</sup> March 2018 in conjunction with our audit of the Consolidated Ind AS 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 Consolidated Ind AS financial Statements, whether due to fraud or error.

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

**Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Consolidated Ind AS 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 Consolidated financial Statements in accordance with generally accepted accounting

principles, and that receipts and expenditures  ny are being made only in accordance with ANNUAL REPORT FY 2017-18 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Consolidated Ind AS 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.

### **Basis of qualified opinion**

**It is observed that the company has not appointed an internal auditor perusing to section 138 of companies Act, 2013. In our opinion, the Company has weak internal control w.r.t area of procurement, storage and dispatch of goods held for trade, cash sales and area of fixed assets recording and verification.** Except for area mentioned, an adequate internal financial controls system exists 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.

**For Sheetal Samriya & Associates  
Chartered Accountants,  
Firm Registration No.: 011478C**

**SD/-  
Abhitesh Dubey  
Partner  
Membership No.: 147923  
Vadodara, 29<sup>th</sup> May, 2018**





**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**CIN L23100GJ1990PLC014692**  
**Balance Sheet as at 31 March,2018**

Particulars	Notes	(Amount in Rs )		
		As at March 31,2018	As at March 31,2017	As at March 31,2016
<b>ASSETS</b>				
<b>Non-current assets</b>				
(a) Property, Plant and Equipment	3	88,776,266	22,913,984	22,752,702
(b) Capital work-in-progress	3	-	1,950,857	1,950,857
(c) Intangible Assets	3	235,064	44,076	14,723
(d) Investments in subsidiary	4	70,000	5,100,550	9,999,900
<b>(e) Financial Assets</b>				
(i) Investments	5	54,864	78,600	78,600
(ii) Loans	6	320,156,879	538,143,454	445,863,454
(iii) Other Financial assets	7	-	-	17,092,812
(f) Other Non Current Assets	8	11,367,199	10,875,237	8,580,689
<b>Current assets</b>				
(a) Inventories	9	5,939,083	7,897,716	4,335,445
<b>(b) Financial Assets</b>				
(i) Trade receivables	10	1,298,514,473	1,393,086,717	220,528,259
(ii) Cash and cash equivalents	11	7,402,855	7,724,077	15,825,728
(iii) Loans	12	363,381,216	199,438,086	331,832,626
(c) Other current assets	13	501,025	745,194	(158,431)
<b>Total Assets</b>		<b>2,096,398,923</b>	<b>2,187,998,547</b>	<b>1,078,697,364</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
(a) Equity Share capital	14	619,333,330	619,633,330	619,433,330
(b) Other Equity	15	113,330,481	38,090,642	29,130,956
<b>Total equity attributable to equity holders of the Parent</b>		<b>732,663,811</b>	<b>657,723,972</b>	<b>648,564,286</b>
Non Controlling Interest		209,908	-	-
		<b>732,873,719</b>	<b>657,723,972</b>	<b>648,564,286</b>
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
<b>(a) Financial Liabilities</b>				
(i) Borrowings	16	51,694,191	35,116,019	62,625,017
(ii) Other financial liabilities	17	1,112,071,856	1,112,071,856	1,754,081
(b) Deferred tax liabilities (Net)	18	226,672	231,081	-
<b>Current liabilities</b>				
<b>(a) Financial Liabilities</b>				
(i) Trade payables	19	126,938,165	352,217,169	350,603,203
(ii) Other financial liabilities	20	69,920,626	24,969,747	13,562,291
(b) Other current liabilities	21	(356,756)	227,179	282,077
(c) Provisions	22	3,030,451	5,441,525	1,306,409
(d) Current Tax liability (Net)				
<b>Total Liabilities</b>		<b>1,363,525,204</b>	<b>1,530,274,576</b>	<b>430,133,078</b>
<b>Total Equity and Liabilities</b>		<b>2,096,398,923</b>	<b>2,187,998,547</b>	<b>1,078,697,364</b>

Summary of significant accounting policies

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

**As Per Our Report Of Even Date**  
**For Sheetal Samriya & Associates**  
**Chartered Accountants**  
**ICAI Firm Registration No.: 011478C**

**For and on behalf of the Board of Directors of**  
**Kavit Industries Limited**

**SD/-**  
**Abhitesh Dubey**  
**Partner**  
**Membership No.147923**  
**Vadodara, 29th May, 2018**

**SD/-**  
**Mr Jayesh Thakkar**  
**Managin Director**

**SD/-**  
**Bhavesh Desai**  
**Director**



**Kavit Industries Limited**  
(Formerly Known as Atreya Petrochem Limited)  
Statement of Profit and Loss for the year ended March 31,2018.

Particulars	Notes	(• in Lakhs)	
		For the period ended March 31,2018.	For the period ended March 31,2017.
<b>Income</b>			
Revenue from Operation	23	740,978,238	1,775,324,849
Other Income	24	12,729,942	1,613,952
<b>Total Revenue</b>		<b>753,708,180</b>	<b>1,776,938,801</b>
<b>Expenses</b>			
Cost of Material Consumed	25	-	320,661
Purchases of stock-in-trade	26	709,637,643	1,757,542,825
Changes in inventories of finished goods, WIP	27	1,958,633	(3,882,932)
Employee benefits expense	28	7,017,741	2,047,425
Finance costs	29	184,736	211,398
Other expenses	30	19,967,545	6,597,294
Depreciation and amortization expense		1,765,782	767,072
<b>Total Expenses</b>		<b>740,532,079</b>	<b>1,763,603,744</b>
<b>Profit before Exceptional Items and Tax</b>		<b>13,176,101</b>	<b>13,335,057</b>
Exceptional Items (Net)		<b>5,949,517</b>	-
<b>Profit before Tax</b>		<b>7,226,584</b>	<b>13,335,057</b>
<b>Tax Expenses</b>			
Current Tax		<b>2,397,700</b>	4,144,290
Deferred Tax		-	231,081
<b>Profit (Loss) for the period from continuing operations</b>		<b>4,828,884</b>	<b>8,959,686</b>
Profit/(loss) from discontinued operations		-	-
Tax expense of discontinued operations		-	-
Profit/(loss) from Discontinued operations (after tax)		-	-
<b>Profit/(loss) for the period</b>		<b>4,828,884</b>	<b>8,959,686</b>
<b>Other Comprehensive Income</b>			
A (i) Items that will not be reclassified to profit or loss			
- Remeasurement of Defined benefit plans		(12,741)	-
- Equity instruments through other comprehensive income		-	-
A (ii) Income tax relating to items that will not be reclassified to profit or loss			
- Remeasurement of Defined benefit plans		4,409	-
- Equity instruments through other comprehensive income		-	-
<b>Total other comprehensive income</b>		<b>(8,332)</b>	-
<b>Total comprehensive income for the period</b>		<b>4,820,552</b>	<b>8,959,686</b>
<b>Total comprehensive income for the period attributable to</b>			
<b>Owerns of the Company</b>		<b>4,800,644</b>	<b>8,959,686</b>
<b>Non Controlling Interest</b>		<b>19,908</b>	-
Earnings per equity share:			
(1) Basic		0.08	0.14
(2) Diluted		0.08	0.14
Diluted [ Nominal Value of Shares ` .10]		10.00	10.00
Summary of significant accounting policies			

As Per Our Report Of Even Date  
For Sheetal Samriya & Associates  
Chartered Accountants  
ICAI Firm Registration No.: 011478C

SD/-  
Partner (Abhitesh Dubey)  
Membership No.147923  
Vadodara, 29th May, 2018

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

SD/-  
Mr Jayesh Thakkar  
Managing director  
SD/-  
Bhavesh Desai  
Director



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Statement Of Changes In Equity For The Year Ended 31st March, 2018**

**a. EQUITY SHARE CAPITAL:**

	Notes	Amount
<b>Balance as at 1 April, 2016</b>	14	<b>61,933,333</b>
Changes in equity share capital during the year		-
<b>Balance as at 31 March, 2017</b>	14	<b>61,933,333</b>
Changes in equity share capital during the year		-
<b>Balance as at 31 March, 2018</b>	14	<b>61,933,333</b>

**b. OTHER EQUITY:**

Particulars	Reserves and Surplus				Total Equity
	Security Premium Reserve	Revaluation Reserves	Retained Earnings	FVOCI - Equity Investment reserve	
<b>Balance as at April 01, 2016</b>	45,166,670	-	(50,973,693)	(4,996,944)	<b>(10,803,968)</b>
Profit for the year	-	-	-	-	-
Remeasurement of post employment benefit obligation (net)	-	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>45,166,670</b>	-	<b>(50,973,693)</b>	<b>(4,996,944)</b>	<b>(10,803,968)</b>
<b>Balance as at March 31, 2017</b>	<b>45,166,670</b>	-	<b>(50,973,693)</b>	<b>(4,996,944)</b>	<b>(10,803,968)</b>
Profit for the year	-	-	-	-	-
Addition during the year	-	70,462,931	-	-	-
Remeasurement of post employment benefit obligation (net of)	-	-	-	-	-
<b>Total comprehensive income for the year</b>	-	<b>70,462,931</b>	-	-	-
<b>Balance as at March 31, 2018</b>	<b>45,166,670</b>	<b>70,462,931</b>	<b>(50,973,693)</b>	<b>(4,996,944)</b>	<b>(10,803,968)</b>



**Cash Flow Statement** for the year ended March 31, 2017.

Particulars	(Amount in `.)	
	For the Year ended	For the Year ended
	For the period ended March 31, 2018.	March 31, 2017
<b>A. Cash Flow from Operating Activities :</b>		
Net Profit before Tax	7,226,584	13,335,057
<b>Adjustments to reconcile profit before tax to net cash flows:</b>		
Depreciation and Amortisation Expense	1,765,782	767,072
Other non-operating income (Incl Written - off)	(4,885,067)	(1,589,869)
Interest expense	26,660	132,473
Preliminary Expenses W off	1,406,792	750,191
Income Tax Provision	2,397,700	4,375,371
Dividend Income	732	-
<b>Operating Profit before Working Capital changes</b>	<b>3,142,319</b>	<b>9,019,553</b>
<b>Movement in Working Capital :</b>		
Increase/(Decrease) in Inventories	1,958,633	(3,562,271)
Increase/(Decrease) in Trade receivables and Other Receivable	94,572,244	(1,172,558,458)
Increase/(Decrease) in Trade payable and Other Payables	(225,279,004)	1,613,966
Increase/(Decrease) in Other Current Liability	(583,935)	(54,899)
Increase/(Decrease) in provisions	(2,411,074)	4,135,116
<b>Cash Generated from Operation</b>	<b>(128,600,817)</b>	<b>(1,161,406,992)</b>
Direct Tax Paid (Net of Refunds)	-	-
<b>Net Cash inflow from/ (outflow) from Operating activities (A)</b>	<b>(128,600,817)</b>	<b>(1,161,406,992)</b>
<b>B. Cash Flow from Investing Activities :</b>		
Purchase of fixed assets	(65,868,195)	(957,707)
Purchase of Investments	5,054,286	4,899,350
Interest received	4,885,067	1,589,869
Dividend received	732	-
<b>Net Cash inflow from/ (outflow) from Financing activities (B)</b>	<b>(55,928,111)</b>	<b>5,531,512</b>
<b>C. Cash Flow from Financing Activities :</b>		
Proceeds / Repayment from Long Term Liability(Net)	51,228,695	1,106,330,580
Proceeds from Long Term Borrowing	16,578,172	(27,508,998)
Proceeds/ Repayment from Loans and Advances (Net)	38,082,558	53,258,989
Interest paid	(26,660)	(132,473)
Proceeds of Share Application money/Share Capital	70,620,863	(0)
<b>Net Cash inflow from/ (outflow) from Financing activities (C)</b>	<b>176,483,627</b>	<b>1,131,948,098</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>(8,045,300)</b>	<b>(23,927,382)</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>7,724,077</b>	<b>15,825,730</b>
<b>Cash and Cash Equivalents at the end of the year</b>	<b>(321,223)</b>	<b>(8,101,652)</b>
<b>Components of Cash and cash equivalents</b>		
Cash on hand	4,248,473	2,488,262
With Banks		
E- on Current Account	3,154,382	5,235,816
<b>Cash and Cash equivalents</b>	<b>7,402,855</b>	<b>7,724,077</b>

Summary of Significant accounting Policies. (Refer Note 3)

**Additional Information :**

- 1) The Above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard on 'Cash Flow Statement (AS-3)' issued by the Companies Accounting Standard Rules, 2006
- 2) Figures in bracket represent outflows.
- 3) Previous year figures have been recast/restated where necessary

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

As Per Our Report Of Even Date  
For Sheetal Samriya & Associates  
Chartered Accountants  
ICAI Firm Registration No.: 011478C

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

SD/-  
Abhitesh Dubey  
Partner  
Membership No.147923  
Vadodara, 29th May, 2018

SD/-  
Mr Jayesh Thakkar  
Managing director

SD/-  
Bhavesh Desai  
Director



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**3 Property, Plant & Equipment**

Particulars	Freehold Land	Building	Plant & Machinery	Furniture & Fixtures	Office Equipments	Computers	Weight Bridge	Laboratory Equipment	Air conditioner	CCTV	TOTAL (A)	Software	TOTAL (B)	GRAND TOTAL (A) + (B)
<b>Gross carrying amount:</b>														
<b>Deemed cost As at 01-04-2016</b>	<b>1,294,309</b>	<b>3,977,291</b>	<b>17,336,667</b>	<b>14,712</b>	<b>13,189</b>	<b>9,381</b>	<b>32,970</b>	<b>24,206</b>	<b>9,931</b>	<b>40,046</b>	<b>22,752,702</b>	<b>14,723</b>	<b>14,723</b>	<b>22,767,425</b>
Additions	-	-	805,393	-	56,924	63,390	-	-	-	-	925,707	32,000	32,000	957,707
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Gross carrying amount As at 31-03-2017</b>	<b>1,294,309</b>	<b>3,977,291</b>	<b>18,142,060</b>	<b>14,712</b>	<b>70,113</b>	<b>72,771</b>	<b>32,970</b>	<b>24,206</b>	<b>9,931</b>	<b>40,046</b>	<b>23,678,409</b>	<b>46,723</b>	<b>46,723</b>	<b>23,725,132</b>
Additions	-	2,033,605	546,347	15,650	-	253,863	25,000	-	149,992	90,193	3,114,650	190,988	190,988	3,305,638
Upward / (Downward) Revaluation	70,462,931	-	-	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	(7,380,715)	-	-	-	-	-	-	-	(7,380,715)	-	(14,761,430)	(22,142,145)
<b>Gross carrying amount As at 31-03-2018</b>	<b>71,757,240</b>	<b>6,010,896</b>	<b>11,307,692</b>	<b>30,362</b>	<b>70,113</b>	<b>326,634</b>	<b>57,970</b>	<b>24,206</b>	<b>159,923</b>	<b>130,239</b>	<b>89,875,275</b>	<b>237,711</b>	<b>237,711</b>	<b>90,112,986</b>
<b>Accumulated Depreciation:</b>														
Charge for the period	-	661,084	69,001	-	7,667	15,429	-	872	-	10,372	764,425	2,647	2,647	767,072
Sales/transferred/written off	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Closing accumulated depreciation As at 31-03-2017:</b>	<b>-</b>	<b>661,084</b>	<b>69,001</b>	<b>-</b>	<b>7,667</b>	<b>15,429</b>	<b>-</b>	<b>872</b>	<b>-</b>	<b>10,372</b>	<b>764,425</b>	<b>2,647</b>	<b>2,647</b>	<b>767,072</b>
Charge for the period	-	654,406	971,639	2,380	-	111,621	803	492	17,600	6,841	1,765,782	-	-	1,765,782
Sales/transferred/written off	-	-	(1,431,198)	-	-	-	-	-	-	-	(1,431,198)	-	-	(1,431,198)
<b>Closing accumulated depreciation As at 31-03-2018:</b>	<b>-</b>	<b>1,315,490</b>	<b>(390,558)</b>	<b>2,380</b>	<b>7,667</b>	<b>127,050</b>	<b>803</b>	<b>1,364</b>	<b>17,600</b>	<b>17,213</b>	<b>1,099,009</b>	<b>2,647</b>	<b>2,647</b>	<b>1,101,656</b>
<b>Net carrying amount:</b>														
<b>As at 31-03-2018</b>	<b>71,757,240</b>	<b>4,695,406</b>	<b>11,698,250</b>	<b>27,982</b>	<b>62,446</b>	<b>199,584</b>	<b>57,167</b>	<b>22,842</b>	<b>142,323</b>	<b>113,026</b>	<b>88,776,266</b>	<b>235,064</b>	<b>235,064</b>	<b>89,011,330</b>
<b>As at 31-03-2017</b>	<b>1,294,309</b>	<b>3,316,207</b>	<b>18,073,059</b>	<b>14,712</b>	<b>62,446</b>	<b>57,342</b>	<b>32,970</b>	<b>23,334</b>	<b>9,931</b>	<b>29,674</b>	<b>22,913,984</b>	<b>44,076</b>	<b>44,076</b>	<b>22,958,060</b>
<b>As at 01-04-2016</b>	<b>1,294,309</b>	<b>3,977,291</b>	<b>17,336,667</b>	<b>14,712</b>	<b>13,189</b>	<b>9,381</b>	<b>32,970</b>	<b>24,206</b>	<b>9,931</b>	<b>40,046</b>	<b>22,752,702</b>	<b>14,723</b>	<b>14,723</b>	<b>22,767,425</b>

**3 Capital work-in-progress**

Particulars	As at	As at	As at
	31/03/2018	31/03/2017	01/04/2016
Capital Work in Progress	-	1,950,857	1,950,857



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**4 Investment in subsidiary**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April , 2016
<b>Investment in Equity Instruments (Unquoted) Carried at cost (Fully Paid)</b>			
<b>Subsidiary Company</b>			
Kavit Green Energy Private Limited NIL (31st March 2017: 510000, April 1, 2016 999990) equity shares of _____ each)	-	5,100,550	9,999,900
Kavit Edible Oil Limited 40,000 (31st March 2017: NIL April 1, 2016 NIL) equity shares of • 10 each)	-	-	-
Kavit Foods Private Limited 7000 (31st March 2017: NIL April 1, 2016 NIL) equity shares of • 10 each)	70,000	-	-
Kavit Infoline Private Limited 7000 (31st March 2017: NIL April 1, 2016 NIL) equity shares of • 10 each)	-	-	-
Kavit Infra Projects Private Limited 8000 (31st March 2017: NIL April 1, 2016 NIL) equity shares of • 10 each)	-	-	-
Kavit Swach Organic Food Private Limited 6000 (31st March 2017: NIL April 1, 2016 NIL) equity shares of • 10 each)	-	-	-
<b>Total</b>	<b>70,000</b>	<b>5,100,550</b>	<b>9,999,900</b>

**5 Investments**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April , 2016
<b>Investments at fair value through other comprehensive income</b>			
<b>Investment in Equity Instruments (Quoted)</b>			
Aadhaar Ventures India Limited (Formerly known as Prraneta Industries Limited)	27,864	51,600	51,600
<b>Investment in Equity Instruments (Unquoted)</b>			
Omkar Powertech India Pvt Ltd	27,000	27,000	27,000
<b>Total</b>	<b>54,864</b>	<b>78,600</b>	<b>78,600</b>
<b>Aggregate book value of quoted investment</b>	<b>27,864</b>	<b>51,600</b>	<b>51,600</b>
<b>Aggregate Market value of quoted investment</b>	<b>27,864</b>	<b>51,600</b>	<b>51,600</b>
<b>Aggregate Value of unquoted investment</b>	<b>27,000</b>	<b>27,000</b>	<b>27,000</b>



## 6 Loans

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Unsecured, considered good</b>			
<b>i) Loans and Advances to related parties</b>			
To Corporates	9,517,000	11,577,000	11,577,000
To Non Corporates	215,555	261,000	261,000
<b>Sub-Total (a)</b>	<b>9,732,555</b>	<b>11,838,000</b>	<b>11,838,000</b>
<b>ii) Other Loans and Advances</b>			
To Corporates	308,739,865	524,734,394	432,454,394
To Non Corporates	1,331,000	1,331,000	1,331,000
Others	353,459	240,060	240,060
<b>Sub-Total (b)</b>	<b>310,424,324</b>	<b>526,305,454</b>	<b>434,025,454</b>
<b>Total (a+b)</b>	<b>320,156,879</b>	<b>538,143,454</b>	<b>445,863,454</b>

## 7 NON-CURRENT - OTHER FINANCIAL ASSETS

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Other Financials Assets</b>			
(a) Bank deposits with more than 12 months of original maturity	-	-	-
(b) Other receivable	-	-	17,092,812
<b>Total</b>	<b>-</b>	<b>-</b>	<b>17,092,812</b>

## 8 Other Non Current Assets

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Unsecured, considered good</b>			
(a) Statutory Dues	5,210,467	3,250,293	2,722,096
(b) Others	6,156,732	7,624,944	5,858,593
<b>Total</b>	<b>11,367,199</b>	<b>10,875,237</b>	<b>8,580,689</b>

## 9 Inventories

(Valued at lower of Cost or Net Realisable Value)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
(a) Raw Material	697,875	697,875	1,018,536
(b) Finished Goods	5,241,208	7,199,841	3,316,909
(c) Work in Progress	-	-	-
<b>Total</b>	<b>5,939,083</b>	<b>7,897,716</b>	<b>4,335,445</b>

## 10 Trade receivables

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Unsecured</b>			
(a) Considered good	1,298,514,473	1,393,086,717	220,528,259
<b>Total</b>	<b>1,298,514,473</b>	<b>1,393,086,717</b>	<b>220,528,259</b>

**11 Cash and cash equivalents**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
(i) Balances with banks			
(a) In current accounts	3,154,382	5,235,816	15,547,672
(ii) Cash in hand	4,248,473	2,488,262	278,058
<b>Total</b>	<b>7,402,855</b>	<b>7,724,077</b>	<b>15,825,730</b>

**12 Loans**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Unsecured, considered good</b>			
(a) Loans and Advances due by directors, relatives of directors and related parties *	109,313,532	5,428,696	29,314,626
(b) Other receivable	254,067,684	194,009,390	302,518,000
<b>Total</b>	<b>363,381,216</b>	<b>199,438,086</b>	<b>331,832,626</b>

\*Loans and Advances due by directors, relatives of directors and related parties :

Particular	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
Advances given to Key Management Personnel	-	-	-
Advances given to relatives of Directors	-	-	-
Advances given to related parties- Corporates	109,313,532	29,327,300	29,327,300
Advances given to related parties- Non Corporates	-	-	-

**13 Other Current Assets**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Unsecured, considered good</b>			
(a) Duties and Taxes Receivables	316,003	615,058	-
(b) Others	185,022	130,136	(158,431)
<b>Total</b>	<b>501,025</b>	<b>745,194</b>	<b>(158,431)</b>

**16 Borrowings**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Unsecured - at amortized cost</b>			
<b>i) Loans and Advances from related parties</b>			
From Directors	-	-	-
From Corporates	8,084,729	7,924,070	2,774,080
<b>ii) Loans and Advances from Others</b>			
From Corporates	39,724,462	22,652,362	22,375,850
From Others	3,885,000	4,539,587	37,475,087
<b>Total</b>	<b>51,694,191</b>	<b>35,116,019</b>	<b>62,625,017</b>



**17 Other financial liabilities**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Other financial liabilities</b>			
(a) Others	1,112,071,856	1,112,071,856	1,754,081
<b>Total</b>	<b>1,112,071,856</b>	<b>1,112,071,856</b>	<b>1,754,081</b>

**18 Deferred Tax liabilities(Net)**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
Deferred Tax Asset	(4,409)	-	-
Deferred Tax Liabilities	231,081	231,081	-
<b>Total</b>	<b>226,672</b>	<b>231,081</b>	<b>-</b>

**19 Trade payables**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
Trade payables	126,938,165	352,217,169	350,603,203
<b>Total</b>	<b>126,938,165</b>	<b>352,217,169</b>	<b>350,603,203</b>

**20 Other financial liabilities**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>i) Loans and Advances from related parties</b>			
From Directors	301,850	-	2,044
From Corporates	20,945,437	-	13,560,247
<b>ii) Loans and Advances from Others</b>			
From Corporates	48,673,339	24,969,747	-
Others	-	-	-
<b>Total</b>	<b>69,920,626</b>	<b>24,969,747</b>	<b>13,562,291</b>

**21 Other Current Liabilities**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
<b>Other Current Liability</b>			
(a) Statutory remittances	(356,756)	227,179	282,077
(b) Other Payable	-	-	-
<b>Total</b>	<b>(356,756)</b>	<b>227,179</b>	<b>282,077</b>

**22 Provisions**

Particulars	As at 31st March, 2018	As at 31st March, 2017	As on 1st April, 2016
(a) Provision for Expenses	466,600	99,000	100,674
(a) Provision for Taxation	2,563,851	5,342,525	1,198,235
<b>Total</b>	<b>3,030,451</b>	<b>5,441,525</b>	<b>1,298,909</b>



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**14 Equity Share capital**

**14.1 Authorised Share Capital**

Particulars	Equity Share Capital	
	No. of Shares	Amount
<b>As At 1 April, 2016</b>	6,500,000	65,000,000
Increase /(decreased) during the year	40,000,000	400,000,000
<b>As At 31 March, 2017</b>	46,500,000	465,000,000
Increase /(decreased) during the year	-	-
<b>As At 31 March, 2018</b>	46,500,000	465,000,000

**14.2 Issued Share Capital**

Particulars	Equity Share Capital	
	No. of Shares	Amount
<b>As At 1st April 2016</b>	61,933,333	619,333,330
Increase /(decreased) during the year	-	-
<b>As At 31 March, 2017</b>	61,933,333	619,333,330
Increase /(decreased) during the year	-	-
<b>As At 31 March 2018</b>	61,933,333	619,333,330

**14.3 Terms/ right attached to equity shares**

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

**14.4 Shares held by shareholders each holding more than 5% of the shares**

Shareholders	As At 31 March, 2018		As At 31 March, 2017		As At 1 April, 2016	
	No. of shares	Percentage	No. of shares	Percentage	No. of shares	Percentage
Raghuvir International Pvt. Ltd.	12,838,850	20.73%	12,838,850	20.73%	12,000,000	19.38%
Shree Saibaba Exim Pvt. Ltd.	9,738,333	15.72%	9,738,333	15.72%	9,333,333	15.07%
SIL Vercade Trading Pvt. Ltd.	5,333,333	8.61%	5,333,333	8.61%	5,333,333	8.61%
Krystalklear Properties Pvt. Ltd.	5,200,000	8.40%	5,200,000	8.40%	5,200,000	8.40%
Aprateem Trading Pvt. Ltd.	-	-	-	-	1,000,000	1.61%
Ethan Constructions Pvt. Ltd.	-	-	-	-	4,400,000	7.10%
Saint Infrastructure Pvt. Ltd.	4,266,666	6.89%	4,266,666	6.89%	4,266,666	6.89%
Gill Entertainment Pvt. Ltd.	4,133,333	6.67%	4,133,333	6.67%	4,133,333	6.67%
Golding Mercantile Pvt. Ltd.	3,800,000	6.14%	3,800,000	6.14%	-	0.00%
Indivar Traders Pvt. Ltd.	3,866,666	6.24%	3,866,666	6.24%	3,866,666	6.24%
Amrapali Aadya Trading & Investment Pvt. Ltd.	-	-	-	-	3,800,000	6.14%



As per records of the company, including its register of Shareholders / Members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

**Rights as to Dividend**

The Equity shareholders have right dividend when declared by the Board of Directors subject to approval in the ensuing Annual General Meeting. The Company proposed dividend of ₹.NIL during the year ended March 31,2018 ( ₹. NIL per share in March 31,2017.)

**Right pertaining to repayment of Capital**

In the event of liquidation of the company, the holders of equity share will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be according to the shareholders rights and interest in the company.

**15 Other Equity**

Particulars	As at 31 March 2018	As at 31 March 2017	As At 1 April, 2016
(a)Security Premium Reserve	45,166,670	45,166,670	45,166,670
(b )Equity Instruments through Other Comprehensive Income (Refer below Note (i))	(5,020,680)	(4,996,944)	(4,996,944)
(c)Revaluation Reserve	70,462,931	-	-
(d)Retained Earnings (Refer below Note (ii))	2,741,468	(2,079,084)	(11,038,770)
<b>Total</b>	<b>113,350,389</b>	<b>38,090,642</b>	<b>29,130,956</b>

**Note:**

Particulars	As at 31 March 2018	As at 31 March 2017
<b>(i) Equity Instruments through Other Comprehensive Income</b>		
As per last Balance Sheet	(4,996,944)	(4,996,944)
Add/Less : Additions/(Deletions) during the year	(23,736)	-
	<b>(5,020,680)</b>	<b>(4,996,944)</b>
<b>(ii) Retained Earnings</b>		
Add : Profit/(Loss) for the year as per Statement of Profit and Loss	(2,079,084)	(11,038,770)
Add: Remeasurement of the Net Defined benefit liability/asset, net of tax effect	4,820,552	8,959,686
Less : Corporate Dividend Tax on Interim Dividend	-	-
	<b>2,741,468</b>	<b>(2,079,084)</b>



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**23 Revenue from Operations**

<b>Particulars</b>	<b>For the Period ended 31 March, 2018</b>	<b>For the Period ended 31 March, 2017</b>
Trading Sales- Edible Oil	280,952,487	1,530,386,500
Trading Sales- Garments		32,147
Trading Sales- Solar Module		26,389,500
Trading Sales- Agriculture products	323,802,445	196,765,890
Trading Sales- Shares	135,680,115	
Web Developing Income	543,191	
Other Operating Revenue#	-	21,750,812
<b>Total</b>	<b>740,978,238</b>	<b>1,775,324,849</b>

# Other Operative Revenue include Trading of Equity Shares and Marketing Services provided by the company

**24 Other Income**

<b>Particulars</b>	<b>For the Period ended 31 March, 2018</b>	<b>For the Period ended 31 March, 2017</b>
(a) Interest Income	1,645,769	19,634
(b) Dividend Income	732	-
(c) Other Non-Operating Income (net of expenses directly attributable to such income)	-	
d) Other gains and losses	-	
(d) Miscellaneous Income	698,374	4,449
(e) Other non-operating income	4,885,067	1,589,869
(f) Unwinding Interest Income	-	-
(g) Rent Income	600,000	-
(h) Profit on sale of Shares	4,900,000	-
<b>Total</b>	<b>12,729,942</b>	<b>1,613,952</b>

**25 Cost of materials consumed**

<b>Particulars</b>	<b>For the Period ended 31 March, 2018</b>	<b>For the Period ended 31 March, 2017</b>
<b>Raw Material Consumption (Food)</b>		
Opening Stock	697,875	1,018,536
Add: Purchases		-
	<b>697,875</b>	<b>1,018,536</b>
Less: Closing stock	697,875	697,875
<b>Cost of Goods Sold</b>	-	
	-	<b>320,661</b>
<b>Total</b>	-	<b>320,661</b>

**26 Purchase of Stock in Trade**

Particulars	For the Period ended 31 March, 2018	For the Period ended 31 March, 2017
Trading Purchase	580,607,348	1,733,461,430
Purchase of Services	-	18,300,238
Purchase of Packing Material	3,619,243	3,410,401
Purchase of Shares	125,411,052	2,370,756
<b>Total</b>	<b>709,637,643</b>	<b>1,757,542,825</b>

**27 Changes of Finished Good, Work in Progress.**

Particulars	For the Period ended 31 March, 2018	For the Period ended 31 March, 2017
<u>Opening Inventory</u>		-
Finished Goods	7,199,841	3,316,909
Work in Progress	-	-
<b>Sub Total (a)</b>	<b>7,199,841</b>	<b>3,316,909</b>
<u>Closing Inventory</u>		
Finished Goods	4,358,516	7,199,841
Work in Progress	-	-
<b>Sub Total (b)</b>	<b>4,358,516</b>	<b>7,199,841</b>
<b>Total Changes in Finished good and Work in process</b>	<b>2,841,325</b>	<b>(3,882,932)</b>

**28 Employee Benefit expenses**

Particulars	For the Period ended 31 March, 2018	For the Period ended 31 March, 2017
Salaries, wages , bonus, allowances, etc.	7,015,651	2,018,675
Staff welfare expenses	2,090	28,750
<b>Total</b>	<b>7,017,741</b>	<b>2,047,425</b>

**29 Finance Costs**

Particulars	For the Period ended 31 March, 2018	For the Period ended 31 March, 2017
Interest expense	26,660	132,473
Bank Charges	158,076	78,925
Unwinding Interest Expenses	-	-
<b>Total</b>	<b>184,736</b>	<b>211,398</b>

**30 Other Expenses**

<b>Particulars</b>	<b>For the Period ended 31 March, 2018</b>	<b>For the Period ended 31 March, 2017</b>
Advertisement Expenses	954,230	19,200
Audit Fees	126,200	8,326
Brokerage & Commission	138,100	233,688
Custodian Fees	159,005	300,563
Conveyance Expenses	51,701	22,103
Demant Charges	-	4,971
Donation Expenses	10,000	12,160
Electricity Expenses	320,108	194,136
Factory Expense	50,080	129,942
Freight & Carting Charges	3,004,391	1,117,721
Insurance Expenses	88,958	20,318
Internet & Telephone Expense	213,144	155,662
Labour & Wages Charges Expenses	30,000	50,000
Legal & Professional Fees	1,032,180	520,330
Other Misc Expenses	2,190,720	1,221,874
Listing Fees	292,500	229,000
Office Building Maintainance Expenses	122,172	215,983
Office & Miscellaneous Expenses	1,124,857	180,906
Printing & Stationery Expenses	590,937	793,073
Profit & Loss on Trading of F&O	6,009,743	146,197
Prior Period Expenses	322,819	
Rent,Rates & Taxes	1,000,000	75,000
Repairs & Maintainance	14,517	107,440
Repairs & Maintainance- Computers	1,600	10,175
Shop Expenses	268,647	152,695
Service Tax	-	14,359
Sales Promotion Expenses	15,055	93,655
Security Expenses	205,000	142,742
Security Transaction Tax	225,938	5,022
Storage Expenses	-	129,375
Hotel & Loaging & Lunch and Refreshment Exp	196,550	-
Bad Debts	151,961	-
Late Payment Charges	420,963	-
Loss on Sauda	119,242	-
Transportation Expenses	4,499	223,795
Travelling Expensess	511,726	66,885
<b>Total</b>	<b>19,967,545</b>	<b>6,597,294</b>



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**31 Earnings per share (EPS)**

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the Company by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of Equity shares outstanding during the year.

	` in lakhs	
	March 31, 2018	March 31, 2017
<b>i. Profit attributable to Equity holders of Company</b>		
<b>Profit attributable to equity holders of the Company for basic and diluted earnings per share</b>	<b>4,820,552</b>	<b>8,959,686</b>
<b>ii. Weighted average number of ordinary shares</b>		
<b>Weighted average number of shares at March 31 for basic and diluted earnings per shares</b>	<b>61,933,333</b>	<b>61,933,333</b>
<b>Basic earnings per share (in • )</b>	<b>0.08</b>	<b>0.14</b>



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**32 FAIR VALUE MEASUREMENTS**

**Financial instruments by category**

	As at March 31, 2018			As at March 31, 2017			As at April 1, 2016		
	FVTPL	FVOCI	Amortized Cost	FVTPL	FVOCI	Amortized Cost	FVTPL	FVOCI	Amortized Cost
<b>Financial Assets</b>									
Investments									
- Equity Instruments	-	54,864	-	-	78,600	-	-	78,600	-
Loans and Advances to related parties & others			320,156,879			538,143,454	-	-	445,863,454
Trade Receivables	-	-	1,298,514,473	-	-	1,393,086,717	-	-	220,528,259
Cash and Cash Equivalents	-	-	7,402,855	-	-	7,724,077	-	-	15,825,730
Bank Balances other than above	-	-	-	-	-	-	-	-	-
Other Financial Assets	-	-	254,067,684	-	-	194,009,390	-	-	319,610,812
<b>Total Financial Assets</b>	-	<b>54,864</b>	<b>1,880,141,891</b>	-	<b>78,600</b>	<b>2,132,963,638</b>	-	<b>78,600</b>	<b>1,001,828,255</b>
<b>Financial Liabilities</b>									
Borrowings	-	-	121,614,817	-	-	60,085,766	-	-	76,187,308
Other Current financial Liabilities	-	-	1,112,071,856	-	-	1,112,071,856	-	-	1,754,081
Trade payables	-	-	126,938,165	-	-	352,217,169	-	-	350,603,203
<b>Total Financial Liabilities</b>	-	-	<b>1,360,624,838</b>	-	-	<b>1,524,374,791</b>	-	-	<b>428,544,592</b>





**(i) Fair value hierarchy**

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognized and measured at fair value and (b) measured at

**Financial Assets and Liabilities measured at fair value - recurring fair value measurements**

As at March 31, 2018	Notes	Level 1	Level 2	Level 3	Total
<b>Financial Investments at FVOCI</b>					
Equity Instruments				-	-
<b>Total Financial Assets</b>		-	-	-	-
<b>Financial Liabilities</b>		-	-	-	-
<b>Total Financial Liabilities</b>		-	-	-	-

**Assets and Liabilities which are measured at amortized cost for which fair values are disclosed**

As at March 31, 2018	Notes	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>					
<b>Financial Investments at Amortised Cost</b>					
Equity Instruments					
Deposits		-	-		-
<b>Total Financial Assets</b>		-	-	-	-
<b>Financial Liabilities</b>					
Other Current financial Liabilities					-
<b>Total Financial Liabilities</b>		-	-	-	-

**Financial Assets and Liabilities measured at fair value - recurring fair value measurements**

As at March 31, 2017	Notes	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>					
<b>Financial Investments at FVTPL</b>					
Equity Instruments				-	-
<b>Financial Investments at FVOCI</b>					
Equity Instruments				-	-
<b>Total Financial Assets</b>		-	-	-	-
<b>Financial Liabilities</b>		-	-	-	-
<b>Total Financial Liabilities</b>		-	-	-	-



**Assets and Liabilities which are measured at amortized cost for which fair values are disclosed**

As at March 31, 2017	Notes	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>					
<b>Financial Investments at Amortised Cost</b>					
Equity Instruments		-	-	-	-
Deposits		-	-	-	-
<b>Total Financial Assets</b>		-	-	-	-
Borrowings (Non Current)		-	-	-	-
Other non- current financial Liabilities		-	-	-	-
<b>Total Financial Liabilities</b>		-	-	-	-

**Financial Assets and Liabilities measured at fair value - recurring fair value measurements**

As at April 1, 2016	Notes	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>					
<b>Financial Investments at FVTPL</b>					
Equity Instruments		-	-	-	-
Preference Shares		-	-	-	-
Equity Instruments		-	-	-	-
<b>Financial Investments at FVOCI</b>					
Equity Instruments				-	-
<b>Total Financial Assets</b>		-	-	-	-
Financial Liabilities		-	-	-	-
<b>Total Financial Liabilities</b>		-	-	-	-

**Assets and Liabilities which are measured at amortized cost for which fair values are disclosed**

As at April 1, 2016	Notes	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>					
<b>Financial Investments at Amortised Cost</b>					
Equity Instruments		-	-	-	-
Deposits		-	-	-	-
<b>Total Financial Assets</b>		-	-	-	-
Borrowings (Non Current)		-	-	-	-
Other non- current financial Liabilities		-	-	-	-
<b>Total Financial Liabilities</b>		-	-	-	-



**Level 1:** Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments, traded bonds and mutual funds that have quoted price.

**Level 2:** The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

There are no transfers between levels 1 and 2 during the year.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels at the end of the reporting period.

**(ii) Valuation technique used to determine fair value**

Specific valuation techniques used to value financial instruments include:

- the use of quoted market prices or dealer quotes for similar instruments
- the fair value of the remaining financial instruments is determined using discounted analysis.

The carrying amounts of trade receivables, electricity deposit, employee advances, cash and cash equivalents and other short term receivables, trade payables, unclaimed dividend,



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**33 FINANCIAL RISK MANAGEMENT**

The company's activities expose it to market risk, liquidity risk and credit risk.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk.

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The board of directors has established the Risk Management Committee, which is responsible for developing and monitoring the Company's risk management policies. The committee reports to the board of directors on its activities.

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

The audit committee oversees how management monitors compliance with the company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

**(A) Credit risk**

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investment securities. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business.

**(i) Trade receivables**

The Company measures the expected credit loss of trade receivables based on historical trend, industry practices and the business environment in which the entity operates. However, based on historical data, there were no significant bad debts written off nor provision for doubtful debts had been created. Further there is no Trade Receivables outstanding for more than 6 months at reporting date. Hence, allowances for doubtful debt has not been created.

**(ii) Cash and cash equivalents**

As at the year end, the Company held cash and cash equivalents of ` 74.02 Lacs (31.03.2017 - 77.24` Lakhs, 01.04.2016 - ` 128.26 Lakhs). The cash and cash equivalents are held with bank and financial institution counterparties with good credit rating.

**(iii) Loans and advances**

In the case of loans to employees, the same is managed by establishing limits. (Which in turn based on the employees salaries and number of years of service put in by the concern employee)

**(iv) Other Financial Assets**

Others Financial Assets are considered to be of good quality and there is no significant increase in credit risk.

**(v) REVALUATION OF FIXED ASSETS**

The company has revalued its land, building, plant & machinery during the year after taking valuation report from external independent valuer. The figures shown in books of accounts are revalued figures and increase in carrying amount arising from upward revaluation in land amount has been transfer to revaluation reserve under the head reserves and surplus.

**(B) Liquidity risk**

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

**Maturities of financial liabilities**

The tables herewith analyse the Company's financial liabilities into relevant maturity groupings based on their contractual maturities for:

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

**Contractual maturities of financial liabilities**

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
<b>As at March 31, 2018</b>					
<b>Non-derivatives</b>					
Borrowings					
Other financial liabilities	-	-			
Trade payables	-	-			
<b>Total Non-derivative liabilities</b>	-	-	-		
<b>As at March 31, 2017</b>					
<b>Non-derivatives</b>					
Borrowings	24,969,747	35,116,019	-	-	60,085,766
Other financial liabilities	-	1,112,071,856	-	-	1,112,071,856
Trade payables	352,217,169	-	-	-	352,217,169
<b>Total Non-derivative liabilities</b>	<b>377,186,916</b>	<b>1,147,187,875</b>	-	-	<b>1,524,374,791</b>
<b>As at April 1, 2016</b>					
<b>Non-derivatives</b>					
Borrowings	13,562,291	62,625,017	-	-	76,187,308
Other financial liabilities	-	1,754,081	-	-	1,754,081
Trade payables	350,603,203	-	-	-	350,603,203
<b>Total Non-derivative liabilities</b>	<b>364,165,494</b>	<b>64,379,098</b>	-	-	<b>428,544,592</b>



**(C) Market risk**

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company’s income or the value of its holdings of financial instruments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables and long term debt. We are exposed to market risk primarily related to foreign exchange rate risk. Thus, our exposure to market risk is a function of revenue generating and operating activities in foreign currency. The objective of market risk management is to avoid excessive exposure in our foreign currency revenues and costs. The Company uses derivative to manage market risk. Generally, the Company seeks to apply hedge accounting to manage volatility in profit or loss.

**Currency risk**

The Company is exposed to currency risk on account of its operations in other countries. The functional currency of the Company is Indian Rupee. The exchange rate between the Indian rupee and foreign currencies has changed substantially in recent periods and may continue to fluctuate substantially in the future. Consequently, the Company uses both derivative instruments, i.e. foreign exchange forward contracts to mitigate the risk of changes in foreign currency exchange rates in respect of its highly probable forecasted transactions and recognized assets and liabilities.

The company enters into foreign currency forward contracts which are not intended for trading or speculative purposes but for hedge purposes to establish the amount of reporting currency required or available at the settlement date of certain payables/receivables.

Following is the derivative financial instruments to hedge the foreign exchange rate risk:

Currency	As at March 31, 2018			As at March 31, 2017			As at April 1, 2016		
	Trade receivable and other Receivable	Hedges available	Net exposure to foreign currency risk	Trade receivable and other Receivable	Hedges available	Net exposure to foreign currency risk	Trade receivable and other Receivable	Hedges available	Net exposure to foreign currency risk
USD			-			-			-

Currency	As at March 31, 2018			As at March 31, 2017			As at April 1, 2016		
	Trade payable	Hedges available	Net exposure to foreign currency risk	Trade payable	Hedges available	Net exposure to foreign currency risk	Trade payable	Hedges available	Net exposure to foreign currency risk
USD		-	-		-	-			-

The sensitivity of profit or loss to changes in the exchange rates arises mainly from unhedged foreign currency denominated financial instruments.

	Impact on profit after tax	
	March 31, 2018	March 31, 2017
USD sensitivity		
INR/USD increases by 5%	-	-
INR/USD decreases by 5%	-	-

**CAPITAL MANAGEMENT**

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

The objective of company's capital management are to:

- Safeguard their ability to continue as going concern so that they can continue to provide benefits to their shareholders
- Maximise the wealth of the shareholder.
- Maintain optimal capital structure to reduce the cost of capital

The board of directors seeks to maintain a balance between the higher returns that might be possible with higher levels of borrowings and the advantages and security afforded by a sound capital position.

The Company monitors capital using a ratio of 'adjusted net debt' to 'total equity'. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing loans and borrowings, less cash and cash equivalents, other bank balances and current investments.

The Company's adjusted net debt to total equity ratio at March 31, 2018 was as follows:

<b>Particulars</b>	<b>As at March 31, 2018</b>	<b>As at March 31, 2017</b>	<b>As at April 1, 2016</b>
Total liabilities	1,363,525,204	1,530,274,576	430,133,078
Less : Cash and cash equivalent	(7,402,855)	(7,724,077)	(15,825,728)
Less : Other Bank Balances	-	-	-
Less : Current Investments	-	-	-
Adjusted net debt	1,370,928,059	1,537,998,653	445,958,806
Total equity	732,663,810.6	657,723,971.8	648,564,286.0
Adjusted net debt to total equity ratio	1.87	2.34	0.69



Kavit Industries Limited  
(Formerly Known as Atreya Petrochem Limited)  
Notes To Financial Statements For The Year Ended 31st March, 2018

## 34 Additional information to the financial statements

(Amount in `)

## (A) Contingent Liabilities and Capital Commitments

Particulars	As at 31 March, 2018	As at 31 March, 2017	As at 1 April, 2016
<b>(a) Contingent Liabilities</b>			
Income Tax	-	236,785,524	15,899,664
Excise Duty		19,000	-
<b>Total</b>		<b>236,804,524</b>	<b>15,899,664</b>
<b>(b) Commitments</b>			
Estimated amount of contracts remaining to be executed on	-	-	-

## (B) Auditor's Remuneration

Particulars	Year Ended 31st March, 2018	Year Ended 31st March, 2017
As statutory Audit	100,000	40,000
As Tax Audit	-	10,000
As Taxation matter	-	10,000
<b>Total</b>	<b>100,000</b>	<b>60,000</b>

## (C) Amounts remitted in foreign currency during the year on account of dividend

Particulars	Year Ended 31st March, 2018	Year Ended 31st March, 2017
Amount of dividend remitted in foreign currency	-	-
<b>Total</b>	<b>0.00</b>	<b>0.00</b>





**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**35 Disclosure under accounting standard**

**(a) Employee benefits**

**[A] Defined contribution plans:**

Liability in respect of Provident Fund is provided on actual contribution basis.

**[B] Defined benefit plan:**

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded. The following tables summaries the components of net benefit expense recognized in the Statement of profit and loss and the funded status and amounts recognized in the balance sheet for the gratuity plan.

The following table sets out the status of the gratuity plan and the amounts recognised in the Company's financial statements as at March 31, 2018. (Amt in lakhs)

<b>a) Reconciliation in present value of obligations (PVO) - defined benefit obligation:</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>
PVO at the beginning of the year	341,687	-	-
Current service cost	77,000	-	-
Interest cost	26,310	-	-
Actuarial (Gains)/Losses	12,741	-	-
Benefits paid	-	-	-
Accrued Payment	-	-	-
PVO at the end of the year	457,738	-	-
<b>b) Change in fair value of plan assets:</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>
Fair value of plan assets at the beginning of the year	-	-	-
Adjustment to opening fair value of plan assets	-	-	-
Expected return on plan assets	-	-	-
Actuarial Gains/(Losses)	-	-	-
Contributions by the employer	-	-	-
Benefits paid	-	-	-
Fair value of plan assets at the end of the year	-	-	-
<b>c) Reconciliation of PVO and fair value of plan assets:</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>
PVO at the end of period	457,738	-	-
Fair value of planned assets at tend of year	-	-	-
Funded status	457,738	-	-
Net asset/(liability) recognised in the balance sheet	457,738	-	-
<b>d) Net cost for the year ended:</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>
Current service cost	-	-	-
Interest cost	-	-	-
Expected return on plan assets	-	-	-
Actuarial (Gains)/ Losses	-	-	-
Net cost	-	-	-
<b>e) Amount recognised in Other Comprehensive Income</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>
Actuarial (Gains)/ Losses	-	-	-
<b>f) Actual return on the plan assets:</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>



<b>g) Major category of assets as at:</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>
Insurer Managed funds			
Equity (%)	0%	0%	0.00%
Debt (%)	0%	0%	0.00%
<b>Total (%)</b>	<b>0%</b>	<b>0%</b>	<b>0%</b>
<b>h) Assumption used in accounting for the gratuity plan:</b>	<b>Gratuity - Funded as on</b>		
	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>1 April, 2016</b>
Discount rate (%)	7.70%	0.00%	0.00%
Salary escalation rate (%)	7.00%	0.00%	0.00%
Expected return on plan assets (%)			

Note 1: Discount rate is determined by reference to market yields at the balance sheet date on Government bonds, where the currency and terms of the Government bonds are consistent with the currency and estimated terms for the benefit obligation.

Note 2: The estimate of future salary increases taken into account inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

Note 3: 100% of the plan assets are invested in group gratuity scheme offered by LIC of India.



**Kavit Industries Limited**  
**(Formerly Known as Atreya Petrochem Limited)**  
**Notes To Financial Statements For The Year Ended 31st March, 2018**

**37 Other Disclosures :**

**(A) Disclosures related to the Micro, Small and Medium Enterprises.**

The Company has not received information from vendors regarding their status under the

The details relating to Micro, Small and medium enterprise is disclosed as under :

Particulars	` in Lacs	
	For the Period ended 31 March, 2018	For the Period ended 31 March, 2017
Total outstanding dues to Micro, small and Medium	-	-
Interest paid and payment made to supplier beyond the	-	-
Interest due and payable for the period of delay in making	-	-
Interest accrued and remaining unpaid at the end of the	-	-
Interest accrued and remaining due of the preceeding	-	-

- (B)** The Company declares and pays dividend in Indian Rupees. The dividend recommended by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. For the year ended 31st March 2018, the amount per share of Rs. Nil each a dividend distribution to equity Shareholders is recommended at Rs Nil (31st March 2017: Rs. Nil)



### **38 Disclosure as required by Ind AS 101 first time adoption of Indian Accounting Standards**

#### **Transition to Ind AS:**

These are the Company's first Standalone Financial Statements prepared in accordance with Ind AS.

The accounting standards notified u/s 133 of the Companies Act, 2013 and the Accounting policies set out in note 1.2 have been applied in preparing the financial statements for the year ended March 31, 2018, the comparative information presented in these financial statements for the year ended March 31, 2017 and in the preparation of an opening Ind AS balance sheet at April 1, 2016 (The Company's date of transition). In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP).

An explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows is set out in the following tables and notes.

#### **A. Explanation of transition to Ind AS**

In preparing the financial statement, the Company has applied the below mentioned optional exemptions and mandatory exceptions.

##### **A.1 Ind AS optional exemptions**

Ind AS 101 permits a first time adopter to elect to continue with the carrying value for all of its Property, Plant and Equipment (PPE) as recognized in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for decommissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Assets.

Accordingly, the Company as elected to measure all of its PPE, Intangible assets at their previous GAAP carrying value.

##### **A.1.2 Designation of previously recognized financial instruments**

Ind AS 101 allows an entity to designate investments in equity instruments at Fair Value through Other Comprehensive Income (FVOCI) on the basis of the facts and circumstances at the date of transition to Ind AS. The Company has elected to apply this exemption for its investment in equity investments.

##### **A.2 Ind AS Mandatory Exceptions**

###### **A.2.1**

###### **Estimates**

An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error. Ind AS estimates as at April 1, 2016 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company made estimates for following items in accordance with Ind AS at the date of transition as these were not required under previous GAAP:

- Investment in equity instruments carried at FVOCI.

##### **A.2.2 De-recognition of financial assets and liabilities**

Ind AS 101 requires a first time adopter to apply the de-recognition provisions of Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS. However, Ind AS 101 allows a first time adopter to apply the de-recognition requirements in Ind AS 109 retrospectively from a date of the entity's choosing, provided that the information needed to apply Ind AS 109 to financial assets and financial liabilities derecognized as a result of past transactions was obtained at the time of initially accounting for those transactions.

The Company has elected to apply the de-recognition provisions of Ind AS 109 prospectively from the date of transition to Ind AS.

##### **A.2.3 Classification and measurement of financial assets**

Ind AS 101 requires an entity to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind AS.



**B Reconciliations between previous GAAP and Ind AS**

The following tables represent the reconciliations of Balance Sheet, Total Equity, Total Comprehensive Income, and Cash Flows from previous GAAP to Ind AS.

**I. Reconciliation of Balance Sheet as previously reported under IGAAP to Ind AS as at April 1, 2016 (INR in Lakhs)**

	Notes to First time adoption	Amount as per IGAAP*	Effects of transition to Ind AS	Amount as per Ind AS
<b>Non-current assets</b>				
(a) Property, Plant and Equipment		22,752,702	-	22,752,702
(b) Capital work-in-progress		1,950,857	-	1,950,857
(c) Intangible Assets		14,723	-	14,723
(d) Investments in subsidiary		9,999,900	-	9,999,900
(e) Financial Assets	1			
(i) Investments		5,075,544	(4,996,944)	78,600
(ii) Loans		445,863,454	-	445,863,454
(iii) Other Financial assets		17,092,812	-	17,092,812
(f) Other Non Current Assets		8,580,689	-	8,580,689
<b>Total non current assets</b>		<b>511,330,681</b>	<b>(4,996,944)</b>	<b>506,333,737</b>
<b>Current Assets</b>				
(a) Inventories		4,335,445	-	4,335,445
(b) Financial Assets		-	-	-
(i) Trade receivables		220,528,259	-	220,528,259
(ii) Cash and cash equivalents		15,730,170	-	15,730,170
(iii) Loans		331,832,626	-	331,832,626
(c) Other current assets		(158,431)	-	(158,431)
<b>Total current assets</b>		<b>572,268,068</b>	<b>-</b>	<b>572,268,068</b>
<b>TOTAL ASSETS</b>		<b>1,083,598,750</b>	<b>(4,996,944)</b>	<b>1,078,601,805</b>
<b>II. EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity share capital		619,333,330	-	619,333,330
Other equity	4,5	34,127,900	(4,996,944)	29,130,956
<b>Total equity</b>		<b>653,461,230</b>	<b>(4,996,944)</b>	<b>648,464,286</b>
<b>LIABILITIES</b>				
<b>Non current liabilities</b>				
(a) Financial Liabilities				
(i) Borrowings		62,625,017	-	62,625,017
(ii) Other financial liabilities		1,754,081	-	1,754,081
(b) Deferred tax liabilities (Net)		-	-	-
<b>Total non current liabilities</b>		<b>64,379,098</b>	<b>-</b>	<b>64,379,098</b>
<b>Current liabilities</b>				
(a) Financial Liabilities				
(i) Trade payables		350,591,967	-	350,591,967
(ii) Other financial liabilities		13,562,291	-	13,562,291
(b) Other current liabilities		282,077	-	282,077
(c) Provisions		1,306,409	-	1,306,409
(d) Current Tax liability (Net)	3		-	-
<b>Total Current liabilities</b>		<b>365,742,744</b>	<b>-</b>	<b>365,742,744</b>
<b>Total liabilities</b>		<b>430,121,842</b>	<b>-</b>	<b>430,121,842</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,083,583,072</b>	<b>(4,996,944)</b>	<b>1,078,586,128</b>

\* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note.



II.Reconciliation of Balance Sheet as previously reported under IGAAP to Ind AS as at March 31, 2017

(INR in Lakhs)

	Notes to First time adoption	Amount as per IGAAP*	Effects of transition to Ind AS	Amount as per Ind AS
<b>Non-current assets</b>				
(a) Property, Plant and Equipment		22,913,984	-	22,913,984
(b) Capital work-in-progress		1,950,857	-	1,950,857
(c) Intangible Assets		44,076	-	44,076
(d) Investments in subsidiary		5,100,550	-	5,100,550
(e) Financial Assets	1			
(i) Investments		5,075,544	(4,996,944)	78,600
(ii) Loans		538,143,454	-	538,143,454
(iii) Other Financial assets		-	-	-
(f) Other Non Current Assets		10,843,817	-	10,843,817
<b>Total non current assets</b>		<b>584,072,282</b>	<b>(4,996,944)</b>	<b>579,075,337</b>
<b>Current Assets</b>				
(a) Inventories		7,897,716	-	-
(b) Financial Assets				
(i) Trade receivables		1,393,086,717	-	-
(ii) Cash and cash equivalents		7,434,427	-	-
(iii) Loans		199,438,086	-	-
(c) Other current assets		682,158	-	-
<b>Total current assets</b>		<b>1,608,539,104</b>	<b>-</b>	<b>-</b>
<b>TOTAL ASSETS</b>		<b>2,192,611,385</b>	<b>(4,996,944)</b>	<b>579,075,337</b>
<b>II. EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity share capital		619,333,330	-	619,333,330
Other equity	4,5	43,087,586	(4,996,944)	38,090,642
<b>Total equity</b>		<b>662,420,916</b>	<b>(4,996,944)</b>	<b>657,423,972</b>
<b>LIABILITIES</b>				
<b>Non current liabilities</b>				
(a) Financial Liabilities				
(i) Borrowings		35,116,019	-	35,116,019
(ii) Other financial liabilities		1,112,071,856	-	1,112,071,856
(b) Deferred tax liabilities (Net)	2	231,081	-	231,081
<b>Total non current liabilities</b>		<b>1,147,418,956</b>	<b>-</b>	<b>1,147,418,956</b>
<b>Current liabilities</b>				
(a) Financial Liabilities				
(i) Trade payables		352,217,169	-	352,217,169
(ii) Other financial liabilities		24,969,747	-	24,969,747
(b) Other current liabilities		227,179	-	227,179
(c) Provisions		5,441,525	-	5,441,525
(d) Current Tax liability (Net)		-	-	-
<b>Total Current liabilities</b>		<b>382,855,620</b>	<b>-</b>	<b>382,855,620</b>
<b>Total liabilities</b>		<b>1,530,274,576</b>	<b>-</b>	<b>1,530,274,576</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,192,695,492</b>	<b>(4,996,944)</b>	<b>2,187,698,548</b>

\* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note.



III. Reconciliation of Statement of Profit or Loss for the period ended March 31, 2017

(INR in Lakhs)

	Notes to First time adoption	Amount as per IGAAP*	Effects of transition to Ind AS	Amount as per Ind AS
<b>Revenue</b>				
Revenue from Operations		1,775,324,849	-	1,775,324,849
Other income		1,613,952	-	1,613,952
<b>Total Income</b>		<b>1,776,938,801</b>	-	<b>1,776,938,801</b>
<b>Expenses</b>				
Cost of materials consumed		320,661	-	320,661
Purchase of Stock in Trade		1,757,542,825	-	1,757,542,825
Changes of Finished Good, Work in Progress.		(3,882,932)	-	(3,882,932)
Employee benefits expenses		2,047,425	-	2,047,425
Finance costs		211,398	-	211,398
Depreciation and amortization expense		767,072	-	767,072
Other expenses		6,597,294	-	6,597,294
		<b>1,763,603,744</b>	-	<b>1,763,603,744</b>
Profit/(loss) before exceptional items and tax		13,335,057	-	13,335,057
Exceptional Items		-	-	-
Profit/(loss) before tax		<b>13,335,057</b>	-	<b>13,335,057</b>
Tax Expense:				
(1) Current tax		4,144,290	-	4,144,290
(2) Deferred tax		231,081	-	231,081
Profit (Loss) for the period from continuing operations		<b>8,959,686</b>	-	<b>8,959,686</b>
Profit/(loss) from discontinued operations		-	-	-
Tax expense of discontinued operations		-	-	-
Profit/(loss) from Discontinued operations (after tax)		-	-	-
Profit/(loss) for the period		<b>8,959,686</b>	-	<b>8,959,686</b>
Other Comprehensive Income				
A (i) Items that will not be reclassified to profit or loss				
- Remeasurement of Defined benefit plans		-	-	-
- Equity instruments through other comprehensive income		-	-	-
A (ii) Income tax relating to items that will not be reclassified to profit or loss		-	-	-
- Remeasurement of Defined benefit plans		-	-	-
- Equity instruments through other comprehensive income		-	-	-
Total other comprehensive income		-	-	-
Total comprehensive income for the period		<b>8,959,686</b>	-	<b>8,959,686</b>

\* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note



IV. The Company does not have a significant impact on the financial statements as on 31 March 2017.

**Reconciliation of Equity as on 31 March 2017 and 1 April 2016**

**(INR in Lakhs)**

	Note Ref	March 31, 2017	April 1, 2016
<b>Net worth as per Previous GAAP</b>		<b>43,087,586</b>	<b>34,127,900</b>
Fair value measurement of investment in equity instruments		(4,996,944)	(4,996,944)
Loans given recognise at amortise cost		-	-
Loans taken recognise at amortise cost		-	-
Total Impact		(4,996,944)	(4,996,944)
<b>Net worth as per Ind AS</b>		<b>38,090,642</b>	<b>29,130,956</b>

**C Notes to reconciliations:-**

**1 Investments at Fair value through Other Comprehensive Income**

Under the previous GAAP, the application of the relevant accounting standard resulted in all these investments being carried at cost less diminution in the value which is other than temporary. In accordance with Ind AS, financial assets representing investment in equity shares of entities have been fair valued. The company has designated investments as at fair value through other comprehensive income as permitted by Ind AS 109 resulting in increase in carrying amount by Nil lakhs as at 31 March 2017 and by Nil lakhs as at 1 April 2016.

**2 Deferred Tax**

Indian GAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable

**4 Retained Earnings**

Retained earnings as at April 1, 2016 has been adjusted consequent to the above Ind AS adjustments.

**5 Other Comprehensive Income**

Under Ind AS, all items of income and expense recognized in a period should be included in Statement of Profit and Loss for the period, unless a standard requires or permits otherwise. Items of income and expenses that are not recognized in Statement of Profit and Loss but are shown in the Statement of Profit and Loss as "Other Comprehensive Income", includes remeasurement of Employee Benefit obligation and fair valuation of Equity Instruments through OCI and Income tax relating to these items. The concept did not exist under the previous GAAP.

**6 Actuarial Gain/ Loss**

Under the previous GAAP, actuarial gains and losses were recognised in Statement of Profit and Loss. Under Ind AS, the actuarial gains and losses form part of remeasurement of the net defined benefit of liability / asset which is recognised in Other Comprehensive Income. Consequently, the tax effect of the same has also been recognised in Other Comprehensive Income under Ind AS instead of Profit and Loss. The actuarial loss for the year ended 31 March 2017, were Nil Lakhs and the tax effect thereon Nil Lakhs.

39

1. The standalone financial statements were authorized for issue in accordance with a resolution passed by the Board of Directors on \_\_\_ May, 2018. The financial statements as approved by the Board of Directors are subject to final approval by its Shareholders.

2. The figures as on the transition date and previous year have been re-arranged and regrouped wherever necessary to make them comparable with those of the current year.

The accompanying notes (1 to 38) are an integral part of the financial statements.



### 39 Related Party Disclosure

#### 39.1 Key Managerial Person

39.1.1 Jayesh R Thakkar

39.1.2 Bhavesh Desai

39.1.3 Jyoti Gohil

#### 39.1 Transaction With Related parties

Particulars	Transaction during the year	
	Current Year	
	Key Management Personnel	Subsidiary/Associates/Group
Advance Paid	NIL	NIL
Received Back	NIL	NIL
Deposit Received	NIL	NIL
Deposit Repaid	NIL	NIL
Interest Received	NIL	NIL
Interest paid	NIL	NIL
Remuneration Paid	1747920	NIL
Purchase	NIL	15963398
Sundry Creditors	NIL	15661398
Rent Paid	360000	NIL
Other payment	NIL	NIL
Sales	NIL	4830972
Sundry Debtors	325480	4518712
Rent Received	NIL	600000

#### 39.2 Outstanding Balance

Particulars	Current year	
	Key Management Personnel	Subsidiary/Associates/Group
Loans Taken	260445	7355490
Loans Paid	NIL	82618895
Investment in Subsidiary	NIL	680000



**Kavit Industries Limited**

Village : Tundav, Tal. : Savli, Dist.: Vadodara-391 775.  
Phone: +91-265-2361100, E-Mail : kavitindustrieslimited@gmail.com , web: www.kavitindustries.in



**ATTENDANCE SLIP**

(to be presented at the entrance)

**ANNUAL GENERAL MEETING ON SATURDAY, SEPTEMBER 29, 2018 AT 09:00 A.M.**

at Village :Tundav, Tal. : Savli, Dist.: Vadodara-391 775

Folio No. \_\_\_\_\_ DP ID No. \_\_\_\_\_ Client ID No. \_\_\_\_\_

Name of the Member \_\_\_\_\_ Signature: \_\_\_\_\_

Name of the Proxyholder \_\_\_\_\_ Signature \_\_\_\_\_

1. Only Member/Proxyholder can attend the Meeting.
2. Member/Proxyholder should bring his/her copy of the Annual Report for reference at the Meeting

**Kavit Industries Limited**

Village : Tundav, Tal. : Savli, Dist.: Vadodara-391 775.  
Phone: +91-265-2361100, E-Mail : kavitindustrieslimited@gmail.com , web: www.kavitindustries.in



**PROXY FORM**

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the Member(s) : \_\_\_\_\_

Registered address : \_\_\_\_\_

\_\_\_\_\_ E-mail Id : \_\_\_\_\_

Folio No. / Client ID No. : \_\_\_\_\_ DP ID No. \_\_\_\_\_

I / We, being the member(s) of \_\_\_\_\_ Shares of Creative Castings Limited, hereby appoint

1. Name: \_\_\_\_\_ E-mail \_\_\_\_\_ Id: \_\_\_\_\_

\_\_\_\_\_ Address: \_\_\_\_\_

\_\_\_\_\_ Signature: \_\_\_\_\_ or failing him/her

2. Name: \_\_\_\_\_ E-mail Id: \_\_\_\_\_

Address: \_\_\_\_\_

\_\_\_\_\_ Signature: \_\_\_\_\_ or failing him/her

3. Name: \_\_\_\_\_ E-mail Id: \_\_\_\_\_

Address: \_\_\_\_\_

\_\_\_\_\_ Signature: \_\_\_\_\_ or failing him/her

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual General Meeting of the Company to be held on Saturday, September 29, 2018 at 09:00 a.m. at Village :Tundav, Tal. : Savli, Dist.: Vadodara-391 775and at any adjournment thereof in respect of such resolutions as are indicated below:

**Ordinary Businesses:**

1. To receive, consider and adopt the Financial Statements including Audited Balance Sheet, Statement of Profit and Loss account and Cash Flow Statement for the year ended March 31, 2018 along with the Reports of the Auditors' and Boards' thereon;
2. To appoint a Director in place of Ms. Kalyani Chandrakant Rajeshirke (DIN- 07330113), who retires by rotation and, being eligible, offers herself for reappointment;

**Special Businesses**

3. To Appoint of Ms. Kirti KarshanPrasad Joshi (DIN:07290046)as an Independent Woman Director of the Company
4. To Appoint of Mr. Yogis Griglani (DIN: 05204420)as an Independent Director of the Company

Affix  
Re. 1  
revenue  
stamp

Signed this \_\_\_\_\_ day of \_\_\_\_\_, 2018

Signature of shareholder..... Signature of Proxyholder(s).....

**NOTES:**

1. This Form in order to be effective should be duly completed and deposited at the Registered Office of the Company at Village: Tundav, Tal. : Savli, Dist.: Vadodara-391 775, not less than 48 hours before the commencement of the Meeting.
2. Those Members who have multiple folios with different joint holders may use copies of this Attendance slip/Proxy.