



Ecoplast Ltd.

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Website: www.ecoplastindia.com

Regd.Office : National Highway No.8, Water Works Cross Road, Abrama-Valsad 396002, Gujarat.
CIN-L25200GJ1981PLC004375

Date: September 27, 2017



ISO 9001, 14001
& 22000
Certified Co.

To,
Market Operation-DCS-CRD
BSE LIMITED
PhirozeJeejeebhoy Towers,
Dalal Street,
Mumbai - 400001

Scrip Code: 526703

Sub: Annual Report for the financial year 2016 -17

Dear Sirs,

This is with reference to the 35thAnnual General Meeting of the Company held on **Wednesday, September 20, 2017 at 11:00a.m.**at The Club Resort, At & P.O. Vashier, Valsad – 396001, Gujarat.

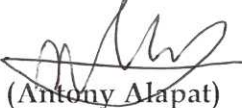
In this Connection, please find enclosed the Annual Report for the financial year 2016 -17 as required under Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations duly approved and adopted by the members as per the provisions of the Companies Act, 2013

You are requested to take a note of the same and bring it to the notice of all concerned.

Thanking you,

Yours faithfully

FOR ECOPLAST LIMITED


(Antony Alapat)

Company Secretary

Encl: as above

Head Office : 4, Magan Mahal, 215, Sir M.V. Road, Andheri (E), Mumbai - 400 069.

Tel. :2683 3452 / 2683 1403 / 2683 0064 Fax:+91-22-2684 0359 E-mail: ecobom@ecoplastindia.com



Ecoplast Limited

Annual Report 2016 -2017

Board of Directors	Pheroze P. Kharas - Chairman Jaymin B. Desai - Managing Director Jehangir A. Moos - Director Dhananjay T. Desai - Director Mukul B. Desai - Director Bhupendra M. Desai - Director Charulata N. Patel - Director
Company Secretary & Compliance Officer	Antony Alapat
Chief Financial Officer	M . D. Desai
Bankers	Bank of Baroda Main Branch, Nani Khatriwad, Valsad - 396 001, Gujarat.
Auditors	M/s Akkad Mehta & Company Chartered Accountants Vatika 14 Baptista Road. Opp. Ishwarlal Park, Vile Parle (W), Mumbai - 400 056.
Share Registrars &	TSR DARASHAW PRIVATE LTD. 6-10, Haji Moosa Patrawala Industrial estate, 20, Dr. E. Moses Road, Mahalaxmi, Mumbai - 400 011.
Registered Office	National Highway No.8, Water Works Cross Road, Abrama, Valsad - 396 002. Gujarat. email : Investor@ecoplastindia.com
Sales Office	4, Magan Mahal, 215, Sir M. V. Road, Andheri (East), Mumbai : 400 069.
Website	www.ecoplastindia.com
CIN	L25200GJ1981PLC004375

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NOTICE

Notice is hereby given that the Thirty Fifth Annual General Meeting of the members of Ecoplast Limited will be held at The Club Resort, At & P.O.Vashler, Valsad - 396 001 on Wednesday, 20th September 2017 at 11.00 a.m. to transact the following business:

ORDINARY BUSINESS :

1. To receive, consider and adopt :
 - a. the Audited Financial Statements of the Company for the financial year ended 31st March, 2017, together with the Reports of the Board of Directors and the Auditors thereon; and
 - b. the Audited Consolidated Financial Statements of the Company for the financial year ended 31st March, 2017, together with the Report of the Auditors thereon.
2. To declare Dividend on Equity shares for the financial year ended 31st March, 2017.
3. To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

"RESOLVED THAT Mr. Pheroze P. Kharas (DIN No. 00026026), a director of the company who retires by rotation at this Annual General Meeting and who does not seek re-election be not re-appointed as Director of the Company and the vacancy so caused be not filled in.

4. To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:"

"RESOLVED THAT pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit

and Auditors) Rules, 2014, as amended from time to time, M/s. Y.B. Desai & Associates, Chartered Accountants, Surat, (ICAI Registration No. 102368W), be and is hereby appointed as Auditors of the Company in place of the retiring auditors M/s Akkad Mehta & Co , Chartered Accountants, Mumbai, (ICAI Registration No. 100259W) ,to hold office from the conclusion of this Annual General Meeting ("AGM") till the conclusion of the 40th AGM to be held in the year 2022(subject to ratification of their appointment at every AGM if so required under the Act), at such remuneration including applicable taxes and out-of-pocket expenses, as may be mutually agreed between the Board of Directors of the Company and the Auditors."

By Order of the Board
For Ecoplast Limited

Antony Alapat
Company Secretary

Registered Office:
National Highway No. 8,
Water Works Cross Road,
Abrama, Valsad – 396002, Gujarat
CIN: L25200GJ1981PLC004375
Tel: (02632) 226157
E-mail : Antony@ecoplastindia.com,
Website : www.ecoplastindia.com
Mumbai, 29th June, 2017

Notes:

The relative Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 ("Act") setting out material facts concerning the business under Item No. 3 & 4 of the Notice, is annexed hereto.

- a) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT PROXY/PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF. PROXY/PROXIES NEED NOT BE A MEMBER OF THE COMPANY. A PERSON CAN ACT AS PROXY ON BEHALF OF MEMBERS NOT EXCEEDING FIFTY (50) AND IN HOLDING NOT MORE THAN TEN PERCENT (10%) OF THE TOTAL SHARE CAPITAL OF THE COMPANY. IN CASE A PROXY IS PROPOSED TO BE APPOINTED BY A MEMBER HOLDING MORE THAN 10% OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS, THEN SUCH PROXY SHALL NOT ACT AS A PROXY FOR ANY OTHER PERSON OR SHAREHOLDER. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY AT ITS REGISTERED OFFICE NOT LATER THAN FORTY EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING. A PROXY FORM IS SENT HERewith. PROXIES SUBMITTED ON BEHALF OF THE COMPANIES, SOCIETIES ETC., MUST BE SUPPORTED BY AN APPROPRIATE RESOLUTION/AUTHORITY, AS APPLICABLE.
- b) The Register of Members and the Share Transfer books of the Company will remain closed from Wednesday, 13th September, 2017 to Wednesday, 20th September, 2017 (both days inclusive).
- c) Members seeking any information with regard to the Accounts are requested to write to the Company at least seven days prior to the

meeting, so as to enable the Management to keep the Information ready at the Meeting.

- d) All correspondence relating to transfer of shares, change of address, dividend mandates etc. should be sent to the Registrar & Share Transfer agents quoting their folio numbers only at the following address:

M/s TSR Darashaw Ltd., 6-10, Haji Moosa Patrawala Industrial Estate, 20, Dr. E.Moses Road, Mahalaxmi, Mumbai-400 011.

- e) In terms of Sections 124 of the Companies Act, 2013 dividends remaining unpaid or unclaimed for a period of seven years from the date of transfer to the unpaid dividend account of the Company shall be transferred by the Company to the Investor Education and Protection Fund established by the Central Government pursuant to sub-section (1) of Section 125 of the Companies Act, 2013. In terms of Section 124(6) of the Companies Act, 2013, All shares in respect of which dividend has not been paid or claimed for seven consecutive years or more shall also be transferred by the company in the name of Investor Education and Protection Fund. Any claimant of shares transferred above shall be entitled to claim the transfer of shares from Investor Education and Protection Fund in accordance with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016.
- f) The Securities Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in security market. Shareholders holding shares in electronic form are, therefore requested to submit the PAN to their Depository Participant with whom they are maintaining their demat accounts. Shareholders holding share in physical form can submit their PAN details to the Company.

g) The Notice of the AGM along with the Annual Report for the FY 2016-17 is being sent by electronic mode to those Members whose e-mail addresses are registered with the Company/ Depositories, unless any Member has requested for a physical copy of the same. For Members who have not registered their e-mail addresses, physical copies are being sent by the permitted mode. To support the 'Green Initiative' the Members who have not registered their e-mail addresses are requested to register the same with TSRDL/ Depositories.

h) Members may also note that the Notice of the 35th Annual General meeting and the Annual report for the year 2016-2017 will be also available on the Company's Website: www.ecoplastindia.com for download.

i) All documents referred to in the notice requiring the approval of the Members at the Meeting and other statutory registers shall be available for inspection by the Members at the registered office of the Company during office hours on all working days between 11.00 a.m. and 1.00 p.m. except Saturdays, Sundays and public holidays, from the date hereof up to the date of the annual general meeting.

j) A route map giving directions to reach the venue of the 35th Annual General Meeting is given at the end of the Notice.

k) Voting through electronic means:

In compliance with provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), the Company is pleased to provide

members facility to exercise their right to vote at the 35th Annual General Meeting (AGM) by electronic means and the business may be transacted through remote e-voting Services.

The facility of casting the votes by the Members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by National Securities Depository Limited (NSDL). As the voting would be through electronic means, the Members who do not have access to remote e-voting, may send their assent or dissent in writing on the Ballot Form enclosed with the Annual Report. You are required to complete and sign the Ballot Form and send it so as to reach the Scrutinizer appointed by the Board of Directors of the Company, at the Registered Office of the Company not later than Tuesday, September 19, 2017 (5.00 p.m. IST). Ballot Form received after this date will be treated as invalid. A Member can opt for only one mode of voting, i.e., either through remote e-voting or by Ballot. If a Member casts votes by both modes, then voting done through remote e-voting shall prevail and Ballot shall be treated as invalid.

I. The facility for voting through Ballot shall also be made available at the AGM and Members attending the meeting who have not cast their vote by remote e-voting/physical ballot shall be able to exercise their right to vote at the meeting.

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

A. In case a Member receives an email from NSDL [for members whose email IDs are registered with the Company/ Depository Participants(s)]:

(i) Open email and open PDF file viz; "Ecoplast e-Voting.pdf" with your Client ID or Folio No. as password. The said PDF file contains your user ID and password/PIN for e-voting. Please note that the password is an initial password.

- (ii) Launch internet browser by typing the following URL: <https://www.evoting.nsdl.com/>
 - (iii) Click on Shareholder - Login
 - (iv) Put user ID and password as initial password/PIN noted in step (i) above. Click Login.
 - (v) Password change menu appears. Change the password/PIN with new password of your choice with minimum 8 digits/characters or combination thereof. Note new password. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
 - (vi) Home page of e-voting opens. Click on e-Voting: Active Voting Cycles.
 - (vii) Select "EVEN" of Ecoplast Limited.
 - (viii) Now you are ready for e-voting as Cast Vote page opens.
 - (ix) Cast your vote by selecting appropriate option and click on "Submit" and also "Confirm" when prompted.
 - (x) Upon confirmation, the message "Vote cast successfully" will be displayed
 - (xi) Once you have voted on the resolution, you will not be allowed to modify your vote
 - (xii) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail to eco.scrutinizer@gmail.com with a copy marked to evoting@nsdl.co.in
- B. In case a Member receives physical copy of the Notice of AGM [for members whose email IDs are not registered with the Company/Depository Participants(s) or requesting physical copy]:
 - (i) Initial password will be provided separately: EVEN (e-Voting Event Number) USER ID PASSWORD/PIN
 - (ii) Please follow all steps from Sl. No. (ii) to Sl. No. (xii) above, to cast vote.
 - III. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-Voting user manual for Shareholders available at the Downloads section of www.evoting.nsdl.com
 - IV. If you are already registered with NSDL for e-voting then you can use your existing user ID and password/PIN for casting your vote.
 - V. You can also update your mobile number and email id in the user profile details of the folio which may be used for sending future communication(s).
 - VI. The remote e-voting period commences on Sunday, 17th September, 2017 (9:00 am) and ends on Tuesday, 19th September, 2017 (5:00pm). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 13th September, 2017, may cast their votes electronically. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.
 - VII. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 13th September, 2017.
-

VIII. If a Member casts votes by remote e-voting/Physical Ballot and at the AGM through Ballot, then vote cast through remote e-voting/Physical Ballot shall prevail and vote cast through Ballot at the AGM shall be treated as invalid. The members who have cast their vote by remote e-voting or by ballot form prior to the meeting may also attend the meeting but shall not be entitled to cast their vote again.

IX. Any person, who acquires shares of the Company and becomes member of the Company after dispatch of the notice and holding shares as of the cut-off date, may obtain the login ID and password by sending a request at evoting@nsdl.co.in. However, if you are already registered with NSDL for remote e-voting then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password" option available on www.evoting.nsdl.com.

X. Mr. P.N. Parikh (Membership No FCS: 327 CP: 1228) and failing him Mr. Mitesh Dhaliwala, of M/s Parikh & Associates., Practicing Company Secretaries, (Membership No FCS : 8331, CP : 9511) (Address : 111, 11th Floor, Sai Dwar CHS Ltd., Sab TV Lane, Opp. Laxmi Indl Estate, Off Link Road, Andheri (West), Mumbai - 400053.) has been appointed as the Scrutinizer to scrutinize the remote e-voting process (including the physical ballots received from members who don't have access to the remote e-voting process) and votes cast through Ballot at the AGM in a fair and transparent manner.

XI. The Scrutinizer shall after the conclusion of voting at the Annual General meeting, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting/physical ballots in the presence of at least two witnesses not in the employment of the Company and shall

make, not later than three days of the conclusion of the Annual General Meeting, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or director authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.

XII. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.ecoplastindia.com and on the website of NSDL within two(2) days of passing of the resolutions at the AGM of the Company and communicated to BSE Limited. The results shall also be placed on the notice board at the Registered Office of the Company.

By Order of the Board
For Ecoplast Limited

Antony Alapat
Company Secretary

Registered Office:
National Highway No. 8,
Water Works Cross Road,
Abrama, Valsad - 396002, Gujarat
CIN: L25200GJ1981PLC004375
Tel: (02632) 226157
E-mail : Antony@ecoplastindia.com,
Website : www.ecoplastindia.com
Mumbai, 29th June, 2017

ANNEXURE TO NOTICE

STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013 ("Act")

Item no.3

Mr. Pheroze P. Kharas, a director who retires by rotation at the forthcoming Annual General Meeting pursuant to the provisions of Section 152 of the Companies Act, 2013 does not seek re-election. The Board of Directors has decided that the vacancy so created on the Board of Directors of the Company should not be filled.

The Board of Directors commends approval of members for passing of the resolution at Item No. 3 of the notice.

Item No.4

This explanatory statement is provided though strictly not required as per Section 102 of the Act.

M/s Akkad Mehta & Co, Chartered Accountants, Mumbai, (ICAI Registration No. 100259W) have been the Auditors of the Company since Incorporation of the Company.

As per the provisions of Section 139 of the Act, no listed Company can appoint or re-appoint an audit firm as auditor for more than two terms of five consecutive years. Section 139 of the Act has also provided a period of three years from the date of commencement of the Act to comply with this requirement. In view of the above, M/s Akkad Mehta & Co, Chartered Accountants, Mumbai, can continue as an Auditors of the Company only up to the conclusion of the forthcoming Annual General Meeting ('AGM').

The Board of Directors has, based on the recommendation of the Audit Committee, at its meeting held on 29th June 2017 has proposed the appointment of M/s. Y.B. Desai & Associates, Chartered Accountants, Surat, (ICAI Registration No. 102368W), as the Statutory Auditors of the Company for a period of 5 years, to hold office from the conclusion of this AGM till the conclusion of the 40th AGM to be held in the year 2022 (subject to ratification of their appointment at every AGM, if so required under the Act).

M/s. Y.B. Desai & Associates, Chartered Accountants, Surat, have consented to their appointment as Statutory Auditors and have confirmed that if appointed, their appointment will be in accordance with Section 139 read with Section 141 of the Act.

The Board commends the Ordinary Resolution set out at Item No. 4 of the Notice for approval by the Members. None of the Directors or Key Managerial Personnel of the Company or their relatives is, in any way, concerned or interested in the Resolution at Item No. 4 of the Notice.

By Order of the Board
For Ecoplast Limited

Antony Alapat
Company Secretary

Registered Office:

National Highway No. 8,

Water Works Cross Road,

Abrama, Valsad – 396002, Gujarat

CIN: L25200GJ1981PLC004375

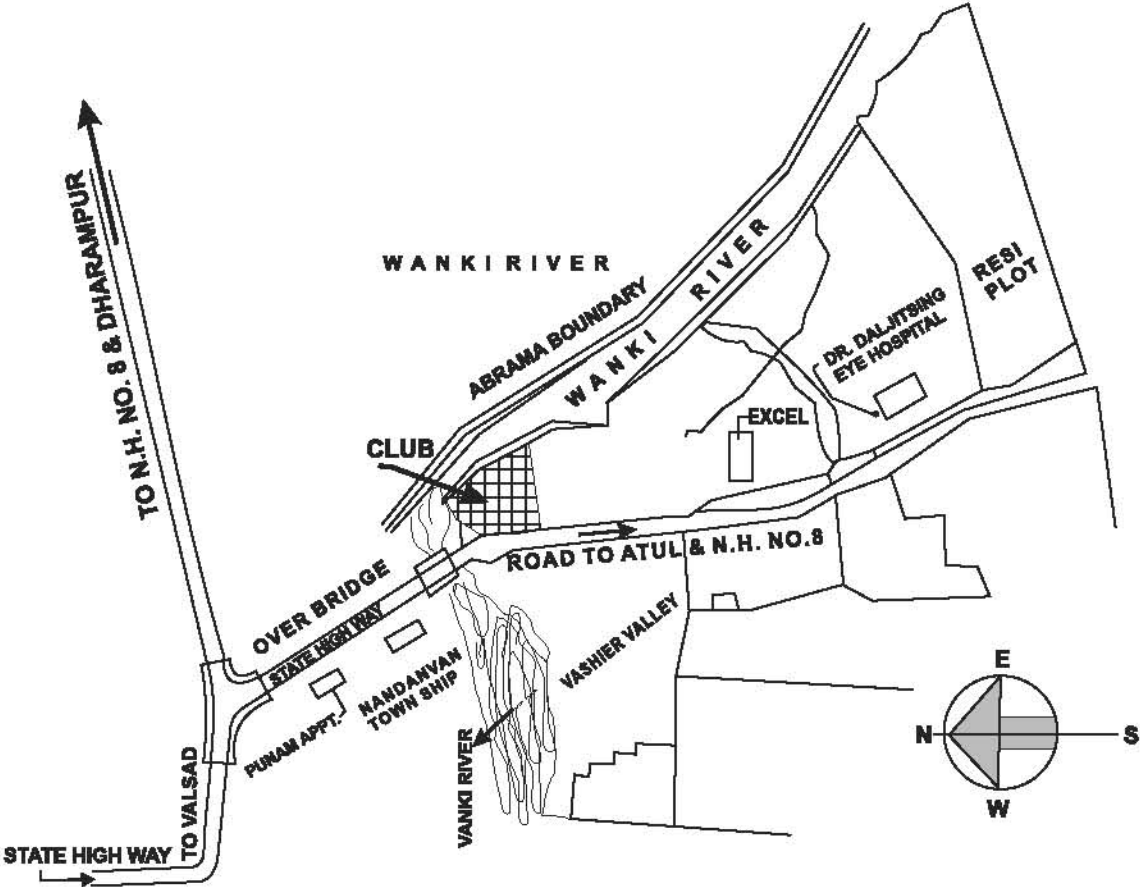
Tel: (02632) 226157

E-mail : Antony@ecoplastindia.com,

Website : www.ecoplastindia.com

Mumbai, 29th June, 2017

Route Map of the Venue of AGM
The Club Resort is located on the bank of River Wanki,
Opposite Vashier Valley.



FINANCIAL HIGHLIGHTS
(Rs.'000)

	31-03-2017	31-03-2016	31-03-2015	31-03-2014	31-03-2013	
OPERATION						
Sales (Net)	9,61,406	9,30,827	9,41,018	8,19,840	7,58,358	
Other Income	7,711	3,359	3,560	2,254	6,134	
Operating Profit [Before Depreciation]	46,726	53,530	41,116	41,576	42,409	
Profit before tax	28,868	36,746	22,832	26,975	28,111	
Profit after Tax (including prior period items)	19,675	23,274	15,090	18,557	19,298	
Dividend and Corporate Tax thereon	-	5,416	4,320	4,184	4,184	
Retained earnings	19,675	17,858	10,770	14,373	15,114	
Earnings per Share (Rs..) [On Face Value of Rs.10/-]	6.56	7.76	5.03	6.19	6.43	
ASSETS						
Gross Block	3,31,717	2,92,319	2,77,648	2,86,475	2,80,287	
Net Block	1,30,483	1,05,418	1,07,531	1,14,833	1,18,458	
Net Current Assets	1,90,332	1,75,149	87,735	61,019	59,301	
Non Current Investments	8,176	8,176	8,176	8,176	6,129	
Long Term Loans & Advances	49,000	47,793	43,238	46,397	31,801	
Total Assets	3,77,991	3,36,536	2,46,680	2,30,425	2,15,688	
NET WORTH						
Equity Capital	30,000	30,000	30,000	30,000	30,000	
Reserves and Surplus	2,09,694	1,90,019	1,72,161	1,63,365	1,48,993	
Net worth	2,39,694	2,20,019	2,02,161	1,93,365	1,78,993	
Book value per share (Rs..) [On Face Value of Rs.10/-]	79.90	73.34	67.39	64.46	59.66	
BORROWINGS						
Long Term	30,755	22,608	32,262	21,961	22,963	
Short Term	98,267	72,555	84,517	1,23,422	88,424	
	1,29,022	95,162	1,16,780	1,45,383	1,11,387	
RATIOS						
Profit before tax to Sales and other Income	%	2.98	3.93	2.42	3.28	3.68
Profit before tax to Net Worth	%	12.04	16.70	11.29	13.95	15.71
Dividend to Equity Capital	%	-	15	12	12	12
Dividend to Net Worth [Yield]	%	-	2	2	2	2
Return on Capital Employed	%	16	26	21	25	26
Dividend cover	Times	-	4.30	3.49	4.44	4.61
Current Ratio	Ratio	1.45:1	1.54:1	1.45:1	1.25:1	1.30:1
Long Term Debt: Equity	Ratio	0.13:1	0.10:1	0.16:1	0.11:1	0.13:1

BOARD'S REPORT

To
The Members,
The Directors are pleased to present their Thirty-Fifth Annual Report and Audited Financial Statements for the year ended 31st March, 2017.

1. FINANCIAL SUMMARY (In Rs.)

	31-03-2017	31-03-2016
Net Sales	96,14,05,650	93,08,27,218
Other Income	77,10,945	33,59,305
Sales and Other Income	96,91,16,595	93,41,86,523
Operating Profit (before Depreciation, Exceptional items and Tax)	4,67,25,613	5,35,30,359
Less : Depreciation	1,78,57,268	1,67,84,490
Less : Exceptional Items	-	-
Profit before tax	2,88,68,345	3,67,45,869
Less : Provision for tax		
Current Tax	89,33,000	1,47,30,000
Deferred tax Credit	1,99,569	(13,00,896)
Profit after Tax	1,97,35,776	2,33,16,765
Short Provision of Tax for Prior Years	60,791	42,633
Net Profit after prior period items	1,96,74,985	2,32,74,132
Add : Balance brought forward	10,92,37,705	9,38,79,666
Profit available for Appropriation	12,89,12,690	11,71,53,798
APPROPRIATION :		
Carrying value of assets where useful life is nil as on 01.04.2014 (after considering residual value)		
Transfer to General Reserve	0	25,00,000
Interim Dividend on Equity Shares	0	45,00,000
Dividend on Equity Shares	-	-
Corporate Dividend Tax	0	9,16,094
Balance carried forward	12,89,12,690	10,92,37,705

2. Operations/State of Company's Affairs

During the year under review, sales volume reduced by 1% while sales value increased by 3% to Rs. 96,15,25,654/- from Rs. 93,08,27,218/- in the previous year.

The profit before tax decreased by 22% to Rs.2,85,36,881/- from Rs. 3,67,45,869/- in the previous year.

During the financial year 2016-17.Capacity of high value added products has been Increased from present 1000 MT per annum to 2400 MT per annum. New Plant came into operation from September 2016.

Company's business has been adversely affected during second half of the year due to impact on demand due to demonetisation.

We could not escape the negative impact of demonetisation. However all our Management efforts are devoted to come fully out of it in many fronts.

No Material Changes have occurred from the end of the Financial Year till the date of this report affecting the Financial Position of the Company.

There is no Change In the nature of business during the year under review.

No significant and material orders have been passed by the regulators or Courts or Tribunals Impacting the going concern status and the company's operations In future during the year under review.

3. DIVIDEND

The Board of Directors have recommended a dividend of Rs.1.2 per equity share (12%) for the year 2016-17.(Previous year Rs.1.5 per equity share 15 %) for approval at the Annual General Meeting. The dividend if approved, will result in a cash outflow of Rs 43.33 lacs (including dividend distribution tax of Rs. 7.33 lacs) as compared to Rs.54.16 lacs including dividend distribution tax of 9.16 lacs in previous year.

4. BOARD MEETINGS:

The Board of Directors met six times during the Financial Year 2016-17.

5. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Mr. Pheroze Kharas, Director / Chairman, who retires by rotation at the ensuing Annual General Meeting, does not wish to seek re-election, due to his advanced age of 83 years.

Mr. Kharas was one of the three Promoter Directors. In 1994, he was appointed Managing Director & Chairman of the Board.

As Managing Director he retired in 2007, and was appointed as a non-executive Director / Chairman of the Board. The Board has placed on record its appreciation for his 35 years service and valuable contribution to the Company.

6. DECLARATION FROM INDEPENDENT DIRECTORS

The Company has received necessary declarations from each Independent Director of the Company under Section 149(7) of the Companies Act, 2013 that the Independent Directors of the Company meet the criteria of their independence laid down in Section 149(6) of the Act and there has been no change in the circumstances which may affect their status as Independent director during the year. In the opinion of the Board, the Independent directors possess appropriate balance of skills, experience and knowledge, as required.

7. AUDIT COMMITTEE

The Audit Committee of the company consists of following members.

- I. Mr. Mukul Desai-Chairman
- II. Mr. Pheroze Kharas
- III. Mr. Jehangir Moos
- IV. Mr. Bhupendra Desai

8. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION AND CRITERIA FOR INDEPENDENT DIRECTORS

The Remuneration Policy for directors and senior management and the Criteria for selection of candidates for appointment as directors, independent directors, senior management are placed on the website of the Company [weblink <](#)

<http://www.ecoplastindia.com/RemunerationPolicyfordirectorsandseniormanagement.html>>

There has been no change in the policies since the last fiscal year.

We affirm that the remuneration paid to the directors is as per the terms laid out in the remuneration policy of the Company

9. VIGIL MECHANISM

The Company is committed to adhere to the highest standards of ethical, moral and legal conduct of business operations. To maintain these standards, the Company encourages its employees who have concerns about suspected misconduct to come forward and express these concerns without fear of punishment or unfair treatment. A Vigil (Whistle Blower) mechanism formulated by the Company provides a channel to the employees and Directors to report to the management concerns about unethical behaviour, actual or suspected fraud or violation of the Codes of conduct or policy. The mechanism provides for adequate safeguards against victimization of employees and Directors to avail of the mechanism and also provide for direct access to the Managing Director/ Chairman of the Audit Committee in exceptional cases.

10. DIRECTOR'S RESPONSIBILITY STATEMENT:

In pursuance of section 134 (5) of the Companies Act, 2013, the Directors hereby confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) the directors have taken proper and sufficient care for the maintenance of adequate

accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

- (d) the directors have prepared the annual accounts on a going concern basis; and
- (e) the directors, have laid down internal financial controls to be followed by the company in consultation with the experts and that such internal financial controls are adequate and were operating effectively.
- (f) the directors have devised proper systems in consultation with the experts to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

11. DETAILS OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS

The Company has a proper and adequate system of internal financial controls commensurate with its nature and size of business and meets the following objectives:

- Providing assurance regarding the effectiveness and efficiency of operations;
- Efficient use and safeguarding of resources;
- Compliance with policies, procedures and applicable laws and regulations; and
- Transactions being accurately recorded and reported timely.
- The Company has a budgetary control system to monitor expenditures and operations against budgets on an ongoing basis.
- The Internal Auditor also regularly reviews the adequacy of Internal financial control system.

12. SUBSIDIARY COMPANY

A Statement Containing the Salient features of the Financial Statements of the subsidiary Company is annexed as Annexure- I as a part of this Report.

During the year under review, No Company has become or ceased to be Company's subsidiary, joint venture or associate company.

Further, pursuant to the provisions of Section 136 of the Act, the financial statements of the

Company along with relevant documents and separate audited accounts in respect of the subsidiary are available on the website of the Company.

13. EXTRACT OF ANNUAL RETURN:

As provided under sub Section (3) of Section 92 of the Act, the extract of annual return in Form MGT-9 is enclosed, which forms part of the directors' report as Annexure II

14. AUDITORS:

As per Section 139 of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014, the term of M/s Akkad Mehta & Co., Chartered Accountants, Mumbai, (ICAI Registration No. 100259W) as the Statutory Auditors of the Company expires at the conclusion of the ensuing Annual General Meeting ("AGM") of the Company.

The Board of Directors of the Company at their meeting held on 29th June 2017, on the recommendation of the Audit Committee, have made its recommendation for appointment of M/s. Y.B. Desai & Associates, Chartered Accountants, Surat, (ICAI Registration No. 102368W) as the Statutory Auditors of the Company by the Members at the 35th AGM for a term of 5 years.

Accordingly, a resolution, proposing appointment of M/s. Y.B. Desai & Associates, Chartered Accountants, Surat, (ICAI Registration No. 102368W), as the Statutory Auditors of the Company for a term of five consecutive years i.e. from the conclusion of 35th AGM till the conclusion of 40th AGM of the Company pursuant to Section 139 of the Companies Act, 2013, forms part of the Notice of the 35th AGM of the Company.

The Company has received their written consent and a certificate that they satisfy the criteria provided under Section 141 of the Act and that the appointment, if made, shall be in accordance with the applicable provisions of the Act and rules framed there under.

The Report given by M/s Akkad Mehta & Co., Chartered Accountants, Mumbai, (ICAI

Registration No. 100259W) Statutory Auditors on the financial statement of the Company for the year 2017 is part of the Annual Report. There has been no qualification, reservation or adverse remark or disclaimer in their Report.

M/s Akkad Mehta & Co, Chartered Accountants, Mumbai, (ICAI Registration No. 100259W) over many years have successfully met the challenge that the size and scale of the Company's operations pose for auditors and have maintained the highest level of governance, ethical standards, rigour and quality in their audit. The Board place on record its appreciation for the services rendered by M/s Akkad Mehta & Co, Chartered Accountants, Mumbai, (ICAI Registration No. 100259W) as the Statutory Auditors of the Company.

15. SECRETARIAL AUDIT:

Pursuant to the provisions of Section 204 and other applicable provisions, if any, of the Companies Act, 2013, M/s Parikh & Associates, Practising Company Secretaries were appointed as the Secretarial Auditors for auditing the secretarial records of the Company for the financial year 2016-2017.

Secretarial audit report as provided by M/s Parikh & Associates, Practising Company Secretaries is annexed to this Report as Annexure-III.

16. AUDITORS' REPORT AND SECRETARIAL AUDITORS' REPORT:

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

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

Information in accordance with Clause (m) of Sub-section (3) of Section 134 of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014 is annexed to this Report as Annexure-IV.

18. DEPOSITS:

The Company has not accepted any deposits during the year under report.

19. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

As on 31st March 2017 the Company has provided the following Loans, Guarantees and Investments under section 186 of the Companies Act, 2013.

- i. Loans: Rs.3,72,18,771/- to Synergy Films Private Limited Wholly Owned Subsidiary
- ii. Guarantees: Rs.4,05,69,598 /- to Bank & Financial Institution for the Loans advanced to Synergy Films Private Limited Wholly Owned Subsidiary.
- iii. Investments; Rs.81,76,257/- for 11,95,360 Equity Shares of Rs.10 each fully paid up in Synergy Films Private Limited Wholly Owned Subsidiary

20. RISK MANAGEMENT POLICY:

The Company has adopted a Risk Management Policy which is implemented throughout the Organisation; Special Emphasis on Risk Management is given during the Annual Budgeting Process and Periodical Monthly Meetings.

21. CORPORATE SOCIAL RESPONSIBILITY POLICY:

The Provisions of Corporate Social Responsibility under section 135 of the Companies Act, 2013 are not applicable to the company. However as a part of CSR initiative, The Company has adopted 15 Mentally Challenged Children who are under rehabilitation in Jalna anupam N.Parmar Charitable Trust, Valsad.

22. RELATED PARTY TRANSACTIONS

Particulars of Contracts or Arrangements with Related parties referred to in Section 188(1) in Form AOC- 2 are annexed as Annexure - V to this Report.

23. FORMAL ANNUAL EVALUATION:

An annual evaluation of the Board's own performance, Board committees and individual directors was carried out pursuant to the provisions of the Act in the following manner:

Sr. No.	Performance evaluation of	Performance evaluation performed by	Criteria
1.	Each Individual directors	Nomination and Remuneration Committee	Attendance, Contribution to the Board & committee meetings like preparedness on the issues to be discussed, meaningful & constructive contribution and guidance provided, key performance aspects in case of executive directors etc.
2.	Independent directors;	Entire Board of Directors excluding the director who is being evaluated	Attendance, Contribution to the Board & committee meetings like preparedness on the issues to be discussed, meaningful & constructive contribution & guidance provided etc.
3.	Board, and its committees	All directors	Board composition and structure; effectiveness of Board processes, information & functioning, fulfillment of key responsibilities, performance of specific duties and obligations, timely flow of information etc. The assessment of committees based on the terms of reference of the committees and effectiveness of the meetings.

24. PARTICULARS OF EMPLOYEES

Pursuant to Section 197 of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the particulars of employees are annexed as Annexure – VI to this Report.

25. DISCLOSURE AS PER SEXUAL HARRASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has zero tolerance for sexual harassment at workplace and has adopted a policy on prevention, prohibition and Redressal of sexual harassment at workplace in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and

Redressal) Act, 2013 and the rules framed there under. During the financial year 2016-17, the Company has not received any complaints on sexual harassment.

26. LISTING WITH STOCK EXCHANGE:

The Company confirms that it has paid the Annual Listing Fees for the year 2017-2018 to BSE where the Company's Shares are listed.

27. INSIDER TRADING REGULATIONS AND CODE OF DISCLOSURE

The Board of Directors has adopted the Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information and Code of Internal Procedures and Conduct for Regulating, Monitoring and Reporting of Trading by Insiders in accordance with the requirements of the SEBI (Prohibition of Insider Trading) Regulation, 2015 and is available on our website <<http://www.ecoplastindia.com/code-of-practices-and-procedures.html>>

28. CORPORATE GOVERNANCE:

In terms of the Regulation 15(2) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2016, The Company is not required to comply with corporate governance provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2016.

Details of Directors Remuneration as required under Schedule V Part II, Section II (A) (IV) of Companies Act 2013 is annexed as Annexure – VII to this Report.

29. MANAGEMENT DISCUSSION ANALYSIS

In terms of the provisions of Regulation 34 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2016, the Management's discussion and analysis is set out in this Annual Report.

30. ACKNOWLEDGMENT

The Directors wish to convey their appreciation to Customers, Suppliers, Bankers, other Stakeholders and specially the employees for their co-operation. The Directors also appreciate the confidence reposed in the Management of the Company by its shareholders.

For and on behalf of the Board of Directors
Pheroze Kharas
CHAIRMAN
DIN:00026026

Mumbai, 29th June 2017

ANNEXURE – I
Salient features of the Financial Statement of the Subsidiary Company

				As at 31 March, 2017	As at 31 March, 2016
1)	Name of Subsidiary Company	:	Synergy Films Private Limited		
2)	Reporting Currency	:	INR		
3)	Capital	:	Rs.	1,19,53,600	1,19,53,600
4)	Reserves	:	Rs.	(1,06,43,499)	(1,86,99,385)
5)	Total Assets	:	Rs.	5,99,37,571	5,86,97,626
6)	Total Liabilities	:	Rs.	5,86,27,470	6,54,43,411
7)	Investments	:	Rs.	-	-
8)	Turnover / Total Income	:	Rs.	11,65,68,272	12,46,50,725
9)	Profit Before Tax	:	Rs.	80,55,886	59,87,572
10)	Provision for Taxation	:	Rs.	-	-
11)	Profit After Tax	:	Rs.	80,55,886	59,87,572
12)	Proposed Dividend	:	Rs.	Nil	Nil
13)	Country	:	INDIA		

ANNEXURE – II
Annual Return Extracts In MGT 9
Form No. MGT-9
EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31st March 2017
[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the
Companies (Management and Administration) Rules, 2016]

I. REGISTRATION AND OTHER DETAILS:

- i) CIN:- L25200GJ1981PLC004375
- ii) Registration Date: 7th May 1981
- iii) Name of the Company: ECOPLAST LIMITED
- iv) Category / Sub-Category of the Company:
- a) Category: Public Company
- b) Sub Category: Limited by Shares
- Company having Share Capital
- v) Address of the Registered office and contact details:
- Registered Office Address: National Highway No 8,
Water Work Cross Road,
Abrama, Valsad-396001, Gujarat.
- Tel. : 02632-226157 / 226560
- Fax. : 02632-253633
- Email : antony@ecoplastindia.com
- Website : www.ecoplastindia.com
- vi) Whether listed company Yes
- vii) Name, Address and Contact details of Registrar and Transfer Agent:
- Name : TSR Darashaw Ltd
- Address: 6-10, Haji Moosa Patrawala Industrial Estate, 20 Dr. E Moses Road,
Mahalaxmi, Mumbai-400011, Maharashtra.

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.	Manufacture of semi-finished of plastic products (plastic plates, sheets, blocks, film, foil, strip etc.) <i>Manufacturing, Processing and Selling of Co extruded Multilayer Polyethylene films</i>	22201	100%

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.	Synergy Films Private Limited	U25206AS2007PTC008292	Subsidiary	100%	2(87)(ii)

IV. SHARE HOLDING 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 01.04.2016				No. of Shares held at the end of the year 31.03.2017				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(A)	Promoters									
(1)	Indian									
(a)	Individuals / HUF	13,99,175	0	13,99,175	46.64%	14,73,175	0	14,73,175	49.11%	2.47%
(b)	Central Government	0	0	0	0.00%	0	0	0	0.00%	0.00%
(c)	State Governments(s)	0	0	0	0.00%	0	0	0	0.00%	0.00%
(d)	Bodies Corporate	5,13,267	0	5,13,267	17.11%	5,13,267	0	5,13,267	17.11%	0.00%
(e)	Financial Institutions / Banks	0	0	0	0.00%	0	0	0	0.00%	0.00%
(f)	Any other (specify)	0	0	0	0.00%	0	0	0	0.00%	0.00%
	Sub-Total (A) (1)	19,12,442	0	19,12,442	63.75%	19,86,442	0	19,86,442	66.21%	2.47%
(2)	Foreign		0		0.00%		0		0.00%	0.00%
(a)	Non-Resident Individuals	0	0	0	0.00%	0	0	0	0.00%	0.00%
(b)	Other Individuals	0	0	0	0.00%	0	0	0	0.00%	0.00%
(c)	Bodies Corporate	0	0	0	0.00%	0	0	0	0.00%	0.00%
(d)	Banks / FI	0	0	0	0.00%	0	0	0	0.00%	0.00%
(e)	Any Other (specify)	0	0	0	0.00%	0	0	0	0.00%	0.00%
	Sub-Total (A) (2)		0		0.00%		0		0.00%	0.00%
	Total Shareholding of	19,12,442	0	19,12,442	63.75%	19,86,442	0	19,86,442	66.21%	2.47%
	Promoter (A) = (A)(1)+(A)(2)									
(B)	Public Shareholding									
(1)	Institutions									
(a)	Mutual Funds	0	0	0	0.00%	0	0	0	0.00%	0.00%
(b)	Financial Institutions / Banks	0	0	0	0.00%	0	0	0	0.00%	0.00%
(c)	Central Government	0	0	0	0.00%	0	0	0	0.00%	0.00%
(d)	State Governments(s)	0	0	0	0.00%	0	0	0	0.00%	0.00%
(e)	Venture Capital Funds	0	0	0	0.00%	0	0	0	0.00%	0.00%

	Category of Shareholders	No. of Shares held at the beginning of the year 01.04.2016				No. of Shares held at the end of the year 31.03.2017				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(f)	Insurance Companies	0	0	0	0.00%	0	0	0	0.00%	0.00%
(g)	Foreign Institutional Investors	0	0	0	0.00%	3090	0	3090	0.10%	0.10%
(h)	Foreign Venture Capital Funds	0	0	0	0.00%	0	0	0	0.00%	0.00%
(l)	Any Other (Specify)	0	0	0	0.00%	0	0	0	0.00%	0.00%
	Sub-Total (B) (1)	0	0	0	0.00%	3090	0	3090	0.10%	0.10%
(2)	Non-Institutions									0.00%
(a)	Bodies Corporate									
i)	Indian	1,17,131	7,201	1,24,332	4.14%	73,817	7,201	81,018	2.70%	-1.44%
ii)	Overseas	0	0	0	0.00%	0	0	0	0.00%	0.00%
(b)	Individuals									
(i)	Individual Shareholders holding nominal Share Capital upto Rs.1 Lakh	6,22,398	1,27,100	7,49,498	24.96%	5,78,038	1,22,200	7,00,238	23.35%	-1.63%
(ii)	Individual Shareholders holding nominal Share Capital in excess of Rs.1Lakh	2,03,478	0	2,03,478	6.78%	2,15,780	0	2,15,780	7.19%	0.41%
(c)	Any Other: Bodies Corp-NBFC	0	0	0	0.00%	3,282	0	3,282	0.11%	0.11%
(i)	Directors & their relatives	10,250	0	10,250	0.34%	10,150	0	10,150	0.34%	0.00%
	Sub-total (B) (2)	9,53,257	1,34,301	10,87,558	36.25%	8,81,067	1,29,401	10,10,468	33.69%	-2.56%
	Total Public Shareholding	9,53,257	1,34,301	10,87,558	36.25%	8,84,157	1,29,401	10,13,558	33.69%	-2.56%
	(B) = (B)(1)+(B)(2)									
	TOTAL (A)+(B)	28,65,699	1,34,301	30,00,000	100.00%	28,70,599	1,29,401	30,00,000	100.00%	0.00%
(C)	Shares held by Custodians	0	0	0	0.00%	0	0	0	0.00%	0.00%
	Custodian for GDRs & ADRs									
	GRAND TOTAL (A)+(B)+(C)	28,65,699	1,34,301	30,00,000	100.00%	28,70,599	1,29,401	30,00,000	100.00%	0.00%

II) Shareholding of Promoters

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year 01.04.2016			Shareholding at the end of the year 31.03.2017			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Bhupendra Bhikhubhai Desai	8,640	0.29		8,640	0.29		0.00
2	Nilay Nitinkumar Patel	11,565	0.39		11,565	0.39		0.00
3	Pheroze Pestonji Kharas	81,980	2.73		81,980	2.73		0.00
4	Kunal Plastics Private Limited	36,440	1.21		36,440	1.21		0.00
5	Silver Stream Properties Private Limited	4,76,827	15.89		4,76,827	15.89		0.00
6	Amita Jaymin Desai	5,41,846	18.06		5,41,846	18.06		0.00
7	Charulata Nitinbhai Patel	3,77,783	12.59		3,83,911	12.80		0.20
8	Indumati Balvantrai Desai	1,28,137	4.27		1,28,137	4.27		0.00
9	Jankee J Desai	11,320	0.38		34,320	1.14		0.77
10	Jaymin Balvantrai Desai	1,03,042	3.43		1,03,042	3.43		0.00
11	Jaymin Balvantrai Desai (Huf)	6,176	0.21		6,176	0.21		0.00
12	Naheed Rushad Divecha	0	0.00		0	0.00		0.00
13	Nargis Pheroze Kharas	23,400	0.78		23,400	0.78		0.00
14	Nitinkumar Manubhai Patel	80,451	2.68		96,461	3.22		0.53
15	Stuti J Desai	19,412	0.65		42,412	1.41		0.77
16	Yasmin Karl Divecha	5,423	0.18		5,423	0.18		0.00
17	Aditya Nitinkumar Patel	0	0.00		5,862	0.20		0.20
	Total	19,12,442	63.75		19,86,442	66.21		2.47

III) Change in Promoters' Shareholding

Sr. No.	Name of the Share Holder	Date	Reason	Shareholding at the beginning of the year 01.04.2016		Cumulative Shareholding during the year	
				No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
1	Amita Jaymin Desai	01-Apr-2016	At the beginning of the year	5,41,846	18.06%	5,41,846	18.06%
			No Change in Shareholding				
		31-Mar-2017	At the end of the year	5,41,846	18.06%	5,41,846	18.06%
2	Silver Stream Properties Private Limited	01-Apr-2016	At the beginning of the year	4,76,827	15.89%	4,76,827	15.89%
			No Change in Shareholding				
		31-Mar-2017	At the end of the year	4,76,827	15.89%	4,76,827	15.89%
3	Charulata Nitin Patel	01-Apr-2016	At the beginning of the year	3,77,783	12.59%	3,77,783	12.59%
		06-May-2016	Increase	1,000	0.03	3,78,783	12.62%
		13-May-2016	Increase	3,100	0.10	3,81,883	12.72%
		08-Jul-2016	Increase	2,028	0.07	3,83,911	12.80%
		31-Mar-2017	At the end of the year	3,83,901	12.80%	3,83,911	12.80%
4	Indumati Balvantrai Desai	01-Apr-2016	At the beginning of the year	1,28,137	4.27%	1,28,137	4.27%
			No Change in Shareholding				
		31-Mar-2017	At the end of the year	1,28,137	4.27%	1,28,137	4.27%
5	Jaymin Balvantrai Desai	01-Apr-2016	At the beginning of the year	1,03,042	3.43%	1,03,042	0.03
			No Change in Shareholding				
		31-Mar-2017	At the end of the year	1,03,042	3.43%	1,03,042	0.03
6	Pheroze Pestonji Kharas	01-Apr-2016	At the beginning of the year	81,980	2.73%	81,980	2.73%
			No Change in Shareholding				
		31-Mar-2017	At the end of the year	81,980	2.73%	81,980	2.73%
7	Nitinkumar Manubhai Patel	01-Apr-2016	At the beginning of the year	80,451	2.68%	80,451	2.68%
		15-Apr-2016	Increase	4,000	0.13	84,451	2.82%
		02-Sep-2016	Increase	1,722	0.06	86,173	2.87%
		09-Sep-2016	Increase	1,750	0.06	87,923	2.93%
		13-Sep-2016	Increase	2,000	0.07	89,923	3.00%
		16-Sep-2016	Increase	300	0.01	90,223	3.01%
		23-Sep-2016	Increase	3,200	0.11	93,423	3.11%
		25-Nov-2016	Increase	750	0.03	94,173	3.14%
		03-Mar-2017	Increase	2,000	0.07	96,173	3.21%
		31-Mar-2017	Increase	288	0.01	96,461	3.22%
		31-Mar-2017	At the end of the year	96,461	3.22	96,461	3.22%

Sr. No.	Name of the Share Holder	Date	Reason	Shareholding at the beginning of the year 01.04.2016		Cumulative Shareholding during the year	
				No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
8	Kunal Plastics Pvt.	01-Apr-2016	At the beginning of the year	36,440	1.21%	36,440	1.21%
			No Change in Shareholding				
		31-Mar-2017	At the end of the year	36,440	1.21%	36,440	1.21%
9	Nargis Pheroze Kharas	01-Apr-2016	At the beginning of the year	23,400	0.78%	23,400	0.78%
			No Change in Shareholding				
		31-Mar-2017	At the end of the year	23,400	0.78%	23,400	0.78%
10	Stuti J Desai	01-Apr-2016	At the beginning of the year	19,412	0.65%	19,412	0.65%
		10-Jun-2016	Increase	8,350	0.28	27,762	0.93%
		24-Jun-2016	Increase	9,650	0.32	37,412	1.25%
		02-Sep-2016	Increase	5,000	0.17	42,412	1.41%
		31-Mar-2017	At the end of the year	42,412	1.41%	42,412	1.41%
11	Nilay Nitinkumar Patel	01-Apr-2016	At the beginning of the year	11,565	0.39%	11,565	0.39%
			No Change in Shareholding				
		31-Mar-2017	At the end of the year	11,565	0.39%	11,565	0.39%
12	Jankee J Desai	01-Apr-2016	At the beginning of the year	11,320	0.38 %	11,320	0.38 %
		10-Jun-2016	Increase	8,350	0.28	21,125	0.70%
		24-Jun-2016	Increase	9,650	0.32	29,320	0.98%
		02-Sep-2016	Increase	5,000	0.17	34,320	1.14%
		31-Mar-2017	At the end of the year	42,412	1.41%	42,412	1.41%
13	Bhupendra B. Desai	01-Apr-2016	At the beginning of the year	8,640	0.29%	8,640	0.29%
			No Change in Shareholding				
		31-Mar-2017	At the end of the year	8,640	0.29%	8,640	0.29%
14	Jaymin Balvantral Desai	01-Apr-2016	At the beginning of the year	6,176	0.21%	6,176	0.21%
	(HUF)		No Change in Shareholding				
		31-Mar-2017	At the end of the year	6,176	0.21%	6,176	0.21%
15	Aditya Nitinkumar Patel	01-Apr-2016	At the beginning of the year	0	0.00%	0	0.00%
		08-Jul-2016	Increase	2,120	0.07%	2,120	0.07%
		15-Jul-2016	Increase	1,285	0.04%	3,405	0.11%
		22-Jul-2016	Increase	1,007	0.03%	4,412	0.15%
		29-Jul-2016	Increase	1,450	0.05%	5,862	0.20%
		31-Mar-2017	At the end of the year	5,862	0.20%	5,862	0.20%
16	Yasmin Karl Divecha	01-Apr-2016	At the beginning of the year	5,423	0.18%	5,423	0.18%
			No Change in Shareholding				
		31-Mar-2017	At the end of the year	5,423	0.18%	5,423	0.18%

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

Sr. No.	Name of the Share Holder	Date	Reason	Shareholding at the beginning of the year 01.04.2016		Cumulative Shareholding during the year	
				No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
1.2	Vinay Rungta	01-Apr-2016	At the beginning of the year	0	0.00	0	0.00
1.2		24-Jun-2016	Increase	1	0.00%	1	0.00%
1.2		30-Jun-2016	Increase	4,202	0.14%	4,203	0.14%
1.2		08-Jul-2016	Increase	1,384	0.05%	7,665	0.26%
1.2		15-Jul-2016	Increase	3,211	0.11%	10,876	0.36%
1.2		22-Jul-2016	Increase	8,025	0.27%	18,901	0.63%
1.2		29-Jul-2016	Increase	1,779	0.06%	20,680	0.69%
1.2		05-Aug-2016	Increase	2,100	0.07%	22,780	0.76%
1.2		12-Aug-2016	Increase	1,481	0.05%	24,261	0.81%
1.2		19-Aug-2016	Increase	2,116	0.07%	26,377	0.88%
1.2		26-Aug-2016	Increase	3,404	0.11%	29,781	0.99%
1.2		14-Oct-2016	Increase	1,217	0.04%	30,998	1.03%
1.2		21-Oct-2016	Decrease	-5,497	-0.18%	25,501	0.85%
1.2		28-Oct-2016	Decrease	-50	0.00%	25,451	0.85%
1.2		04-Nov-2016	Increase	100	0.00%	25,551	0.85%
1.2		11-Nov-2016	Decrease	-30	0.00%	25,521	0.85%
1.2		18-Nov-2016	Decrease	-20	0.00%	25,501	0.85%
1.2		25-Nov-2016	Increase	3,100	0.10%	28,601	0.95%
1.2		02-Dec-2016	Increase	900	0.03%	29,501	0.98%
1.2		09-Dec-2016	Increase	500	0.02%	30,001	1.00%
1.2		16-Dec-2016	Increase	700	0.02%	30,701	1.02%
1.2		23-Dec-2016	Increase	4,300	0.14%	35,001	1.17%
1.2		31-Dec-2016	Increase	1,380	0.05%	36,381	1.21%
1.2		06-Jan-2017	Increase	4,620	0.15%	41,001	1.37%
1.2		13-Jan-2017	Increase	800	0.03%	41,801	1.39%
1.2		03-Feb-2017	Increase	700	0.02%	42,501	1.42%
1.2		10-Feb-2017	Increase	5,500	0.18%	48,001	1.60%
1.2		17-Feb-2017	Increase	5,250	0.18%	53,251	1.78%
1.2		24-Feb-2017	Increase	2,000	0.07%	55,251	1.84%
1.2		03-Mar-2017	Increase	1,750	0.06%	57,001	1.90%
1.2		10-Mar-2017	Increase	2,150	0.07%	59,151	1.97%
1.2		17-Mar-2017	Increase	750	0.03%	59,901	2.00%

Sr. No.	Name of the Share Holder	Date	Reason	Shareholding at the beginning of the year 01.04.2016		Cumulative Shareholding during the year	
				No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
1.2		24-Mar-2017	Increase	250	0.01%	60,151	2.01%
1.2		31-Mar-2017	Increase	750	0.03%	60,901	2.03%
		31-Mar-2017	At the end of the year	60,901	2.03%	60,901	2.03%
2.1	Kalpesh Bhupendra Vora	01-Apr-2016	At the beginning of the year	37,280	1.24%	37,280	1.24%
2.1		08-Apr-2016	Decrease	-250	-0.01%	37,030	1.23%
2.1		29-Apr-2016	Decrease	-1,000	-0.03%	36,030	1.20%
2.1		27-May-2016	Decrease	-1,000	-0.03%	35,030	1.17%
2.1		08-Jul-2016	Decrease	-1,000	-0.03%	34,030	1.13%
2.1		23-Sep-2016	Decrease	-1,000	-0.03%	33,030	1.10%
2.2		14-Oct-2016	Decrease	-1,000	-0.03%	32,030	1.07%
2.2		21-Oct-2016	Decrease	-187	-0.01%	31,843	1.06%
2.2		10-Feb-2017	Increase	1,000	0.03%	32,843	1.09%
2.2		24-Feb-2017	Decrease	-1,000	-0.03%	31,843	1.06%
2.3		03-Mar-2017	Decrease	-1,000	-0.03%	30,843	1.03%
2.3		31-Mar-2017	At the end of the year	30,843	1.03%	30,843	1.03%
3.1	Mitash Vora	01-Apr-2016	At the beginning of the year	28,832	0.96%	28,832	0.96%
3.1		29-Apr-2016	Increase	1,000	0.03%	29,832	0.99%
3.1		06-May-2016	Decrease	-500	-0.02%	29,332	0.98%
3.1		20-May-2016	Decrease	-500	-0.02%	28,832	0.96%
3.1		21-Oct-2016	Increase	187	0.01%	29,019	0.97%
3.1		21-Oct-2016	Decrease	-2,300	-0.08%	26,719	0.89%
3.1		28-Oct-2016	Decrease	-187	-0.01%	26,532	0.88%
3.2		10-Feb-2017	Decrease	-1,000	-0.03%	25,532	0.85%
3.2		31-Mar-2017	At the end of the year	25,532	0.01	25,532	0.01
4.1	M K Shroff	01-Apr-2016	At the beginning of the year	20,992	0.70	20,992	0.70
4.1		03-Jun-2016	Increase	5,240	0.17	26,232	0.87
4.1		24-Jun-2016	Increase	3,768	0.13	30,000	1.00
4.1		10-Feb-2017	Decrease	-5,744	-0.19	24,256	0.81
4.1		31-Mar-2017	At the end of the year	24,256	0.81	24,256	0.81
5.1	Abhishek Singhvi	01-Apr-2016	At the beginning of the year	0	0.00	0	0.00
5.1		21-Oct-2016	Increase	5,000	0.17	5,000	0.17
5.1		28-Oct-2016	Increase	937	0.03	5,937	0.20
5.1		04-Nov-2016	Increase	2,063	0.07	8,000	0.27

Sr. No.	Name of the Share Holder	Date	Reason	Shareholding at the beginning of the year 01.04.2016		Cumulative Shareholding during the year	
				No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
5.1		11-Nov-2016	Increase	3,280	0.11	11,280	0.38
5.1		18-Nov-2016	Increase	2,716	0.09	13,996	0.47
5.1		25-Nov-2016	Increase	310	0.01	14,306	0.48
5.1		02-Dec-2016	Increase	562	0.02	14,868	0.50
5.1		09-Dec-2016	Increase	850	0.03	15,718	0.52
5.1		16-Dec-2016	Increase	1,182	0.04	16,900	0.56
5.1		23-Dec-2016	Increase	192	0.01	17,092	0.57
5.1		31-Dec-2016	Increase	1,044	0.03	18,136	0.60
5.1		17-Feb-2017	Increase	2,000	0.07	20,136	0.67
5.1		31-Mar-2017	At the end of the year	2,000	0.07	22,136	0.74
6.1	Mmd Securities Pvt. Ltd.	01-Apr-2016	At the beginning of the year	13,608	0.45	13,608	0.45
6.1		08-Apr-2016	Decrease	-2,732	-0.09	10,876	0.36
6.1		22-Apr-2016	Decrease	-1,509	-0.05	9,367	0.31
6.1		27-May-2016	Decrease	-1,367	-0.05	8,000	0.27
6.1		01-Jul-2016	Increase	6	0.00	8,006	0.27
6.1		29-Jul-2016	Increase	1	0.00	8,007	0.27
6.1		12-Aug-2016	Decrease	-1,075	-0.04	6,932	0.23
6.1		26-Aug-2016	Decrease	-25	0.00	6,907	0.23
6.1		18-Nov-2016	Decrease	-2,220	-0.07	4,687	0.16
6.1		25-Nov-2016	Decrease	-352	-0.01	4,335	0.14
6.1		02-Dec-2016	Decrease	-510	-0.02	3,825	0.13
6.1		09-Dec-2016	Decrease	-1,086	-0.04	2,739	0.09
6.1		16-Dec-2016	Decrease	-1,086	-0.04	1,653	0.06
6.1		23-Dec-2016	Decrease	-850	-0.02	1,003	0.03
6.1		31-Dec-2016	Decrease	-450	-0.02	553	0.02
6.1		06-Jan-2017	Decrease	-553	-0.02	0	0.00
6.1		24-Feb-2017	Increase	20,000	0.67	20,000	0.67
6.1		31-Mar-2017	At the end of the year	0	0.00	20,000	0.67
7.1	Manak Chand Daga	01-Apr-2016	At the beginning of the year	39,905	1.33	39,905	1.33
7.1		12-Aug-2016	Decrease	-700	-0.02	39,205	1.31
7.1		17-Feb-2017	Decrease	-20,000	-0.67	19,205	0.64
7.1		31-Mar-2017	At the end of the year	0	0.00	19,205	0.64
8.1	Abhay Ratilal Jasani	01-Apr-2016	At the beginning of the year	18,416	0.61	18,416	0.61

Sr. No.	Name of the Share Holder	Date	Reason	Shareholding at the beginning of the year 01.04.2016		Cumulative Shareholding during the year	
				No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
8.1		31-Mar-2017	At the end of the year	0	0.00	18,418	0.81
9.1	Qamar Afroz Shaikh	01-Apr-2016	At the beginning of the year	18,000	0.60	18,000	0.80
9.1		31-Mar-2017	At the end of the year	0	0.00	18,000	0.80
10.1	Shanti Kumar Saraoji	01-Apr-2016	At the beginning of the year	16,237	0.54	16,237	0.54
10.1		10-Feb-2017	Decrease	-845	-0.03	15,392	0.51
10.1		31-Mar-2017	At the end of the year	0	0.00	15,392	0.51
11.1	Saguna Finstock Pvt Ltd	01-Apr-2016	At the beginning of the year	12,500	0.42	12,500	0.42
11.1		31-Mar-2017	At the end of the year	0	0.00	12,500	0.42
12.1	Arcadia Share & Stock	01-Apr-2016	At the beginning of the year	0	0.00	0	0.00
12.1	Brokers Pvt Ltd	03-Jun-2016	Increase	8,000	0.27	8,000	0.27
12.1		10-Jun-2016	Decrease	-8,000	-0.27	0	0.00
12.1		16-Dec-2016	Increase	4,418	0.15	4,418	0.15
12.1		23-Dec-2016	Decrease	-4,418	-0.15	0	0.00
12.1		31-Dec-2016	Increase	171	0.01	171	0.01
12.1		06-Jan-2017	Decrease	-171	-0.01	0	0.00
12.1		31-Mar-2017	At the end of the year	0	0.00	0	0.00
12.2	Arcadia Share & Stock	01-Apr-2016	At the beginning of the year	42,074	1.40%	42,074	1.40%
12.2	Brokers Pvt. Ltd	08-Apr-2016	Increase	2,285	0.08%	44,359	1.48%
12.2		15-Apr-2016	Increase	1,000	0.03%	45,359	1.51%
12.2		22-Apr-2016	Increase	100	0.00%	45,459	1.52%
12.2		29-Apr-2016	Increase	2,259	0.08%	47,718	1.59%
12.2		06-May-2016	Increase	55	0.00%	47,773	1.59%
12.2		13-May-2016	Increase	3,105	0.10%	50,878	1.70%
12.2		20-May-2016	Increase	2,645	0.09%	53,523	1.78%
12.2		27-May-2016	Increase	14,890	0.50%	68,413	2.28%
12.2		03-Jun-2016	Decrease	-6,827	-0.23%	61,586	2.05%
12.2		10-Jun-2016	Decrease	-18,500	-0.62%	43,086	1.44%
12.2		17-Jun-2016	Decrease	-18,948	-0.63%	24,138	0.80%
12.2		22-Jul-2016	Decrease	-12,780	-0.43%	11,358	0.38%
12.2		21-Oct-2016	Increase	12,310	0.41%	23,668	0.79%
12.2		11-Nov-2016	Decrease	-6,829	-0.23%	16,839	0.56%
12.2		02-Dec-2016	Increase	100	0.00%	16,939	0.56%
12.3		23-Dec-2016	Decrease	-4,418	-0.15%	12,521	0.42%
12.3		06-Jan-2017	Decrease	-171	-0.01%	12,350	0.41%
12.3		31-Mar-2017	At the end of the year	12,350	0.41%	12,350	0.41%

v) Shareholding of Directors and Key Managerial Personnel:

Sr. No.	Name of the Director/KMP	Date	Reason	Shareholding at the beginning of the year 01.04.2016		Cumulative Shareholding during the year	
				No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
1.	Jaymin Balvantral Desai	01-Apr-2016	At the beginning of the year	1,03,042	3.43%	1,03,042	0.03
			No Change in Shareholding				
		31-Mar-2017	At the end of the year	1,03,042	3.43%	1,03,042	0.03
2.	Charulata Nitin Patel	01-Apr-2016	At the beginning of the year	3,77,783	12.59%	3,77,783	12.59%
		06-May-2016	Increase	1,000	0.03	3,78,783	12.62%
		13-May-2016	Increase	3,100	0.10	3,81,883	12.72%
		08-Jul-2016	Increase	2,028	0.07	3,83,911	12.80%
		31-Mar-2017	At the end of the year	3,83,901	12.80%	3,83,911	12.80%
3.	Mukul B Desai	01-Apr-2016	At the beginning of year	9650	0.32	9650	0.32
			No Change In Shareholding				
		31-Mar-2017	At the end of the year	9650	0.32	9650	0.32
4.	Jehangir Adi Moos	01-Apr-2016	At the beginning of the year	500	0.02	500	0.02
			No Change in Shareholding				
		31-Mar-2017	At the end of the year	500	0.02	500	0.02
5.	Bhupendra M. Desai	01-Apr-2016	At the beginning of the year	100	0.003	100	0.003
			No Change in Shareholding				
		31-Mar-2017	At the end of the year	100	0.003	100	0.003
6.	Pheroze Pestonji Kharas	01-Apr-2016	At the beginning of the year	81,980	2.73	81,980	2.73
			No Change In Shareholding				
		31-Mar-2017	At the end of the year	81,980	2.73	81,980	2.73
7.	Dhananjay Thakorbbhai	01-Apr-2016	At the beginning of the year	0	0.00	0	0.00
	Desai		No Change in Shareholding				
		31-Mar-2017	At the end of the year	0	0.00	0	0.00
8.	Mahadev Dhirubhai Desai	01-Apr-2016	At the beginning of the year	0	0.00	0	0.00
			No Change in Shareholding				
		31-Mar-2017	At the end of the year	0	0.00	0	0.00
9.	Antony Plus Alapat	01-Apr-2016	At the beginning of the year	0	0.00	0	0.00
			No Change In Shareholding				
		31-Mar-2017	At the end of the year	0	0.00	0	0.00

v) INDEBTEDNESS
Indebtedness of the Company Including Interest outstanding/accrued but not due for payment (In Rs.)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i. Principal Amount	9,35,30,334	93,96,022	-	10,29,26,356
ii. Interest due but not paid	-	-	-	-
iii. Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	9,35,30,334	93,96,022	-	10,29,26,356
Change in Indebtedness during the financial year				
<input type="checkbox"/> Addition	5,13,22,422	-	-	5,13,22,422
<input type="checkbox"/> Reduction	(1,22,63,000)	(10,36,203)	-	(1,32,99,203)
Net Change	3,90,59,422	(10,36,203)	-	3,80,23,219
Indebtedness at the end of the financial year				
i. Principal Amount	13,25,89,756	83,59,819	-	14,09,49,575
ii. Interest due but not paid	-	-	-	-
iii. Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	13,25,89,756	83,59,819	-	14,09,49,575

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

Sl. no.	Particulars of Remuneration	Managing Director
		Jaymin Desai
1.	Gross salary	
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	59,08,800
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	8,91,798
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil
2.	Stock Option	Nil
3.	Sweat Equity	Nil
4.	Commission -as % of Profit	Nil
5.	Others, please specify	Nil
	Total (A)	68,00,598
	Ceiling as per the Act	84,00,000

• The Company doesn't have any Whole-time Director or Manager.

B. Remuneration to other directors:

Sl. no.	Particulars of Remuneration	Name of Directors			Total Amount
3.	Independent Directors	Mukul	Jehangir	Bhupendra	
	Fee for attending board committee meetings	Desai	Moos	Desai	
	Commission	2,00,000	2,00,000	1,40,000	5,40,000
	Others, please specify	57,407	57,407	57,407	1,72,221
	Total (1)	2,57,407	2,57,407	2,57,407	7,12,221
4.	Other Non-Executive Directors	Pheroze	Charulata		
	Fee for attending board committee meetings	Kharas	Patel		
	Commission	1,60,000	1,20,000		2,80,000
	Others, please specify	57,407	57,407		1,14,814
	Total (2)	2,17,407	1,77,407		3,94,814
	Total (B)=(1+2)				11,07,035
	Total Managerial Remuneration				2,87,035
	Overall Ceiling as per the Act				2,87,035

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. No.	Particulars of Remuneration	Key Managerial Personnel		
		Company Secretary Antony. P. Alapat	CFO Mahadev D. Desai	Total
1.	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	4,57,705	23,00,451	27,58,156
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	Nil	1,37,057	1,37,057
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil	Nil
2.	Stock Option	Nil	Nil	Nil
3.	Sweat Equity	Nil	Nil	Nil
4.	Commission as % of profit - others, specify...	Nil	Nil	Nil
5.	Others, please Specify	Nil	Nil	Nil
	Total	4,57,705	24,37,508	28,95,213

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

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

ANNEXURE –III**FORM No. MR-3****SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED 31ST MARCH,
2017

(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,

Ecoplast Limited

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

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company, the information provided by the Company, its officers, agents and authorised representatives during the conduct of secretarial audit, the explanations and clarifications given to us and the representations made by the Management, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2017 generally 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 made available to us and maintained by the Company for the financial year ended on 31st March, 2017 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contract (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under 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) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (Not applicable to the Company during the audit period)
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; (Not applicable to the Company during the audit period)
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (Not applicable to the Company during the audit period)
 - (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; (Not applicable to the Company during the audit period)

- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; (Not applicable to the Company during the audit period)and
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; (Not applicable to the Company during the audit period)
- (vi) Other laws specifically applicable to the Company namely
 - (a) The Air (Prevention & Control of Pollution) Act, 1981
 - (b) Hazardous Waste (Management and Handling) Rules, 1989
 - (c) Plastic Waste Management Rules, 2016

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India with respect to board and general meetings.
- (ii) The Listing Agreement entered into by the Company with BSE Limited read with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

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. No changes in the composition of the Board of Directors that took place during the period under review.

Adequate notice was 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.

Decisions at the Board Meetings were taken unanimously.

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

We further report that during the audit period no events occurred which had bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines etc.

For Parikh & Associates

Company Secretaries

Place: Mumbai

Date: 22.05.2017

Signature:

Mitesh Dhaliwala

Partner

FCS No: 8331 CP No: 9511

This Report is to be read with our letter of even date which is annexed as Annexure A and Forms an integral part of this report.

Annexure A'

To,

The Members

Ecoplast Limited

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

1. Maintenance of Secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. We believe that the process and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For Parikh & Associates
Company Secretaries

Place: Mumbai
Date: 22.05.2017

Signature:
Mitesh Dhabliwala
(Partner)
FCS No:8331 CP No:9511

ANNEXURE -IV

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION,
FOREIGN EXCHANGE EARNINGS AND OUTGO**

A. CONSERVATION OF ENERGY

- i. Steps taken / Impact on conservation of energy **Energy conservation continues to receive priority**
 ii. Steps taken by the company for utilizing alternate **attention at all levels. All efforts are made to conserve**
 sources of energy including waste generated: **and optimize use of energy with continuous monitoring,**
 iii. Capital investment on energy conservation **improvement in maintenance and distribution**
 equipment: **systems and through Improved operational techniques.**

B. TECHNOLOGY ABSORPTION

- i. Efforts, in brief, made towards technology absorption **The Company continues to use latest technologies for**
 ii. Benefits derived as a result of the above efforts, **Improving the productivity & quality of its products.**
 e.g., product improvement, cost reduction, product
 development, Import substitution, etc.:

- iii. In case of imported technology (imported during the last 3 years reckoned from the beginning of the
 financial year), following information may be furnished:

a) Details of technology imported.: **The Company has not imported any technology**

b) Year of import.: **Not Applicable**

c) Whether the technology been fully absorbed: **Not Applicable**

d) If not fully absorbed, areas where absorption has not taken place, and the reasons therefore.: **Not Applicable**

iv. Expenditure Incurred on Research and Development

	(In Rs. 000's)	
	31.03.17	31.03.16
a) Capital Expenditure	—	—
b) Recurring Expenditure	12,55,558	10,32,390
c) Total Expenditure	12,55,558	10,32,390
d) Total R & D Expenditure as a percentage of total turnover.	0.13	0.11

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

31.03.17

- a) Foreign Exchange Earnings : **Rs.10,12,26,055/-**
 b) Foreign Exchange Outgo : **Rs.38,45,58,180/-**

ANNEXURE – V

FORM No. AOC 2

Related Party Transactions disclosure

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 arms length transactions under third proviso thereto

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2016)

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

The Company has not entered into contracts or arrangements or transactions with Related Party which are not at arm's length basis hence not required to make any disclosure under this heading.

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

The Company has not entered into any material contract or material arrangement or material transactions with related party on arm's length basis. Hence not required to make any disclosure under this heading.

For and on behalf of the Board of Directors

Pheroze Kharas

CHAIRMAN

DIN:00026026

Mumbai, 29th June, 2017

ANNEXURE -VI
PARTICULARS OF EMPLOYEES

The Information as required under Section 197 of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2016 is given hereunder.

1. The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year;

Sr. No.	Name of Director/KMP	Ratio to Remuneration of Median Remuneration
i.	Jaymin B.Desai	29.06
ii.	Pheroze P. Kharas	0.94
III.	Charulata N. Patel	0.78
iv.	Jehangir A. Moos	1.13
v.	Dhananjay T. Desai	0
vi.	Mukul B. Desai	1.15
vii.	Bhupendra M. Desai	0.88

2. The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year;

Sr. No.	Name of Director/KMP	Percentage Increase in Remuneration
i.	Jaymin B.Desai	11.22%
ii.	Pheroze P. Kharas	-20.03%
iii.	Charulata N. Patel	45.58%
iv.	Jehangir A. Moos	-11.80%
v.	Dhananjay T. Desai	0*
vi.	Mukul B. Desai	-5.32%
vii.	Bhupendra M. Desai	-24.61%
viii.	Mahadev D.Desai-CFO	9.40
ix.	Antony P.Alapat-CS	10.47

Note: Mr. Dhananjay T. Desai, Director had waived his right to receive any kind of remuneration, as precondition for his appointment as the member of Board of Director and its Committees.

3. The percentage increase in the median remuneration of employees in the financial year; **18.18**
4. The number of permanent employees on the rolls of company; **104**
5. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;

Average Increase in Salaries excluding Managerial Remuneration	3.84
Average Increase in Managerial Remuneration	11.22

6. Affirmation that the remuneration is as per the remuneration policy of the company:

The Directors hereby confirm that the Company is paying remuneration to Directors & Employees as per the remuneration policy of the Company.

7. Statement showing details of employees of the company who is drawing remuneration more than Rs. one crore and two lakh rupees, Per Annum or eight lakh and fifty thousand rupees per month.

ANNEXURE – VII**DETAILS OF DIRECTORS REMUNERATION****I. Remuneration of Managing Director:**

- a) **SALARY:** Rs. 4,40,000/- per month with such increments, effective 1st October every year, as may be decided by the Board of Directors of the Company within the scale of Rs.4,00,000/- to Rs.6,00,000/- per month during the tenure of his appointment.
- b) **Perquisites:** In addition to the aforesaid salary, The Managing Director shall be entitled to the following perquisites:
- i) Medical Allowance of Rs.20,800 per month.
 - ii) Reimbursement of Medical Insurance premium not exceeding Rs. 25,000/- per annum.
 - iii) Personal Accident Insurance policy to cover the risk up to an annual premium not exceeding a sum of Rs. 10,000/-
 - iv) Reimbursement of Leave Travel expenses as per rules of the Company for self and family not exceeding Rs 1,50,000/- per annum

The above perquisites shall be evaluated as per the Income tax Rules wherever applicable. In the absence of such rules, perquisites will be evaluated at actual costs.

Notwithstanding anything to the contrary here in contained, where, in any financial year during the currency of the tenure of Mr. J B Desai as the Managing Director, the Company has made no profits or its profits are inadequate, the Company shall pay to the Managing Director, the above Salary and perquisites, as Minimum Remuneration.

- c) The Managing Director shall also be entitled to the following perquisites which shall not be included in the computation of the ceiling on remuneration specified herein above :

- i. Contribution to Provident Fund, Superannuation Fund or Annuity Fund to the extent these either singly or put together are not taxable under the Income tax Act, 1961.
- ii. Gratuity payable at the rate not exceeding half a month's Salary for each completed year of service.
- iii. Earned privilege leave at the rate of one month's leave for every eleven months of service. The Managing Director shall be entitled to encash leave at the end of his tenure as Managing Director.
- iv. Provision for Car including driver's salary and Telephone at the residence of the Managing Director and mobile phone for the business of the Company shall not be treated as perquisites

All income tax and other impositions, if any, in respect of Mr. Jaymin B. Desai's remuneration shall be calculated by the Company and deducted in accordance with the applicable provisions of the Income tax law for the time being in force.

- d) Either party shall be entitled to terminate the Agreement by giving the other party not less than three calendar months notice in writing without showing any cause.
- e) Depending upon the Increase in profits & turnover of the Company, The Nomination & Remuneration Committee shall decide the performance Incentives and revision in remuneration of the Managing Director.

I. Remuneration of Non executive Director:

The Non Executive Directors of the Company are entitled to 1 % commission on the Net Profits of the Company calculated as per section 198 of the Companies Act 2013.

MANAGEMENT DISCUSSION AND ANALYSIS

1. Industry Outlook

Plastics have played a vital role in transforming the quality of life, and will progressively continue to do so over the years. The per-capita consumption of plastics in India is at around 11 to 12 kgs, as against 30 to 35 kgs in developed countries.

Normally, the tendency is to judge a product or item in terms of its waste disposal problem. The scientific approach is to make a comparative study of products or applications, based on measurements of energy input and the pollution discharged to land, water and air at every stage, from the time that basic raw materials are extracted from the earth to the time a product is produced, transported, used and disposed; this is called a Life Cycle Analysis (LCA).—or more simply the “cradle to grave approach”.

LCA studies conducted the world over (including the Centre for Polymer Science and Engineering, the Indian Institute of Technology, Delhi) have shown beyond any reasonable doubt, that plastics are the most eco-friendly materials; they have a pivotal role in reducing green house gas emissions.

Global automobile, foods processing packing and health care companies have established large manufacturing bases in India. Industry is expected to grow at the rate of 12% per annum in time to come.

2. Opportunities and Threats:

There are good opportunities in the specialty application film business - mostly industrial applications, with relatively high technology content and which are generally import substitutes. The risk of backward integration is less in these applications.

Plastics packaging adds value to agricultural produce by increasing its shelf- life and fortifying its nutritive value. The film performance for each item has to be tailored to meet specific requirements and is technology related.

Over the last three years, the industry has encountered volatility and uncertainty on price movements of Poly Ethylene, exchange rate volatility. Major policy decisions of the Government like Demonetisation, Protectionist movements in world.

3. Risks and Concern.

While risk is an inherent aspect of any business, the Company is conscious of the need to have an effective monitoring mechanism and has put in place appropriate measures for its mitigation including business portfolio risk, financial risk, legal risk and internal process risk.

4. Internal Financial Control Systems:

The Company's internal financial control systems are commensurate with the nature of its business and the size and complexities of its operations. These systems are designed to ensure that all assets of the Company are safeguarded and protected against any loss and that all transactions are properly authorized, recorded and reported.

5. Human Resources

It is your Company's belief that people are at the heart of corporate purpose and constitute the primary source of sustainable competitive advantage. Your Company's belief in trust, transparency and teamwork improved employee productivity at all levels

6. Disclosures

During the year the Company has not entered into any transaction of material nature with its promoters, the directors or the management, their subsidiaries or relatives etc that may have potential conflict with the interest of the Company at large.

All details of transaction covered under related party transaction are given in the notes to account.

7. Cautionary Statement :

Certain statements made in the Management Discussion and Analysis Report relating to the Company's objectives, projections, outlook, expectations, estimates and others may constitute 'forward looking statements' within the meaning of applicable laws and regulations. Actual results may differ from such expectations, projections and so on whether express or implied. Several factors could make significant difference to the Company's operations. These include climatic conditions and economic conditions affecting demand and supply, government regulations and taxation, natural calamities and so on over which the Company does not have any direct control.

INDEPENDENT AUDITORS' REPORT**TO THE MEMBERS OF****ECOPLAST LIMITED****Report on the Standalone Financial Statements**

We have audited the accompanying Standalone Financial Statements of **Ecoplast Limited** ('the Company'), which comprise the Balance Sheet as at 31st March 2017, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these Standalone Financial Statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made 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 includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Financial Statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the

aforesaid 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:

- i. in the case of the Balance sheet, of the state of affairs of the company as at March 31, 2017;
- ii. in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- iii. in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" Statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) in our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - (e) On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors,

none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act;

- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 1. The pending litigations as disclosed in Note No. 37(iii) of Financial Statements would not impact Financial position of the Company.
 2. The Company did not have any long-term contract including derivative contracts for which there were any material foreseeable losses.
 3. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company
 4. The company has provided requisite disclosures in its Standalone Financial Statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November 2016 to 30 December 2016 and these are in accordance with the books of accounts maintained by the company. Refer Note 38 to the Standalone Financial Statements.

For AKKAD MEHTA & Co.

Chartered Accountants

Firm ICAI Registration No. 100259W

SANJAY MEHTA

Partner

Membership No. 016859

Place: Mumbai

Date: 22nd May, 2017.

ANNEXURE-A TO THE INDEPENDENT AUDITORS' REPORT

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the Standalone Financial Statements for the year ended 31st March 2017, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has programme of physical verification of its fixed assets by which fixed assets are verified once in every three years. In our opinion, periodicity and procedures of physical verification is reasonable having regard to the size of the Company and the nature of its assets and no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) (a) The inventory, except goods-in-transit has been physically verified by the management at reasonable intervals during the current year. The discrepancies noticed on verification between the physical stocks and the book records were not material and have been properly dealt with in the books of accounts.
- (iii) The Company has not granted loans, secured or unsecured to Companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act') during the year. Hence paragraphs of clause (iii)(a)(b) and (c) are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has not granted loans, Investments, guarantees and securities under the provisions of section 185 and 186 of the Act. However, the Company had granted loans to Wholly owned Subsidiary Company under the erstwhile provisions of section 372A of the Companies Act, 1956. As per Rule 11 of the Companies (Meetings of Board and its power) Rules, 2014, Loans, investments and guarantees given to wholly owned subsidiary is exempted from complying the provisions of section 186(3) of the Act.
- (v) The Company has not accepted any deposits from the public during the year. Accordingly, the provision of clause 3(v) of the Order is not applicable to the Company.
- (vi) We have broadly reviewed the books of account maintained by the Company in respect of products where, pursuant to the Rules made by the Central Government of India, the maintenance of cost records has been prescribed under subsection (1) of Section 148 of the Act, and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, service tax, duty of customs, duty of Excise, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, service tax, duty of customs, duty of Excise, value added tax, cess and other material statutory dues were in arrears as at 31 March 2017 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no material dues of sales tax or duty of customs or duty of Excise or value added tax or cess which have not been deposited with the appropriate authorities on account of any dispute. However, according to information and explanations given to us, the following dues of income tax and Service Tax have not been deposited by the Company on account of disputes:

Name of the Statute	Nature of dues	Amount In (Rs.)	Period to which the amount relates	Forum where dispute is pending
The Finance Act, 1994	Service Tax Credit On The Service Of CHA	68,207	F.Y.2010-11	Superintendent, C.Ex.Valsad
The Finance Act, 1994	Service Tax Credit On The Service Of CHA	3,17,688	F.Y.2011-12	Superintendent, C.Ex.Valsad
The Finance Act, 1994	Service Tax Credit On The Service Of CHA	51,560	F.Y.2012-13	Superintendent, C.Ex.Valsad
The Finance Act, 1994	Service Tax Credit On The Service Of CHA	74,376	F.Y.2013-14	Superintendent, C.Ex.Valsad
The Finance Act, 1994	Cenvat Credit Of Service Tax Paid To Commission Agent	54,075	F.Y.2013-14	Deputy Commissioner Central Excise, Customs & Service Tax ,Division-Valsad
The Finance Act, 1994	Cenvat Credit Of Service Tax Paid To Commission Agent	12,400	F.Y.2013-14	Superintendent, C.Ex.Valsad
The Finance Act, 1994	Service Tax Credit On The Service Of CHA	31,164	F.Y.2014-15	Superintendent, C.Ex.Valsad
The Finance Act, 1994	Cenvat Credit Of Service Tax Paid To Commission Agent	16,769	F.Y.2015-16	Superintendent, C.Ex.Valsad
	TOTAL	6,26,239		

- (viii) The Company has not defaulted in repayment of loans or borrowings to Financial institutions or banks or government during the year. The Company did not have any outstanding dues of debenture holders.
- (ix) The Company did not raise any money by way of Initial public offer or further public offer (including debt Instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) According to the Information and explanations given to us by the Management, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act, 2013 where applicable and details of such transactions have been disclosed in the Note no. 34 of financial statements as required by the applicable accounting standards.
- (xiv) According to the Information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For AKKAD MEHTA & Co.

Chartered Accountants

Firm ICAI Registration No. 100259W

SANJAY MEHTA

Partner

Membership No. 016859

Place: Mumbai

Date: 22nd May, 2017.

ANNEXURE – B TO THE INDEPENDENT AUDITORS' REPORT

Report on the Internal Financial Controls under Clause (l) 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 **Ecoplast Limited** ("the Company") as of 31st March, 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2017, based on the information and explanation of the Company provided to us, Internal Financial Control framework and the report of the Internal Auditors 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 on Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

For AKKAD MEHTA & Co.

Chartered Accountants

Firm ICAI Registration No. 100259W

SANJAY MEHTA

Partner

Membership No. 016859

Place: Mumbai

Date: 22nd May, 2017.

BALANCE SHEET AS AT 31ST MARCH, 2017

	Note No	As at 31.03.2017	As at 31.03.2016
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS		₹	₹
Share Capital	3	3,00,00,000	3,00,00,000
Reserves and Surplus	4	20,96,94,005	19,00,19,020
		23,96,94,005	22,00,19,020
NON CURRENT LIABILITIES			
Long Term Borrowings	5	3,07,55,000	2,26,07,594
Deferred Tax Liabilities (Net)	6	82,20,759	80,21,190
Long Term Provisions	7	43,00,200	34,75,187
		4,32,75,959	3,41,03,971
CURRENT LIABILITIES			
Short Term Borrowings	8	9,82,66,575	7,25,54,762
Trade Payables	9		
-Total outstanding dues of micro and small enterprises		6,71,965	4,93,582
-Total outstanding dues of creditors other than micro & small enterprises		9,43,48,585	8,19,19,268
Other Current Liabilities	10	1,88,38,993	1,40,67,967
Short Term Provisions	11	45,73,198	36,88,580
		21,66,99,316	17,27,24,157
TOTAL		49,96,69,280	42,68,47,148
ASSETS			
NON CURRENT ASSETS			
Fixed Assets			
- Property, Plant & Equipment	12	12,66,35,191	10,47,76,757
- Capital work-in-progress	12	38,47,366	6,40,959
Non Current Investments	13	81,76,257	81,76,257
Long Term Loans & Advances	14	4,90,00,030	4,77,92,940
		18,76,58,844	16,13,86,913
CURRENT ASSETS			
Inventories	15	10,32,94,892	8,55,29,089
Trade Receivables	16	19,27,85,521	16,81,63,338
Cash & Cash Equivalents	17	44,66,573	38,94,766
Short Term Loans & Advances	18	91,61,718	60,97,072
Other Current Assets	19	23,01,732	17,75,970
		31,20,10,436	26,54,60,235
TOTAL		49,96,69,280	42,68,47,148
Significant Accounting Policies	2		
Notes Forming a part of the Financial Statements	3 To 42		

As per our Report of even date.
For **AKKAD MEHTA & CO.**
Chartered Accountants
Firm ICAI Registration No. 100259W

For and on behalf of the Board of Directors

SANJAY MEHTA
Partner
Membership No. 016859

P. P. KHARAS
Chairman

JAYMIN B.DESAI
Managing Director

ANTONY ALAPAT
Company Secretary

M. D. DESAI
C.F.O.
Place : Mumbai
Date: 22nd May, 2017

Place: Mumbai
Date: 22nd May, 2017

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2017

	Note No	31.03.2017	31.03.2016
		₹	₹
INCOME			
Revenue from Operations	20	96,14,05,650	93,08,27,218
Other Income	21	77,10,945	33,59,305
Total Revenue		96,91,16,595	93,41,86,523
EXPENDITURE			
Cost of Materials Consumed	22	72,41,38,529	68,79,80,356
Changes in Inventories of Finished Goods and Work in Progress	23	(24,70,839)	68,78,277
Employee Benefits Expense	24	6,77,16,338	6,12,01,916
Finance Costs	25	1,85,15,994	1,48,42,344
Depreciation & Amortization	12	1,78,57,268	1,67,84,490
Other Expenses	26	11,44,90,960	10,97,53,270
Total Expenses		94,02,48,250	89,74,40,653
Profit Before Tax		2,88,68,345	3,67,45,870
Tax Expenses:			
Current Tax		89,33,000	1,47,30,000
Deferred Tax		1,99,569	(13,00,896)
Tax in respect of Earlier Years		60,791	42,633
Profit for the year		1,96,74,965	2,32,74,132
Earnings Per Equity Share of Face Value of Rs.10 Each Basic & Diluted (in Rs.)		6.56	7.76
Significant Accounting Policies	2		
Notes Forming a part of the Financial Statements	3 To 42		

As per our Report of even date.
For **AKKAD MEHTA & CO.**
Chartered Accountants
Firm ICAI Registration No. 100259W

For and on behalf of the Board of Directors

SANJAY MEHTA
Partner
Membership No. 016859

P. P. KHARAS
Chairman

JAYMIN B.DESAI
Managing Director

ANTONY ALAPAT
Company Secretary

M. D. DESAI
C.F.O.
Place : Mumbai
Date: 22nd May, 2017

Place: Mumbai
Date: 22nd May, 2017

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017

Particulars	For the year ended 31 Mar, 2017		For the year ended 31 Mar, 2016	
	₹	₹	₹	₹
A. Cash flow from operating activities				
Net Profit before Tax as per Statement of Profit and Loss		2,88,68,345		3,67,45,869
<i>Adjustments for:</i>				
Depreciation and amortization and impairment	1,78,57,268		1,67,84,490	
(Profit) / loss on sale / write off of assets (net)	(1,20,187)		-	
Finance costs	1,85,15,994		1,48,42,345	
Interest Income	(7,82,976)		(5,88,509)	
Liabilities / provisions no longer required written back	(1,13,191)		(4,36,624)	
		3,53,56,907		3,06,01,702
Operating profit before working capital changes		6,42,25,252		6,73,47,571
<i>Changes in working capital:</i>				
<i>Adjustments for/(increase)/decrease in operating assets:</i>				
Inventories	(1,77,65,803)		46,47,969	
Trade receivables	(2,46,22,183)		34,04,198	
Short-term loans and advances	(30,64,646)		87,80,958	
Long-term loans and advances	(12,07,090)		(45,55,194)	
Other current assets	(5,25,762)		1,66,485	
<i>Adjustments for increase/(decrease) in operating liabilities:</i>				
Trade payables	1,27,20,893		(24,84,490)	
Other current liabilities	47,71,026		(41,66,358)	
Short-term provisions	8,84,618		12,63,184	
Long-term provisions	8,25,013		5,40,275	
		(2,79,83,934)		75,97,027
		3,62,41,318		7,49,44,598
Cash generated from operations		3,62,41,318		7,49,44,598
Net income tax (paid) / refunds		(89,93,791)		(1,47,72,633)
Net cash flow from / (used in) operating activities (A)		2,72,47,527		6,01,71,965
B. Cash flow from investing activities				
Capital expenditure on fixed assets, including capital advances	(4,29,31,452)		(1,46,71,380)	
Proceeds from sale of fixed assets	1,29,531		-	
Interest received				
- Others	7,82,976		5,88,509	
		(4,20,18,945)		(1,40,82,871)
		(4,20,18,945)		(1,40,82,871)
Net cash flow from / (used in) investing activities (B)		(4,20,18,945)		(1,40,82,871)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017				
Particulars	For the year ended 31 Mar, 2017		For the year ended 31 Mar, 2016	
	₹	₹	₹	₹
C. Cash flow from financing activities				
Proceeds / (Repayment) of long-term borrowing	81,47,406		(96,54,646)	
Net increase/(decrease) in short-term borrowing	2,57,11,813		(1,19,62,515)	
Finance cost	(1,85,15,994)		(1,48,42,345)	
Interim Dividends paid	-		(45,00,000)	
Tax on interim dividend	-		(9,16,094)	
Dividends paid	-		(36,00,000)	
Tax on dividend	-		(7,19,784)	
		1,53,43,225		(4,61,95,384)
Net cash flow from / (used in) financing activities (C)		1,53,43,226		(4,61,95,384)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		5,71,807		(1,06,290)
Cash and cash equivalents at the beginning of the year		38,94,766		40,01,057
Cash and cash equivalents at the end of the year		44,66,573		38,94,767
Cash and cash equivalents at the end of the year Comprises :				
(a) Cash on hand		3,39,476		3,10,028
(b) Balances with banks				
(i) In current accounts		7,88,178		6,04,526
(ii) In earmarked accounts (Refer Note (2) below)		33,38,919		29,80,213
		44,66,573		38,94,767

Notes:

- The Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 "Cash Flow Statement"
- These earmarked account balances with banks can be utilized only for the specific identified purposes.
- The previous year's figures have been regrouped/ restated wherever necessary to conform to this year's classification.

As per our Report of even date.
For AKKAD MEHTA & CO.
Chartered Accountants
 Firm ICAI Registration No. 100259W

For and on behalf of the Board of Directors

SANJAY MEHTA
Partner
 Membership No. 016859

P. P. KHARAS
 Chairman

JAYMIN B.DESAI
 Managing Director

ANTONY ALAPAT
 Company Secretary

M. D. DESAI
 C.F.O.
 Place : Mumbai
 Date: 22nd May, 2017

Place: Mumbai
 Date: 22nd May, 2017

NOTES FORMING PART OF THE ACCOUNTS**1. Corporate Information**

Ecoplast Limited is Public Limited Company domiciled in India and incorporated under the provisions of the Companies Act, 1956 having Corporate Identity Number L25200GJ1981PLC004375. Company has its registered office at Valsad, Gujarat. Its shares are listed on Bombay Stock Exchange in India. The Company is engaged in the business of manufacturing, processing and selling of Co-extruded Plastic Film for packaging and industrial applications. The principal place of business of the company is at Abrama-Valsad. The Company caters to both domestic and international markets. It has various certifications like ISO 9001, ISO 14001 and ISO 22000 registration for products thereby complying with globally accepted quality standards.

2. Summary of Significant Accounting Policies**2.1 Basis of Accounting and preparation of financial statements**

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, Rule 3 of the Companies (Accounting Standards) Amendment Rules, 2016, the provisions of the Act (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

All the assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalent, the Company has ascertained its Operating Cycle to be 12 months for the purpose of current-non-current classification of assets and liabilities.

2.2 Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates, judgements and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.3 Inventories

The mode of valuing closing stock is as under:

Inventory Type	Mode of Valuation
Raw-Materials & Packing Materials	at Cost
Semi-Finished Goods	at lower of Cost or net realisable value
Finished Goods	at lower of Cost or net realisable value
Consumable stores, Ink and Fuel	at cost
Scrap	at net realisable value

The cost for the purpose of valuation of Finished and Semi - Finished goods is arrived at on FIFO basis and includes Cost of conversion and other cost incurred in bringing the inventories to their present location and condition. Due allowance is estimated and made for defective and obsolete items, wherever necessary, based on the past experience of the company.

2.4 Cash and Cash Equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

2.5 Cash Flow Statement

Cash flows are reported using the Indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.6 Dividends

Final dividends on shares are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the Company's Board of Directors.

2.7 Revenue Recognition

- a. Domestic Sales are recognised when goods are dispatched. Sales are accounted net of amount recovered towards Excise duty, Central Sales tax and Value added tax.
- b. Export Sales are accounted for on the basis of the date of Bill of Lading.
- c. Sales rejections are accounted on actual receipt of rejected goods/settlement of claims.
- d. Price differences are accounted on actual settlement with the parties.
- e. Insurance and other claims are accounted on cash basis.
- f. Export Incentives are accounted on receipt basis.
- g. Interest income is accounted on accrual basis.

2.8 Property, Plant and Equipment

- a. Property, Plant and Equipment are stated at cost of acquisition or construction or at revalued amounts wherever such assets have been revalued less accumulated depreciation and impairment if any.
 - b. The cost of Property, Plant and Equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use.
 - c. Depreciation is systematically allocated over their useful lives using written down value method of an assets considering useful life as specified in part C of schedule II of Companies Act, 2013.
 - d. Depreciation for assets purchased/sold during a period is proportionately charged.
 - e. Advances paid towards acquisition of Property, Plant and Equipment outstanding at each Balance sheet date is classified as capital advances under other non-current assets and the cost of assets not
-

put to use before such date are disclosed under 'Capital work-in-progress'. Subsequent expenditure relating to Property, Plant and Equipment is capitalized only when it is probable that future economic benefits associated with this will flow to the Company and the cost of item can be measured reliably. Repairs & Maintenance costs are recognized in statement of profit & loss when incurred. The cost and related accumulated depreciation are eliminated from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in statement of profit & loss. Asset to be disposed off are reported at the lower of the carrying value or the fair value less cost to sell.

- f. Machinery spares other than stand-by spares are charged to Statement of Profit & Loss as and when consumed. Machinery spares, stand-by equipment and servicing equipment expected to be used during more than a period of twelve months are recognised as Property, Plant and Equipment and depreciated over the balance useful life of the principal item.

2.9 Foreign Currency Transactions

Initial Recognition: All transactions in foreign currency are recorded on initial recognition at the exchange rate prevailing at the time of the transaction.

Measurement at Balance Sheet date: Monetary assets and liabilities denominated in foreign currency are reported using the closing exchange rate on each balance sheet date unless covered by forward contract.

Treatment of Exchange Differences: The exchange difference arising on the settlement of monetary items or on reporting these items at rates different from rates at which these were initially recorded/ reported in financial statements are recognised as income/expense in the Statement of Profit & Loss of the year.

2.10 Investments

Investments that are intended to be held for more than a year, from the date of acquisition, are classified as long-term investments and are carried at acquisition cost. However, provision for diminution in value of investments is made to recognise a decline, other than temporary, in the value of the investments. Investments, other than long-term investments, being current investments, are valued at cost or fair value, whichever is lower, determined on an individual basis.

2.11 Employee Benefits

Short term employees benefits

All employees benefits payable wholly within 12 months of rendering service are classified as short term employees benefits. Benefits such as salaries, wages and short term compensated absences etc. and the expected cost of bonus/ex-gratia are recognised in the period in which the employee renders the related services.

Defined Contribution Plans

Superannuation :

The Company has Defined Contribution Plan for Post employment benefits in the form of Superannuation Fund for certain class of employees as per the scheme, administered through Life Insurance Corporation (LIC) and Trust which is administered by the Trustees and is charged to revenue every year. Company has no further obligation beyond its contributions.

Employee's Family Pension :

The Company has Defined Contribution Plan for Post-employment benefits in the form of family pension for all eligible employees, which is administered by the Regional Provident Fund Commissioner and is charged to revenue every year. Company has no further obligation beyond its monthly contributions.

Provident Fund :

The Company has Defined Contribution Plan for Post-employment benefits in the form of Provident Fund for all eligible employees; which is administered by the Regional Provident Fund Commissioner and is charged to revenue every year. Company has no further obligations beyond its monthly contributions.

Defined Benefit Plans**Gratuity :**

The Company has a Defined Benefit Plan for Post-employment benefit in the form of gratuity for all eligible employees which is administered through Life Insurance Corporation (LIC) and a trust which is administered by the trustees. Liability for above defined benefit plan is provided on the basis of actuarial valuation as at the Balance Sheet date, carried out by an independent actuary. The actuarial method used for measuring the liability is the Projected Unit Credit method. The Company fully contributes all ascertained liabilities to the Ecoplast Limited Employees Group Gratuity Scheme (the Trust). Trustees administer contributions made to the Trusts and contributions are invested in a scheme with Life Insurance Corporation of India as permitted by laws of India.

Compensated Absences :

Liability for Compensated Absences is provided on the basis of valuation, as at the Balance Sheet date, carried out by an independent actuary. The Actuarial valuation method used for measuring the liability is the Projected Unit Credit method. Under this method, the Defined Benefit Obligation is calculated taking into account pattern of availment of leave whilst in service and qualifying salary on the date of availment of leave. In respect of encashment of leave, the Defined Benefit obligation is calculated taking into account all types of the increment, salary growth, attrition rate and qualifying salary projected up to the assumed date of encashment.

Termination Benefits

Termination benefits are recognised as expense immediately

2.12 Borrowing Costs

Borrowing costs directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of the assets, upto the date the asset is put to use. A qualifying asset is an asset that necessarily takes substantial period of time to get ready for its intended use. Other borrowing costs are charged to the Statement of Profit and Loss in the year in which they are incurred.

2.13 Research and Development

Revenue expenditure, including overheads on Research & Development, is charged as an expense through the natural heads of account in the year in which incurred. Expenditure which results in the creation of capital assets is capitalised and depreciation is provided on such assets as applicable.

2.14 Cenvat Credit

Cenvat credit available on purchase of services / materials / capital goods is accounted by reducing cost of services / materials / capital goods. Cenvat credit availed of is accounted by way of adjustment against Excise duty payable on dispatch of finished goods.

2.15 Lease

For Premises taken on lease, lease rentals payable are charged to revenue. Leases under which the Company assumes substantially all the risks and rewards of ownership are classified as finance leases.

When acquired, such assets are capitalized at fair value or present value of the minimum lease payments at the inception of the lease, whichever is lower. Lease payments under operating leases are recognized as an expense on a straight line basis in the statement of profit and loss over the lease term.

2.16 Earning per share

Basic earning per share is calculated by dividing the profit attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period. The weighted average number of equity shares outstanding during the period and all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of share outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

2.17 Taxation

Current tax

Provision for Income Tax is made on the assessable profits of the Company at the tax rate applicable to the relevant assessment year and in accordance with the provisions of the Income Tax Act, 1961. Excess/short provisions and interest thereon are recognised only on completion of assessment or where adjustments made by the Assessing Officer are disputed, on receiving the 'Order Giving Effect' to the tax determined by the CIT (Appeals) and thereafter on final settlement of further disputes.

Deferred Tax Provision

Deferred tax assets & liabilities resulting from timing differences between book profits and tax profits are accounted for under the liability method and measured at substantially enacted rates of tax at the Balance Sheet date to the extent that there is reasonable/ virtual certainty that sufficient future taxable income will be available against which such deferred tax asset/ virtual liability can be realised.

2.18 Impairment of Assets

In accordance with AS 28 on 'Impairment of Assets', where there is an indication of impairment of the company's assets related to cash generating units, the carrying amount of such assets are reviewed at each Balance Sheet date to determine whether there is any impairment. An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

2.19 Provisions/ Contingencies

The Company recognises a provision when there is a present obligation as result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a Contingent liability is made when there is a present obligation that may, but probably will not, require a outflow of resources. When there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure as specified in Accounting Standard 29 - 'Provisions, Contingent Liabilities and Contingent Assets, is made. Contingent Assets are neither recognised nor disclosed, in the financial statements.

2.20 Provision for Bad and Doubtful Debts/Advances

Provision is made in the accounts for Bad and Doubtful Debts as and when the same in the opinion of the management, are considered doubtful of recovery.

NOTE NO. 3 : SHARE CAPITAL

Particulars	As at 31 March, 2017		As at 31 March, 2016	
	No. of Shares	₹	No. of Shares	₹
Authorised				
Equity Shares of Rs. 10 each with voting rights	1,00,00,000	10,00,00,000	1,00,00,000	10,00,00,000
Issued, Subscribed and fully paid up				
Equity Shares of Rs. 10/- each fully paid-up with voting right	30,00,000	3,00,00,000	30,00,000	3,00,00,000
	30,00,000	3,00,00,000	30,00,000	3,00,00,000

3.1 The reconciliation of the number of shares outstanding is set out below:-

Particulars	As at 31 March, 2017		As at 31 March, 2016	
	No. of Shares	₹	No. of Shares	₹
Equity Shares outstanding at the beginning of the year	30,00,000	3,00,00,000	30,00,000	3,00,00,000
Add: Fresh Issue during the year	-	-	-	-
Less: Buy back during the year	-	-	-	-
Equity Shares outstanding at the end of the year	30,00,000	3,00,00,000	30,00,000	3,00,00,000

3.2 The Company has only one class of equity shares having a par value of Rs. 10 per share. Each Shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors is subject to the approval of shareholders.

3.3 The Paid-up Capital includes 1,500,000 Equity Shares of Rs.10 each allotted as fully paid up Bonus shares by capitalising Rs.5,000,000 out of General Reserve and Rs. 10,000,000 out of Revaluation Reserve prior to Listing of Company's Equity Shares.

3.4 Details of shares held by each shareholder holding more than 5% shares :

Class of shares / Name of shareholder	As at 31 March, 2017		As at 31 March, 2016	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Mrs Amita J. Desai	5,41,846	18.06%	5,41,846	18.06%
Mrs Charulata N. Patel	3,83,911	12.80%	3,77,783	12.59%
Silver Stream Properties Pvt Ltd.	4,76,827	15.89%	4,76,827	15.89%

NOTE NO. 4 : RESERVES AND SURPLUS

Particulars	As at 31 March, 2017		As at 31 March, 2016	
	Amount ₹		Amount ₹	
(a) Securities premium reserve				
Balance as per last Balance Sheet	3,00,00,000		3,00,00,000	
Closing Balance	3,00,00,000		3,00,00,000	
(b) General reserve				
Balance as per last Balance Sheet	5,07,81,315		4,82,81,315	
Add: Transferred from surplus in Statement of Profit and Loss	-		25,00,000	
Closing Balance	5,07,81,315		5,07,81,315	

(c) Surplus In Statement of Profit and Loss		
Balance as per last Balance Sheet	10,92,37,705	9,38,79,667
Add: Profit for the year	1,96,74,985	2,32,74,132
	12,89,12,690	11,71,53,799
Transferred to General reserve	-	25,00,000
Interim Dividend distributed to equity shareholders (1.50 per share)	-	45,00,000
Tax on Interim dividend	-	9,16,094
Closing Balance	12,89,12,690	10,92,37,705
Total	20,96,94,005	19,00,19,020

NOTE NO. 5 : LONG TERM BORROWINGS

	As at 31-03-2017		As at 31-03-2016	
	₹		₹	
	Non-Current	Current	Non-Current	Current
SECURED				
Term Loan from Bank				
Bank of Baroda Term Loan IV	24,79,000	17,64,000	42,43,000	17,64,000
Bank of Baroda Coporate Loan V	88,45,000	46,56,000	1,80,00,000	60,00,000
Bank of Baroda Coporate Loan VI	57,27,000	20,04,000	-	-
Bank of Baroda Coporate Loan VII	1,37,04,000	35,04,000	-	-
UNSECURED				
Car Loan under Hire Purchase	-	3,59,819	3,64,594	10,31,428
	3,07,55,000	1,22,87,819	2,26,07,594	87,95,428

Details:

(i) The above Loans are Secured by Equitable Mortgage of Land & Factory Building of the Company at Abrama-Valsad, Office Premises at Andheri (East) Mumbai & hypothecation of Plant and Machineres, Electrical Installations, Furniture & Fixtures, Office Equipments and Other Movable Fixed Assets of the Company, both present and future and hypothecation of raw materials ,stock in process, Stores & Spares, packing materials and finished goods and book debts of the Company both present and future and further secured by personal guarantee of Managing Director.

(ii) Interest Rate Profile of Term Loans & Deposits are set out as below:

Particulars	Rate of Interest (p.a.)	Amount in ₹
Term Loan from Bank-IV	10.45%	42,43,000
Corporate Loan from Bank-V	10.45%	1,35,01,000
Term Loan from Bank-VI	10.45%	77,31,000
Term Loan from Bank-VII	10.45%	1,72,08,000
		4,26,83,000
Car Loan under Hire Purchase	10.78%	1,60,415
Car Loan under Hire Purchase	10.51%	99,702
Car Loan under Hire Purchase	10.51%	99,702
		3,59,819

(iii) Maturity Profile of Term Loans & Deposits is set out below:

Particulars	Maturity Profile (Amount in ₹)		
	1-2 years	3-4 years	>4 years
Term Loan from Bank-IV	35,28,000	7,15,000	-
Corporate Loan from Bank-V	93,12,000	41,89,000	-
Term Loan from Bank-VI	40,08,000	37,23,000	-
Term Loan from Bank-VII	70,08,000	70,08,000	31,92,000
Car Loan under Hire Purchase	3,59,819	-	-

NOTE NO. 6 : DEFERRED TAX LIABILITY (NET)

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Deferred tax (liability) / asset		
Tax effect of items constituting deferred tax liability		
On difference between book balance and tax balance of fixed assets	1,30,02,570	1,22,70,809
Tax effect of items constituting deferred tax liability	1,30,02,570	1,22,70,809
Tax effect of items constituting deferred tax assets		
Provision for compensated absences, gratuity & other employee benefits	29,33,812	23,68,558
Provision for doubtful debts / advances	2,61,951	2,95,014
Provision for diminution in the value of investments	15,86,049	15,86,049
Tax effect of items constituting deferred tax assets	47,81,811	42,49,619
Net deferred tax (Liability) / Asset	(82,20,759)	(80,21,190)

NOTE NO. 7 : LONG -TERM PROVISIONS

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Provision for employee benefits :		
Provision for compensated absences	43,00,200	34,75,187
Total	43,00,200	34,75,187

NOTE NO. 8 : SHORT-TERM BORROWINGS

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Loans repayable on demand		
From banks		
Secured	8,99,06,756	6,35,23,334
From Others - Unsecured		
Inter Corporate Deposits	80,00,000	80,00,000
Car Finance under H.P. Agreement (Refer Note No. 5)	3,59,819	10,31,428
Total	9,82,66,575	7,25,54,762

8.1 Details of Security for the secured short-term borrowings :

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Loans repayable on demand		
Bank Of Baroda	8,99,06,756	6,35,23,334
	8,99,06,756	6,35,23,334

(Secured by hypothecation of inventories, book debts of the Company both present & futures and collaterally secured by equitable mortgage of Company's Land and Factory Buildings at Abrama-Valsad and Office Premises at Andheri (East) Mumbai, hypothecation of Plant and Machineries, Electrical Installations, Furniture & Fixtures, Office Equipments and guaranteed by Managing Director)

Interest Rate : 10.45%

NOTE NO. 9 : TRADE PAYABLES

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Trade payables :		
Micro, Small and Medium Enterprises	6,71,965	4,93,582
Others	9,43,48,585	8,19,19,266
Total	9,50,20,550	8,24,12,848

9.1 Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 :

Amount due to Micro, Small and Medium Enterprises as on 31st March, 2017 are disclosed on the basis of Information available with the Company regarding status of the suppliers is as follows :

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Principal Amount due and remaining unpaid	6,71,965	4,93,582
Interest due on above and the unpaid interest	25,228	15,674
Interest paid during the year	-	-
Payment made beyond the appointed day during the year	12,75,147	7,86,092
Interest due and payable for the period of delay	361	419
Interest accrued and remaining unpaid	25,589	16,093
Amount of further interest remaining due and payable in succeeding years	25,589	22,856

This information has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

NOTE NO. 10 : OTHER CURRENT LIABILITIES

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Current maturities of long-term Secured Debts (Refer Note No.5)	1,19,28,000	77,64,000
Unclaimed dividends*	8,40,530	10,25,907
Unclaimed matured deposits and interest accrued thereon	23,022	1,41,482
Other payables		
Statutory dues payable	30,52,069	34,40,340
Advances from customers	22,87,202	9,43,226
Others -Net Salaries & Wages Payable	7,08,170	7,53,012
Total	1,88,38,993	1,40,67,967

* There are no amounts due and outstanding to be credited to the Investor Education and Protection Fund.

NOTE NO. 11 : SHORT-TERM PROVISIONS

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Provision for employee benefits :		
Provision for bonus	17,78,902	16,93,824
Provision for compensated absences	13,70,903	14,13,648
Provision for gratuity	14,23,393	5,81,108
	45,73,198	36,88,580

NOTE NO. 12 : FIXED ASSETS

Tangible assets Property, Plant & Equipment	GROSS BLOCK				Accumulated depreciation and Impairment				NET BLOCK	
	Balance as at 1-4-2016	Additions	Disposals (Adjust- ments)	Borrowing cost Capitalised	Balance as at 31-3-2017	Balance as at 1-4-2016	Depreciation for the year	Eliminated on disposal of assets/ Adjustments	Balance as at 31-3-2017	Balance as at 31-3-2016
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
Own Assets										
Land - Freehold	50,96,185 (50,96,185)	-	-	-	50,96,185 (50,96,185)	-	-	-	50,96,185 (50,96,185)	50,96,185 (50,96,185)
Buildings *	4,44,10,418 (4,31,29,130)	67,35,903 (12,81,288)	-	-	5,11,46,321 (4,44,10,418)	1,92,72,669 (1,81,74,981)	13,73,296 (10,97,678)	-	2,06,45,956 (1,92,72,659)	2,51,37,759 (2,49,54,149)
Plant and Equipment	21,44,49,289 (20,14,58,181)	3,21,02,446 (1,29,91,108)	-	-	24,65,51,735 (21,44,49,289)	14,59,06,653 (13,16,56,039)	1,49,81,160 (1,42,50,614)	-	16,08,87,813 (14,59,06,653)	8,56,63,923 (6,85,42,636)
Furniture and Fixtures	38,96,647 (38,17,490)	1,89,548 (79,157)	10,120	-	40,76,075 (38,96,647)	35,34,335 (34,52,996)	80,063 (81,339)	776	36,13,622 (35,34,335)	4,62,453 (3,62,312)
Vehicles **	91,71,826 (91,71,826)	70,201	8,48,953	-	83,92,874 (91,71,826)	55,00,424 (47,38,186)	7,86,207 (7,62,238)	8,48,953	54,17,679 (55,00,424)	29,75,195 (36,71,201)
Office equipment	1,46,53,761 (1,40,68,822)	6,26,947 (5,84,939)	26,73,980	-	1,26,06,748 (1,46,53,761)	1,26,87,097 (1,20,94,474)	6,56,541 (5,92,623)	26,73,980	1,06,69,678 (1,26,87,097)	19,37,070 (19,66,664)
Gross Total ***	29,16,77,926	3,97,25,045	35,33,033	-	32,78,69,938	18,69,01,169	1,78,57,268	35,23,889	20,12,34,747	12,66,35,181
C W I P	6,40,959	38,47,366	6,40,959	-	38,47,366	-	-	-	-	6,40,959
	(9,06,070)	(6,40,959)	(9,06,070)	-	(6,40,959)	-	-	-	-	(9,06,070)
Previous year	29,23,18,885	4,35,72,411	41,73,992	-	33,17,17,304	18,69,01,169	1,78,57,268	35,23,889	20,12,34,747	13,04,82,557
	27,76,47,504	1,55,77,451	9,06,071	-	29,23,18,884	17,01,16,678	1,67,84,490	-	18,69,01,168	10,54,17,716

* Buildings include Rs.250 being cost of 5 shares of Rs.50 each in Riddhi Premises Co-operative Housing Society Ltd.

** Details of assets acquired under hire purchase agreements

Particulars	Gross Block		Net Block	
	31 March, 2017	31 March, 2016	31 March, 2017	31 March, 2016
Vehicles	Rs. 55,14,152	Rs. 66,68,120	Rs. 25,64,420	Rs. 36,71,202

*** Gross Block include Rs. 24,46,449 on revaluation of Fixed Assets as on 31st March, 1994 excluding Vehicles, Furniture & Fixtures and Office Equipments.

NOTE NO. 13 : NON-CURRENT INVESTMENTS

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Other Investments		
Investment In Equity Shares of a Subsidiary Company		
Unquoted 11,95,360 (As at 31 March 2016 : 11,95,360) Equity Shares of Rs.10 each fully paid up in Synergy Films Pvt. Ltd.	1,53,72,486	1,53,72,486
Less : Provision for diminution in value of Investments till date	71,96,229	71,96,229
Total	81,76,257	81,76,257

NOTE NO. 14 : LONG - TERM LOANS AND ADVANCES

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Capital Advances		
Unsecured, considered good	-	38,61,500
Security deposits		
Unsecured, considered good	66,59,551	42,68,277
Loans and advances to related parties		
Unsecured, considered good		
Loan and Interest due their on from a Subsidiary Company (Refer Note 35)	3,72,18,771	3,72,18,771
Loans and advances to employees	12,08,019	10,26,275
Prepaid expenses	3,25,708	4,64,839
Advance Income tax net of provisions	34,12,202	8,42,078
Balances with government authorities		
Unsecured, considered good		
CST & VAT receivable on Assessment	1,75,779	1,11,200
Total	4,90,00,030	4,77,92,940

NOTE NO. 15 : INVENTORIES

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Raw materials	4,13,23,246	3,68,45,708
Raw-Materials in-transit	3,41,98,105	2,15,01,313
Work-in-progress	1,28,60,043	1,11,71,075
Finished goods	97,87,821	1,08,73,108
Finished Goods in-transit	43,40,219	22,73,061
Packing Material, Stores and Spares	9,67,834	28,50,875
Others - Scrap	17,624	13,949
Total	10,32,94,892	8,55,29,089

NOTE NO. 16 : TRADE RECEIVABLES

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Unsecured, considered good	44,38,092	-
Doubtful	7,92,277	8,92,277
	52,30,369	8,92,277
Less: Provision for doubtful trade receivables	7,92,277	8,92,277
	44,38,092	-
Other Trade receivables*		
Unsecured, considered good	18,83,47,429	16,81,63,338
Total	19,27,85,521	16,81,63,338

* Includes trade receivable from Subsidiary Company of Rs.40,30,290 (Previous Year Rs.40,08,464) and Rs. NIL (Previous Year -Rs. 25,807) from other related party (Refer Note No. 34).

NOTE NO. 17 : CASH AND CASH EQUIVALENTS

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Cash on hand	3,39,476	3,10,028
Balances with banks		
In current accounts*	8,30,439	7,65,652
Unpaid dividend accounts	8,41,190	10,26,568
In Fixed Deposit Accounts, held as margin money against Letter of Credit#	24,55,468	17,92,518
Total	44,66,573	38,94,766

* This includes Rs.42,261/- (PY : 1,61,127/-) balances of accounts designated for repayment of unclaimed deposits and Interest accrued thereon.

Includes deposits of Rs. 13,59,598/- under Bank's Lien as a collateral security for Working Capital facilities availed by Subsidiary Company-Synergy Films Pvt. Ltd.

NOTE NO. 18 : SHORT-TERM LOANS AND ADVANCES

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Prepaid expenses	25,16,497	27,26,082
Balances with Government Authorities		
Centvat credit receivable	19,20,811	11,33,248
Service Tax credit receivable	31,79,043	12,16,933
Advance to Trade Payables	5,05,905	1,08,932
Loans and Advances to employees	10,39,462	9,11,877
Total	91,61,718	60,97,072

NOTE NO. 19 : OTHER CURRENT ASSETS

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Accruals		
Interest accrued on Fixed Deposits with Banks & Other Deposits	5,32,545	3,93,797
Others - TDS Refund Receivable	3,60,814	4,39,326
Discount Receivable	14,08,373	9,42,846
Total	23,01,732	17,75,969

NOTE NO. 20 : REVENUE FROM OPERATIONS

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Sale of products	1,06,76,57,773	10,22,885,840
Processing charges	-	62,97,095
Other operating revenues	15,33,393	11,99,793
	1,06,91,91,166	1,03,03,82,728
Less:		
Excise duty	10,77,85,516	9,95,55,510
Total	96,14,05,650	93,08,27,218
Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Sale of products comprises :		
Manufactured goods		
Plastic Film	1,04,13,60,057	98,45,74,171
Others	46,02,000	28,28,100
Traded goods		
Others	2,18,95,716	3,54,83,569
Total - Sale of products	1,06,76,57,773	1,02,28,85,840
Sale of services comprises :		
Processing charges	-	62,97,095
Total - Sale of services	-	62,97,095
Other operating revenues comprise :		
Sale of Scraps	15,33,393	11,99,793
Total - Other operating revenues	15,33,393	11,99,793

NOTE NO. 21 : OTHER INCOME

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Interest income	7,82,976	5,88,509
Other non-operating Income	69,27,969	27,70,796
Total	77,10,945	33,59,305
Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Interest Income comprises :		
Interest from banks on Fixed Deposits	2,33,112	1,35,704
Interest on Deposit with Dakshin Gujarat Vij Co Ltd.	4,63,662	4,00,323
Interest on Employees Loan	86,202	52,482
Total - Interest Income	7,82,976	5,88,509
Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Other non-operating Income comprises :		
Profit on sale of fixed assets	1,20,187	-
Liabilities / provisions no longer required written back (net)	1,13,191	4,36,624
Insurance Claim Received	5,12,303	2,80,276
Gain on foreign currency transactions and translation (net)	51,25,412	7,80,434
Miscellaneous income	10,56,875	12,73,462
Total - Other non-operating income	69,27,969	27,70,796

NOTE NO. 22 : COST OF MATERIALS CONSUMED

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Opening stock	3,68,59,857	4,39,05,086
Add: Purchases	72,86,19,742	68,09,34,947
	76,54,79,399	72,48,40,013
Less: Closing stock	4,13,40,870	3,68,59,857
Cost of material consumed	72,41,38,529	68,79,80,356
Material consumed comprises :		
Poly Granuals	64,06,47,970	60,68,37,607
Other items	6,22,03,627	4,62,42,094
<u>Traded goods</u>		
Others	2,12,86,932	3,49,00,655
Total	72,41,38,529	68,79,80,356

Imported and Indigenous Raw Materials Consumed :

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Raw Materials :		
Imported		
Value	40,45,99,645	37,56,62,080
Percentage	56	55
Indigenous		
Value	31,95,38,884	31,23,18,276
Percentage	44	45
Total Value	72,41,38,529	68,79,80,356
Total Percentage	100	100

NOTE NO. 23 : CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
<u>Inventories at the end of the year :</u>		
Finished goods	1,28,58,700	1,17,38,238
Work-in-progress	1,26,60,043	1,11,71,075
	2,55,18,743	2,29,09,313
<u>Inventories at the beginning of the year :</u>		
Finished goods	1,17,38,238	1,71,87,037
Work-in-progress	1,11,71,075	1,17,71,413
	2,29,09,313	2,89,58,450
Add/(Less) :- Variation in excise duty on opening and closing stock of finished goods	(1,38,591)	(8,29,140)
Net (increase) / decrease	(24,70,839)	68,78,277

NOTE NO. 24 : EMPLOYEE BENEFITS EXPENSE

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Salaries, Wages, Bonus and Other Allowances	5,88,46,190	5,33,07,065
Contributions to Provident and other funds	77,32,295	69,44,364
Staff Welfare expenses	11,37,853	9,50,487
Total	6,77,16,338	6,12,01,916

NOTE NO. 25 : FINANCE COSTS

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Interest expense on :		
Borrowings*	1,59,06,832	1,33,54,616
Other borrowing costs	26,09,162	14,87,729
Total	1,85,15,994	1,48,42,344

* Interest expense include interest on loans for fixed period 51,16,934 46,80,851

NOTE NO. 26 : OTHER EXPENSES

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Consumption of Stores and Spare parts	30,78,796	29,32,554
Consumption of Packing Materials	1,99,87,182	1,84,69,925
Consumption of Printing Cylinders	16,94,199	11,57,194
Power and fuel	4,30,44,473	4,10,01,054
Conversions Charges Paid	1,67,086	-
Repairs and Maintenance - Buildings	14,66,789	10,60,082
Repairs and Maintenance - Machinery	60,51,850	66,88,992
Repairs and Maintenance - Others	6,33,338	5,32,890
Insurance	23,80,153	21,55,423
Rates and taxes	1,82,019	1,94,977
Communication	7,57,952	7,35,710
Travelling and Conveyance	42,54,056	38,70,357
Printing and Stationery	11,33,035	11,76,008
Freight and forwarding	1,10,12,948	1,09,58,135
Sales Commission	2,08,841	1,11,780
Sales discount	3,00,648	11,216
Business promotion	87,013	1,01,061
Donations and contributions	3,00,000	3,30,000
Motor Car Expenses	7,91,851	10,31,968
Security Charges	18,80,668	15,93,301
Royalty Paid	53,80,400	60,38,242
Directors Sitting Fees	8,20,000	9,30,000
Commission to Non-Executive Directors	2,90,385	3,71,171
Legal and Professional	29,56,550	24,20,001
Payments to Auditors	10,82,141	10,45,039
Bad trade receivables Written off	-	50,000
Other Miscellaneous Expenses	47,48,587	47,86,190
Total	11,44,90,960	10,97,53,270

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Payments to the auditors comprises		
(a) To statutory auditors		
Audit Fees	4,00,000	3,00,000
Taxation Matters	70,000	50,000
Company Law Matters	70,000	50,000
Tax Audit Fees	70,000	50,000
Certification and Other Services	2,99,423	4,86,385
Reimbursement of Expenses	1,72,718	1,08,654
Total	10,82,141	10,45,039

NOTE NO. 27 : VALUE OF IMPORTS ON CIF BASIS

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Raw Materials	35,83,70,266	34,50,85,764
Components and Spare Parts	21,12,216	6,80,514
Capital Goods	1,72,34,087	86,25,390

NOTE NO. 28 : EXPENDITURE IN FOREIGN CURRENCY

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Travelling Expenses	6,85,375	4,74,001
Interest on Buyers Credit	41,442	-
Remittance Charges	4,32,184	4,84,514
Royalty Paid	53,80,400	60,38,242

NOTE NO. 29 : VALUE OF STORES AND SPARES CONSUMED

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Imported		
Value	15,42,929	1,241,808
Percentage	50	42
Indigenous		
Value	15,35,867	1,690,746
Percentage	50	58
	30,78,796	2,932,554
	100	100

NOTE NO. 30 : EARNINGS IN FOREIGN EXCHANGE

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Export of Goods calculated on FOB basis	10,12,26,055	10,50,99,258

NOTE NO. 31 : DISCLOSURE IN ACCORDANCE WITH REVISED AS-13 ON "ACCOUNTING FOR INVESTMENTS"

In respect of Investment of Rs.153.72 Lacs (Previous Year : Rs. 153.72 Lacs) made in Subsidiary Company Synergy Films Pvt. Ltd. the accumulated losses as per audited accounts as at 31st March, 2017 amounts to Rs. 176.52 Lacs (Prvious Year : Rs. 257.08 Lacs) representing the erosion of the net worth of the Subsidiary company due to carried forward operational losses. The company has, at the close of the year, assessed the carrying value of its investments and based on such assessment, the Company has not made any provision during the year for permanent diminution in the value of its investments in Synergy Films Pvt. Ltd.

NOTE NO. 32 DISCLOSURES UNDER ACCOUNTING STANDARD AS15
Particulars
Employee benefit plans
Defined Contribution Plans

The Company makes Provident Fund and Superannuation Fund contributions to defined contribution plans for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised ` 31,72,950 (Year ended 31 March, 2016 ` 29,37,815) for Provident Fund contributions and ` 22,57,061 (Year ended 31 March, 2016 ` 20,24,683) for Superannuation Fund contributions in the Statement of Profit and Loss. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.

Defined Benefit Plans

The Company offers the following employee benefit schemes to its employees :

Gratuity

The following table sets out the funded status of the defined benefit schemes and the amount recognised in the financial statements :

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
	Gratuity	Gratuity
Components of employer expense		
Current service cost	6,61,406	472,661
Interest cost	47,012	36,415
Expected return on plan assets	-	-
Actuarial losses/(gains)	14,08,930	12,87,756
Total expense recognised in the Statement of Profit and Loss	21,17,348	17,96,832
Actual contribution and benefit payments for year		
Actual benefit payments	-	-
Actual contributions	12,75,063	16,73,775
Net asset / (liability) recognised in the Balance Sheet		
Present value of defined benefit obligation	(1,69,96,022)	(1,37,84,401)
Fair value of plan assets	1,55,72,629	1,32,03,293
Funded status [Surplus / (Deficit)]	(14,23,393)	(5,81,108)
Net asset / (liability) recognised in the Balance Sheet	(14,23,393)	(5,81,108)
Change in defined benefit obligations (DBO) during the year		
Present value of DBO at beginning of the year	1,37,84,401	1,11,03,052
Current service cost	6,61,406	4,72,661
Interest cost	11,15,158	8,82,693
Actuarial (gains) / losses due to change in Financial Assumption	30,79,762	(1,31,859)
Actuarial (gains) / losses due to Experience	(16,44,705)	14,78,162
Past service cost	-	-
Benefits paid	-	(20,308)
Present value of DBO at the end of the year	1,69,96,022	1,37,84,401

Change in fair value of assets during the year					
Plan assets at beginning of the year		1,32,03,293		1,06,45,001	
Expected return on plan assets		10,68,146		8,46,278	
Actual company contributions		12,75,063		16,73,775	
Actuarial gain / (loss)		26,127		58,547	
Benefits paid		-		20,308	
Plan assets at the end of the year		1,55,72,629		1,32,03,293	
Actual return on plan assets		10,94,273		9,04,825	
Composition of the plan assets is as follows :					
Insurer Managed Funds		1,55,72,629		1,32,03,293	
Actuarial assumptions					
Discount rate		7.27%		8.09%	
Expected return on plan assets		7.27%		8.09%	
Salary escalation		8.00%		8.00%	
Attrition		2.00%		2.00%	
Medical cost inflation					
Mortality tables		LIC 2006-08 (Ultimate)		LIC 2006-08 (Ultimate)	
Particulars					
The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations.					
The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.					
Experience adjustments					
	31-03-2017	31-03-2016	31-03-2015	31-03-2014	31-03-2013
Gratuity					
Present value of DBO	1,69,96,022	1,37,84,401	1,11,03,052	89,89,796	84,70,855
Fair value of plan assets	1,55,72,629	1,32,03,293	1,06,45,001	94,92,382	77,14,384
Funded status [Surplus / (Deficit)]	(14,23,393)	(5,81,108)	(4,58,051)	5,02,596	(7,56,471)
Experience gain / (loss) adjustments on plan liabilities	16,44,705	14,78,162	(35,185)	4,32,381	3,65,830
Experience gain / (loss) adjustments on plan assets	26,127	58,547	38,008	21,730	39,705
	For the year ended	For the year ended	For the year ended	For the year ended	For the year ended
	31 March, 2017	31 March, 2016	31 March, 2015	31 March, 2014	31 March, 2013
Actuarial assumptions for long-term compensated absences					
Discount rate	7.27%	8.09%	7.95%	8.00%	8.00%
Expected return on plan assets	7.27%	8.09%	7.95%	9.32%	8.60%
Salary escalation	8.00%	8.00%	8.00%	8.00%	8.00%
Attrition	2.00%	2.00%	2.00%	2.00%	2.00%

The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations.

The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.

NOTE NO. 33 DISCLOSURES UNDER ACCOUNTING STANDARD AS 17
Segment Reporting :

The Company's sole business segment is Plastic Films and all activities are incidental to this sole business segment. Given this fact and that the Company services its domestic and export markets from India only, the financial statements reflect the information required by AS - 17 for the sole business segment of Plastic Films. The whole of the business assets are situated in India.

NOTE NO. 34 DISCLOSURES UNDER ACCOUNTING STANDARD AS 18

Particulars	
Related party transactions	
Details of related parties :	
Description of relationship	Names of related
Subsidiaries	Synergy Films Pvt. Ltd.
Key Management Personnel (KMP)*	Mr. J. B. Desai (Managing Director)
Relatives of KMP	-
Company in which KMP / Relatives of KMP can exercise significant influence	Propack Industries (Prop. Kunal Plastics Pvt. Ltd.)

Note: Related Party relationship on the basis of the requirements of Accounting Standard 18 as in 1 (i) to (iv) above is identified and certified by the Management and relied upon by Auditors.

Details of related party transactions during the year ended 31 March, 2017 and balances outstanding as at 31 March, 2017:

	Subsidiaries	KMP	Entities in which relatives of KMP have significant influence	Total Amount ₹
(i) Purchase of goods	33,15,780	-	66,25,597	99,41,377
	-	-	(45,65,914)	(45,65,914)
(ii) Sale of goods	2,41,44,463	-	37,78,481	2,79,22,944
	(3,40,29,911)	-	(19,07,962)	(3,59,37,873)
(iii) Rendering of services	-	-	-	-
	-	-	(9,40,797)	(9,40,797)
(iv) Receiving of services	-	68,00,796	11,08,894	79,07,690
	-	(61,14,798)	(3,43,295)	(64,58,093)
(v) Guarantees and collaterals	4,05,69,598	-	-	4,05,69,598
	(4,08,63,282)	-	-	(4,08,63,282)
Balances outstanding at the end of the year				
Trade receivables	40,30,290	-	-	40,30,290
	(40,08,464)	-	(25,807)	(40,34,271)
Trade Payables	-	-	9,47,908	9,47,908
	-	-	(14,08,394)	(14,08,394)
Inter Corporate Deposit including interest	3,72,18,771	-	-	3,72,18,771
	(3,72,18,771)	-	-	(3,72,18,771)

Note: Figures in bracket relates to the previous year

NOTE NO. 35 DISCLOSURES UNDER ACCOUNTING STANDARD AS 20

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Earnings per share		
Basic and Diluted		
Net profit for the year	1,96,74,985	2,32,74,132
Net profit/(loss) for the year from continuing operations attributable to the equity shareholders	1,96,74,985	2,32,74,132
Weighted average number of equity shares	30,00,000	30,00,000
Par value per share	10.00	10.00
Earnings per share - Basic and Diluted	6.56	7.76

NOTE NO. 36 IMPAIRMENT OF ASSETS - AS 28

As at March 31, 2017, the Company has reviewed the future earnings of all its cash generating assets in accordance with the Accounting Standard 28 "Impairment of Assets". As the carrying amount of assets does not exceed the future recoverable amount, consequently, no adjustment to carrying amount of assets is considered necessary by the management.

NOTE NO. 37 CONTINGENT LIABILITIES AND COMMITMENTS

	31.3.2017	31.3.2016
	₹	₹
(i) Commitments		
The Company has given irrevocable and unconditional Corporate Guarantee/ Collateral Securities to Bank of Baroda-Bulsar on behalf of Synergy Films Pvt. Ltd., a Subsidiary company in which the company is holding 100 % of the equity shares as on 31/03/2017 as a collateral security for Working capital.	4,05,69,598	4,08,63,282
(ii) On account of Capital Commitments (Net of advances)	-	1,38,53,610
(iii) On account of Income Tax and Service Tax demand under contest	23,02,010	21,97,795

NOTE NO. 38 : DETAILS OF SPECIFIED BANK NOTES (SBN) HELD AND TRANSACTED DURING THE PERIOD 08/11/2016 TO 30/12/2016

'During the year, the Company has Specified bank notes, and other denomination note as defined in the MCA notification G.S.R. 308(E) dated March 31, 2017 on the details of Specified Bank Notes (SBNs) held and transacted during the period from November 08, 2016 to December 30, 2016, denomination wise SBNs and other notes as per the notification is given below:

Particulars	SBNs	Other Denomination Notes	Total
Closing Cash in hand as on 08.11.2016	5,38,500	36,192	5,74,692
(+) Permitted Receipts	-	7,05,522	7,05,522
(-) Permitted Payments	-	(3,53,333)	(3,53,333)
(-) Amount deposited in Banks	(5,38,500)	-	(5,38,500)
Closing Cash in hand as on 30.12.2016	-	3,88,381	3,88,381

For the purpose of this clause, the term 'Specified Bank Notes' shall have same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs, number S.O. 3407(E), dated 08th November, 2016.

NOTE NO. 39 : DISCLOSURE AS PER CLAUSE 32 OF THE LISTING AGREEMENTS WITH THE STOCK EXCHANGE

(I) Loans and advances in the nature of loans given to subsidiaries

Name of the Party	Relationship	Amount outstanding as at 31 March, 2017	Maximum balance outstanding during the year
Synergy Films Private Limited	Subsidiary Company	37,218,771 (37,218,771)	37,218,771 (37,218,771)

(Figures in brackets represent previous year figures)

NOTE NO. 40 : DISCLOSURE OF DERIVATIVES

The foreign currency outstanding balances that have not been hedged by any derivative instrument or otherwise as at 31st March, 2017 are as follow : (In'000)

Particulars	31-03-2017		31-03-2016	
	Amount In Foreign Currency \$ & €	Amount In INR Rs.	Amount In Foreign Currency \$ & €	Amount In INR Rs.
Assets	\$218	14,192	\$153	10,047
Liabilities	\$479	32,391	\$486	30,835
Liabilities	€ 18	1,286	€ 28	2,134

NOTE NO. 41

The Company has imported Plant and Machineries under Export Promotion Capital Goods Scheme (EPCG) without payment of Custom Duty. In the event of non-fulfilment of export obligations as specified, Company may be held liable to pay custom duty of Rs.85.85 lacs (Previous year Rs.33.45 lacs) in terms of the said Scheme. As on 31st March 2017 Company is not in any default under the Scheme.

NOTE NO. 42

The Company prior to it being listed had issued Bonus shares on 29th June, 1994 for Rs. 10 Million (10,00,000 equity shares of Rs. 10/- each) by capitalising part of its revaluation reserve. Accordingly, the paid up equity share capital of the company stands increased by Rs. 10 Million and the revaluation reserve stands reduced by that amount. The issue of bonus shares as aforesaid is contrary to the circular issued by the Department of Company Affairs issued in September, 1994 and the recommendations of the Institute of Chartered Accountants of India issued in November, 1994. However, the Hon'ble Supreme Court in the recent decision in the case of Bhagwati Developers Vs Peerless General Finance & Investment Co. & others (2005) Comp LJ 377 (SC) has held that there is no specific bar under the Companies Act for issue of Bonus Shares out of Revaluation Reserve and that the Department's Communique was advisory in nature, without any mandatory effect. The Management is therefore of the opinion that both according to the accounting principles and provisions of Company Law, the Company was justified in capitalizing its Revaluation Reserve.

As per our Report of even date.
For **AKKAD MEHTA & CO.**
Chartered Accountants
Firm ICAI Registration No. 100259W

For and on behalf of the Board of Directors

SANJAY MEHTA
Partner
Membership No. 016859

P. P. KHARAS
Chairman

JAYMIN B.DESAI
Managing Director

ANTONY ALAPAT
Company Secretary

M. D. DESAI
C.F.O.
Place : Mumbai
Date: 22nd May, 2017

Place: Mumbai
Date: 22nd May, 2017

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF

ECOPLAST LIMITED

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **ECOPLAST LIMITED** (hereinafter referred to as "the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), comprising of the Consolidated Balance Sheet as at 31st March, 2017, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group 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. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated 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 financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated 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 Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditor in terms of their reports referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditor on separate financial statements and on the other financial information of the subsidiary, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs (financial position) of the Group as at 31st March, 2017, and their consolidated profit and their consolidated cash flows for the year ended on that date.

Other Matters

(a) We did not audit the financial statements of a subsidiary, whose financial statements reflect total assets of Rs. 599.38 lacs and net assets of Rs. 13.10 lacs as at 31st March, 2017, total revenues of Rs. 1175 lacs and net cash flows amounting to Rs. 1.56 lacs for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements also include the Groups' share of net profit of Rs. 80.56 lacs for the year ended 31st March, 2017, as considered in the consolidated financial statements, whose financial statements have not been audited by us. These financial statements have been audited by other auditor whose reports have been furnished to us by the

Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiary and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, insofar as it relates to the aforesaid subsidiary is based solely on the reports of the other auditor.

(b) No adjustments have been made in the Consolidate Financial Statements for variation in accounting policies with respect to Provision for Gratuity liability, compensated absences as per AS 15, Provision for Bonus, Deferred Tax as per AS 22 and Provision for Bad & Doubtful Debts as per AS 29.

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

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit and on the consideration of the report of the other auditor on separate financial statements and on the other financial information of the subsidiary as noted in the 'other matter' paragraph, we report, to the extent applicable, that:

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

(b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditor.

- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2017 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditor of its subsidiary company incorporated in India, none of the directors of the Group companies, incorporated in India is disqualified as on 31st March, 2017 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 Holding Company and its subsidiary and the operating effectiveness of such controls, refer to our separate report in "Annexure"; and
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditor on separate financial statements and on the other financial information of the subsidiary as noted in the 'other matter' paragraph:
1. The pending litigations as disclosed in Note No. 32 (iii) of Consolidated Financial Statements would not impact financial position of the Group.
 2. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
 3. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its subsidiary company incorporated in India.
 4. The Company has provided requisite disclosures in its Consolidated Financial Statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November 2016 to 30 December 2016 and these are in accordance with the books of accounts maintained by the company. Refer Note 33 to the Consolidated Financial Statements.

For **AKKAD MEHTA & Co.**

Chartered Accountants

Firm ICAI Registration No. 100259W

SANJAY MEHTA

Partner

Membership No. 016859

Place: Mumbai

Date: 22nd May, 2017.

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT**Report on the Internal Financial Controls under Clause (l) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31st, 2017, we have audited the internal financial controls over financial reporting of **Ecoplast Limited** (hereinafter referred to as "the Holding Company") and its subsidiary company, as of that date, based on the corresponding reports of the auditors of subsidiary company incorporated in India.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the of the Holding company and its subsidiary company, which is a company incorporated in India, are 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 the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's 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") issued by the ICAI 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 issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the 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 unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Holding Company and its subsidiary company, which is a company incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the information and explanation of the Company provided to us, Internal Financial Control framework and the report of the Internal Auditors 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 on Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

Other Matters

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to one subsidiary company, which is a company incorporated in India, is based on the corresponding reports of the auditor of subsidiary company.

For AKKAD MEHTA & Co.
Chartered Accountants
Firm ICAI Registration No. 100259W

SANJAY MEHTA

Partner

Membership No. 016859

Place: Mumbai

Date: 22nd May, 2017.

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2017			
	Note No	As at 31.03.2017	As at 31.03.2016
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS		₹	₹
Share Capital	3	3,00,00,000	3,00,00,000
Reserves and Surplus	4	21,22,89,351	18,64,14,892
		24,22,89,351	21,64,14,892
NON CURRENT LIABILITIES			
Long Term Borrowings	5	3,69,50,840	2,85,12,887
Deferred Tax Liabilities (Net)	6	82,20,759	80,21,190
Long Term Provisions	7	43,00,200	34,75,187
		4,94,71,799	4,00,09,264
CURRENT LIABILITIES			
Short Term Borrowings	8	9,83,64,302	7,89,98,518
Trade Payables			
-Total outstanding dues of micro and small enterprises	9	6,71,965	4,93,582
-Total outstanding dues of creditors other than micro & small enterprises		10,49,98,257	9,33,99,092
Other Current Liabilities	10	1,92,74,163	1,44,55,268
Short Term Provisions	11	45,73,198	36,88,580
		22,78,81,885	19,10,35,040
	TOTAL	51,96,43,035	44,74,59,196
ASSETS			
NON CURRENT ASSETS			
Fixed Assets			
- Property, Plant & Equipment	12	14,47,38,171	12,62,33,524
- Capital work-in-progress	12	38,47,366	6,40,959
Goodwill on Consolidation	13	94,95,671	1,13,94,805
Long Term Loans & Advances	14	1,25,96,015	1,15,36,615
		17,06,77,223	14,98,05,903
CURRENT ASSETS			
Inventories	15	12,34,54,703	10,56,63,451
Trade Receivables	16	20,63,96,432	17,57,77,545
Cash & Cash Equivalents	17	61,43,483	54,15,608
Short Term Loans & Advances	18	1,06,69,461	88,39,212
Other Current Assets	19	23,01,732	19,57,477
		34,89,65,812	29,76,53,293
	TOTAL	51,96,43,035	44,74,59,196
Significant Accounting Policies	2		
Notes Forming a part of the Financial Statements	3 To 37		

As per our Report of even date.
For **AKKAD MEHTA & CO.**
Chartered Accountants
Firm ICAI Registration No. 100259W

For and on behalf of the Board of Directors

SANJAY MEHTA
Partner
Membership No. 016859

P. P. KHARAS
Chairman

JAYMIN B.DESAI
Managing Director

ANTONY ALAPAT
Company Secretary

M. D. DESAI
C.F.O.
Place : Mumbai
Date: 22nd May, 2017

Place: Mumbai
Date: 22nd May, 2017

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2017			
	Note No	31.03.2017	31.03.2016
		₹	₹
INCOME			
Revenue from Operations	20	1,05,19,01,681	1,02,13,86,727
Other Income	21	87,53,466	34,20,611
Total Revenue		1,06,06,55,147	1,02,48,07,338
EXPENDITURE			
Cost of Materials Consumed	22	79,04,16,285	75,52,44,854
Changes in Inventories of Finished Goods and Work In Progress	23	(38,94,424)	71,76,202
Employee Benefits Expense	24	7,20,14,725	6,42,96,765
Finance Costs	25	2,00,28,487	1,64,88,643
Depreciation & Amortization	12	2,13,26,677	2,02,32,698
Other Expenses	26	12,57,38,298	12,05,22,819
Total Expenses		1,02,56,30,047	98,39,61,982
Profit Before Tax		3,50,25,099	4,08,45,356
Tax Expenses:			
Current Tax		89,33,000	1,47,30,000
Deferred Tax		1,99,569	(12,99,907)
Tax in respect of Earlier Years		60,791	42,633
Profit for the year		2,58,31,739	2,73,72,630
Earnings Per Equity Share of Face Value of Rs.10 Each Basic & Diluted (in Rs.)		8.61	9.12
Significant Accounting Policies	2		
Notes Forming a part of the Financial Statements	3 To 37		

As per our Report of even date.
For **AKKAD MEHTA & CO.**
Chartered Accountants
Firm ICAI Registration No. 100259W

For and on behalf of the Board of Directors

SANJAY MEHTA
Partner
Membership No. 016859

P. P. KHARAS
Chairman

JAYMIN B.DESAI
Managing Director

ANTONY ALAPAT
Company Secretary

M. D. DESAI
C.F.O.
Place : Mumbai
Date: 22nd May, 2017

Place: Mumbai
Date: 22nd May, 2017

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017

Particulars	For the year ended 31 Mar, 2017		For the year ended 31 Mar, 2016	
	₹	₹	₹	₹
A. Cash flow from operating activities				
Net Profit before Tax as per Statement of Profit and Loss		3,50,25,099		4,08,45,356
<i>Adjustments for:</i>				
Depreciation and amortization and impairment (Profit) / loss on sale / write off of assets (net)	2,32,68,531 (1,20,187)		2,20,60,249 -	
Finance costs	2,00,28,487		1,64,88,643	
Interest Income	(8,72,535)		(6,13,143)	
Liabilities / provisions no longer required written back	(3,31,135)		(4,70,726)	
		4,19,73,160		3,74,65,024
Operating profit before working capital changes		7,69,98,260		7,83,10,379
<i>Changes in working capital:</i>				
<i>Adjustments for/(increase)/decrease in operating assets:</i>				
Inventories	(1,77,91,252)		(37,88,471)	
Trade receivables	(3,06,18,887)		43,56,645	
Short-term loans and advances	(18,30,249)		81,20,813	
Long-term loans and advances	(10,59,400)		(50,49,703)	
Other current assets	(3,44,256)		1,93,798	
<i>Adjustments for increase/(decrease) in operating liabilities:</i>				
Trade payables	1,21,08,682		33,02,401	
Other current liabilities	48,18,895		(79,82,217)	
Short-term provisions	8,84,618		12,63,184	
Long-term provisions	8,25,013		5,40,275	
		(3,30,06,836)		9,56,725
		4,39,91,424		7,92,67,105
Cash generated from operations		4,39,91,424		7,92,67,105
Net income tax (paid) / refunds		(89,93,791)		(1,47,72,633)
Net cash flow from / (used in) operating activities (A)		3,49,97,633		6,44,94,472
B. Cash flow from investing activities				
Capital expenditure on fixed assets, including capital advances	(4,30,47,075)		(1,61,73,639)	
Proceeds from sale of fixed assets	1,29,531		-	
Interest received				
- Others	8,72,535		6,13,143	
		(4,20,45,009)		(1,55,60,496)
		(4,20,45,009)		(1,55,60,496)
Net cash flow from / (used in) investing activities (B)		(4,20,45,009)		(1,55,60,496)

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017

Particulars	For the year ended 31 Mar, 2017		For the year ended 31 Mar, 2016	
	₹	₹	₹	₹
C. Cash flow from financing activities				
Proceeds / (Repayment) of long-term borrowing	84,37,953		(93,84,011)	
Net increase/(decrease) in short-term borrowing	1,93,65,784		(1,27,40,096)	
Finance cost	(2,00,28,487)		(1,64,88,644)	
Interim Dividends paid	-		(45,00,000)	
Tax on interim dividend	-		(9,16,094)	
Dividends paid	-		(36,00,000)	
Tax on dividend	-		(7,19,784)	
		77,75,250		(4,83,28,628)
Net cash flow from / (used in) financing activities (C)		77,75,251		(4,83,28,628)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		7,27,874		6,05,347
Cash and cash equivalents at the beginning of the year		54,15,608		48,10,261
Cash and cash equivalents at the end of the year		61,43,482		54,15,609
Cash and cash equivalents at the end of the year Comprises:				
(a) Cash on hand		3,39,764		7,62,781
(b) Balances with banks				
(i) In current accounts		24,49,799		7,27,514
(ii) In earmarked accounts (Refer Note (2) below)		33,53,919		39,25,313
		61,43,483		54,15,608

Notes:

- The Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 "Cash Flow Statement"
- These earmarked account balances with banks can be utilized only for the specific identified purposes.
- The previous year's figures have been regrouped/ restated wherever necessary to confirm to this year's classification.

As per our Report of even date.
For **AKKAD MEHTA & CO.**
Chartered Accountants
Firm ICAI Registration No. 100259W

For and on behalf of the Board of Directors

SANJAY MEHTA
Partner
Membership No. 016859

P. P. KHARAS
Chairman

JAYMIN B. DESAI
Managing Director

ANTONY ALAPAT
Company Secretary

M. D. DESAI
C.F.O.
Place : Mumbai
Date: 22nd May, 2017

Place: Mumbai
Date: 22nd May, 2017

NOTES FORMING PART OF THE ACCOUNTS**1a. Corporate Information**

Ecoplast Limited is Public Limited Company domiciled in India and incorporated under the provisions of the Companies Act, 1956 having Corporate Identity Number L25200GJ1981PLC004375. Company has its registered office at Valsad, Gujarat. Its shares are listed on Bombay Stock Exchange in India. The Company is engaged in the business of manufacturing, processing and selling of Co-extruded Plastic Film for packaging and industrial applications. The principal place of business of the company is at Abrama-Valsad. The Company caters to both domestic and International markets. It has various certifications like ISO 9001, ISO 14001 and ISO 22000 registration for products thereby complying with globally accepted quality standards.

1b. Principles of Consolidation

(a) The consolidated financial statements relate to Ecoplast Limited ("the Company") and its subsidiary Synergy Films Private Limited. The consolidated financial statements have been prepared on the following basis as per Accounting Standard AS 21 "Consolidated Financial Statements" :

- ◆ The financial statements of the Company and its subsidiary have been combined on a line - by - line basis by adding together the book values of like items of assets, liabilities, income and expenses after fully eliminating intra - group balances and intra - group transactions, if any, resulting in unrealized profits or losses.
- ◆ The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented to the extent possible, in the same manner as the company's separate financial statements.
- ◆ The excess of cost to the company of its investment over its portion of net worth in the consolidated subsidiary at the date on which investment in such subsidiary is made is recognized in CFS as Goodwill on consolidation and carried forward in the accounts. The said Goodwill is amortized over a period of 10 years and it is tested for impairment at each Balance Sheet date and the impairment loss, if any, is provided for.
- ◆ Minority interest in the net assets of the consolidated subsidiary consists of amount of equity attributable to minority shareholder at the dates on which investments are made by the Company in the subsidiary company and further movement in their share in the Equity, subsequent to the dates of investment.
- ◆ Minority interest share in the Net Profit/ (Loss) for the year of the consolidated subsidiary is identified and adjusted against the profit after tax of the Group. Pre-acquisition share in the Net loss for the year is identified and adjusted as Cost of control against the Profit after Tax of the Group.

(b) The Subsidiary Company in the consolidated financial statement is:

Name of the Company	:	Synergy Films Private Limited
Country of Incorporation	:	India
% Voting power held as at March 31, 2016	:	100

2. Summary of Significant Accounting Policies**2.1 Basis of Accounting and preparation of financial statements**

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ("Act") read with Rule 7 of the Companies (Accounts) Rules, 2014, Rule 3 of the Companies (Accounting Standards) Amendment Rules, 2016, the provisions of the Act (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

All the assets and liabilities have been classified as current or non current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalent, the Company has ascertained its Operating Cycle to be 12 months for the purpose of current-non current classification of assets and liabilities

2.2 Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates, judgements and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.3 Inventories

The mode of valuing closing stock is as under:

Inventory Type	Mode of Valuation
Raw-Materials & Packing Materials	at Cost
Semi-Finished Goods	at lower of Cost or net realisable value
Finished Goods	at lower of Cost or net realisable value
Consumable stores, Ink and Fuel	at cost
Scrap	at net realisable value

The cost for the purpose of valuation of Finished and Semi - Finished goods is arrived at on FIFO basis and includes Cost of conversion and other cost incurred in bringing the inventories to their present location and condition. Due allowance is estimated and made for defective and obsolete items, wherever necessary, based on the past experience of the company.

2.4 Cash and Cash Equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

2.5 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.6 Dividends

Final dividends on shares are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the Company's Board of Directors.

2.7 Revenue Recognition

- a. Domestic Sales are recognised when goods are dispatched. Sales are accounted net of amount recovered towards Excise duty, Central Sales tax and Value added tax.
- b. Export Sales are accounted for on the basis of the date of Bill of Lading.
- c. Sales rejections are accounted on actual receipt of rejected goods/settlement of claims.
- d. Price differences are accounted on actual settlement with the parties.
- e. Insurance and other claims are accounted on cash basis.
- f. Export incentives are accounted on receipt basis.
- g. Interest income is accounted on accrual basis.

2.8 Property, Plant and Equipment

- a. Property, Plant and Equipment are stated at cost of acquisition or construction or at revalued amounts wherever such assets have been revalued less accumulated depreciation and impairment if any.
- b. The cost of Property, Plant and Equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use.
- c. Depreciation is systematically allocated over their useful lives using written down value method of an assets considering useful life as specified in part C of schedule II of Companies Act, 2013.
- d. Depreciation for assets purchased/sold during a period is proportionately charged.
- e. Advances paid towards acquisition of Property, Plant and Equipment outstanding at each Balance sheet date is classified as capital advances under other non-current assets and the cost of assets not put to use before such date are disclosed under 'Capital work-in-progress'. Subsequent expenditure relating to Property, Plant and Equipment is capitalized only when it is probable that future economic benefits associated with this will flow to the Company and the cost of item can be measured reliably. Repairs & Maintenance costs are recognized in statement of profit & loss when incurred. The cost and related accumulated depreciation are eliminated from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in statement of profit & loss. Asset to be disposed off are reported at the lower of the carrying value or the fair value less cost to sell.
- f. Machinery spares other than stand-by spares are charged to Statement of Profit & Loss as and when consumed. Machinery spares, stand-by equipment and servicing equipment expected to be used during more than a period of twelve months are recognised as Property, Plant and Equipment and depreciated over the balance useful life of the principal item.

2.9 Foreign Currency Transactions

Initial Recognition: All transactions in foreign currency are recorded on initial recognition at the exchange rate prevailing at the time of the transaction.

Measurement at Balance Sheet date: Monetary assets and liabilities denominated in foreign currency are reported using the closing exchange rate on each balance sheet date unless covered by forward contract.

Treatment of Exchange Differences: The exchange difference arising on the settlement of monetary items or on reporting these items at rates different from rates at which these were initially recorded/ reported in financial statements are recognised as income/expense in the Statement of Profit & Loss of the year."

2.10 Investments

Investments that are intended to be held for more than a year, from the date of acquisition, are classified as long-term investments and are carried at acquisition cost. However, provision for diminution in value of investments is made to recognise a decline, other than temporary, in the value of the investments. Investments, other than long-term investments, being current investments, are valued at cost or fair value, whichever is lower, determined on an individual basis.

2.11 Employee Benefits

Short term employees benefits

All employees benefits payable wholly within 12 months of rendering service are classified as short term employees benefits. Benefits such as salaries, wages and short term compensated absences etc. and the expected cost of bonus/ex-gratia are recognised in the period in which the employee renders the related services.

Defined Contribution Plans

Superannuation :

The Company has Defined Contribution Plan for Post employment benefits in the form of Superannuation Fund for certain class of employees as per the scheme, administered through Life Insurance Corporation (LIC) and Trust which is administered by the Trustees and is charged to revenue every year. Company has no further obligation beyond its contributions.

Employee's Family Pension :

The Company has Defined Contribution Plan for Post-employment benefits in the form of family pension for all eligible employees, which is administered by the Regional Provident Fund Commissioner and is charged to revenue every year. Company has no further obligation beyond its monthly contributions.

Provident Fund :

The Company has Defined Contribution Plan for Post-employment benefits in the form of Provident Fund for all eligible employees; which is administered by the Regional Provident Fund Commissioner and is charged to revenue every year. Company has no further obligations beyond its monthly contributions.

Defined Benefit Plans

Gratuity :

The Company has a Defined Benefit Plan for Post-employment benefit in the form of gratuity for all eligible employees which is administered through Life Insurance Corporation (LIC) and a trust which is administered by the trustees. Liability for above defined benefit plan is provided on the basis of actuarial valuation as at the Balance Sheet date, carried out by an independent actuary. The actuarial method used for measuring the liability is the Projected Unit Credit method. The Company fully contributes all ascertained liabilities to the Ecoplast Limited Employees Group Gratuity Scheme (the Trust). Trustees administer contributions made to the Trusts and contributions are invested in a scheme with Life Insurance Corporation of India as permitted by laws of India.

Compensated Absences :

Liability for Compensated Absences is provided on the basis of valuation, as at the Balance Sheet date, carried out by an independent actuary. The Actuarial valuation method used for measuring the liability is the Projected Unit Credit method. Under this method, the Defined Benefit Obligation is calculated taking into account pattern of availment of leave whilst in service and qualifying salary on the date of avallment of leave. In respect of encashment of leave, the Defined Benefit obligation is calculated taking into account all types of the Increment, salary growth, attrition rate and qualifying salary projected up to the assumed date of encashment.

Termination Benefits

Termination benefits are recognised as expense immediately

2.12 Borrowing Costs

Borrowing costs directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of the assets, upto the date the asset is put to use. A qualifying asset is an asset that necessarily takes substantial period of time to get ready for its intended use. Other borrowing costs are charged to the Statement of Profit and Loss in the year in which they are incurred.

2.13 Research and Development

Reveue expenditure , including overheads on Research & Development, is charged as an expense through the natural heads of account in the year in which incurred. Expenditure which results in the creation of capital assets is capitalised and depreciation is provided on such assets as applicable.

2.14 Cenvat Credit

Cenvat credit available on purchase of services / materials / capital goods is accounted by reducing cost of services / materials / capital goods. Cenvat credit availed of is accounted by way of adjustment against Excise duty payable on dispatch of finished goods.

2.15 Lease

For Premises taken on lease, lease rentals payable are charged to revenue. Leases under which the Company assumes substantially all the risks and rewards of ownership are classified as finance leases. When acquired, such assets are capitalized at fair value or present value of the minimum lease payments at the inception of the lease, whichever is lower. Lease payments under operating leases are recognized as an expense on a straight line basis in the statement of profit and loss over the lease term.

2.16 Earning per share

Basic earning per share is calculated by dividing the profit attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period. The weighted average number of equity shares outstanding during the period and all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of share outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

2.17 Taxation

Current tax

Provision for Income Tax is made on the assessable profits of the Company at the tax rate applicable to the relevant assessment year and in accordance with the provisions of the Income Tax Act, 1961. Excess/short provisions and interest thereon are recognised only on completion of assessment or where adjustments made by the Assessing Officer are disputed, on receiving the 'Order Giving Effect' to the tax determined by the CIT (Appeals) and thereafter on final settlement of further disputes.

Deferred Tax Provision

Deferred tax assets & liabilities resulting from timing differences between book profits and tax profits are accounted for under the liability method and measured at substantially enacted rates of tax at the Balance Sheet date to the extent that there is reasonable/ virtual certainty that sufficient future taxable income will be available against which such deferred tax asset/ virtual liability can be realised.

2.18 Impairment of Assets

In accordance with AS 28 on 'Impairment of Assets', where there is an indication of impairment of the company's assets related to cash generating units, the carrying amount of such assets are reviewed at each Balance Sheet date to determine whether there is any impairment. An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

2.19 Provisions/ Contingencies

The Company recognises a provision when there is a present obligation as result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a Contingent liability is made when there is a present obligation that may, but probably will not, require a outflow of resources. When there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure as specified in Accounting Standard 29 - 'Provisions, Contingent Liabilities and Contingent Assets, is made. Contingent Assets are neither recognised nor disclosed, in the financial statements.

2.20 Provision for Bad and Doubtful Debts/Advances

Provision is made in the accounts for Bad and Doubtful Debts as and when the same in the opinion of the management, are considered doubtful of recovery.

NOTE NO. 3 : SHARE CAPITAL

Particulars	As at 31 March, 2017		As at 31 March, 2016	
	No. of Shares	₹	No. of Shares	₹
Authorised				
Equity Shares of Rs. 10 each with voting rights	1,00,00,000	10,00,00,000	1,00,00,000	10,00,00,000
Issued, Subscribed and fully paid up				
Equity Shares of Rs. 10/- each fully paid-up with voting right	30,00,000	3,00,00,000	30,00,000	3,00,00,000
	30,00,000	3,00,00,000	30,00,000	3,00,00,000

3.1 The reconciliation of the number of shares outstanding is set out below:-

Particulars	As at 31 March, 2017		As at 31 March, 2016	
	No. of Shares	₹	No. of Shares	₹
Equity Shares outstanding at the beginning of the year	30,00,000	3,00,00,000	30,00,000	3,00,00,000
Add: Fresh Issue during the year	-	-	-	-
Less: Buy back during the year	-	-	-	-
Equity Shares outstanding at the end of the year	30,00,000	3,00,00,000	30,00,000	3,00,00,000

3.2 The Company has only one class of equity shares having a par value of Rs. 10 per share. Each Shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors is subject to the approval of shareholders.

3.3 The Paid-up Capital includes 1,500,000 Equity Shares of Rs.10 each allotted as fully paid up Bonus shares by capitalising Rs.5,000,000 out of General Reserve and Rs. 10,000,000 out of Revaluation Reserve prior to Listing of Company's Equity Shares.

3.4 Details of shares held by each shareholder holding more than 5% shares :

Class of shares / Name of shareholder	As at 31 March, 2017		As at 31 March, 2016	
	Number of shares held	% holding in that class of	Number of shares held	% holding in that class of
Equity shares with voting rights				
Mrs Amita J. Desai	5,41,846	18.06%	5,41,846	18.06%
Mrs Charulata N. Patel	3,83,911	12.08%	3,77,783	12.59%
Silver Stream Properties Pvt Ltd.	4,76,827	15.89%	4,76,827	15.89%

NOTE NO. 4 : RESERVES AND SURPLUS

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
(a) Securities premium Reserve		
Balance as per last Balance Sheet	3,00,00,000	3,00,00,000
Closing Balance	3,00,00,000	3,00,00,000
(b) Capital Reserve		
Balance as per last Balance Sheet	46,62,329	46,62,329
Closing Balance	46,62,329	46,62,329
(c) General Reserve		
Balance as per last Balance Sheet	5,07,81,315	48,281,315
Add: Transferred from surplus in Statement of Profit and Loss	-	25,00,000
Closing Balance	5,07,81,315	5,07,81,315

(d) Surplus In Statement of Profit and Loss		
Balance as per last Balance Sheet	10,09,71,248	8,15,04,320
Add: Profit for the year	2,58,31,739	2,73,72,630
	12,68,02,987	10,88,76,949
Transferred to General reserve	-	25,00,000
Interim Dividend distributed to equity shareholders (1.50 per share)	-	45,00,000
Tax on Interim dividend	-	9,16,094
Stock Reserve	(42,720)	(10,393)
Closing Balance	12,68,45,707	10,09,71,248
Total	21,22,89,351	18,64,14,892

NOTE NO. 5 : LONG TERM BORROWINGS

	As at 31-03-2017		As at 31-03-2016	
	₹		₹	
	Non-Current	Current	Non-Current	Current
SECURED				
Term Loan from Bank				
Bank of Baroda Term Loan IV	24,79,000	17,64,000	42,43,000	17,64,000
Bank of Baroda Coporate Loan V	88,45,000	46,56,000	1,80,00,000	60,00,000
Bank of Baroda Coporate Loan VI	57,27,000	20,04,000	-	-
Bank of Baroda Coporate Loan VII	1,37,04,000	35,04,000	-	-
UNSECURED				
Car Loan under Hire Purchase	1,36,902	4,57,548	6,00,149	11,29,155
Inter Corporate Deposits	60,58,938	-	56,69,739	-
	3,69,50,840	1,23,85,546	2,85,12,887	88,93,155

Details:

(i) The above Loans are Secured by Equitable Mortgage of Land & Factory Building of the Company at Abrama-Valsad, Office Premises at Andheri (East) Mumbai & hypothecation of Plant and Machineries, Electrical Installations, Furniture & Fixtures, Office Equipments and Other Movable Fixed Assets of the Company, both present and future and hypothecation of raw materials, stock in process, Stores & Spares, packing materials and finished goods and book debts of the Company both present and future and further secured by personal guarantee of Managing Director.

(ii) Interest Rate Profile of Term Loans & Deposits are set out as below:

Particulars	Rate of Interest (p.a.)	Amount In ₹
Term Loan from Bank-IV	10.45%	42,43,000
Corporate Loan from Bank-V	10.45%	1,35,01,000
Term Loan from Bank-VI	10.45%	77,31,000
Term Loan from Bank-VII	10.45%	1,72,08,000
		4,26,83,000
Car Loan under Hire Purchase	10.78%	1,80,415
Car Loan under Hire Purchase	10.51%	99,702
Car Loan under Hire Purchase	10.51%	99,702
Car Loan under Hire Purchase	10.25%	2,34,629
		5,94,448
Inter Corporate Deposits	9.50%	60,58,938

(iii) Maturity Profile of Term Loans & Deposits is set out below:

Particulars	Maturity Profile (Amount In ₹)		
	1-2 years	3-4 years	>4 years
Term Loan from Bank-IV	35,28,000	7,15,000	-
Corporate Loan from Bank-V	93,12,000	41,89,000	-
Term Loan from Bank-VI	40,08,000	37,23,000	-
Term Loan from Bank-VII	70,08,000	70,08,000	31,92,000
Car Loan under Hire Purchase	5,94,448	-	-
Inter Corporate Deposits	60,58,938	-	-

NOTE NO. 6 : DEFFERED TAX LIABILITY (NET)

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Deferred tax (liability) / asset		
Tax effect of items constituting deferred tax liability		
On difference between book balance and tax balance of fixed assets	1,30,02,570	1,22,70,809
Tax effect of items constituting deferred tax liability	1,30,02,570	1,22,70,809
Tax effect of items constituting deferred tax assets		
Provision for compensated absences, gratuity & other employee benefits	29,33,812	23,68,556
Provision for doubtful debts / advances	2,61,951	2,95,014
Provision for diminution in the value of investments	15,86,049	15,86,049
Tax effect of items constituting deferred tax assets	47,81,811	42,49,619
Net deferred tax (Liability) / Asset	(82,20,759)	(80,21,190)

NOTE NO. 7 : LONG -TERM PROVISIONS

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Provision for employee benefits :		
Provision for compensated absences	43,00,200	34,75,187
Total	43,00,200	34,75,187

NOTE NO. 8 : SHORT-TERM BORROWINGS

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Loans repayable on demand		
From banks		
Secured	8,99,06,756	6,98,69,363
From Others - Unsecured		
Inter Corporate Deposits	80,00,000	80,00,000
Car Finance under H.P. Agreement (Refer Note No. 5)	4,57,546	11,29,155
Total	9,83,64,302	7,89,98,518

8.1 Details of Security for the secured short-term borrowings :

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
<u>Loans repayable on demand</u>		
Bank Of Baroda	8,99,06,756	6,98,69,363
	8,99,06,756	6,98,69,363

(Secured by hypothecation of inventories, book debts of the Company both present & futures and collaterally secured by equitable mortgage of Company's Land and Factory Buildings at Abrama-Valsad and Office Premises at Andheri (East) Mumbai, hypothecation of Plant and Machineries, Electrical Installations, Furniture & Fixtures, Office Equipments and guaranteed by Managing Director)

Interest Rate : 10.45%

NOTE NO. 9 : TRADE PAYABLES

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Trade payables :		
Micro, Small and Medium Enterprises	6,71,965	4,93,582
Others	10,49,98,257	9,33,99,092
Total	10,56,70,222	93,892,674

NOTE NO. 10 : OTHER CURRENT LIABILITIES

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Current maturities of long-term Secured Debts (Refer Note No.5)	1,19,28,000	77,64,000
Unclaimed dividends*	8,40,530	10,25,907
Unclaimed matured deposits and interest accrued thereon	23,022	1,41,482
Other payables		
Statutory dues payable	32,11,019	36,17,066
Advances from customers	25,63,422	11,53,801
Others -Net Salaries & Wages Payable	7,08,170	7,53,012
Total	1,92,74,163	1,44,55,268

* There are no amounts due and outstanding to be credited to the Investor Education and Protection Fund.

NOTE NO. 11 : SHORT-TERM PROVISIONS

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Provision for employee benefits :		
Provision for bonus	17,78,902	16,93,824
Provision for compensated absences	13,70,903	14,13,648
Provision for gratuity	14,23,393	5,81,108
	45,73,198	36,88,580

NOTE NO. 12 : FIXED ASSETS

Tangible assets Property, Plant & Equipment	GROSS BLOCK				Accumulated depreciation and Impairment				NET BLOCK	
	Balance as at 1-4-2016	Additions	Disposals (Adjust- ments)	Borrowing cost Capitalised	Balance as at 31-3-2017	Balance as at 1-4-2016	Depreciation for the year	Eliminated on disposal of assets/ Adjustments	Balance as at 31-3-2017	Balance as at 31-3-2016
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
Own Assets										
Land - Freehold	50,96,185 (50,96,185)	-	-	-	50,96,185 (50,96,185)	-	-	-	50,96,185 (50,96,185)	50,96,185 (50,96,185)
Buildings *	5,52,69,214 (5,38,87,926)	67,35,903 (12,81,288)	-	-	6,20,05,117 (5,52,69,214)	2,21,23,877 (2,06,86,898)	17,12,598 (14,36,980)	-	3,81,68,641 (3,31,45,337)	3,31,45,337 (3,33,01,026)
Plant and Equipment	24,37,46,883 (22,92,53,327)	3,21,75,121 (1,44,93,366)	-	-	27,59,21,814 (24,37,46,693)	16,22,98,263 (14,50,93,041)	1,79,43,158 (1,72,05,223)	-	9,56,80,392 (8,14,48,429)	8,14,48,429 (8,41,60,286)
Furniture and Fixtures	39,90,919 (39,11,762)	1,94,548 (79,157)	10,120	-	41,75,347 (39,90,919)	35,95,882 (35,00,388)	98,957 (95,494)	776	4,81,284 (3,95,037)	3,95,037 (4,11,374)
Vehicles **	98,87,791 (98,87,791)	70,201	8,48,953	-	91,09,039 (98,87,791)	57,76,894 (48,80,028)	9,00,836 (8,96,867)	8,48,953	32,80,261 (41,10,897)	41,10,897 (50,07,763)
Office equipment	1,48,97,567 (1,43,12,628)	6,64,895 (5,84,939)	26,73,980	-	1,28,88,502 (1,48,97,567)	1,28,59,928 (1,22,61,793)	6,71,127 (5,98,136)	26,73,980	20,31,407 (20,37,639)	20,37,639 (20,50,835)
Gross Total ***	33,28,88,369	3,98,40,668	35,33,033	-	36,91,96,004	20,66,54,845	2,13,26,677	35,23,889	14,47,38,171	12,62,33,524
C W I P	6,40,959	38,47,366	6,40,959	-	38,47,366	-	-	-	38,47,366	6,40,959
	(9,06,070)	(6,40,959)	(9,06,070)	-	(6,40,959)	-	-	-	(6,40,959)	(9,06,070)
Previous year	33,35,29,328	4,36,88,034	41,73,992	-	37,30,43,370	20,66,54,845	2,13,26,677	35,23,889	14,85,85,537	12,68,74,483
	(31,73,55,639)	(1,70,79,709)	(9,06,070)	-	(33,35,29,328)	(18,64,23,147)	(2,02,32,698)	-	(20,66,54,845)	(12,68,74,483)

* Buildings include Rs.250 being cost of 5 shares of Rs.50 each in Riddhi Premises Co-operative Housing Society Ltd.

** Details of assets acquired under hire purchase agreements

Particulars	Gross Block		Net Block	
	31 March, 2017	31 March, 2016	31 March, 2017	31 March, 2016
Vehicles	Rs. 55,14,152	Rs. 66,68,120	Rs. 25,64,420	Rs. 36,71,202

*** Gross Block include Rs. 24,46,449 on revaluation of Fixed Assets as on 31st March, 1994 excluding Vehicles, Furniture & Fixtures and Office Equipments.

NOTE NO. 13 : GOODWILL ON CONSOLIDATION

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Goodwill at the beginning of the year	1,13,94,805	1,32,93,939
Less : Impairment for the year	18,99,134	18,99,134
Total	94,95,671	1,13,94,805

NOTE NO. 14 : LONG -TERM LOANS AND ADVANCES

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Capital Advances		
Unsecured, considered good	-	38,61,500
Security deposits		
Unsecured, considered good	73,79,101	49,90,227
Loans and advances to employees	12,08,019	10,26,275
Prepaid expenses	3,25,708	4,64,839
Advance income tax net of provisions	35,07,408	10,82,574
Balances with government authorities		
Unsecured, considered good		
CST & VAT receivable on Assessment	1,75,779	1,11,200
Total	1,25,96,015	1,15,36,615

NOTE NO. 15 : INVENTORIES

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Raw materials	5,47,90,555	4,96,37,442
Raw-Materials in-transit	3,82,28,395	2,73,93,973
Work-in-progress	1,49,24,043	1,20,11,490
Finished goods	97,87,821	1,08,73,108
Finished Goods in-transit	43,40,219	22,73,061
Packing Material, Stores and Spares	13,86,046	34,57,228
Others - Scrap	17,624	17,149
Total	12,34,54,703	10,56,63,451

NOTE NO. 16 : TRADE RECEIVABLES

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Unsecured, considered good	66,45,875	22,07,783
Doubtful	7,92,277	8,92,277
	74,38,152	31,00,060
Less: Provision for doubtful trade receivables	7,92,277	8,92,277
	66,45,875	22,07,783
Other Trade receivables*		
Unsecured, considered good	19,97,50,557	17,35,69,762
Total	20,63,96,432	17,57,77,545

* Includes trade receivable from other related party Rs. NIL (Previous Year -Rs. 25,807) (Refer Note No. 29).

NOTE NO. 17 : CASH AND CASH EQUIVALENTS

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Cash on hand	3,39,764	7,62,781
Balances with banks		
In current accounts*	24,92,060	8,88,641
Unpaid dividend accounts	8,41,190	10,26,568
In Fixed Deposit Accounts, held as margin money against Letter of Credit#	24,70,468	27,37,618
Total	61,43,483	54,15,608

* This includes Rs. 42,261/- (PY : 1,61,127/-) balances of accounts designated for repayment of unclaimed deposits and interest accrued thereon.

Includes deposits of Rs. 13,59,598/- (PY 12,63,282/-) under Bank's Lien as a collateral security for Working Capital facilities availed by Subsidiary Company-Synergy Films Pvt. Ltd

NOTE NO. 18 : SHORT-TERM LOANS AND ADVANCES

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Prepaid expenses	26,50,547	28,81,115
Balances with Government Authorities		
Govt credit receivable	20,57,765	19,06,716
Service Tax credit receivable	33,26,526	19,92,933
Advance to Trade Payables	15,76,361	10,96,071
Loans and Advances to employees	10,58,262	9,62,377
Total	1,06,69,461	88,39,212

NOTE NO. 19 : OTHER CURRENT ASSETS

Particulars	As at 31 March, 2017	As at 31 March, 2016
	Amount ₹	Amount ₹
Accruals		
Interest accrued on Fixed Deposits with Banks & Other Deposits	5,32,545	4,62,099
Others		
TDS Refund Receivable	3,60,814	4,39,326
Discount Receivable	14,08,373	10,56,051
Total	23,01,732	19,57,476

NOTE NO. 20 : REVENUE FROM OPERATIONS

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Sale of products	1,17,37,50,986	1,12,92,20,172
Processing charges	-	62,97,095
Other operating revenues	15,33,393	11,99,793
	1,17,52,84,379	1,13,67,17,060
Less:		
Excise duty	12,33,82,698	11,53,30,333
Total	1,05,19,01,681	1,02,13,86,727

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Sale of products comprises :		
<u>Manufactured goods</u>		
Plastic Film	1,16,51,32,857	1,12,27,92,924
Others	54,54,653	21,45,490
<u>Traded goods</u>		
Others	31,63,476	42,81,758
Total - Sale of products	1,17,37,50,986	1,12,92,20,172
Sale of services comprises :		
Processing charges	-	62,97,095
Total - Sale of services	-	62,97,095
Other operating revenues comprise :		
Sale of Scraps	15,33,393	11,99,793
Total - Other operating revenues	15,33,393	11,99,793

NOTE NO.21 : OTHER INCOME

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Interest Income	8,72,535	6,13,143
Other non-operating income	78,80,931	28,07,468
Total	87,53,466	34,20,611
Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Interest income comprises :		
Interest from banks on Fixed Deposits	3,22,671	1,60,338
Interest on Deposit with Dakshin Gujarat VJ Co Ltd. & Other	4,63,662	4,00,323
Interest on Employees Loan	86,202	52,482
Total - Interest Income	8,72,535	6,13,143
Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Other non-operating income comprises :		
Profit on sale of fixed assets	1,20,187	-
Liabilities / provisions no longer required written back (net)	3,31,135	4,70,726
Insurance Claim Received	5,12,303	2,80,276
Gain on foreign currency transactions and translation (net)	56,96,880	7,80,434
Miscellaneous income	12,20,425	12,76,032
Total - Other non-operating Income	78,80,931	28,07,468

NOTE NO. 22 : COST OF MATERIALS CONSUMED

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Opening stock	5,03,29,329	54,461,179
Add: Purchases	79,53,19,011	751,113,005
	84,56,48,340	805,574,184
Less: Closing stock	5,52,32,055	50,329,329
Cost of material consumed	79,04,16,285	755,244,854
Material consumed comprises :		
Poly Granuals	72,29,44,171	70,24,79,433
Other items	6,48,00,579	4,90,66,578
<u>Traded goods</u>		
Others	26,71,535	36,98,844
Total	79,04,16,285	75,52,44,854

NOTE NO. 23 : CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
<u>Inventories at the end of the year :</u>		
Finished goods	1,28,58,700	1,17,38,238
Work-in-progress	1,49,24,043	1,20,11,490
	2,77,82,743	2,37,49,728
<u>Inventories at the beginning of the year :</u>		
Finished goods	1,17,38,238	1,71,87,037
Work-in-progress	1,20,11,490	1,29,09,753
	2,37,49,728	3,00,96,790
Add/(Less) :- Variation in excise duty on opening and closing stock of finished goods	(1,38,591)	(8,29,140)
Net (increase) / decrease	(38,94,424)	71,76,202

NOTE NO. 24 : EMPLOYEE BENEFITS EXPENSE

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Salaries, Wages, Bonus and Other Allowances	6,24,02,815	5,58,03,766
Contributions to Provident and other funds	81,29,009	72,18,687
Staff Welfare expenses	14,82,901	12,74,312
Total	7,20,14,725	6,42,96,765

NOTE NO. 25 : FINANCE COSTS

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Interest expense on :		
Borrowings*	1,70,28,055	1,46,46,778
Other borrowing costs	30,00,432	18,41,866
Total	2,00,28,487	1,64,88,643

* Interest expense include interest on loans for fixed period

51,16,934

46,80,851

NOTE NO. 26 : OTHER EXPENSES

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Consumption of Stores and Spare parts	31,04,823	30,42,398
Consumption of Packing Materials	1,99,87,182	1,84,69,925
Consumption of Printing Cylinders	16,94,199	11,57,194
Power and fuel	4,77,63,811	4,67,68,128
Conversions Charges Paid	1,67,086	-
Repairs and Maintenance - Buildings	14,66,789	10,60,082
Repairs and Maintenance - Machinery	65,55,788	73,15,186
Repairs and Maintenance - Others	8,62,821	7,37,427
Insurance	25,69,925	23,21,507
Rent Including lease rentals	69,678	68,985
Rates and taxes	3,64,990	2,49,537
Communication	8,28,682	7,99,462
Travelling and Conveyance	43,34,048	39,37,733
Printing and Stationery	11,33,035	11,76,008
Freight and forwarding	1,16,00,732	1,16,79,568
Sales Commission	2,08,841	1,11,780
Sales discount	3,00,648	11,216
Business promotion	87,013	1,01,061
Donations and contributions	3,01,100	3,35,000
Motor Car Expenses	7,91,851	10,31,968
Security Charges	16,80,668	15,93,301
Royalty Paid	53,80,400	60,38,242
Directors Sitting Fees	8,20,000	9,30,000
Commission to Non-Executive Directors	2,90,385	3,71,171
Legal and Professional	31,34,250	26,20,881
Payments to Auditors	11,02,141	10,65,039
Bad trade receivables Written off	-	50,000
Net loss/(Gain) on foreign currency transactions and translation	-	1,57,692
Amortization of Goodwill on consolidation	18,99,134	18,99,134
Other Miscellaneous Expenses	54,36,231	54,23,194
Prior Period Expenses	18,02,067	-
Total	12,57,38,298	12,05,22,819

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
<i>Payments to the auditors comprises</i>		
(a) To statutory auditors		
Audit Fees	4,20,000	3,20,000
Taxation Matters	70,000	50,000
Company Law Matters	70,000	50,000
Tax Audit Fees	70,000	50,000
Certification and Other Services	2,99,423	4,86,385
Reimbursement of Expenses	1,72,718	1,08,654
Total	11,02,141	10,65,039
Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
<i>Prior Period Items includes :-</i>		
Central Excise Duty on VAT/CST Remission 2013-14	2,10,972	-
Central Excise Duty on VAT/CST Remission 2014-15	4,81,809	-
Central Excise Duty on VAT/CST Remission 2015-16	6,65,397	-
Interest on Excise Duty	3,70,989	-
Penal Int. on Transport Service Tax	72,900	-
Total	18,02,067	-

NOTE NO. 27 DISCLOSURES UNDER ACCOUNTING STANDARD AS15

Particulars
Employee benefit plans
<u>Defined Contribution Plans</u>
The Company makes Provident Fund and Superannuation Fund contributions to defined contribution plans for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised Rs.31,72,950 (Year ended 31 March, 2016 Rs.29,37,815) for Provident Fund contributions and Rs.22,57,061 (Year ended 31 March, 2016 Rs.20,24,683) for Superannuation Fund contributions in the Statement of Profit and Loss. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.
<u>Defined Benefit Plans</u>
The Company offers the following employee benefit schemes to its employees :
Gratuity
The following table sets out the funded status of the defined benefit schemes and the amount recognised in the financial statements :

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
	Gratuity	Gratuity
Components of employer expense		
Current service cost	6,61,406	4,72,661
Interest cost	47,012	36,415
Expected return on plan assets	-	-
Actuarial losses/(gains)	14,08,930	12,87,756
Total expense recognised in the Statement of Profit and Loss	21,17,348	17,96,832
Actual contribution and benefit payments for year		
Actual benefit payments	-	-
Actual contributions	12,75,063	16,73,775
Net asset/(liability) recognised in the Balance Sheet		
Present value of defined benefit obligation	(1,69,96,022)	(1,37,84,401)
Fair value of plan assets	1,55,72,629	1,32,03,293
Funded status [Surplus / (Deficit)]	(14,23,393)	(5,81,108)
Net asset/(liability) recognised in the Balance Sheet	(14,23,393)	(5,81,108)
Change in defined benefit obligations (DBO) during the year		
Present value of DBO at beginning of the year	1,37,84,401	1,11,03,052
Current service cost	6,61,406	4,72,661
Interest cost	11,15,158	8,82,693
Actuarial (gains) / losses due to change in Financial Assumption	30,79,762	(1,31,859)
Actuarial (gains) / losses due to Experience	(16,44,705)	14,78,162
Past service cost	-	-
Benefits paid	-	(20,308)
Present value of DBO at the end of the year	1,69,96,022	1,37,84,401
Change in fair value of assets during the year		
Plan assets at beginning of the year	1,32,03,293	1,06,45,001
Expected return on plan assets	10,68,146	8,46,278
Actual company contributions	12,75,063	16,73,775
Actuarial gain / (loss)	26,127	58,547
Benefits paid	-	20,308
Plan assets at the end of the year	1,55,72,629	1,32,03,293
Actual return on plan assets	10,94,273	9,04,825
Composition of the plan assets is as follows :		
Insurer Managed Funds	1,55,72,629	1,32,03,293
Actuarial assumptions		
Discount rate	7.27%	8.09%
Expected return on plan assets	7.27%	8.09%
Salary escalation	8.00%	8.00%
Attrition	2.00%	2.00%
Medical cost Inflation		
Mortality tables	LIC 2006-08 (Ultimate)	LIC 2006-08 (Ultimate)

Particulars					
The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations.					
The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.					
Experience adjustments					
	31-03-2017	31-03-2016	31-03-2015	31-03-2014	31-03-2013
Gratuity					
Present value of DBO	1,69,96,022	1,37,84,401	1,11,03,052	89,89,796	84,70,855
Fair value of plan assets	1,55,72,629	1,32,03,293	1,06,45,001	94,92,392	77,14,384
Funded status [Surplus / (Deficit)]	(14,23,393)	(5,81,108)	(4,58,051)	5,02,596	(7,56,471)
Experience gain / (loss) adjustments on plan liabilities	16,44,705	14,78,162	(35,185)	4,32,381	3,65,830
Experience gain / (loss) adjustments on plan assets	26,127	58,547	38,008	21,730	39,705
	For the year ended 31 March, 2017	For the year ended 31 March, 2016	For the year ended 31 March, 2015	For the year ended 31 March, 2014	For the year ended 31 March, 2013
Actuarial assumptions for long-term compensated absences					
Discount rate	7.27%	8.09%	7.95%	8.00%	8.00%
Expected return on plan assets	7.27%	8.09%	7.95%	9.32%	8.60%
Salary escalation	8.00%	8.00%	8.00%	8.00%	8.00%
Attrition	2.00%	2.00%	2.00%	2.00%	2.00%

The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations.

The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.

NOTE NO. 28 DISCLOSURES UNDER ACCOUNTING STANDARD AS 17

Segment Reporting :

The Company's sole business segment is Plastic Films and all activities are incidental to this sole business segment. Given this fact and that the Company services its domestic and export markets from India only, the financial statements reflect the information required by AS - 17 for the sole business segment of Plastic Films. The whole of the business assets are situated in India.

NOTE NO. 29 DISCLOSURES UNDER ACCOUNTING STANDARD AS 18

Particulars	
Related party transactions	
Details of related parties :	
Description of relationship	Names of related
Key Management Personnel (KMP)*	Mr. J. B. Desai (Managing Director)
Relatives of KMP	-
Company in which KMP / Relatives of KMP can exercise significant influence	Propack Industries (Prop. Kunal Plastics Pvt. Ltd.)

Note: Related Party relationship on the basis of the requirements of Accounting Standard 18 as in 1 (i) to (iv) above is identified and certified by the Management and relied upon by Auditors.

Details of related party transactions during the year ended 31 March, 2017 and balances outstanding as at 31 March, 2017:

	KMP	Entities in which relatives of KMP have significant influence	Total Amount ₹
(i) Purchase of goods	-	66,25,597	66,25,597
	-	(45,65,914)	(45,65,914)
(ii) Sale of goods	-	37,78,481	37,78,481
	-	(19,07,962)	(19,07,962)
(iii) Rendering of services	-	-	-
	-	(9,40,797)	(9,40,797)
(iv) Receiving of services	68,00,796	11,06,894	79,07,690
	(61,14,798)	(3,43,295)	(64,58,093)
Balances outstanding at the end of the year			
Trade receivables	-	-	-
	-	(25,807)	(25,807)
Trade Payables	-	9,47,908	9,47,908
	-	(14,08,394)	(14,08,394)

Note: Figures in bracket relates to the previous year

NOTE NO. 30 DISCLOSURES UNDER ACCOUNTING STANDARD AS 20

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
	Amount ₹	Amount ₹
Earnings per share		
Basic and Diluted		
Net profit for the year	2,58,31,739	2,73,72,629
Net profit/(loss) for the year from continuing operations attributable to the equity shareholders	2,58,31,739	2,73,72,629
Weighted average number of equity shares	30,00,000	30,00,000
Par value per share	10.00	10.00
Earnings per share - Basic and Diluted	8.61	9.12

NOTE NO. 31 IMPAIRMENT OF ASSETS - AS 28

As at March 31, 2017, the Company has reviewed the future earnings of all its cash generating assets in accordance with the Accounting Standard 28 "Impairment of Assets". As the carrying amount of assets does not exceed the future recoverable amount, consequently, no adjustment to carrying amount of assets is considered necessary by the management.

NOTE NO. 32 CONTINGENT LIABILITIES AND COMMITMENTS

	31.3.2017	31.3.2016
	₹	₹
(I) Commitments		
The Company has given irrevocable and unconditional Corporate Guarantee/ Collateral Securities to Bank of Baroda-Bulsar on behalf of Synergy Films Pvt. Ltd., a Subsidiary company in which the company is holding 100 % of the equity shares as on 31/03/2017 as a collateral security for Working capital.	4,05,69,598	4,08,63,282
(II) On account of Capital Commitments (Net of advances)	-	1,38,53,610
(iii) On account of Income Tax and Service Tax demand under contest	26,48,577	21,97,795

NOTE NO. 33 : DETAILS OF SPECIFIED BANK NOTES (SBN) HELD AND TRANSACTED DURING THE PERIOD 08/11/2016 TO 30/12/2016

'During the year, the Company has Specified bank notes, and other denomination note as defined in the MCA notification G.S.R. 308(E) dated March 31, 2017 on the details of Specified Bank Notes (SBNs) held and transacted during the period from November 08, 2016 to December 30, 2016, denomination wise SBNs and other notes as per the notification is given below:

Particulars	SBNs	Other Denomination Notes	Total
Closing Cash in hand as on 08.11.2016	6,29,500	41,020	6,70,520
(+) Permitted Receipts	-	12,08,041	12,08,041
(-) Permitted Payments	-	(5,57,958)	(5,57,958)
(-) Amount deposited in Banks	(6,29,500)	(2,67,745)	(8,97,245)
Closing Cash in hand as on 30.12.2016	-	4,23,358	4,23,358

For the purpose of this clause, the term 'Specified Bank Notes' shall have same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs, number S.O. 3407(E), dated 08th November, 2016.

NOTE NO. 34 : INFORMATION RELATING TO SUBSIDIARY

Particulars	Net Assets i.e. total assets minus total liabilities		Share in Profit or loss	
	As % of Consolidated Net Assets	Amount in INR	As % of Consolidated Profit or Loss	Amount in INR
Parent				
- Ecoplast Limited	99.46%	24,09,79,250	76.17%	1,96,74,986
Subsidiary - Indian				
- Synergy Films PVT.*	0.54%	13,10,101	23.83%	61,56,754
Total				

* Share of Profit is net of impairment loss on Goodwill.

NOTE NO. 35 : DISCLOSURE OF DERIVATIVES

The foreign currency outstanding balances that have not been hedged by any derivative instrument or otherwise as at 31st March, 2017 are as follow : (In'000)

Particulars	31-03-2017		31-03-2016	
	Amount In Foreign Currency \$ & €	Amount In INR Rs.	Amount In Foreign Currency \$ & €	Amount In INR Rs.
Assets	\$218	Rs. 14,192	\$153	Rs. 10,047
	\$513	Rs. 34,668	\$515	Rs. 32,824
Liabilities	€18	Rs. 1,286	€28	Rs. 2,134

NOTE NO. 36

The Company has imported Plant and Machineries under Export Promotion Capital Goods Scheme (EPCG) without payment of Custom Duty. In the event of non-fulfilment of export obligations as specified, Company may be held liable to pay custom duty of Rs.65.65 lacs (Previous year Rs.33.45 lacs) in terms of the said Scheme. As on 31st March 2017 Company is not in any default under the Scheme.

NOTE NO. 37

The Company prior to it being listed had issued Bonus shares on 29th June, 1994 for Rs. 10 Million (10,00,000 equity shares of Rs. 10/- each) by capitalising part of its revaluation reserve. Accordingly, the paid up equity share capital of the company stands increased by Rs. 10 Million and the revaluation reserve stands reduced by that amount. The issue of bonus shares as aforesaid is contrary to the circular issued by the Department of Company Affairs issued in September, 1994 and the recommendations of the Institute of Chartered Accountants of India issued in November, 1994. However, the Hon'ble Supreme Court in the recent decision in the case of Bhagwati Developers Vs Peerless General Finance & Investment Co. & others (2005) Comp LJ 377 (SC) has held that there is no specific bar under the Companies Act for issue of Bonus Shares out of Revaluation Reserve and that the Department's Communique was advisory in nature, without any mandatory effect. The Management is therefore of the opinion that both according to the accounting principles and provisions of Company Law, the Company was justified in capitalizing its Revaluation Reserve.

As per our Report of even date.
For **AKKAD MEHTA & CO.**
Chartered Accountants
Firm ICAI Registration No. 100259W

For and on behalf of the Board of Directors

SANJAY MEHTA
Partner
Membership No. 016859

P. P. KHARAS
Chairman

JAYMIN B.DESAI
Managing Director

ANTONY ALAPAT
Company Secretary

M. D. DESAI
C.F.O.
Place : Mumbai
Date: 22nd May, 2017

Place: Mumbai
Date: 22nd May, 2017

DISCLOSURE OF DETAILS OF MEETINGS OF BOARD OF DIRECTORS HELD AND ATTENDED BY DIRECTORS AS REQUIRED UNDER SECRETARIAL STANDARD 1(SS-1).
MEETING OF THE BOARD OF DIRECTORS

The dates of the meeting were 25th May 2016, 11th July 2016, 10th August 2016, 11th November 2016, 9th February 2017, 14th March 2017

Sr. No.	Name of Director	No. of Board Meetings attended
1.	Pheroze P. Kharas	5
2.	Bhupendra M. Desai	4
3.	Charulata N. Patel	6
4.	Dhananjay T. Desai	4
5.	Jehangir A. Moos	6
6.	Jaymin B. Desai	5
7.	Mukul B. Desai	6

AUDIT COMMITTEE MEETING

The dates of the meeting were 25th May 2016, 10th August 2016, 11th November 2016, 9th February 2017

Sr.No.	Name of Director	No. of Committee Meetings attended
1.	Mukul B. Desai	4
2.	Bhupendra M. Desai	3
3.	Jehangir A. Moos	4
4.	Pheroze P. Kharas	4

NOMINATION & REMUNERATION COMMITTEE MEETING

The dates of the meeting were 10th August 2016, 13th September 2016

Sr.No.	Name of Director	No. of Committee Meetings attended
1.	Mukul B. Desai	1
2.	Bhupendra M. Desai	2
3.	Jehangir A. Moos	2
4.	Pheroze P. Kharas	2

STAKEHOLDERS RELATIONSHIP COMMITTEE MEETING

The date of the meeting was 25th May 2016

Sr.No.	Name of Director	No. of Committee Meetings attended
1.	Pheroze P. Kharas	1
2.	Jehangir A. Moos	1
3.	Mukul B. Desai	1

INDEPENDENT DIRECTORS MEETING

The date of the meeting was 15th December 2016

Sr.No.	Name of Director	No. of Meetings attended
1.	Mukul B. Desai	1
2.	Jehangir A. Moos	1
3.	Bhupendra M. Desai	1
4.	Dhananjay T. Desai	1

Ecoplast Limited

Regd. Office: National Highway No. 8, Water Works Cross Road, Abrama, Valsad - 396 001

CIN: L25200GJ1981PLC004375

Tel: (02632) 226157

E-mail : investor@ecoplastindia.com • Website : www.ecoplastindia.com

Attendance Slip

I hereby record my presence at the THIRTY FIFTH ANNUAL GENERAL MEETING of the Company at the Country Club, At P.O. Vashier, Valsad 396 001 on Wednesday, 20th September 2017 at 11.00 a.m.

SIGNATURE OF THE ATTENDING MEMBER / PROXY

- Notes :
1. Shareholder / Proxyholder wishing to attend the meeting must bring the Attendance slip to the meeting and hand it over at the entrance duly signed.
 2. Shareholder/Proxyholder desiring to attend the meeting should bring his / her copy of the Annual Report for reference at the meeting.

Form No. MGT-11

Proxy form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

ECOPLAST LIMITED

Regd. Office: National Highway No. 8, Water Works Cross Road, Abrama, Valsad - 396 001

CIN: L25200GJ1981PLC004375

Tel: (02632) 226157

E-mail : investor@ecoplastindia.com • Website : www.ecoplastindia.com

Name of the Member (s) : _____

Registered address : _____

E-mail Id : _____

Folio No. / Client ID : _____ DP ID No.: _____

I / We, being the member(s) of _____ equity shares of the above named company, hereby appoint

1. Name :

Address :

E-mail Id :

Signature : _____, or failing him / her:

2. Name :

Address :

E-mail Id :

Signature : _____, or failing him / her:

3. Name :

Address :

E-mail Id :

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 35th Annual General Meeting of the Company at the Country Club, At P.O. Vashier, Valsad 396 001 on Wednesday, 20th September 2017 at 11.00 a.m., and at any adjournment thereof, in respect of such resolutions set out in the Notice convening the meeting, as are indicated below:

Sr. No.	Resolutions	
1	Consider & adopt:	
	a) Audited Financial Statements, Reports of the Board of Directors and the Auditors	
	b) Audited Consolidated Financial Statement	
2	Declare Dividend on Equity shares for the financial year ended 31 st March, 2017	
3	Vacancy caused by retirement of Mr. Pheroze P. Kharas, Director (DIN No. 00026026) be not filled in.	
4	Appointment of M/s. Y.B. Desai & Associates, Chartered Accountants, Surat, (ICAI Registration No. 102368W) to hold office from the conclusion of this Annual General Meeting ("AGM") till the conclusion of the 40 th AGM to be held in the year 2022(subject to ratification of their appointment at every AGM if so required under the Act).	

<p>Affix Revenue Stamp of Rs. 1/-</p>

Signed this _____ day of _____, 2017
Signature of Shareholder

Signature of Proxy Holder (s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered office of the Company, not less than 48 hours before the commencement of the Meeting..