



**PANKAJ
POLYMERS LIMITED**

CIN : L24134TG1992PLC014419

Regd. Office : Vth Floor, Surya Towers, S.P. Road,
Secunderabad - 500 003. Telangana, INDIA

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E-mail : info@pankajpolymers.com
pankajnagpurunit@gmail.com

Dated 12th October 2018

Department of Corporate Services
Bombay Stock Exchange Limited
1st Floor, Rotunda Building,
B.S.Marg, Fort,
Mumbai - 400 001

Kind Attn: The General Manager

Dear Sir,

Sub: Submission of Annual Report for FY 2017-18 – Reg.

Ref : Reg. 34 (1) of SEBI (LODR) Regulations, 2015.

Scrip Code : 531280

Please find enclosed Annual Report of the Company for the Financial Year 2017 -18 in accordance with Reg. 34(1) of SEBI (LODR) Regulations, 2015.

Request you to take the same on record.

Thanking you,

for **Pankaj Polymers Limited**

Pankaj Goel
Managing Director

Encl : As above

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Important Communication to Members

The Ministry of Corporate Affairs has taken a "Green Initiative in Corporate Governance" by allowing paperless compliance by Companies through electronic mode. In accordance with the circulars issued by the Ministry, Companies can now send various notices and documents including annual report, to its shareholders through electronic mode to the registered e-mail addresses of shareholders. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses in respect of electronic holdings with the Depository through their concerned Depository Participants and in respect of physical holdings with the Company.



Board of Directors

Shri Pankaj Goel	-	Managing Director
Shri Paras Goel	-	Jt. Managing Director
Smt. Nita Goel	-	Non Executive Woman Director
Shri Aman Goel	-	Executive Director
Shri T. Prasad Reddy	-	Independent Director (upto 30.05.2018)
Shri Manohar Ramawat	-	Independent Director
Shri Sandeep Gupta	-	Independent Director
Shri Suresh Kumar Gupta	-	Independent Director (w.e.f. 26.06.2017)

Audit Committee

Shri Manohar Ramawat	-	Chairman
Shri Pankaj Goel	-	Member
Shri Suresh Kumar Gupta	-	Member

CIN: L24134TG1992PLC014419

Registered Office

"E" Block, 5th Floor,
105, Surya Towers, Sardar Patel Road,
Secunderabad, Telangana-500003.

Statutory Auditors

M/s Sekhar & Co.
133/4, Rashtrapathi Road,
Secunderabad, Telangana-500003.

Internal Auditors

M/s Luharuka & Associates,
5-4-184/3&4, Soham Mansion,
2nd Floor, M.G. Road,
Secunderabad, Telangana-500003.

Secretarial Auditors

M/s A.S Ramkumar & Associates
IC, 1st Floor, Yeturu Towers,
6-2-47, A C Guards,
Hyderabad, Telangana-500004.

Listing

Bombay Stock Exchange Limited (BSE),
Mumbai.

Works

U-63, Electronic Zone,
MIDC, Hingna Industrial Estate
Nagpur, Maharashtra - 440016

Nomination and Remuneration Committee

Shri Manohar Ramawat	-	Chairman
Shri Sandeep Gupta	-	Member
Shri Suresh Kumar Gupta	-	Member

Stakeholder Relationship Committee

Shri Manohar Ramawat	-	Chairman
Shri Pankaj Goel	-	Member
Shri Paras Goel	-	Member

Company Secretary & Compliance Officer

Ms. Rekha Singh (upto 30.10.2017)

Chief Financial Officer

Mr. T. Brahmaiah

Bankers

IDBI, Basheerbagh Branch
Hyderabad.

Share Transfer Agents

Karvy Computershare Private Limited
Karvy Selenium Tower B, Plot 31-32,
Gachibowli, Financial District, Nanakramguda,
Hyderabad, Telangana-500032.

NOTICE

Notice is hereby given that the 26th Annual General Meeting of the members of **Pankaj Polymers Limited** will be held on Friday, the 28th day of September 2018 at 11:00 A.M. at Lions Bhavan, 1-8-179, Lakpath Building, Behind HDFC Bank, Near Paradise Circle, Secunderabad – 500003, Telangana to transact the following items of business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March 2018, the Statement of Profit and Loss for the year ended on that date along with Cash Flow Statement and the notes forming part of accounts, Auditors' Report and the Report of the Board of Directors thereon.
2. To appoint a Director in place of Smt. Nita Goel (DIN: 00014507), who retires by rotation and being eligible, offers herself for re-appointment.
3. To appoint a Director in place of Shri. Aman Goel (DIN: 07729553) who retires by rotation and being eligible offers himself for re-appointment.
4. Ratification of Appointment of Statutory Auditors

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

“RESOLVED THAT pursuant to Sections 139, Sections 142 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification or re-enactment thereof, for the time being in force), the appointment of M/s. Sekhar & Co., Chartered Accountants (Firm Regn. No. 003695S) as Statutory Auditors of the Company, made at the 25th Annual General Meeting (AGM) for a period of 5 years, be and is hereby ratified to hold office from the conclusion of ensuing Annual General Meeting till the conclusion of the next Annual General Meeting of the Company to be held in the year 2019, at such remuneration as may be mutually agreed between the Board of Directors and the Auditors.”

SPECIAL BUSINESS:

5. Revision in remuneration of Mr. Aman Goel, Executive Director

To consider and if thought fit, to pass the following resolution, with or without modification, as a **Special Resolution**:

“RESOLVED THAT pursuant to the provisions of Sections 196, 197 and other applicable provisions of the Companies Act, 2013 and rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force), the consent of the Members be and is hereby accorded to revise the remuneration payable to Mr. Aman Goel (DIN: 07729553), Executive Director of the Company, w.e.f 1st October, 2017 as follows:

- a) Salary: Rs. 1,00,000/- (Rupees one lakh only) per month and be broken into various components as per HR policy of the company, with a provision for increase in salary of not more than Rs.25,000/- per annum over the previous year.
- b) He shall also be entitled to following as per company's policy:

- i) Leave Encashment at the end of the tenure;
- ii) Contributions to Provident Fund, Superannuation Fund or Annuity Fund;
- iii) Gratuity payable at a rate not exceeding half a month's salary for each completed year of service.

RESOLVED FURTHER THAT in the absence of or inadequacy of profits in any financial year during his tenure of office, the remuneration will be paid as a Minimum Remuneration to Mr. Aman Goel, subject to the provisions of Section II of Part II of Schedule V of the Companies Act, 2013.

RESOLVED FURTHER THAT the Directors of the Company be and are hereby severally authorized to file necessary forms with the Registrar of Companies, Andhra Pradesh & Telangana, Hyderabad and to do all such acts, deeds and things as may be required to give effect to the aforesaid resolution."

By Order of the Board

Place: Secunderabad
Date: 04.08.2018

Sd/-
Pankaj Goel
Managing Director
(DIN: 00010059)

Notes:

1. **A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and on a poll to vote instead of himself/herself. Such a proxy need not be a member of the Company.** A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company.
2. Proxies in order to be effective must be received by the Company at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
3. The Register of Members and Share Transfer Books of the Company in respect of Equity Shares will remain closed from 22nd September, 2018 to 28th September, 2018 (both days inclusive).
4. Statement as required under Section 102 of the Companies Act, 2013, in respect of special business is annexed hereto.
5. In case you are holding the Company's shares in dematerialized form, please contact your depository participant and give suitable instructions to update your bank details in your demat account and to notify any changes with respect to their addresses email id, ECS mandate. In case you are holding Company's shares in physical form, please inform Company's Share Transfer Agent viz. M/s. Karvy Computershare Private Limited, Karvy Selenium Tower B, Plot 31-32, Gachibowli, Financial District, Nanakramguda, Hyderabad – 500 032, Telangana, by enclosing a photocopy of blank cancelled cheque of your bank account.

6. M/s. Karvy Computershare Private Limited, Karvy Selenium Tower B, Plot 31-32, Gachibowli, Financial District, Nanakramguda, Hyderabad – 500 032, Telangana, the Share Transfer Agent (STA) of the Company. All communications in respect of share transfers and change in the address of the members may be communicated to them.
7. Members holding shares in the same name under different Ledger Folios are requested to apply for consolidation of such Folios and send the relevant share certificates to the Share Transfer Agent/Company.
8. Corporate members intending to send their authorized representatives to attend the meeting are requested to send to the Company a certified copy of the Board resolution authorizing their representative to attend and vote on their behalf at the meeting.
9. Members holding shares in physical form are informed to furnish their bank account details to the STA to have printed the same on the dividend warrants so as to avoid any possible fraudulent encashment / misuse of dividend warrants by others.
10. Relevant documents referred to in the accompanying Notice are open for inspection by the members at the Registered office of the Company on all working days, between 11.00 A.M. to 1.00 P.M. upto the date of the meeting.
11. Members/Proxies are requested to bring the attendance slip filled in for attending the Meeting.
12. Members who hold shares in physical form can nominate a person in respect of all the shares held by them singly or jointly. Members who hold shares in single name are advised, in their own interest to avail of the nomination facility. Members holding shares in dematerialized form may contact their respective depository participant(s) for recording nomination in respect of their shares.
13. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company / STA.
14. Electronic copy of the Annual Report for 2017-18 which includes Notice of the 26th Annual General Meeting, Attendance Slip and Proxy Form is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copies of the Annual Report for 2017-18 is being sent in the permitted mode.
15. A Route map giving directions to reach the venue of the 26th Annual General Meeting is given at the end of the notice.

E-voting:

The business as set out in the Notice may be transacted through electronic voting system and the Company is providing facility for voting by electronic means. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014, the Company is pleased to offer e-voting facility as an alternate to its members to cast their votes electronically on all resolutions set forth in the Notice convening the 26th Annual General

Meeting. The Company has engaged the services of Karvy Computershare Private Limited to provide the e-voting facility.

The Members whose names appear in the Register of Members / List of Beneficial Owners as on 21st September 2018 (cut-off date) are entitled to vote on the resolutions set forth in this Notice.

The e-voting period will commence on 24th September, 2018 (9:00 a.m) and will end on 27th September 2018 (5 p.m.). During this period, shareholders of the Company holding shares either in physical form or in dematerialized form, as on the cut-off date may cast their vote electronically. The e-voting module shall be disabled by Karvy for voting thereafter. Members will not be able to cast their votes electronically beyond the date & time mentioned above.

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

Item No. 5

It is recommended by the Nomination and Remuneration Committee and Board of Directors to increase the remuneration payable to Mr. Aman Goel, Executive Director of the Company as detailed in the resolution. The said increase in the remuneration will be within the stipulations of Sections 196, 197, 198 of the Act and Schedule V thereto. The resolution requires the approval of the shareholders.

Mr. Aman Goel, Mr. Panakj Goel, Mr. Paras Goel and Mrs. Nita Goel, being relatives are interested in this resolution. Except them, none of the other Directors and Key Managerial Personnel of the Company or their relatives is in any way concerned or interested, financially or otherwise, in the said resolution. The Board recommends resolution under Item No. 5 to be passed as a special resolution.

By Order of the Board

Place: Secunderabad
Date: 04.08.2018

Sd/-
Pankaj Goel
Managing Director
(DIN: 00010059)

INFORMATION PURSUANT TO SEBI (LODR) REGULATIONS, 2015 REGARDING THE DIRECTORS SEEKING RE-APPOINTMENT IN THE ANNUAL GENERAL MEETING

Smt. Nita Goel

Smt. Nita Goel, aged about 45 years is a B.com graduate. She has relevant industry experience to her credit for more than a Decade, she is wife of Shri. Paras Goel, Joint Managing Director of the Company. She is not holding any other directorship.

Smt. Nita Goel is not holding any Committee position and is holding 205000 (3.70%) equity shares in the Company.

Shri. Aman Goel

Mr. Aman Goel, aged about 22 years did his Bachelors of Science in Management from Bentley University, Boston, United States of America. He is the son of Mr. Paras Goel, the Jt. Managing Director of the Company. Mr. Aman is looking after Production activities in the Company. He is not holding any shares in the Company and does not hold any other directorships.



DIRECTORS' REPORT

Dear Shareholders,

Your Directors are pleased to present herewith the 26th Annual Report on the business and operations of the Company and the Audited Accounts for the year ended 31st March, 2018.

1. Financial Results and Operations

The summarized financial results for the year ended 31st March 2018 as compared with the previous year are as under:

₹ in Lakhs

S.No	Particulars	2017-18	2016-17
a.	Sales	467.59	569.48
b.	Profit before Interest, Depreciation & Tax	81.21	182.42
c.	Less: Interest	30.32	40.42
d.	Less: Depreciation	40.50	44.54
e.	Profit before Tax	10.39	97.46
f.	Less: Provision for Income Tax	1.98	19.27
g.	Add: Deferred Tax	2.09	2.61
h.	Less: MAT Credit Entitlement	1.98	19.27
i.	Net Profit	8.29	94.84

The Net sales for the year ended 31st March, 2018 are ₹ 467.59 lakhs, as against ₹569.48 lakhs for the previous corresponding year. The Profit before Tax is ₹ 10.39 lakhs as against profit of ₹97.46 lakhs for the previous year showing a significant drop in the profit of the Company.

2. Dividend

Your Directors consider it's prudent to conserve the resources of the Company to sustain its future growth and as such not recommended any dividend for this year.

3. Deposits from public

The Company has not accepted any deposits from public and as such, no amount on account of principal or interest on deposits from public was outstanding as on the date of the balance sheet.

4. Transfer to the Reserves

No amount was transferred to the Reserves for the year ending 31.03.2018.

5. Board of Directors and Key Managerial Personnel

Relevant information on composition of the Board and number of meetings is provided in 'Board of Directors' section of Corporate Governance Report which forms part of this Annual Report.

In accordance with the requirements of the Companies Act, 2013 and the Articles of Association of the Company Smt. Nita Goel and Shri. Aman Goel, Directors retires by rotation

and offers themselves for re-appointment. Your Board of Directors recommends their re-appointment. Their brief profile has been provided elsewhere in this Annual Report.

Pursuant to the provisions of Companies Act, 2013, Shri. Suresh Kumar Gupta was appointed as 'Independent Director in Casual Vacancy' raised consequent to resignation of Shri. Ishoo Narang, on 26.06.2017.

Pursuant to the provisions of section 203 of Companies Act, 2013, the key managerial personnel of the Company are – Shri. Pankaj Goel, Managing Director, Mr. T.Brahmaiah, Chief Financial Officer and Ms. Rekha Singh, Company Secretary (from 29.05.2017 to 30.10.2017).

Remuneration and other matters provided in section 178(3) of the Act have been disclosed in the corporate governance report, which forms part of this report.

Statement on Declaration given by Independent Directors under sub-Section (6) of Section 149

The Independent Directors have submitted the Declaration of Independence, as required pursuant to Section 149(7) of the Companies Act, 2013 stating that they meet the criteria of Independence as provided in sub-section (6) and Regulation 16(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations").

6. Evaluation of the Board's Performance

In compliance with the Companies Act, 2013 and SEBI (LODR) Regulations, 2015, the performance evaluation of the Board and of its Committees was carried out during the year under review. More details on the same are given in the Corporate Governance Report.

7. Familiarization Program for Independent Directors

The Company has formulated a familiarization program for the Independent Directors to provide insights into the Company to enable the Independent Directors to understand its business in depth and contribute significantly to the Company.

8. Nomination and Remuneration Policy

The Company follows a policy on remuneration of Directors and Senior Management Employees. The policy is approved by the Nomination and Remuneration Committee and the Board. More details on the same are given in the Corporate Governance Report.

9. Director's Responsibility Statement

In accordance with clause (c) of sub-section 3 of section 134 of the Companies Act, 2013, the Directors of the Company state:

- a. That in the preparation of the accounts for the financial year ended 31st March, 2018; the applicable accounting standards have been followed along with proper explanation relating to material departures.
- b. That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were 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 of the Company for the year under review.
- c. That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act,

2013 for safe guarding the assets of the Company and for preventing and detecting fraud and other irregularities.

- d. That the Directors have prepared the accounts for the financial year ended 31st March 2018 on a 'going concern basis'.
- e. That the Directors have laid down internal financial controls to be followed by the Company and that such financial controls are adequate and operating effectively.
- f. The Directors had devised proper systems to ensure Compliance with the provisions of all applicable Laws, and that such systems were adequate and operating efficiently.

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, work performed by the internal, statutory auditors and external consultants and the reviews performed by management and the relevant board committees, including the audit committee, the board is of the opinion that the Company's internal financial controls were adequate and effective during the financial year 2017-18.

10. Auditors

a) Statutory Auditors

Pursuant to the provisions of Section 139 of the Act read with Companies (Audit and Auditors) Rules, 2014, as amended from time to time, M/s. Sekhar & Co., Chartered Accountants, were appointed as statutory auditors of the Company at its 25th Annual General Meeting (AGM) held on September 28, 2017 for a period of 5 years, subject to the ratification of their appointment at every AGM.

The Board recommends their appointment for ratification at the ensuing Annual General Meeting (AGM). However ratification of appointment of statutory auditors by the members at every AGM is done away pursuant to Companies (Amendment) Act, 2017 read with Notification S.O. 1833(E) effective from 7th May 2018 issued by the Ministry of Corporate Affairs, New Delhi. Accordingly, no ratification of appointment of Auditors will be proposed from next AGM.

The Auditors' Report to the Shareholders for the year under review does not contain any Qualifications.

b) Internal Auditors

The Board of Directors based on the recommendation of the Audit Committee has appointed M/s. Luharuka & Associates, Chartered Accountants, as the Internal Auditors of your Company. The Internal Auditors are submitting their reports on quarterly basis.

c) Secretarial Auditors

The Board has appointed M/s. A.S. Ram Kumar and Associates, Company Secretary in Practice, to carry out the Secretarial Audit under the provisions of section 204 of the Companies Act, 2013 for the financial year 2017-18. The Report of the Secretarial Auditor is annexed to this report as **Annexure - A**.

11. Particulars of Employees

No employee in the organization was in receipt of remuneration, which requires disclosure under section 197 of the Companies Act, 2013 read with Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

12. Corporate Governance

As per SEBI (LODR) Regulations, 2015 and Companies Act, 2013 on Corporate Governance, the Company has complied with the Corporate Governance requirements. A separate section on Corporate Governance along with a certificate from the auditors confirming the compliance forms part of this Report.

13. Risk Management Policy

The Company has instituted a proper mechanism for identifying and establishing controls to effectively manage different kinds of risks. At present the threats, risks and concerns being felt are stiff competition in the market, consolidation of manufacturers, who have branded products and fluctuations in prices as well as availability of raw materials.

14. Management Discussion & Analysis Report

Pursuant to the provisions of SEBI (LODR) Regulations, 2015 a report on Management Discussion & Analysis is herewith annexed as **Annexure – B** to this report.

15. Whistle Blower Policy

The Company has in place a Whistle Blower Policy for Vigil Mechanism for Directors and Employees to report to the Management about unethical behavior, fraud, and violation of Company's Code of Conduct. None of the personnel has been denied access to the Audit Committee.

16. Declaration about Compliance with Code of Conduct by Members of the Board and Senior Management Personnel

The Company has complied with the requirements about the Code of Conduct for Board members and Senior Management Personnel. A compliance certificate by the Managing Director forms part of this Report.

17. Disclosure under the Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013. All employees (permanent, contractual, temporary and trainee) are covered under the Policy. The following is a summary of sexual harassment complaints received and disposed off during each year:

- | | | | |
|----|--------------------------------|---|-----|
| a) | No. of Complaints Received | : | NIL |
| b) | No. of Complaints Disposed off | : | NIL |

18. Conservation of Energy, Technology Absorption, Foreign Exchange Earning and Outgo

Particulars pursuant to the provisions of Section 134 of Companies Act, 2013 read with Rule 8 of Companies (Accounts) Rules, 2014 are given in the **Annexure – C** to this report.

19. Other Disclosures

i. Extract of Annual Return

An extract of Annual Return prepared in accordance with section 92(3) of the Companies Act, 2013 in Form MGT-9 is annexed as **Annexure – D** to this Report.

ii. Number of Board Meetings

The Board of Directors met Five (5) times during the year 2017-18. The details of Board Meeting and attendance of Directors is provided in the Corporate Governance Report, which forms a part of this Report.

iii. Change in Share Capital

There was no change in Share Capital during the year 2017-18.

iv. Composition of Audit Committee.

The Board has re-constituted the Audit Committee, comprising of Shri. T. Prasad Reddy, as the Chairman, Shri. Pankaj Goel and Shri. Manohar Ramavat as the members of the committee. More details on the Committee are given in the Corporate Governance Report, which forms a part of this Report.

v. Related Party Transactions

All Related Party Transactions are entered on Arm's Length basis and are in compliance of the Companies Act, 2013 and the SEBI (LODR) Regulations, 2015.

There are no materially significant related party transactions made by the Company with Promoters, Directors or Key Managerial Personnel etc. which may have potential conflict with the interest of the Company at large.

All Related Party Transactions are presented to the Audit Committee and the Board. Omnibus approval is obtained for transactions which are foreseeable and repetitive in nature. A statement of all Related Party Transactions is presented before the Audit Committee on quarterly basis, specifying the nature, value and terms and conditions of the transactions. Complete details mentioned in the Notes to accounts.

Information on transactions with related parties pursuant to section 134(3) (h) of the Act read with rule 8(2) of the Companies (Accounts) Rules, 2014 are given in **Annexure - E** in Form AOC-2 to this report.

vi. Loans/ Guarantees/ Investments under section 186 of Companies Act, 2013

The particulars of loans, guarantees and investments have been disclosed in the financial statements.

20. Significant and material orders passed by Regulators or Courts.

There are no significant material orders passed by the Regulators or Courts which would impact the going concern status of the Company and its future operations.

21. Adequacy of Internal Financial Control Systems with reference to Financial Statements

The Company has in place proper and adequate internal control systems commensurate with the nature of its business, and size and complexity of its operations. Internal control systems comprising of policies and procedures designed to ensure reliability of financial reporting timely feedback on achievement of operational and strategic goals, compliance with policies procedure, applicable laws and regulations, and that all assets and resources as acquired are used economically.

22. Corporate Social Responsibility

The provisions of Corporate Social Responsibility are not applicable to the Company for the year.

23. Subsidiary / Joint Venture / Associate Companies

The Company does not have subsidiary/joint venture companies. Details of Associate Companies are mentioned in MGT 9 i.e., Extract of Annual Return and financial statements, which form part of this Report.

24. Indian Accounting Standard

The Ministry of Corporate Affairs vide its notification dated 16.02.2015, has notified the Company (Indian Accounting Standards), Rules, 2015. In pursuance of the said notification, the Company has adopted Indian Accounting Standard (Ind AS) with effect from 01.04.2017.

25. Human Resource

Your Company considers its Human Resources as the key to achieve its objectives. Keeping this in view, your Company takes utmost care to attract and retain quality employees. The employees are sufficiently empowered and such work environment propels them to achieve higher levels of performance. The unflinching commitment of employees is the driving force behind the Company's vision. Your Company appreciates the spirit of its dedicated employees.

26. Events subsequent to the date of Financial Statements

As you are aware, the shareholders of the Company have passed the resolutions by way of Postal Ballot (on 10th June 2018) for amendment of main objects of the Company, increased the power to make Investment, give Loan, extend Guarantee or provide Security upto Rs.15 crores and for transfer/sale/lease of Assets of Nagpur Unit of the Company.

27. Acknowledgements

Your Directors wish to express their appreciation for the cooperation and continued support received from the Industrial Development Bank of India, the Company's Bankers. Your Director's also take this opportunity to place on record their appreciation for the dedicated services rendered and sense of commitment shown by the employees at all levels and their contribution towards the performance of the Company.

for and on behalf of the Board of Directors

Place: Secunderabad

Date: 04.08.2018

Sd/-	Sd/-
Pankaj Goel	Paras Goel
Managing Director	Jt. Managing Director
(DIN 00010059)	(DIN 00010086)

**SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31st MARCH 2018**

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

To,
The Members,
Pankaj Polymers Limited
'E' Block, 5th Floor, 105, Surya Towers,
Sardar Patel Road, Secunderabad – 500 003,
Telangana.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Pankaj Polymers 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 Pankaj Polymers Limited books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March 2018, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by Pankaj Polymers Limited for the financial year ended on 31st March, 2018 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 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 (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;
 - (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:
- a) The EPF & Misc. Provisions Act, 1952;
 - b) Income Tax Act and Indirect Taxes.
 - c) Labour and Industrial laws.

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

- i) Secretarial Standards issued by The Institute of Company Secretaries of India;
- ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), 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 and Non-Executive Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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

All the decisions at the Board Meetings and Committee Meetings have been carried out unanimously as recorded in the Minutes of the meetings of the Board of Directors or Committees of the Board, as the case may be.

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.
- there were no such specific events/actions in pursuance of the above referred laws, rules, regulations, etc., having a major bearing on the Company's affairs.

Place: Hyderabad
Date: 04.08.2018

for **A.S.Ramkumar & Associates**
Company Secretaries

Sd/-
N. MADHAVI
Partner
CP No. 11732

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.

To,
The members,
Pankaj Polymers Limited

Annexure 'A'

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. Wherever 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.

Place: Hyderabad
Date: 04.08.2018

for **A.S.Ramkumar & Associates**
Company Secretaries

Sd/-
N. MADHAVI
Partner
CP No. 11732

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The information required in compliance of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and forming a part of the Directors' Report for the Year ended 31st March, 2018.

INDUSTRY STRUCTURE & DEVELOPMENT:

The Indian plastic industry has taken great strides. The industry grew by 13% annually in the last five years. The industry is expected to grow at a steady rate over the next few years. Indian plastic industry has enormous potential for growth. With increasing competition in the global market and the constant drive to improve the living standards, the scope for use of plastics is bound to increase manifold.

The Indian plastics industry offers excellent potential in terms of capacity, infrastructure and skilled manpower. It is supported by a large number of polymer producers, and plastic process machinery and mould manufacturers in the country. It has large growth prospects in infrastructure, healthcare, agriculture and automotive Industries. The consumer market for automobiles and consumer durable goods is growing rapidly, both are major users of plastics.

Indian plastic industry has made significant achievements in the country ever since it made a promising beginning with the start of production of polystyrene in 1957. The industry is growing at a rapid pace and the per capita consumption of plastics in the country has increased several times as compared to the earlier decade. Pankaj Polymers Limited is a polymer manufacturing company primarily operating in the segment of Plastic Moulded Industrial Accessories.

The Company integrates finest quality of raw materials using advanced technology and stringent quality control procedures. The Company ensures getting new models and designs for its products with good quality at reasonable prices to cater to the requirements and preferences of its customers.

OPPORTUNITIES AND THREATS:

a. OPPORTUNITIES

The Indian plastic industry clearly has the potential to continue its fast growth. However, over the next few years, competition in the industry is expected to increase considerably, as a result of global trends, which will become applicable to the liberalizing economy of country. To survive the competition, both polymer manufacturers and processors will need to adopt radically new methods and approaches to reduce costs, improve market and customer service and management of performance.

The plastic industry caters to the almost every aspect of daily life such as clothing, housing, construction, furniture, automobiles, household items, agriculture, horticulture, irrigation, packaging, medical appliances, electronics and electrical items. Increased penetration in all areas is helping the industry grow.

b. THREATS

As the polymer industry faces many challenges in terms of environmental myths, lack of advanced technology, limited infrastructure, and high volatility in feedstock prices, thus becomes more competitive, polymer manufacturers face increasing pressures for production cost reductions and more stringent "polymer quality" requirements. To overcome these challenges, significant efforts will have to be made by all the stakeholders to realize the real potential of this industry.

SEGMENT WISE PERFORMANCE:

As per Accounting Standard AS- 17, the business of the Company falls under only one segment of business; hence segment report is not applied.

RISKS AND CONCERNS:

While the demand for the polymers continues to be strong however the polymers are petrochemical products. The fluctuation in crude prices may increase the cost of polymer production. Global trade balance and inventories will have impact on polymer prices. At present the risk and concerns, being felt and forecasted are, stiff competition in the market, consolidation of manufacturers, who have branded products and fluctuations in prices as well as availability of the raw material. Innovation, rationalization of costs and effective downstream industry management will offer a competitive advantage to polymer manufacturers across the globe.

INDUSTRY OUTLOOK:

Demand for polymers has been growing at quite different paces from region to region. The different regions will continue to perform unevenly, with Asia leading the growth. The global polymer industry grew by 37m tonnes to 194m tonnes, corresponding to an average annual consumption growth of around 3%. But the Company incurring losses due to fluctuation of Raw Material Prices, Stiff Competition, change in technology and insolvency of existing plant. The market conditions are not very favourable and the unit is incurring losses since quite some time and is facing bigger challenges in terms of sale of products, realization of sale proceeds in time.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

During the year under review the Company has achieved a turnover of ₹ 467.59 lakhs as against ₹ 569.49 lakhs in the previous year. Company has produced 197.313 MTS of Plastic Moulded Industrial Accessories against 269.053 MTS in the previous year. Pet Jars production during the year was 116.169 MTS as against 120.235 MTS in the previous year.

During the year the Company has earned a Net Profit 8.29 lakhs as against Net Profit 94.85 lakhs in the previous year. The Company has made a provision of 1.98 lakhs for Tax Expenses. No transfers from the profits were made to the General Reserve. The entire net profit is carried over in the Profit & Loss Account.

The Earning per share (EPS) of the Company as on 31.03.2018 was ₹ 0.15 as against ₹ 1.71 in the previous year.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:

The Company has an adequate system of internal controls comprising authorization levels, supervision, checks and balance and procedures through documented policy guidelines and manuals, which provide that all transactions are authorized, recorded and reported correctly and compliance with policies and statutes are ensured. The operational managers exercise their control over business processes through operational systems, procedural manual and financial limits of authority manual, which are reviewed and updated on an ongoing basis to improve the systems and efficiency of operations. The company places prime importance on an effective internal audit system. The internal control system is supplemented by internal audit, regular review by the management and well-documented policies. The Company has an independent internal audit system to monitor the entire operations and services. The top management and Audit Committee of the Board review the findings of the Internal Auditor and takes remedial actions accordingly.

INDUSTRIAL RELATIONS AND HUMAN RESOURCE DEVELOPMENT:

PMENT:

The focus is on capability development, performance management and employee engagement. This is expected to improve cost competitiveness through greater levels of employee participation, commitment and involvement.

The Company recognizes human resources as its biggest strength which has resulted in getting acknowledgement that the Company is the right destination where with the growth of the organization, value addition of individual employees is assured. The total number of employees as on 31st March, 2018 is about 32.

CAUTIONARY STATEMENT

Statement in this report on Management Discussion and Analysis describing the company's objectives, projections, estimates, exceptions or predictions may be forward looking statement and are based on certain assumptions and exception of future events. Actual result could however differ materially from those express or implied. Important factors that could make a difference to the Company's operation including global and domestic demand-supply condition, finished goods process, raw material cost, and availability, changes in government regulations and tax structure, economic development within India and the Countries with which the Company has Business Contracts and other factors such as litigation and industrial relations.

The Company assumes no responsibility in respect of forward looking statement herein which may undergo changes in future on the basis of subsequent developments, information and events.

ANNEXURE-C

Information under section 134 of the Companies Act, 2013 read with rule 8 of Companies (Accounts) Rules, 2014 and forming a part of Directors' Report.

Conservation of Energy

The Company is striving to conserve energy by adopting innovative measures to reduce wastage and optimize consumption. The adoption of the above helps to control the proportionate increase in total energy usage consequent to overall increase in production. The total energy consumption is given as per Form-A below:

Form A: for Disclosure of Particulars with respect to Conservation of Energy

PARTICULARS	2017-18	2016-17
POWER & FUEL CONSUMPTION		
1. Electricity		
a) Purchased		
Units	500814	439088
Total Amount (₹)	3434823	3510894
Rate Per Unit (₹)	6.86	8.00
b) Own Generation		
Through diesel generator		
Units (Litres)	--	--
Total Cost (₹)	--	--
2. Coal (specify quality and where used)		
Quantity	--	--
Total Cost (₹)	--	--
Average Rate (₹)	--	--
3. Furnace Oil		
Quantity (Litres)	--	--
Total Amount (₹)	--	--
Average rate (₹)	--	--
4. Natural gas		
Quantity	--	--
Total Amount (₹)	--	--
Average rate (₹)	--	--
CONSUMPTION PER UNIT OF PRODUCTION:	--	--
The consumption of raw material per Kg.		

FORM B (See Rule 2)**Form for Disclosure of Particulars with respect to Technology Absorption (R&D)**

A. Research and Developed (R&D)	—	Not Applicable
B. Technology absorption, adoption and innovation	—	Not Applicable
C. Foreign Exchange Earnings and Outgo:		
	Amount in Rs.	Amount in Rs.
Earnings	NIL	NIL
Outgo	NIL	NIL

For and on behalf of the Board of Directors

Place: Secunderabad
Date: 04.08.2018

Sd/-
Pankaj Goel
Managing Director
(DIN 00010059)

Sd/-
Paras Goel
Jt. Managing Director
(DIN 00010086)

**FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN**

As on financial year ended on 31.03.2018

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

I. REGISTRATION & OTHER DETAILS:

1.	CIN	L24134TG1992PLC014419
2.	Registration Date	24/06/1992
3.	Name of the Company	PANKAJ POLYMERS LIMITED
4.	Category/Sub-category of the Company	COMPANY HAVING SHARE CAPITAL
5.	Address of the Registered office & contact details	5th Floor, E- Block, 105, Surya Towers, Sardar Patel Road, Secunderabad - 500003, Telangana. Ph: 040-27897743/44 Email-Id: info@pankajpolymers.com
6.	Whether listed company	YES (LISTED-IN- BSE)
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Karvy Computershare Private Limited Karvy Selenium Tower B, Plot 31-32, Gachibowli, Financial District, Nanakramguda, Hyderabad – 500 032, Telangana. Ph: 040 6716 1606 / 1602

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:

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the Company
1	Manufacture of HDPE/PP Woven Sacks/Fabrics Plastic Moulded Industrial Accessories (CFL) Pet Jars	22203 22207	100

III. PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES:

Sl. No.	Name & Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate company	% Of Shares held	Applicable Section of Companies Act, 2013
1	Pankaj Capfin Private Limited 5 th Floor, E-Block, 105, Surya Towers, Sardar Patel Road, Secunderabad - 500003 Telangana	U67120TG1996PTC023072	Associate	4.04	2 (d)
2	Pankaj Tubes Private Limited 5 th Floor, E-Block, 105, Surya Towers, Sardar Patel Road, Secunderabad - 500003 Telangana	U27106TG1982PTC024346	Associate	-	2 (d)
3	Pankaj Strips Private Limited 5 th Floor, E-Block, 105, Surya Towers, Sardar Patel Road, Secunderabad - 500003 Telangana	U17303TG1998PTC041693	Associate	11.76	2 (d)
4	Aman Tubes Private Limited 5 th Floor, E-Block, 105, Surya Towers, Sardar Patel Road, Secunderabad - 500003 Telangana	U72200TG2006PTC049475	Associate	-	2 (d)
5	Pankaj Polytec Private Limited 5 th Floor, E-Block, 105, Surya Towers, Sardar Patel Road, Secunderabad - 500003 Telangana	U25199TG2011PTC073822	Associate	-	2 (d)

6	Vaibhav Ropes Private Limited 105, D Block, 5 TH Floor Surya Towers, S. P Road Secunderabad - 500003 Telangana	U25209TG2017PTC115328	Associate	-	2 (6)
7	Pankaj Polychem Private Limited D-Block,Vth Floor, 105, Surya Towers, S.P. Road Secunderabad – 500003, Telangana	U25203TG2011PTC076262	Associate	14.29	2 (6)

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

i. Category- wise Shareholding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				%Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters and Promoter Group									
(1)Indian									
a)Individual/HUF	1215030	0	1215030	21.92	945030	0	945030	17.05	-4.87
Central Govt.	0	0	0	0	0	0	0	0	0
State Govt (s)	0	0	0	0	0	0	0	0	0
Bodies Corp.	1757247	0	1757247	31.70	2027247	0	2027247	36.57	+4.87
Banks / FI	0	0	0	0	0	0	0	0	0
Any Other....	0	0	0	0	0	0	0	0	0
Sub-total (A)(1):-	2972277	0	2972277	53.61	2972277	0	2972277	53.61	0
(2) Foreign									
a) NRIs - Individuals	0	0	0	0	0	0	0	0	-
b) Other – Individuals	0	0	0	0	0	0	0	0	-
c) Bodies Corp.	0	0	0	0	0	0	0	0	-
d) Banks / FI	0	0	0	0	0	0	0	0	-
e) Any Other....	0	0	0	0	0	0	0	0	-
Sub-total (A)(2):-	0	0	0	0	0	0	0	0	-
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	2972277	0	2972277	53.61	2972277	0	2972277	53.61	0
B. Public Shareholding									
1.Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	-
b) Banks / FI	0	0	0	0	0	0	0	0	-
c) Central Govt	0	0	0	0	0	0	0	0	-
d) State Govt(s)	0	0	0	0	0	0	0	0	-
e) Venture	0	0	0	0	0	0	0	0	-

Capital Funds									
f) Insurance Companies	0	0	0	0	0	0	0	0	-
g) FIs	0	0	0	0	0	0	0	0	-
h) Foreign Venture Capital Fund	0	0	0	0	0	0	0	0	-
i) Others (specify)	0	0	0	0	0	0	0	0	-
Sub-total (B)(1):-	0	0	0	0	0	0	0	0	-
2. Non Institutions									
a) Bodies Corp.	666303	13900	680203	12.27	663998	13900	677898	12.23	-0.04
b) Individuals									
i) Individual shareholders holding nominal share capital up to Rs. 2 lakhs	866217	295659	1161876	20.96	983661	294159	1277820	23.05	+2.09
ii) Individual shareholders holding nominal share capital in excess of Rs 2 lakhs	368336	0	368336	6.64	596073	0	596073	10.75	+4.11
c) Others: NRIs	361388	0	361388	6.52	19832	0	19832	0.36	-6.16
Sub-total (B)(2):-	2262264	309559	2571823	46.39	2263564	308059	2571623	46.39	0
Total Public Shareholding (B)=(B)(1)+(B)(2)	2262264	309559	2571823	46.39	2263564	308059	2571623	46.39	0
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	5234341	309559	5543900	100	5235841	308059	5543900	100	-

ii. Shareholding of Promoters/ Promoters Group

SN	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
1	Pankaj Capfin Private Limited	657617	11.86	0	657617	11.86	0	-
2	Pankaj Strips Private Limited	735730	13.27	0	1005730	18.14	0	+4.87
3	Pankaj Polytec Private Limited	363900	6.56	0	363900	6.56	0	-
4	Baburam Goel	278540	5.02	0	8540	0.15	0	-4.87
5	Pankaj Goel	236520	4.27	0	236520	4.27	0	-
6	Paras Goel	235660	4.25	0	235660	4.25	0	-
7	Kanchan Goel	259310	4.68	0	259310	4.68	0	-
8	Nita Goel	205000	3.70	0	205000	3.70	0	-
	TOTAL	2972277	53.61	0	2972277	53.61	0	0

iii. Change in Promoters' Shareholding (Please specify If there is No Change)

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Pankaj Strips Private Limited				
	At the beginning of the year	735730	13.27	735730	13.27
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer /bonus/sweat equity etc):	Dated: 26.04.2017 Increase in Shareholding By Inter-se transfer from Baburam Goel		270000	4.87
	At the End of the year	1005730	18.14	1005730	18.14
2	Baburam Goel				
	At the beginning of the year	278540	5.02	278540	5.02
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer /bonus/sweat equity etc):	Dated: 26.04.2017 Decrease in Shareholding By Inter-se transfer to Pankaj Strips Pvt. Ltd.		(270000)	-4.87
	At the End of the year	8540	0.15	8540	0.15

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

Sl. No.	Shareholder Name	Shareholding at the beginning of the year		Share holding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Mangal Savitri Bizcon Private Limited	-	-	224237	4.04
2	Prabha B Kedia	-	-	209228	3.77
3	Garnet International Limited	338945	6.11	147076	2.65
4	Nikulkumar Pravinbhai Kanani	76000	1.37	76000	1.37
5	Mita Dipak Shah	-	-	65810	1.19
6	Religare Finvest Ltd	100000	1.80	60000	1.08
7	Sheth Commercial Pvt Ltd	50000	0.90	50000	0.90
8	Ashok Humad	46200	0.83	46200	0.83
9	Narayan Prasad Mundhra	45027	0.81	45027	0.81
10	Rama Kant Gaggarr	115609	2.09	42609	0.77

v. Shareholding of Directors and Key Managerial Personnel:

Sl. No.	For each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Pankaj Goel				
	At the beginning of the year	236520	4.27	236520	4.27
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer /	0	0	0	0

	bonus/ sweat equity etc): NIL				
	At the End of the year	236520	4.27	236520	4.27
2	Paras Goel				
	At the beginning of the year	235660	4.25	235660	4.25
	Date wise Increase / Decrease in Promoters Share Holding during the year Specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc): NIL	0	0	0	0
	At the End of the year	235660	4.25	235660	4.25
3	Nita Goel				
	At the beginning of the year	205000	3.70	205000	3.70
	Date wise Increase / Decrease in Promoters Share Holding during the year Specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc): NIL	0	0	0	0
	At the End of the year	205000	3.70	205000	3.70
4	T. Prasad Reddy				
	At the beginning of the year	0	0	0	0
	Date wise Increase / Decrease in Promoters Share Holding during the year Specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc): NIL	0	0	0	0
	At the End of the year	0	0	0	0
5	Manohar Ramawat				
	At the beginning of the year	0	0	0	0
	Date wise Increase / Decrease in Promoters Share Holding during the year Specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc): NIL	0	0	0	0
	At the End of the year	0	0	0	0
6	Sandeep Gupta				
	At the beginning of the year	0	0	0	0
	Date wise Increase / Decrease in Promoters Share Holding during the year Specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc): NIL	0	0	0	0
	At the End of the year	0	0	0	0
7	Aman Goel				
	At the beginning of the year	0	0	0	0
	Date wise Increase / Decrease in Promoters Share Holding during the year Specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc): NIL	0	0	0	0
	At the End of the year	0	0	0	0
8	Suresh Kumar Gupta				
	At the beginning of the year	0	0	0	0
	Date wise Increase / Decrease in Promoters Share Holding during the year Specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc): NIL	0	0	0	0
	At the End of the year	0	0	0	0

V. INDEBTEDNESS

(Rs.)

(Indebtedness of the company including Interest outstanding/accrued but not due for payment)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	25118287	-	-	25118287
ii) Interest due but not paid	196717	-	-	196717
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	25315004	-	-	25315004
Change in Indebtedness during the financial year				
*Addition	-	-	-	-
*Reduction	2636414	-	-	2636414
Net Change	-2636414	-	-	-2636414
Indebtedness at the end of the financial year				
i) Principal Amount	22451006	-	-	22451006
ii) Interest due but not paid	227584	-	-	227584
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	22678590	-	-	22678590

VI. REMUNERATION TO DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director.

(Rs.)

S. No.	Particulars of Remuneration	Name of MD/WTD/ Manager			Total Amount
		Pankaj Goel	Paras Goel	Aman Goel	
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	870,000	870,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission - as % of profit - others, specify...	-	-	-	-
5	Others (Contribution to P.F)	-	-	-	-
	Total (A)	-	-	870,000	870,000
	Ceiling as per the Act				

B. Remuneration to Other Directors:

(Rs.)

S. No.	Particulars of Remuneration	Name of Directors				TOTAL AMOUNT
		T.Prasad Reddy	Manohar Ramavat	Sandeep Gupta	Suresh Kumar Gupta	
1	Independent Directors					
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify					
	Total (1)	-	-	-	-	-
2	Other Non-Executive Directors					
	Fee for attending board committee	-	-	-	-	-

	meetings					
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (2)	-	-	-	-	-
	Total (B)=(1+2)	-	-	-	-	-
	Total Managerial Remuneration	-	-	-	-	-
	Overall Ceiling as per the Act					

C. Remuneration To Key Managerial Personnel other than MD/Manager/WTd: (Rs.)

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	75,000	2,40,000	3,15,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	- Others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	TOTAL	-	75,000	2,40,000	3,15,000

VII. PENALTIES/PUNISHMENTS/COMPOUNDING OF OFFENSES

(Rs.)

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

for and on behalf of the Board of Directors

Place: Secunderabad
Date: 04.08.2018

Sd/-
Pankaj Goel
Managing Director
(DIN: 00010059)

Sd/-
Paras Goel
Jt. Managing Director
(DIN: 00010086)

Form No. AOC-2

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

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

S. No.	Particulars	
1.	Details of contracts or arrangements or transactions not at arm's length basis:	NIL
	(a) Name(s) of the related party and nature of relationship:	
	(b) Nature of contracts/arrangements/transactions:	
	(c) Duration of the contracts / arrangements/transactions:	
	(d) Salient terms of the contracts or arrangements or transactions including the value, if any:	
	(e) Justification for entering into such contracts or arrangements or transactions	
	(f) Date(s) of approval by the Board:	
	(g) Amount paid as advances, if any:	
	(h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188:	
2.	Details of material contracts or arrangement or transactions at arm's length basis:	NIL
	(a) Name(s) of the related party and nature of relationship:	
	(b) Nature of contracts/arrangements/transactions:	
	(c) Duration of the contracts / arrangements/transactions:	
	(d) Salient terms of the contracts or arrangements or transactions including the value, if any:	
	(e) Date(s) of approval by the Board, if any:	
	(f) Amount paid as advances, if any:	

For and on behalf of the Board of Directors

Place: Secunderabad
Date: 04.08.2018

Sd/-
Pankaj Goel
Managing Director
(DIN 00010059)

Sd/-
Paras Goel
Jt. Managing Director
(DIN 00010086)

REPORT ON CORPORATE GOVERNANCE

(Pursuant to SEBI (LODR) Regulations, 2015 with the Stock Exchange)

1. A brief statement on Company's philosophy on Corporate Governance

The Company believes that good Corporate Governance practices should be enshrined in all activities of the Company. This would ensure efficient conduct of affairs of the Company and help the Company to achieve goal of maximizing value for all its stake owners. Your Company's business objective is to manufacture and market the Company's product in such a way as to create value that can be sustained over the long term for consumers, shareholders, employees & business partners. Your Company is conscious of the fact that the success of a Company is a reflection of the professional conduct and ethical values of its management & employees. Your Company affirms its commitment to follow good corporate governance practices proactively.

2. Board of Directors

- i. **Composition of Board:** The Company has an Executive Chairman and the Company has optimum combination of Executive and Non-Executive Directors. About two-third of the Board are Non-Executive Directors. Half of the Board comprises of Independent Directors. The composition of the Board is in conformity with SEBI (LODR) Regulations, 2015.
- ii. **Board and Committee Meetings:** None of the Directors on the Board is a member of more than 10 committees or Chairman of more than 5 committees across all the Companies in which he is a Director. Necessary disclosures regarding committee positions in other public companies as at 31st March 2018 has been made by the Directors.
- iii. The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and at the last Annual General Meeting and also the number of other directorships and committee memberships held by them are given below:

Name	Category	No. of Board Meetings held during the Year 2017-18		Whether attended last AGM held on 28 th September, 2017	No. of Directorships in all other companies	No. of Committee positions held	
		Held	Attended			Chairman	Member
Shri. Pankaj Goel	Promoter Executive	5	5	Y	4	Nil	2
Shri. Paras Goel	Promoter Executive	5	5	Y	5	Nil	1
Smt. Nita Goel	Promoter Non Executive - Women Director	5	5	Y	1	Nil	Nil
Shri. Aman Goel	Promoter Executive	5	5	Y	1	Nil	Nil
Shri. T Prasad Reddy*	Non Executive-Independent	5	5	Y	3	2	1
Shri. Manohar Ramavat	Non Executive-Independent	5	5	Y	2	1	1
Shri. Sandeep Gupta	Non Executive - Independent	5	5	Y	1	Nil	1
Shri. Suresh Kumar Gupta	Non Executive - Independent	3	3	Y	1	Nil	Nil

*Shri T Prasad Reddy, Independent Director of the Company resigned from the directorship on Board from 30.05.2018.

- iv. Five (5) Board Meetings were held during the year 2017-18 on 29.05.2017, 26.06.2017, 22.08.2017, 13.12.2017 and 07.02.2018. The gap between two meetings did not exceed 120 days.
- v. Necessary information as mentioned in Part-A of Schedule - II read with Regulation 17(7) of SEBI (LODR) Regulations, 2015 has been placed before the Board for their consideration.
- vi. The details relating to appointment/re-appointment of Directors as required under Regulation 36(3) of SEBI (LODR) Regulation, 2015 are provided in the Notice to the Annual General Meeting.

3. Code of Conduct

The Code of Conduct has been adopted by the Board of Directors, which is applicable to all the Directors, both Executive and Non-Executive and Senior Management team comprising of members of Management one level below the Executive Directors, including all functional heads.

A declaration by Managing Director affirming the compliance of the Code of Conduct by Board Members and Senior Management Executives forms part of this report.

4. Audit Committee

- i. The Audit Committee of the Company was constituted in line with the provisions of Regulation 18 of SEBI (LODR) Regulations, 2015 read with Section 177 of the Companies Act, 2013.
- ii. The Company's Audit Committee comprises of the following Directors two of them are Independent Directors and one of them is Executive Director:

1. Shri T. Prasad Reddy	-	Chairman
2. Shri Pankaj Goel	-	Member
3. Shri Manohar Ramavat	-	Member

However, the Committee was reconstituted on 30.05.2018 with new members.

- iii. The terms of reference and the role of the Audit Committee is to overview the accounting systems, financial reporting and internal controls of the Company. The Powers and role of Audit Committee are as set out in the SEBI (LODR) Regulations, 2015 and section 177 of the Companies Act, 2013.

The Company continued to derive immense benefit from the deliberations of the Audit Committee comprising of two Non-Executive and Independent Directors and one Executive Non Independent Director. Shri. T Prasad Reddy, Independent Director was heading the Audit Committee as Chairman. The Chairman of the Audit Committee was present at the previous Annual General Meeting.

- iv. During the year 2017-18 the Audit Committee met Four (4) times on 29.05.2017, 22.08.2017, 13.12.2017 and 07.02.2018. Statutory Auditors, Managing Director and Joint Managing Director were invited for the meetings. The Company Secretary acts as the secretary of the Audit Committee. The attendance of the members of the committee is given below:

Name	Category	No. of Meetings during the Year 2017-18	
		Held	Attended
Shri T. Prasad Reddy, Chairman	Independent, Non Executive	4	4
Shri. Pankaj Goel, Member	Executive Director	4	4
Shri. Manohar Ramavat, Member	Independent, Non Executive	4	4

5. Nomination and Remuneration Committee

- i. The Company had constituted “Nomination and Remuneration Committee” in terms of Section 178 of the Companies Act, 2013 read with Regulation 19 of SEBI (LODR) Regulations, 2015. The committee comprises of Shri Manohar Ramavat, Shri Sandeep Gupta and Shri T. Prasad Reddy, all being Non- Executive & Independent Directors. However, the Committee was reconstituted on 30.05.2018 with new members. The broad terms of reference of the remuneration committee are:
 - Formulation of the criteria for determining qualifications, positive attributes and independence of Director and recommend to the Board a policy, relating to the remuneration of the Directors, Key Managerial Personnel and other employees.
 - Formulation of criteria for evaluation of Independent Directors on the Board.
 - Devising a policy on Board diversity.
 - Identifying persons who are qualified to become Directors and person suitable to be appointed in Senior Management in accordance with the criteria laid down, and recommend to the Board their appointment and removal. The Company shall disclose the remuneration policy and the evaluation criteria in its Annual Report.
 - The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate the Directors to run the Company successfully.
 - Relationship of remuneration to performance is clear and meets appropriate performance benchmarks.
 - Remuneration to Directors, Key Managerial Personnel and Senior Management involves a balance reflecting short and long term performance objectives appropriate to the working of the Company and its goals.
- ii. **Remuneration policy:** The Company while deciding the remuneration package of the management takes into consideration the employment scenario, remuneration package of the industry, financial performance of the Company and talents of the appointee. The Executive Directors and Non Independent Directors of the Company are not entitled to sitting fees.
- iii. During the year 2017-18 the Nomination and Remuneration Committee met Two (2 times on 29.05.2017 and 22.08.2017).
- iv. **Performance Evaluation:**

Pursuant to the provisions of Companies Act, 2013 and SEBI (LODR) Regulations, 2015, the Board has carried out the annual performance evaluation of its own performance, the Directors individually as well as evaluation of the workings of its Board Committees. A structured questionnaire was prepared after circulating the draft forms, covering various

aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, obligations and governance.

A meeting of the Independent Directors was held on 7th February 2018, which reviewed the performance of Non-Independent Directors, Chairman and the quality of the information and follow up action is being taken on suggestions made therein.

v. **Details of remuneration to all the Directors, as per format in main report.**

Name	Designation	Salary & Commission (₹)	Perquisites (Contribution to P.F) (₹)	Total (₹)
Shri Aman Goel	Whole-time Director	870,000	-	870,000

Sitting Fees: Nil

The Company does not have any stock option plan or performance linked incentives for any Directors of the Company. The appointments are made for a period of five years on the terms and conditions in the respective resolutions passed by the members in the General Meetings, which do not provide for severance fees.

Details of Shares of the Company held by the Directors as on March 31st, 2018 are given below:

Name	No. of Shares
Shri Pankaj Goel - M.D.	236520
Shri Paras Goel - Jt. M.D.	235660
Smt. Nita Goel	205000
Shri Aman Goel	Nil
Shri T. Prasad Reddy	Nil
Shri Manohar Ramawat	Nil
Shri Sandeep Gupta	Nil

6. Stakeholders' Relationship Committee

- This committee comprises of 3 members Shri T. Prasad Reddy, Shri Paras Goel and Shri Pankaj Goel. The Chairman of the committee Shri T. Prasad Reddy, is a Non-Executive Independent Director. The committee looks into transfer and transmission, issue of duplicate share certificates, consolidation and sub-division of shares and investors grievances. The committee oversees the performance of the Registrars and Shares Transfer Agents and recommends measures for overall improvement in the quality of investor services. The committee was reconstituted on 30.05.2018.
- The Board has designated Company Secretary as the Compliance Officer.
- The total number of complaints received and replied to the satisfaction of shareholders during the year under review was Nil. There were no pending complaints, requests for transfers or transmissions or demat/remat as on 31st March 2018.

7. General Body Meetings

i. Location & Time of Last 3 Annual General Meetings:

Year	Venue	Date	Time
2016-2017	Lions Bhavan, 1-8-179, Lakhapath Building, Behind HDFC Bank, Paradise Circle, Secunderabad-500003	28.09.2017	11.00AM
2015-2016	Lions Bhavan, 1-8-179, Lakhapath Building, Behind HDFC Bank, Paradise Circle, Secunderabad-500003	28.09.2016	11.00AM
2014-2015	Lions Bhavan, 1-8-179, Lakhapath Building, Behind HDFC Bank, Paradise Circle, Secunderabad-500003	28.09.2015	11.00AM

ii. During the last year, no resolution has been passed through postal ballot:

iii. Details of Special Resolutions passed at the last three Annual General Meetings.

1. At the AGM held on 28.09.2015:

- Power to borrow in excess of Paid-up Capital and Free Reserves.
- Power to Mortgage assets of the Company.
- Maintenance of the Register of Members and related books at a place other than the Registered Office of the Company.
- Adoption of new Articles of Association of the Company containing regulations in conformity with the Companies Act, 2013.

2. At the AGM held on 28.09.2016:

- Power to borrow in excess of Paid-up Capital and Free Reserves.
- Power to Mortgage assets of the Company.

3. At the AGM held on 28.09.2017:

- Appointment of Mr. Aman Goel as an Executive Director of the Company.
- Appointment of Shri. Suresh Kumar Gupta as an Independent Director of the Company.

8. Disclosures

i. Disclosures on materially significant Related Party Transactions that may have potential conflict with the interests of Company at large.

During the year 2017-18, your Company had not entered into any material transaction with any of its related parties that may have potential conflict with the interests of Company at large.

Your Company has formulated a Policy on materiality of Related Party Transactions and also dealing with Related Party Transaction.

Approval was granted by the Audit Committee for transactions entered into with the Related Parties for the financial year 2017-18 and the same was reviewed/ cleared by the Audit Committee at regular interval.

The necessary disclosures regarding the transactions with the related parties are given in the Notes to the Financial Statements, forming a part of this Report. The policy on the Related Party Transactions is hosted on the Company's website www.pankajpolymers.com.

ii. Disclosure of Accounting Treatment

Your Company has not adopted any alternative accounting treatment prescribed differently from Accounting Standard.

iii. CEO/CFO Certification

In terms of Part-B of Schedule II read with Regulation 17(8) of the SEBI (LODR) Regulations, 2015, the Certificate duly signed by the Managing Director and CFO of the Company was placed before the Board of Directors along with the financial statements for the year ended 31st March 2018, at its meeting held on 30th May 2018 and forms part of this Annual Report.

iv. Details of non-compliance by the Company, penalties, and strictures imposed on the Company by Stock Exchange or SEBI or any Statutory Authority, on any matter related to capital markets, during the last three years: **NIL.**

v. Whistle Blower Policy and affirmation that no personnel have been denied access to the Audit Committee.

The Company has in place a Whistle Blower Policy for Vigil mechanism for Directors and employees to report to the management about the unethical behavior, fraud, violation of Company's Code of Conduct. None of the personnel have been denied access to the Audit Committee.

vi. Disclosure regarding compliances made with Mandatory requirements and adoption of Non-Mandatory requirements.

- All mandatory Requirements were complied with for the year ending 31.03.2018.
- Non-Mandatory requirements adopted are as follows:
 1. The Board: A separate office is not maintained for the Non-Executive Chairman of the Company. The Composition of the Board of Directors, Committees of the Board are in line with the provisions of the SEBI (LODR) Regulations, 2015, the Companies Act, 2013 and other applicable laws.
 2. Shareholders' Rights: The Financial performance of the Company on quarterly basis including a summary of significant events are published in English and Local Telugu Newspaper. Hence, this information is not sent to each household of shareholders individually.
 3. Audit Qualifications: There are no audit qualifications in the report.
 4. Reporting of Internal Auditor: The Internal Auditor submits his report to the Audit Committee for review on quarter basis.

9. Means of Communication

The quarterly/half yearly/annual results, notices of Board Meetings/ General Meetings and all other material information are normally published by the Company in Financial Express and Nav Telangana. The Financial results and the other important information to shareholders placed at Companies' website www.pankajpolymers.com. Official news releases are sent to the stock exchanges at Mumbai where the shares of the Company are listed. During the year 2017-18, no specific presentations were made to institutional investors or to the analysts.

10. General Shareholders Information

- a. Date and Time of AGM : 28th September, 2018 at 11.00 A.M.
 Venue : Lions Bhavan, 1-8-179, Lakpath Building,
 Behind HDFC Bank, Near Paradise Circle,
 Secunderabad 500003, Telangana
- b. Financial Year : 1st April 2018 to 31st March 2019
 1st Quarterly Results : 4th August, 2018
 2nd Quarterly Results : On or before 14th November, 2018
 3rd Quarterly Results : On or before 14th February, 2019
 Annual Audited Results : On or before 30th May, 2019
- c. Dates of Book Closure : 22.09.2018 to 28.09.2018 (both days inclusive)
- d. Dividend payment date : No dividend was recommended by the Board for FY 2017 -18.
- e. Listing on Stock Exchanges : The Bombay Stock Exchange Limited, Mumbai
 The Company has paid its annual listing fees to the stock exchange for the financial year 2018-19.
- f. Stock Code : 531280
- g. Market Price Data : High/Low price in each month of the financial year 2017-18 on the Stock Exchange, Mumbai is given below:

Month	Share Price (Rs.)	
	High	Low
Apr-17	11.02	9.95
May-17	10.42	9.46
Jun-17	9.66	7.60
Jul-17	7.80	6.70
Aug-17	12.62	7.86
Sept-17	12.38	12.00
Oct-17	12.14	11.70
Nov-17	12.49	11.55
Dec-17	20.93	12.48
Jan-18	25.35	17.85
Feb-18	17.25	9.25
Mar-18	10.15	8.27

- h. Registrars and Transfer Agents (RTA):
 Karvy Computershare Private Limited
 Karvy Selenium Tower B, Plot 31-32,
 Gachibowli, Financial District,

Nanakramguda, Hyderabad 500 032, Telangana.

Ph: 040 6716 1606 / 1602

Toll Free No.18003454001

Email: einward.ris@karvy.com

Website: www.karvycomputershare.com

i. Share Transfer System:

In pursuance of SEBI Notification No. D&CC/FITC/CIR-15/2002 dated 27th December 2002, the Company had appointed M/s. Karvy Computershare Private Limited as single agency for share registry work. Share transfers and communications regarding share certificates, change of address, etc., must be forwarded to the RTA.

The R & T Agent process the physical Share Transfers and the Shares sent for physical transfers are generally registered within a period of 30 days from the date of receipt, if the documents are clear in all respects.

j. Shareholding Pattern of the Company as on 31st March 2018:

Sl.No	Category	No. of Shares	% of Shareholding
1.	Promoters	2972277	53.61
2.	Mutual Funds and UTI	0	00.00
3.	Banks, Financial Institution, Insurance Companies	0	00.00
4.	Private Corporate Bodies	677898	12.23
5.	Indian Public	1873893	33.80
6.	NRI/OCBs	19832	00.36
	TOTAL	5543900	100.00

k. Distribution of Shareholding as on 31st March 2018

Share holding of Nominal value of	Share Holders		Amount	
Rs. (1)	Number (2)	% to total (3)	in Rs. (4)	% to total (5)
1 - 5000	1141	68.16	2132020.00	3.85
5001 - 10000	269	16.07	2260640.00	4.08
10001 - 20000	106	6.33	1736830.00	3.13
20001 - 30000	39	2.33	1001540.00	1.81
30001 - 40000	25	1.49	901630.00	1.63
40001 - 50000	17	1.02	814920.00	1.47
50001 - 100000	29	1.73	2404740.00	4.34
100001 - Above	48	2.87	44186680.00	79.70
TOTAL	1674	100.00	55439000.00	100.00

l. De-materialization of shares and liquidity

Trading in equity shares of the Company is permitted only in dematerialized form as per notification issued by SEBI. All requests for Dematerialization of shares are processed

and the confirmation is given to the respective Depositories, i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL), within 15 days of receipt and the Company's' ISIN is INE698B01011.

Dematerializations of shares are done through M/s. Karvy Computershare Private Limited., and on an average the dematerialization process is completed within a period of 7 days from receipt of a valid demat request along with all documents. 94.44% of the paid up capital has been dematerialized as on 31.03.2018.

m Outstanding ADRs/GDRs/ Warrants or any convertible instruments, conversion date and likely impact on equity:

Not applicable as the Company has not issued any of the above instruments.

- n. Plant Locations :** U-63, Electronic Zone
MIDC, Hingna Industrial Estate, Nagpur 440016, Maharashtra.

o. Address for Correspondence:

Sl.No.	Shareholders Correspondence for	Address to
1.	Transfer/Dematerialization/ consolidation / split of shares, issue of Duplicate share certificates, change of address of members and beneficial owners and any other query relating to the shares of the Company.	M/s.Karvy Computershare Private Limited Karvy Selenium Tower B, Plot 31&32, Gachibowli, Financial District, Nanakramguda, Hyderabad – 500 032, Telangana, Ph: 040 6716 1606 / 1602
2.	Investor Correspondence/queries on Annual Report etc.	COMPANY SECRETARY M/s Pankaj Polymers Limited "E" Block, V Floor, 105, Surya Towers, S.P. Road, Secunderabad - 500 003 Tel : 040-27897743, 27897744 Email: info@pankajpolymers.com

11. The Reconciliation of Share capital Audit

The Company gets the Reconciliation of Share Capital Audit done by a Practicing Company Secretary for the purpose of reconciliation of the total admitted capital with both the depositories, physical and the total issued and listed capital. The Reconciliation of Share capital Audit Report placed before the Board of Directors on a quarterly basis and is also sent to the Stock Exchanges where the Company's shares are Listed.

The above report has been approved by the Board of Directors at their meeting held on 04.08.2018.

**CERTIFICATE ON COMPLIANCE OF CONDITIONS OF
CORPORATE GOVERNANCE**

To
The Share holders
Pankaj Polymers Limited

We have examined the compliance of the conditions of Corporate Governance by Pankaj Polymers Limited for the year ended 31st March, 2018 as per the relevant provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (referred to as "SEBI Listing Regulations 2015).

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

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the regulations of Corporate Governance as stipulated in the SEBI Listing Regulations 2015.

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

For Sekhar & Co
Chartered Accountants
F.R. No. 003695S

Sd/-
G Ganesh
(Partner)
Membership No. 211704

Place: Secunderabad
Date: 04.08.2018

COMPLIANCE CERTIFICATE BY CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO)

We, Pankaj Goel, Managing Director and T. Brahmaiah, CFO of Pankaj Polymers Limited, to the best of our knowledge and belief, certify that:

We have reviewed the financial statements and the cash flow statement for the year under review and to the best of our knowledge and belief:

- these statements do not contain any materially untrue statement or omit any material facts or contain statements that might be misleading;
- these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

To the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.

We are responsible for establishing and maintaining internal controls for financial reporting and have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and disclosed to the auditors and audit committee, the deficiencies in the design and operation of such internal controls and the steps taken to rectify these deficiencies.

We have indicated to the auditors and the audit committee that

- there are no significant changes in internal control over financial reporting during the year.
- there are no significant changes in accounting policies during the year .
- there are no frauds of which we are aware, that involves management or other employees who have a significant role in the Company's internal control system.

Sd/-
Pankaj Goel
Managing Director

Sd/-
T.Brahmaiah
CFO

Place: Secunderabad

Date: 30.05.2018

DECLARATION ON COMPLIANCE WITH CODE OF CONDUCT

Pursuant to Regulation 26 and Schedule V (D) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, I hereby declare that all the Board members and Senior Management Personnel are aware of the provisions of the Code of Conduct laid down by the Board. I hereby confirm that all Board Members and Senior Management personnel have affirmed compliance with the Code of Conduct.

Place: Secunderabad

Date: 04.08.2018

Sd/-
Pankaj Goel
Managing Director
DIN: 00010059

INDEPENDENT AUDITOR'S REPORT**To the Members of M/s Pankaj Polymers Limited****Report on the Ind AS Financial Statements**

1. We have audited the accompanying Ind AS financial statements of **M/s Pankaj Polymers Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss including the statement of Other Comprehensive Income, the Cash Flow Statement and the statement of change in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information

Management's Responsibility for the Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the companies (Indian Accounting Standards) Rule, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under. We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India, as 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.
4. An audit involves performing procedures to obtain audit evidence about the amounts and 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 standalone Ind AS 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 standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of 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 standalone Ind AS financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

Opinion

5. In our opinion and to the best of our information and according to the explanations given to us, the standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, its profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

6. 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 paragraphs 3 and 4 of the Order.
7. As required by section 143(3) of the Act, we further report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. The Balance Sheet, Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - e. on the basis of written representations received from the directors as on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of Section 164(2) of the Act.
 - f. with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - g. With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Company does not have any pending litigations which would impact its financial position.
 - (ii) The Company did not have any long term contracts including derivative contracts as such the question of commenting on any material foreseeable losses thereon does not arise .

- (iii) There has not been an occasion in case of the company during the year under to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

Other Matter

8. The comparative financial information of the Company for the year ended 31st March 2017 and the transition date opening balance sheet as at 1st April 2016 are based on previously issued statutory financial statements prepared in accordance with the companies (Accounting Standards) Rules, 2006 audited by the predecessor auditor whose reports for the year ended 31st March 2017 and 31st March 2016, dated 29th May 2017 and 28th May 2016 respectively expressed an unmodified opinion on those statements, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been audited by us.

Our opinion is not qualified in respect of these matters.

For Sekhar & Co
Chartered Accountants
Firm Reg No: 003695S

Sd/-
G Ganesh
(Partner)
Membership No:211704

Place: Secunderabad
Date: 30.05.2018

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

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets ;
- (b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals. According to the information and explanation given us, 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 record of the company, the title deeds of immovable properties are held in the name of the company.
- ii. (a) The inventories have been physically verified at reasonable intervals by the management.
- (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- iii. No loans were granted by the company to any of the parties as covered in the register maintained under section 189 of the Companies Act, 2013. Hence we have not reported on the related matters of this clause and sub clauses (a), (b) & (c).
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- v. The Company has not accepted any deposits from the public.
- vi. As informed to us, the Central Government has not prescribed maintenance of cost records under sub section (1) of Section 148 of the Act.
- vii. (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is generally regular in depositing the undisputed statutory dues, including Provident Fund, , Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and other statutory dues, as applicable, with the appropriate authorities in India;
- (b) According to the information and explanations given to us and based on the records of the company examined by us, no undisputed amounts payable in respect of Provident Fund, Income Tax, Sales Tax, Wealth Tax and other material statutory dues for a period of more than six months from the date they become payable.
- viii. According to the records of the company examined by us and as per the information and explanations given to us, the company has not defaulted in repayment of loans from any financial institution or banks and has not issued debentures.
- 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, no material fraud by the

- Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. According to the information and explanations 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 provisions of section 197 read with Schedule V to the 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 Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
 - xiv. According to the information and explanations given 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 him. 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 Sekhar & Co

Chartered Accountants
Firm Reg No: 003695S

Sd/-

G Ganesh
(Partner)

Membership No:211704

Place: Secunderabad
Date: 30.05. 2018

Annexure - B to the Auditors' Report**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **M/s. Pankaj Polymers Limited** ("the Company") as of 31 March 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial 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 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Sekhar & Co
Chartered Accountants
Firm Reg No: 003695S

Sd/-
G Ganesh
(Partner)
Membership No: 211704

Place: Secunderabad
Date: 30.05. 2018

PANKAJ POLYMERS LIMITED
Balance Sheet as at 31st March 2018

PARTICULARS	Note No.	As at 31st March, 2018	As at 31st March, 2017	As at 31st March, 2016
ASSETS				
Non-current assets				
(i) Property, plant and equipment	5	38,505,262	42,249,517	50,498,415
(ii) Financial Assets				
- Investments	6	10,395,463	8,496,673	3,000,000
- Deposits	7	501,803	501,803	1,618,619
		49,402,528	51,247,993	55,117,034
Current assets				
(i) Inventories	8	8,007,300	9,826,070	14,118,209
(ii) Financial assets				
- Trade receivables	9	10,702,903	18,399,770	30,313,176
- Cash and cash equivalents	10	430,190	533,559	2,555,013
(iii) Current Tax Assets (net)	11	798,874	599,691	68,361
(iv) Other current assets	12	49,635,507	41,944,062	23,628,704
		69,574,774	71,303,152	70,683,463
TOTAL ASSETS		118,977,302	122,551,145	125,800,497
EQUITY AND LIABILITIES				
Equity				
(i) Equity share capital	13	55,439,000	55,439,000	55,439,000
(ii) Other Equity	14	35,800,467	34,571,817	25,769,225
Total Equity		91,239,467	90,010,817	81,208,225
LIABILITIES				
Non-current liabilities				
Financial Liabilities				
- Borrowings	15	2,504,713	3,955,022	5,693,750
		2,504,713	3,955,022	5,693,750
Current liabilities				
Financial liabilities				
(i) Current Borrowings	16	16,486,801	18,477,065	25,514,869
(ii) Other financial liabilities	17	3,459,492	2,686,200	2,304,000
(iii) Trade Payables	18	2,677,400	2,160,093	4,527,484
(iv) Other current liabilities	19	353,982	2,134,177	974,540
(v) Provisions	20	393,350	1,277,204	2,061,344
(vi) Deferred Tax Liabilities	21	1,862,097	1,850,567	3,516,285
		25,233,122	28,585,306	38,898,522
Total liabilities		27,737,835	32,540,328	44,592,272
TOTAL EQUITY AND LIABILITIES		118,977,302	122,551,145	125,800,497

Summary of significant accounting policies 1 to 4

The accompanying notes are an integral part of the financial statements. 29 to 39

As per our report of even date attached

For Sekhar & Co
Chartered Accountants,

Sd/-
(G. Ganesh)
Partner
M.No.211704
Firm Regn. No. 003695S
Place: Secunderabad
Date: 30.05.2018

for and on behalf of the Board,

Sd/-
Pankaj Goel
Managing Director
DIN:00010059
Sd/-
T. Brahmaiah
Chief Financial Officer

Sd/-
Paras Goel
Jt. Managing Director
DIN:00010086
Sd/-
A Mahipal Reddy
Company Secretary
Membership No. A54145

PANKAJ POLYMERS LIMITED
Statement Of Profit & Loss Account for the Year ended 31st March, 2018

PARTICULARS	Note No.	As at 31st March, 2018	As at 31st March, 2017
Income			
Revenue from Operations	22	46,759,880	56,948,658
Other Income	23	8,954,026	25,694,356
Total Income (I)		55,713,906	82,643,014
Expenses			
Cost of materials consumed	24	28,257,619	34,830,787
Changes in Inventories	25	1,630,510	3,540,499
Employee benefits expense	26	2,726,125	1,480,077
Finance Costs	27	3,031,925	4,042,719
Depreciation and amortization expense	5	4,050,196	4,453,694
Other expenses	28	14,978,073	24,549,057
Total Expenses (II)		54,674,448	72,896,833
Profit before Taxation (I-II)		1,039,458	9,746,181
Tax Expenses			
Current Tax		198,069	1,927,000
Deferred Tax		209,599	261,282
Mat credit entitlement		198,069	1,927,000
Total Tax Expenses (IV)		209,599	261,282
Profit for the year (III-IV)		829,860	9,484,899
Other Comprehensive Income (OCI)			
Items not to be reclassified to profit or loss :			
a) Equity investments through OCI		398,790	-682,307
b) Income tax effect on above items		-	-
Other Comprehensive Income for the year, net of tax		398,790	-682,307
Total Comprehensive Income for the year (V+VI)		1,228,650	8,802,592
Earnings per share - Basic and Diluted (in INR)		0.15	1.71

Summary of significant accounting policies 1 to 4

The accompanying notes are an integral part of the financial statements. 29 to 39

As per our report of even date attached

For Sekhar & Co
Chartered Accountants,

Sd/-
(G. Ganesh)
Partner
M.No.211704
Firm Regn. No. 003695S

for and on behalf of the Board,

Sd/-
Pankaj Goel
Managing Director
DIN:00010059

Sd/-
Paras Goel
Jt. Managing Director
DIN:00010086

Sd/-
T. Brahmaiah
Chief Financial Officer

Sd/-
A Mahipal Reddy
Company Secretary
Membership No. A54145

Place: Secunderabad
Date: 30.05.2018

PANKAJ POLYMERS LIMITED
Cashflow Statement for the Year Ended 31st March 2018

PARTICULARS	As at 31st March, 2018	As at 31st March, 2017
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit (Loss) before Tax	1,039,458	9,746,183
Adjustments for Non-Operating Activities:		
Bad Debts Written off		4,786,927
Depreciation	4,050,196	4,453,692
Loss/ (Profit) on Sale of Assets	(5,435,659)	(23,982,077)
Finance Cost (Including Preference dividend)	3,031,925	4,042,719
Interest Received	(3,253,367)	(970,753)
	(1,606,905)	(11,669,492)
Operating Profit before Working Capital Changes	(567,447)	(1,923,309)
Adjustments for Working Capital Changes:		
Inventories	1,818,770	4,292,139
Trade Receivables	7,696,867	7,126,475
Other Assets	(7,691,445)	(20,315,358)
Provisions	(883,854)	757,697
Other financial liabilities	773,292	
Other current Liabilities	(3,770,459)	(2,367,391)
Trade payable	517,307	
Cash Generation From Operations	(1,539,522)	(10,506,438)
Direct Taxes Paid (Net)	(397,252)	(458,328)
Net Cash from Operating Activities	(2,504,221)	(12,888,075)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of Fixed Assets (including capital work in progress)	(2,965,280)	(9,177,697)
Proceeds from Sale of Fixed Assets	8,095,000	31,892,816
Interest Received	3,253,367	970,753
Purchase of Investment	(1,500,000)	
Net Cash from Investing Activities	6,883,087	23,685,872
C. CASH FLOW FROM FINANCING ACTIVITIES		
Interest Paid	(3,031,925)	(4,042,719)
Dividend Paid		
Dividend Tax paid		
Long Term Borrowings from Others		
Repayment of Borrowings	(1,450,309)	(8,776,532)
Proceeds from Term Loan from Banks		

Net Cash from Financing Activities	(4,482,234)	(12,819,251)
Net Increase (Decrease) in Cash and Cash Equivalent (A+B+C)	(103,368)	(2,021,454)
Cash and Cash Equivalent (Opening)	533,559	2,555,013
Cash and Cash Equivalent (Closing)	430,190	533,559
Components of cash and cash equivalents		
Balances with Banks:		
In Current Accounts	-	90,692
in Deposit Accounts		
Cheques in hand		
Cash on Hand	430,190	442,864
Earmarked Balances with Banks:		
Against Unpaid Dividend		
Against Fractional Share Entitlements		

As per our report of even date attached

For Sekhar & Co
Chartered Accountants,

Sd/-
(G. Ganesh)
Partner
M.No.211704
Firm Regn. No. 003695S

Place: Secunderabad
Date: 30.05.2018

for and on behalf of the Board,

Sd/-
Pankaj Goel
Managing Director
DIN:00010059

Sd/-
T. Brahmaiah
Chief Financial Officer

Sd/-
Paras Goel
Jt. Managing Director
DIN:00010086

Sd/-
A Mahipal Reddy
Company Secretary
Membership No. A54145

(All amounts in Indian Rupees, unless otherwise stated)

Notes forming part of the Financial Statements

5 Property, Plant and Equipment

Following are the changes in the carrying value of Property, Plant and Equipment for the Year Ended 31st March 2018

(amount in Rupees)

Particulars	Land-Freehold	Building (Factory)	Building (Office)	Plant & Machinery	Electrical Installation	Furniture & Fixtures	Vehicles	Office Equipment	Generators	Computers/Software	Moulds	Total
Gross carrying Value as of April 01, 2017	2228371	6430058	8955485	57,415,734	4,948,249	1,726,780	2058143	2196310	1288625	3132812	8098267	117,001,834
Additions	-	-	-	65,280	-	-	2,900,000	-	-	-	-	2,965,280
Deletions	-	-	1,471,721	-	-	-	2,382,706	-	-	-	3,118,319	6,972,746
Gross carrying Value as of March 31, 2018	2,228,371	6,430,058	7,487,664	57,481,014	4,948,249	1,726,780	21,098,437	2,196,310	1,288,625	3,132,812	4,979,948	112,994,368

Accumulated depreciation as of April 01, 2017	-	2,236,122	1,751,734	44,015,632	4,137,499	1,502,143	11,935,160	2,078,679	955,114	3,017,187	3,123,047	74,752,317
Depreciation	-	171,267	128,150	1,041,787	144,959	148,687	1,888,461	32,473	33,042	49,595	411,775	4,050,96
Accumulated depreciation on deletions	-	-	824,103	-	-	-	1,741,975	-	-	-	1,747,327	4,313,405
Accumulated depreciation as of March 31, 2018	-	2,407,389	1,055,782	45,057,419	4,282,458	1,650,830	12,081,646	2,111,152	988,156	3,066,782	1,787,494	74,489,108
Carrying Value as of March 31, 2018	2,228,371	4,022,669	6,427,982	12,423,595	665,791	75,950	9,016,791	85,158	300,469	66,031	3,192,454	38,505,260

Particulars	Land-Freehold	Building (Factory)	Building (Office)	Plant & Machinery	Electrical Installation	Furniture & Fixtures	Vehicles	Office Equipment	Generators	Computers/Software	Moulds	Total
Gross carrying Value as of April 01, 2016	8,256,763	8,223,324	8,955,485	57,415,734	4,948,249	1,726,780	18,118,551	2,196,310	1,288,625	3,018,412	7,676,542	121,824,775
Additions	-	-	-	-	-	-	2,462,592	-	-	114,400	421,725	2,998,717
Deletions	6,028,392	1,793,266	-	-	-	-	-	-	-	-	-	7,821,658
Gross carrying Value as of March 31, 2017	2,228,371	6,430,058	8,955,485	57,415,734	4,948,249	1,726,780	20,581,143	2,196,310	1,288,625	3,132,812	8,098,267	117,001,834

Accumulated depreciation as of April 01, 2016	-	3,092,588	1,610,603	42,077,984	3,778,338	1,353,456	9,847,484	2,014,554	922,072	3,007,696	2,721,583	71,326,358
Depreciation	-	171,269	141,131	1,037,648	359,161	148,687	2,087,676	64,125	33,042	9,491	401,464	4,453,694
Accumulated depreciation on deletions	-	1,027,735	-	-	-	-	-	-	-	-	-	1,027,735
Accumulated depreciation as of March 31, 2017	-	2,236,122	1,751,734	44,015,632	4,137,499	1,502,143	11,935,160	2,078,679	955,114	3,017,187	3,123,047	74,752,317
Carrying Value as of March 31, 2017	2,228,371	4,193,936	7,203,751	13,400,102	810,750	224,637	8,645,983	117,631	333,511	115,625	4,975,220	42,249,517
Carrying Value as of April 01, 2016	8,256,763	5,130,736	7,344,882	14,437,730	1,169,911	373,324	8,271,067	181,756	366,553	107,16	4,954,959	50,498,417

Notes forming part of the Financial Statements

(All amounts in Indian Rupees, unless otherwise stated)

6. Investments

Particulars	No. of shares	As at 31st March, 2018	No. of shares	As at 31st March, 2017	No. of shares	As at 1st April, 2016
Equity Investments carried at fair value through other comprehensive income						
Unquoted						
Investment in Companies						
(Equity Shares of Rs.10/- fully paid)						
(i) Pankaj Polychem Pvt Ltd	300,000	2,969,332	300,000	2,969,332	300,000	3,000,000
(ii) Pankaj Strips Pvt Ltd	246,590	4,682,226	146,590	2,783,436		
(iii) Pankaj Capfin Pvt Ltd	184,625	2,743,905	184,625	2,743,905		
Total		10,395,463		8,496,673		3,000,000

7. Loans

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Unsecured , Considered good			
Security Deposits	501,803	501,803	1,618,619
Total	501,803	501,803	1,618,619

No loan and advances are due from directors or other officers of the company or private companies in which any director is a partner , member or Director ,either severally or jointly with any other person.

8. Inventories

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
(As valued & certified by management)			
Raw Materials	2,398,510	2,336,770	3,088,410
Work-in-progress/at jobwork	1,498,855	1,265,295	1,645,720
Finished goods	4,109,935	5,974,005	9,134,079
Consumable Stores	-	250,000	250,000
Total	8,007,300	9,826,070	14,118,209

Notes forming part of the Financial Statements

(All amounts in Indian Rupees, unless otherwise stated)

9. Trade Receivables

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Unsecured Considered Good	10,702,903	18,399,770	30,313,176
Considered Doubtful	-	-	-
Total (A)	10,702,903	18,399,770	30,313,176
Less : Provision for doubtful debts & Advances (B)	-	-	-
Total (A-B)	10,702,903	18,399,770	30,313,176

No trade or other receivable are due from directors or any other officers of the company. Further, no trade or other receivable are due from firms or private companies in which any director is a partner or director or member

10. Cash and Cash Equivalents

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Cash in Hand	430,190	442,864	2,385,333
Balances with Banks	-	90,692	169,678
- In Current Accounts	-	90,692	169,678
Total	430,190	533,556	2,555,011

11. Current Tax Assets(net)

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Advance Tax	100,000	2,000,000	-
Income tax receivable	896,943	526,691	68,361
(Less): Provision for taxation	(198,069)	(1,927,000)	-
Total	798,874	599,691	68,361

12. Other Current Assets

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
(Unsecured, considered good)			
Interest receivable	2,785,507	696,784	2,648,849
Advance to suppliers	11,350,000	25,150,000	-
Other Advances	35,500,000	16,097,278	20,979,855
Total	49,635,507	41,944,062	23,628,704

Notes forming part of the Financial Statements

(All amounts in Indian Rupees, unless otherwise stated)

13. Share Capital

Particulars	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount
a. Authorized Capital						
1,50,00,000 equity share of Rs.10/- each	15000000	150000000	15000000	150000000	15000000	150000000
b. Issued, subscribed and paid-up Capital						
55,43,900 (55,43,900) Equity Shares of Rs.10/- each	5,543,900	55,439,000	5,543,900	55,439,000	5,543,900	55,439,000
Total	5,543,900	55,439,000	5,543,900	55,439,000	5,543,900	55,439,000

Terms & Conditions :

The Company has only one class of issued shares i.e. Equity Shares having par value of Rs.2 per share. Each holder of Equity Shares is entitled to one vote per share and ranks pari passu. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after payment of all preferential amounts, in proportion to their shareholding.

(b) Reconciliation of shares outstanding at the beginning & at the end of the Reporting Period

Particulars	As at March 2018		As at March 2017		As at April 2016	
	No.	Amount	No.	Amount	No.	Amount
Share outstanding at the beginning of the year	5,543,900	55,439,000	5,543,900	55,439,000	5,543,900	55,439,000
Additional issue of shares during the year	-	-	-	-	-	-
Share outstanding at the end of the year	5,543,900	55,439,000	5,543,900	55,439,000	5,543,900	55,439,000

(c) Particulars of shares holding more than 5% of Issued Share Capital (5% of 55,43,900 shares)

Name of the shareholder	As at March 2018		As at March 2017		As at April 2016	
	%	No. of shares	%	No. of shares	%	No. of shares
Pankaj Capfin (P) Ltd	11.86	657,617	11.86	657,617	11.86	657,617
Pankaj Strips (P) Ltd	18.14	1,005,730	13.27	735,730	8.75	484,937
Manju Goel	-	-	-	-	6.56	363,700
Pankaj Polytec Pvt Ltd	6.56	363,900	6.56	363,900	-	-
Balaram Chainrai Anita Chainrai Advani	6.41	355,187	6.41	355,187	6.41	355,157
Baburam Goel	0.15	8,540	5.02	278,540	5.02	278,540
Total	13.12	727,627	18.00	997,627	11.43	633,697

(All amounts in Indian Rupees, unless otherwise stated)

Notes forming part of the Financial Statements

14. Other equity

Particulars	Reserves and surplus				Other Comprehensive Income
	Retained earnings	General Reserve	Securities premium	Special capital incentive	FVTOCI Equity Instrument
Balance at 1 April 2016(A)	12,605,816	1,016,409	6,841,900	5,305,100	-
Profit for the year(B)	9,484,899	-	-	-	-
Other Comprehensive Income (net of tax)(C)	-	-	-	-	(682,307)
Total comprehensive income for the year (D=B+C)	9,484,899	-	-	-	(682,307)
Balance at 1 April 2017 (E)	22,090,715	1,016,409	6,841,900	5,305,100	(682,307)
Profit for the year (F)	829,860	-	-	-	-
Other Comprehensive Income (net of tax) (G)	-	-	-	-	398,790
Total comprehensive income for the year (F+G)	829,860	-	-	-	398,790
Balance at 31 March 2018 (E+I)	22,920,575	1,016,409	6,841,900	5,305,100	(283,517)
Description , Nature and Purpose of each reserve with in equity are as follows :					
General Reserve : This reserve is the retained earnings of the company , which are kept aside out of the company's profit to meet future (known or unknown) obligations					
Security Premium : Securities premium account is used to record the premium on issue of equity shares. The same is utilised in accordance with the provisions of The Companies Act, 2013.					
Special capital incentive: Special capital incentive which are kept aside out of the company's profit to meet future obligations. It is utilised in accordance with the provisions of the companies act 2013					

Notes forming part of the Financial Statements

(All amounts in Indian Rupees, unless otherwise stated)

15. Borrowings		As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
PARTICULARS		Non - Current	Current Maturities	Non - Current	Current Maturities	Non - Current	Current Maturities
Secured							
i) Term Loan From Banks	(Secured against all the current assets of the company, both present and future, equitable mortgage against hypothecation of immovable property and personally guaranteed by three directors of the company)	1,085,750	2,304,000	3,389,750	2,304,000	5,693,750	2,304,000
ii) Vehicle Loan From Banks	(secured against hypothecation of vehicle)	1,418,963	1,155,492	565,272	382,200	-	-
Total		2,504,713	3,459,492	3,955,022	2,686,200	5,693,750	2,304,000
Amount disclosed under the head "Other Current Financial Liabilities" (Refer Note. 17)		-	3,459,492	-	2,686,200	-	2,304,000
Total		2,504,713	-	3,955,022	-	5,693,750	-

16. Current Borrowings

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Secured			
Working Capital Loan From Bank	16,486,801	18,477,065	25,514,869
(Secured against all the current assets of the company, both present and future, equitable mortgage against hypothecation of immovable property and personally guaranteed by three directors of the company)			
Total	16,486,801	18,477,065	25,514,869

Particulars of Nature of security:

Secured against all the current assets of the company, both present and future, equitable mortgage against hypothecation of immovable property and personally guaranteed by three directors of the company.

Notes forming part of the Financial Statements

(All amounts in Indian Rupees, unless otherwise stated)

17. Other Current Financial Liabilities

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Current maturities of long term debt (Refer Note no -15)			
Term Loan	2,304,000	2,304,000	2,304,000
Vehicle loan	1,155,492	382,200	-
Total	3,459,492	2,686,200	2,304,000

18. Trade Payables

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
For Goods & Services			
Total outstanding dues of micro enterprises and small enterprises	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	2,677,400	2,160,093	4,527,484
Total	2,677,400	2,160,093	4,527,484

19. Other Current Liabilities

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Other Payables	353,982	2,134,177	974,540
Total	353,982	2,134,177	974,540

20. Provisions

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Provision for Employee benefits	165,766	217,994	164,567
Other provisions	227,584	1,059,210	1,896,777
Total	393,350	1,277,204	2,061,344

21. Deferred Tax Liabilities

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
(a) Deferred tax liability at the beginning of the year	3,777,567	3,516,285	2,675,423
Add/(Less): Deferred Tax (Asset)/Liability for the year on account of timing difference	209,599	261,282	840,862
(b) Others			
(Less): Mat Credit Entitlement	(2,125,069)	(1,927,000)	-
Total	1,862,097	1,850,567	3,516,285

Notes on Profit and loss account for the year ended 31st March 2018

Amount ₹ in

22 Revenue From Operations

	For the year ended March 31, 2018	For the year ended March 31, 2017
Sale of Products and Services		
Plastic Moulded	46,759,880	56,911,082
Wastage	-	37,576
Total (A)	46,759,880	56,948,658

23 Other Income

	For the year ended March 31, 2018	For the year ended March 31, 2017
Interest Income		
Interest (TDS Rs.2,59,242/-) (PY TDS 81,010/-)	3,253,367	970,753
Other Non Operating Income		
Profit on disposal of fixed assets(Net)	5,435,659	23,982,077
Miscellaneous Income	150,000	51,776
Rental Income	115,000	689,750
	8,954,026	25,694,356

24 Cost of raw material consumed

	For the year ended March 31, 2018	For the year ended March 31, 2017
Raw material consumed:		
Opening stock	2,336,770	3,088,410
Add: Purchases	28,319,359	34,079,147
	30,656,129	37,167,557
Less: Closing stock	2,398,510	2,336,770
Cost of raw material consumed	28,257,619.00	34,830,787.00

25 Changes in Inventories.

	For the year ended March 31, 2018	For the year ended March 31, 2017
Opening Stock :		
Finished Goods	5,974,005	9,134,079
Work-in-progress	1,265,295	1,645,720
	7,239,300	10,779,799
Less: Closing Stock		
Finished Goods	4,109,935	5,974,005
Work-in-progress	1,498,855	1,265,295
	5,608,790	7,239,300
Increase / (Decrease) in Inventories of Finished Goods & WIP	1,630,510	3,540,499

Notes on Profit and loss account for the year ended 31st March 2018
26 Employee Benefit Expenses

	For the year ended March 31, 2018	For the year ended March 31, 2017
Salaries, Wages & Bonus	2,360,139	1,238,659
Contribution to Provident and Other Funds	365,986	241,418
	2,726,125	1,480,077

27 Finance Cost

	For the year ended March 31, 2018	For the year ended March 31, 2017
Interest Expenses		
On Term Loans	566,397	870,565
On Working Capital Loans	2,332,641	3,135,676
Other Financial Charges	132,887	36,478
	3,031,925	4,042,719

28 Other Expenses

	For the year ended March 31, 2018	For the year ended March 31, 2017
Consumption of stores & spares	4,436,437	4,306,698.00
Power and fuel	3,912,065	3,942,766
Rates and Taxes	364,862	4,525,413
Insurance	296,831	511,568
Telephone expenses	239,140	360,643
Printing and Stationery	51,847	54,808
Travelling expenses	774,637	939,545
Legal expenses	542,116	401,129
Advertisement Expenses	1,145,999	844,037
Outward Cartage	995,917	947,510
Miscellaneous expenses (b)	750,929	1,547,844
Directors Sitting fees	8,500	25,500
Rebate and discount	-	453,890
Remuneration to Auditors:		
Audit Fees	65,000	74,750
Tax Audit Fees	10,000	11,500
Bad debts and irrecoverable balances written off (Net)/Prov Bad Debts	-	4,786,927
REPAIRS & MAINTAINANCE		-
-Machinery	781,426	29,655
-Others	602,367	784,874
	14,978,073	24,549,057

Notes on Profit and loss account for the year ended 31st March 2018

29. Financial Instruments by category

Set out below is a comparison, by class, of the carrying amounts and fair value of the Company's financial instruments, other than those with carrying amounts that are reasonable approximates of fair values:

Particulars	Carrying value			(Rupees in Lakhs) Fair value		
	31-Mar-18	31-Mar-17	1-Apr-16	31-Mar-18	31-Mar-17	1-Apr-16
1) Investments	10,678,980	9,178,980	3,000,000	10,395,463	8,496,673	3,000,000
2) Deposits	501,803	501,803	1,618,619	501,803	501,803	1,618,619
Total Financial Assets	11,180,783	9,680,783	4,618,619	10,897,266	8,998,476	4,618,619
1) Borrowings	2,504,713	3,955,022	5,693,750	2,504,713	3,955,022	5,693,750
Total Financial Liabilities	2,504,713	3,955,022	5,693,750	2,504,713	3,955,022	5,693,750

The carrying amount of financial assets and financial liabilities measured at amortised cost in the financial statements are a reasonable approximation of their fair values since the Company does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.

Notes forming part of the Financial Statement

Statement of changes in equity for the year ended 31st March 2018

(All amounts in Indian Rupees, unless otherwise stated)

A. Equity Share capital

Particulars	No of shares	In Rupees
Balance as at 1 April 2016	5,543,900	55,439,000
Changes in equity share capital during 2016-17	-	-
Balance as at 31 March 2017	5,543,900	55,439,000
Balance as at 1 April 2017	5,543,900	55,439,000
Changes in equity share capital during 2017-18	-	-
Balance as at 31 March 2018	5,543,900	55,439,000

B. Other equity

Particulars	Reserves and surplus				Comprehensiv	Total
	Retained earnings	General Reserve	Securities premium	Special capital incentive	FVTOCI Equity Instrument	
Balance at 1 April 2016(A)	12,605,816	1,016,409	6,841,900	5,305,100	-	25,769,225
Profit for the year (B)	9,484,899	-	-	-	-	9,484,899
Other Comprehensive Income (net of tax) (C)	-	-	-	-	(682,307)	(682,307)
Total comprehensive income for the year (D=B+C)	9,484,899	-	-	-	(682,307)	8,802,592
Balance at 31 March 2017 (A+D)	22,090,715	1,016,409	6,841,900	5,305,100	(682,307)	34,571,817
Balance at 1 April 2017 (E)	22,090,715	1,016,409	6,841,900	5,305,100	(682,307)	34,571,817
Profit for the year (F)	829,860	-	-	-	-	829,860
Other Comprehensive Income (net of tax) (G)	-	-	-	-	398,790	398,790
Total comprehensive income for the year (F+G)	829,860	-	-	-	398,790	1,228,650
Balance at 31 March 2018 (E+I)	22,920,575	1,016,409	6,841,900	5,305,100	(283,517)	35,800,466

As per our report of even date attached

For Sekhar & Co

Chartered Accountants,

Sd/-

(G. Ganesh)
Partner

M.No.211704

Firm Regn. No. 0036955

Place: Secunderabad

Date: 30.05.2018

for and on behalf of the Board,

Sd/-

Pankaj Goel
Managing Director
DIN:00010059

Sd/-

Paras Goel
Jt. Managing Director
DIN:00010086

Sd/-

T. Brahmaiah
Chief Financial Officer

Sd/-

A Mahipal Reddy
Company Secretary
Membership No. A54145

SIGNIFICANT ACCOUNTING POLICIES AND KEY ACCOUNTING ESTIMATES AND JUDGEMENTS

1. Corporate Information

Pankaj Polymers Ltd ("the company") is a Company registered under the companies act, 1956. It is a public limited company domiciled in India and is listed on the Bombay Stock Exchange (BSE). It was incorporated on 24th June, 1992 having its registered office at 5th Floor, Surya Towers, Sardar Patel Road, and Secunderabad-500003. The company's CIN No. is L24134TG1992PLC014419. The company is engaged in the manufacture of various plastic articles like HDPE/PP Woven Sacks, PP Disposable Containers, and Injection Moulded Plastic articles.

2. Basis of preparation

The financial statements are separate financial statements prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time). For all periods up to and including the year ended March 31, 2017, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP). These standalone financial statements for the year ended March 31, 2018 are the first the Company has prepared in accordance with Ind AS. Refer to **Note 38** for information on how the Company adopted Ind AS.

These financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting except for certain financial assets and financial liabilities that are measured at fair values at the end of each reporting period, as stated in the accounting policies set out below. The accounting policies have been applied consistently over all the periods presented in these financial statements.

3. Significant Accounting Policies:

(a) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government. The Company has concluded that it is the principle in all of its revenue arrangements since it is the primary obligor in all the revenue arrangements as it has pricing latitude and is also exposed to inventory and credit risks.

● Interest Income:

Interest income, including income arising from other financial instruments, is recognised using the effective interest rate method.

● Dividend Income:

Dividend income is recognized when the unconditional right to receive the income is established.

(b) Property, Plant and Equipment

Property, plant and equipment are stated at cost of acquisition or construction net of accumulated depreciation and impairment loss (if any). All significant costs relating to the acquisition and installation of property, plant and equipment are capitalized. Such cost includes the cost of replacing part of the property, plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the

recognition criteria are satisfied. All other repair and maintenance costs are recognized in statement of profit and loss as incurred. The present value of the expected cost for the decommissioning of an asset after its use is included in the cost of the respective asset if the recognition criteria for a provision are met.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognized. The identified components are depreciated over their useful lives, the remaining asset is depreciated over the life of the principal asset.

Depreciation for identified components is computed on straight line method based on useful lives, determined based on internal technical evaluation. Freehold land is carried at cost.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

© **Investment Properties**

Property that is held for long-term rental yields or for capital appreciation or both is classified as investment property. Investment Property is measured at its cost, including related transaction costs and where applicable borrowing costs. Subsequent expenditure is capitalized to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred. When part of an investment property is replaced, the carrying amount of the replaced part is derecognized. Investment Properties are depreciated using the straight-line method as per the provisions of Schedule II of the Companies Act, 2013 or based on useful life estimated on the technical assessment.

(d) **Intangible Assets**

Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably.

(e) **Depreciation and amortization:**

Depreciation is provided on the straight-line method over the useful lives as prescribed under Part C of Schedule II of the Companies Act 2013. Depreciation for assets purchased/sold during a period is proportionately charged.

(f) **Current versus non-current classification**

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is: -

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period
- All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.
- The Company classifies all other liabilities as non-current.

(g) Financial assets

Financial assets comprise of cash and cash equivalents.

Initial recognition:

All financial assets are recognised initially at fair value. Purchases or sales of financial asset that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the company commits to purchase or sell the assets.

Subsequent Measurement:

(i) Financial assets measured at amortised cost: Financial assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are measured at amortised cost using effective interest rate (EIR) method. The EIR amortization is recognised as finance income in the Statement of Profit and Loss.

The Company while applying above criteria has classified the following at amortised cost:

- a) Trade receivable
- b) Cash and cash equivalents
- c) Other Financial Asset

Impairment of Financial Assets:

Financial assets are tested for impairment based on the expected credit losses.

De-recognition of Financial Assets:

A financial asset is primarily de-recognised when the rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset.

(h) Impairment of Non-Financial Assets

At each reporting date, the Company assesses whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, the company makes a formal estimate of recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and is written down to its recoverable amount.

Recoverable amount is the greater of fair value less costs to sell and value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case, the recoverable amount is determined for the cash generating unit to which the asset belongs.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

(i) Inventories

Cost of inventories have been computed to include all cost of purchases, cost of conversion and other costs incurred in bringing the inventories to their present location and condition.

Raw materials and components, stores and spares and loose tools are valued at lower of cost and net realizable value.

Work-in-progress and finished goods are valued at lower of cost and net realizable value. Cost includes direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity.

Cost of work-in-progress and finished goods are determined on a weighted average basis. Scrap is valued at net realizable value.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

(j) Cash and Cash equivalents

Cash and cash equivalents comprise cash at bank and in hand and short-term investments with an original maturity of three months or less. Deposits with banks are subsequently measured at amortized cost and short term investments are measured at fair value through statement of profit & loss.

(k) Financial liabilities

Initial recognition and measurement:

All financial liabilities are recognised initially at fair value and transaction cost that is attributable to the acquisition of the financial liabilities is also adjusted. These liabilities are classified as amortised cost. A preference share that provides for mandatory redemption by the issuer for a fixed or determinable amount at a fixed or determinable future date, or gives the holder the right to require the issuer to redeem the instrument at or after a particular date for a fixed or determinable amount, is a financial liability.

Subsequent measurement:

These liabilities include are borrowings and deposits. Subsequent to initial recognition, these liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss. This category generally applies to borrowings.

De-recognition of financial liabilities:

A financial liability is de-recognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

(l) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest, exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost and other costs that an entity incurs in connection with the borrowing of funds. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

(m) Income Taxes

Income tax expense is comprised of current and deferred taxes. Current and deferred tax is recognized in net income Current income taxes for the current period, including any adjustments to tax payable in respect of previous years, are recognized and measured at the amount expected to be recovered from or payable to the taxation authorities based on the tax rates that are enacted or substantively enacted by the end of the reporting period.

Deferred income tax

Deferred income tax assets and liabilities are recognized for temporary differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax base using the tax rates that are expected to apply in the period in which the deferred tax asset or liability is expected to settle, based on the laws that have been enacted or substantively

enacted by the end of reporting period. Deferred tax assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable income nor the accounting income.

Minimum Alternative Tax (MAT)

MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the statement of profit and loss and shown as MAT Credit Entitlement. The company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that company will pay normal Income Tax during the specified period.

(n) Leases

As a lessee

Leases of property, plant and equipment where the company, as lessee, has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the company as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

As a lessor

Lease income from operating leases where the company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases. The respective leased assets are included in the balance sheet based on their nature.

Lease-hold land:

Leasehold land that normally has a finite economic life and title which is not expected to pass to the lessee by the end of the lease term is treated as an operating lease. The payment made on entering into or acquiring a leasehold land is accounted for as leasehold land use rights (referred to as prepaid lease payments in Ind AS 17 "Leases") and is amortized over the lease term in accordance with the pattern of benefits provided.

(o) Provisions, contingent assets and contingent liabilities

Provisions are recognized only when there is a present obligation, as a result of past events, and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Provisions are discounted to their present values, where the time value of money is material.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Company or

- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent assets are neither recognized nor disclosed. However, when realization of income is virtually certain, related asset is recognized.

(p) Fair value measurement

In determining the fair value of its financial instruments, the Company uses following hierarchy and assumptions that are based on market conditions and risks existing at each reporting date. Fair value hierarchy:

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1—Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2—Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3—Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

(q) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for events of bonus issue. For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

(r) Cash dividend to equity holders of the Company

The Company recognises a liability to make cash distributions to equity holders of the Company when the distribution is authorised and the distribution is no longer at the discretion of the Company. 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.

4. Significant accounting judgements, estimates and assumptions

The preparation of financial statements in conformity with the recognition and measurement principles of Ind AS requires management to make judgements, estimates and assumptions that affect the reported balances of revenues, expenses, assets and liabilities and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

a) Judgements

In the process of applying the accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements:

- i) **Classification of property** The Company determines whether a property is classified as investment property or inventory property:

Investment property comprises land and buildings (principally offices, commercial warehouse and retail property) that are not occupied substantially for use by, or in the operations of, the Company, nor for sale in the ordinary course of business, but are held primarily to earn rental income and capital appreciation. These buildings are substantially rented to tenants and not intended to be sold in the ordinary course of business.

b) Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

i) Classification of leases

The Company enters into leasing arrangements for various assets. The classification of the leasing arrangement as a finance lease or operating lease is based on an assessment of several factors, including, but not limited to, transfer of ownership of leased asset at end of lease term, lessee's option to purchase and estimated certainty of exercise of such option, proportion of lease term to the asset's economic life, proportion of present value of minimum lease payments to fair value of leased asset and extent of specialized nature of the leased asset.

ii) Useful lives of depreciable/amortisable assets

Management reviews its estimate of the useful lives of depreciable/amortisable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of certain software, customer relationships, IT equipment and other plant and equipment.

iii) Fair value measurements

Management applies valuation techniques to determine the fair value of financial instruments (where active market quotes are not available) and non-financial assets. This involves developing estimates and assumptions consistent with how market participants would price the instrument. Management uses the best information available. Estimated fair values may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date.

c) Recent Amendments

Standards issued but not yet effective

- a. Ind AS 115-Revenue from Contracts with Customers-The Ministry of Corporate Affairs (MCA) on March 28, 2018 has notified new Indian Accounting Standard as mentioned above .The new standard will come to into force from accounting period commencing on or after April 01, 2018.It replaces existing recognition guidance, including Ind AS 18 Revenue and Ind AS 11 Construction contract. The standard is likely to affect the measurement, recognition and disclosure of revenue. The Company has evaluated and there is no material impact of this amendment on the Financial Statement of the Company except disclosure. The Company will adopt the Ind AS 115 on the required effective date.
- b. Ind AS 21, The Effect of Changes in Foreign Exchange Rates - The amendments to Ind AS 21 addresses issue to determine the date of transactions for the purpose of determining the exchange rate to be used on initial recognition of related assets, expenses or income when

entity has received or paid advances in foreign currencies by incorporating the same in Appendix B to Ind AS 21. The amendment will come into force from accounting period commencing on or after April 01, 2018. The Company has evaluated this amendment and impact of this amendment will not be material.

The Company is evaluating the requirements of the amendment and the effect on the financial statements is being evaluated.

Notes Forming part of Financial Statements

30 .Related Party Disclosure

(a) Name of the Related Parties and related party relationship

Enterprises owned or significantly influenced by key management personnel or their relatives:

- | | |
|---------------------------------------|------------------------------------|
| (i) Pankaj Capfin private limited | (ii) Pankaj Tubes private Limited |
| (iii) Pankaj Strips private limited | (iv) Aman Tubes private Limited |
| (v) Pankaj Polytec Private limited | (vi) Vaibhav Ropes Private Limited |
| (vii) Pankaj Polychem Private Limited | |

Key Managerial Personnel

- | | | |
|-----------------|-----------------|-----------------|
| (i) Pankaj Goel | (ii) Paras Goel | (iii) Aman Goel |
|-----------------|-----------------|-----------------|

- (b) The following transactions were carried out with related parties in the ordinary course of business during the year:

Figures in Rupees

Nature of Transaction	Name of the Related Parties	2017-18	2016-17
Remuneration-KMP	Mr. Aman Goel	8,70,000/-	83,142/-

Nature of Transaction	Name of the Related Parties	2017-18	2016-17	01- April '16
Loan given & repaid	Pankaj Capfin private limited			
	Opening Balance	Nil	34,50,000	34,50,000
	Add: Given During the year		Nil	NIL
	Less: Recovered During the year		34,50,000	Nil
	Closing Balance Nil	NIL	34,50,000	
Advances given & recovered	Pankaj Strips private limited			
	Opening Balance Nil	4,96,000	34,46,000	
	Add: Given During the year		Nil	
	Less: Repaid During the year		4,96,000	27,50,000
	Closing Balance Nil	Nil	4,96,000	
Investments in equity instruments	Pankaj Strips private limited	46,82,226/-	27,83,436/-	-
	Pankaj Capfin private limited	27,43,905/-	27,43,905/-	-
	Pankaj Polychem private limited	29,69,332/-	29,69,332/-	30,00,000/-

31. In the opinion of Board of Directors and to the best of their knowledge and belief, the value on realization of current assets, loans and advances in the ordinary course of business, would not be less than the amount at which the same are stated in the Balance Sheet.

32. Earnings Per Share (EPS)

Figures in Rupees

Particulars	2017-18	2016-17
Net Profit after Tax	8,29,860	94,84,901
Net Profit after Tax available for equity share holders - For Basic and Diluted EPS	8,29,860	94,84,901
Weighted Average No. Of Equity Shares For Basic / Diluted EPS (No.s)	55,43,900	55,43,900
Nominal Value of Equity Shares	10/-	10/-
Basic/ Diluted Earnings Per Equity Share	0.15	1.71

34. Retirement and Other Employees Benefits

The Company's employee benefits primarily cover provident fund, gratuity and leave encashment.

Provident fund is a defined contribution scheme and the company has no further obligation beyond the contribution made to the fund. Contributions are charged to the Profit & Loss account in the year in which they accrue.

35. Disclosure required under Section 186(4) of the Companies Act 2013

For details of loans, advances and guarantees given and securities provided to related parties refer **Note 30**.

36. Financial risk management objectives and policies

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance and support Company's operations. The Company's principal financial assets include inventory, trade and other receivables, cash and cash equivalents and land advances and refundable deposits that derive directly from its operations. The Company is exposed to market risk, credit risk and liquidity risk.

A. Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises two types of risk: interest rate risk and other price risk, such as equity price risk and commodity/ real estate risk. Financial instruments affected by market risk include loans and borrowings and refundable deposits

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates. The Company manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings. The Company does not enter into any interest rate swaps.

B. Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including refundable joint development deposits, security deposits, loans to employees and other financial instruments.

Trade receivables

- i. Receivables resulting from sale of properties: Customer credit risk is managed by requiring customers to pay advances before transfer of ownership, therefore, substantially eliminating the Company's credit risk in this respect.
- ii. Receivables resulting from other than sale of properties: The firm has established credit limits for customers and monitors their balances on ongoing basis. Credit Appraisal is performed before leasing agreements are entered into with customers. The risk is also marginal due to customers placing significant amount of security deposits for lease and fit out rentals.

Financial Instrument and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Company's Finance department in accordance with the Company's policy. Investments of surplus funds are reviewed and approved by the Company's Board of Directors on an annual basis. The Company's maximum exposure to credit risk for the components of the statement of financial position at 31 March 2018 and 2017 is the carrying amounts.

C. Liquidity risk

The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of bank deposits and loans.

The table below summarizes the maturity profile of the Company's financial liabilities based on contractual undiscounted payments:

(Figures in Rupees)

Year Ended	On Demand	3 to 12 Months	1 to 5 Years	>5 Years	Total
31-Mar-18 Borrowings	16,486,801 16,486,801	3,459,492 3,459,492	2,504,713 2,504,713	- -	22,451,006 22,451,006
31-Mar-17 Borrowings	18,477,065 18,477,065	2,686,200 2,686,200	3,955,022 3,955,022		2,51,18,287 2,51,18,287
01-Apr-16 Borrowings	25,514,869 25,514,869	2,304,000 2,304,000	5,693,750 5,693,750		33,512,619 33,512,619

37. Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital, and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company includes within net debt, interest bearing loans and borrowings, trade and other payables, less cash and cash equivalents.

Figures in Rupees

Particulars	31 Mar 2018	31 Mar 2017	31 Mar 2016
Borrowings (Long term and Short term including Current maturity of Long term Borrowings) Note 15,16 & 17	22,451,006	2,51,18,287	33,512,619
Other Payable (current and non-current, excluding current maturity of long term borrowings) Note 18,19 & 20	3,424,732	5,571,474	7,563,368
Less Cash and Cash Equivalents	4,30,190	5,33,556	2,555,011
Net Debt	2,54,45,548	3,01,56,205	3,85,20,976
Equity Share capital	5,54,39,000	5,54,39,000	5,54,39,000
Other Equity	3,58,00,467	3,45,71,819	2,57,69,225
Total Capital	9,12,39,467	9,00,10,819	8,12,08,225
Capital and Net debt	11,66,85,015	12,01,67,024	11,97,29,201
Gearing ratio (in %)	27.89	33.50	47.43

38. First-time adoption of Ind AS

These financial statements, for the year ended March 31, 2018, are the first the Company has prepared in accordance with Ind AS. For periods up to and including the year ended March 31, 2017, the Company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for periods ending on March 31, 2018, together with the comparative period data as at and for the year ended March 31, 2017, as described in the summary of significant accounting policies. In preparing these financial statements, the Company's opening balance sheet was prepared as at April 1, 2016, the Company's date of transition to Ind AS.

Exemptions applied

Ind AS 101 allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions:

- Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for investment property covered by Ind AS 40 Investment Properties. Accordingly, the Company has elected to measure all of its property, plant and equipment and investment property at their previous GAAP carrying value.
- Ind AS 27 requires investments in subsidiaries to be recorded at cost or in accordance with Ind AS 109 in its separate financial statements. However Ind AS 101 provides an option in case the Company decides to measure such investment at cost (determined in accordance with Ind AS 27) or deemed cost (fair value or previous GAAP carrying amount) at that date. The Company can avail the above exemption and recognize the investment in firms at the previous GAAP carrying amount at the date of transition to Ind AS.

The Company has also prepared a reconciliation of equity as at March 31, 2017 and April 1, 2016 under the Previous GAAP with the equity as reported in these financial statements under Ind AS, that reflect the impact of Ind AS on the components of statement of balance sheet which is presented below:

Figures in Rupees

Particulars	31-Mar-17	01-Apr-16
Equity under previous GAAP	9,06,93,126	8,12,08,225
Adjustments (net of tax)::	6,82,307	-
Others	-	-
Equity under Ind AS	9,00,10,819	8,12,08,225

The Company has prepared a reconciliation of the net profit for the previous year ended March 31, 2017 under the Previous GAAP with the total comprehensive income as reported in these financial statements under Ind AS, that reflect the impact of Ind AS on the components of statement of profit and loss which is presented below:

Figures in Rupees

Particulars	31-Mar-17
Net profit as per previous GAAP	94,84,901
Others	-
Net profit as per IND AS	94,84,901
Other Comprehensive Income (net of tax)	(6,82,307)
Total Comprehensive Income as per IND AS	88,02,594

Notes to reconciliations between previous GAAP and Ind AS

Other comprehensive income

Under Indian GAAP, the Company has not presented other comprehensive income (OCI) separately. Hence, it has reconciled Indian GAAP profit/loss to profit/loss as per Ind AS. Further, Indian GAAP profit/loss is reconciled to total comprehensive income as per Ind AS.

39. Previous year's figures have been regrouped and rearranged, wherever found necessary.

As per our report of even date attached

For Shekhar & Co
Chartered Accountants,

for and on behalf of the board,

G.Ganesh

Partner

M. No. 211704

Firm Reg No.0036955

Pankaj Goel

Managing Director

DIN: 00010059

Paras Goel

Director

DIN: 00010086

Place: Secunderabad,

Date : May 30, 2018

T.Brahmaiah

Chief Financial Officer

A.Mahipal Reddy

Company Secretary
Membership No.A54145



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PANKAJ POLMERS LIMITED

Regd. Office: 'E' Block, Vth Floor, 105, Surya Towers
Sardar Patel Road, Secunderabad – 500 003.

ATTENDANCE SLIP

(Please present this slip at the Meeting venue)

I/We hereby record my/our presence at the **TWENTY SIXTH ANNUAL GENERAL MEETING** of the Company, at Lions Bhavan, 1-8-179, Lakhapath Building, Behind HDFC Bank, Paradise Circle, Secunderabad- 500 003 at 11.00 A.M. on Friday, the 28th day of September 2018 and at any adjournment thereof.

Signature of the Shareholder(s)/Proxy's: _____

Shareholders/Proxy's Full Name (In Block Letters): _____

Folio No./Client ID: _____

No. of Shares Held: _____

Notes:

1. Shareholder/Proxy holder wishing to attend the meeting must bring the Attendance Slip/Proxy from as the case may be and handover the same at the entrance, duly signed.
2. Shareholder/Proxy holder desiring to attend the meeting should bring his copy of the Annual Report for reference at the meeting.
3. A Proxy need not be a member of the company.
4. In case of Joint holders, the vote of the senior who tends a vote, whether in person or by Proxy, shall be accepted to the exclusion of the vote of the other joint holders. Seniority shall be determined by the order in which the names stand in the Register of Members.

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]

CIN : L24134TG1992PLC014419

Name of the company: PANKAJ POLYMERS LIMITED

Registered office : 'E' Block, 5th Floor, 105, Surya Towers, S.P Road, Secundrabad,
Telangana - 500003

Name of the member (s):

Registered address:

E-mail Id:

Folio No/ Client Id:

DP ID:



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

1. Name:

Address:

E-mail Id:

Signature:, or failing him

2. Name:

Address:

E-mail Id:

Signature:, or failing him

3. Name:

Address:

E-mail Id:

Signature:

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **TWENTY SIXTH ANNUAL GENERAL MEETING** of the company, to be held on the 28th day of September, 2018 at 11:00A.M. at Lions Bhavan, 1-8-179, Lakhapath Building, Behind HDFC Bank, Paradise Circle, Secunderabad- 500 003 and at any adjournment thereof in respect of such resolutions as are indicated below:

Sl. No.	RESOLUTION
1	To receive consider and adopt the Audited Balance Sheet as at 31 st March 2018, the Statement of Profit and Loss for the year ended on that date along with Cash Flow Statement and notes forming parts of accounts, Auditors' Report and the Reports of the Board of Directors thereon
2	To re-appoint Smt. Nita Goel as Director
3	To re-appoint Shri. Aman Goel as Director
4	To ratify the appointment of M/s. Sekhar & Co., Chartered Accountants, Hyderabad as Statutory Auditors of the Company
5	Revision in remuneration of Mr. Aman Goel, Executive Director

Signed this _____ day of September 2018

Signature of shareholder

Signature of Proxy holder(s)

Affix
Re.1/-
Revenue
Stamp

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.



PANKAJ POLYMERS LIMITED

**26th Annual Report
2017-18**

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PANKAJ POLYMERS LIMITED
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