SERVOTEACH INDUSTRIES LTD.

(Formerly Known as Servotech Engineering Industries Limited.)

Regd. Off: 502, Triveni Krupa, Carter Rd. No. 3, Opp. Ambaji Mata Temple, Borivali (E), Mumbai – 400 066
Tel : +91- 22 – 28669600/ 28624357/58, Fax : +91-22 - 28083296, Email:- info@servotech-india.com
Website : servotechengineering.in
CIN:- L28933MH1994PLC081857

29th September, 2018

To,
Bombay Stock Exchange Limited
Dept. of Corporate Services,
14th Floor, P. J. Tower, Dalal Street,
Mumbai 400 001.

Sub.: Annual Report for the year ended 31st March, 2018.

Ref: Scrip Code : 531944

Scrip ID : SERVOTEACH

Dear Sir,

Pursuant to Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith copy of Annual Report for the year ended 31st March, 2018, approved and adopted by the members in the 23rd Annual General Meeting held on 29th September, 2018.

Kindly take the same on your records,

Thanking you,

Yours faithfully,

For Servoteach Industries Limited

SERVOTEACH INDUSTRIES LTD. MUMBAI

R.S. Lahoti
Managing Director
(DIN: 00755363)
Encl: a/a.

23rd

ANNUAL REPORT

2017-2018

SERVOTEACH INDUSTRIES LTD.

(FORMERLY KNOWN AS SERVOTECH ENGINEERING INDUSTRIES LTD.)

CIN: L28933MH1994PLC081857

502, TRIVENI KRUPA, CARTER ROAD NO. 3, OPP. AMBAJI MATA TEMPLE, BORIVALI (EAST), MUMBAI 400 066, MAHARASHTRA.

DIRECTORS

Mr. Radheyshyam Lahoti	Managing Director
Mr. Ram Awatar Lahoti	Non-Executive Director
Mr. Rohit Doshi	Independent Director
Mr. Narendra Gupta	Independent Director
Mrs. Jyoti Vikas Kasat	Non-Executive Director

BANKERS
STATE BANK OF INDIA
D N Road branch
Fort,
Mumbai- 400 001

STATUTORY AUDITORS
AMIT & DISHA ASSOCIATES
14, Chitalia House, 1st floor,
274-Dr. Cowasji Hormusji Street,
Mumbai 400 002.

REGISTERED OFFICE
502, Triveni Krupa, Carter Road No.3
Opp. Ambaji Mata Temple,
Borivali (East), Mumbai 400 066.
Maharashtra.
CIN: L28933MH1994PLC081857

STOCK EXCHANGE
Bombay Stock Exchange Ltd,
The Department of Corporate Services,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400 001.

REGISTRAR & SHARE TRANSFER AGENT
Link Intime India Pvt. Limited,
C-101, 247 Park,
L.B.S. Marg, Vikhroli (West),Mumbai – 400 083.

INTERNAL AUDITOR
M/s. Bhuwania & Agrawal Associates
503/505, J.S. Seth Road, 1st floor,
Chira Bazar, Mumbai – 400 002

SECRETARIAL AUDITOR
Jaisal Mohatta,
Jaisal Mohatta & Associates,
42, 1st Floor Singh Indl Estate No.3,
Ram Mandir Road, Goregaon (W),
Mumbai-400 104.

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NOTICE OF TWENTY THIRD ANNUAL GENERAL MEETING

NOTICE is hereby given that the **Twenty Third Annual General Meeting** of the Members of **Servoteach Industries Limited (Formerly known as Servotech Engineering Industries Limited)** will be held on Saturday the 29th day of September, 2018 at 10:00 A.M. at the Registered Office of the Company at 502, Triveni Krupa, Carter Road No. 3, Opp. Ambajimata Temple, Borivali (East), Mumbai – 400066, Maharashtra.

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31.03.2018 including the Audited Balance Sheet as at March 31st, 2018 and the Statement of Profit and Loss Account for the year ended on that date along with the Reports of the Directors and Auditors thereon.

2. To appoint a director in place of Mrs. Jyoti Kasat (DIN: 0714375), who retires by rotation as per section 152 (6) of the Companies Act, 2013 and being eligible, offers herself for re-appointment.

By Order of the Board
Date: 13/08/2018 **Sd/-**
Place: Mumbai **Sweety Bajpai**
(Company Secretary)

NOTES:

1. The relative Explanatory statement pursuant to Section 102(1) of the Companies Act, 2013, setting out the material facts of the notice, is annexed hereto.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING (THE "MEETING) IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/HERSELF. AND SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY. The instrument of proxy in order to be effective should be deposited at the registered office of the company duly completed and signed, not less than forty-eight (48) hours before the commencement of the meeting. A proxy so appointed shall not have any right to speak at the meeting.
3. The requirement to place the matter relating to appointment of Auditors for ratification by Members at every Annual General Meeting has been done away with vide notification dated May 7,2018, issued by the Ministry of Corporate Affairs. Accordingly, no resolution is proposed for ratification of appointment of Auditors.
4. Pursuant to the Provisions of section 105 of the Companies Act, 2013, A person can act as a proxy on behalf of not more than fifty (50) members and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. Member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
5. Members/proxies should bring the duly filled in Attendance Slip enclosed herewith to attend the meeting during the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at

any time during the business hours of the Company, provided not less than three days of notice in writing is given to the Company.

6. Corporate members intending to send their authorized representatives to attend the meeting pursuant to Section 113 of the Companies Act, 2013 are requested to send to the Company a certified copy of the relevant Board Resolution authorizing their representatives to attend and vote on their behalf at the Meeting.
7. In case of joint holders attending the AGM, the member whose name appears as the first holder in the order of name as per the Register of Members of the Company will be entitled to vote only such joint holder who is higher in the order of names will be entitled to vote.
8. The Route Map showing directions to reach the venue of the AGM is annexed.
9. The Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, will be available for inspection by the members at the Annual General Meeting.
10. The Register of Contracts or Arrangements in which Directors are interested, maintained under Section 189 of the Companies Act, 2013, will be available for inspection by the members at the Annual General Meeting.
11. Brief resume of Directors including those proposed to be appointed / re-appointed, nature of their expertise in specific functional areas, names of companies in which they hold directorships and memberships of Board Committees, disclosure of relationships between directors inter-se as stipulated under Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, are provided in the Explanatory Statement forming part of the notice.
12. The Register of Members and the Share Transfer Books of the Company shall remain closed **from Wednesday, 19th September, 2018 to Thursday, 27th September, 2018 (both days inclusive)**, for the purpose of Annual General Meeting.
13. Members are requested to notify the change in their address, if any, immediately, so that all communications can be sent to the latest address. In case of members holding shares in physical form, all intimations regarding change of address and change of bank account details are to be sent to Link Intime India Pvt Ltd. C-101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai – 400 083.
14. Members, who hold shares in electronic form, are requested to notify any change in their particulars like change in address, bank particulars etc. to their Depository Participants immediately.
15. The Securities and Exchange Board of India (SEBI) vide circular ref no. MRD/Dop/CIR 05/2007 dated April 27, 2007 made PAN the sole identification number for all participants transacting in the securities market, irrespective of the amount of such transaction. In continuation of the said circular, it is hereby clarified that for securities market transactions and off-market/private transactions involving transfer of shares in listed companies in physical form, it shall be mandatory for the transferee(s) to furnish a copy of the PAN card to the Company / RTA for registration of such transfer of shares.
16. Copies of the Annual Report for the year ended 31st March, 2018 are being sent by electronic mode only to those all the members whose email IDs are registered with the Company/Depository Participants for communication purposes unless any member has requested for a hard copy of the same. In the case of members holding shares in physical mode whose email IDs are registered with the Company/Registrars i.e. to Link Intime India Pvt. Ltd. and have given consent for receiving communication electronically, copies of the Annual Report for the year ended 31st March, 2018 are being sent by electronic mode only. For members who have not registered their email addresses, physical copies of the Annual Report for the year ended 2018 are being sent by the permitted mode.
17. The Notice of the 23rd Annual General Meeting of the Company, inter alia, indicating the process and manner of e-voting along with Attendance Slip and Proxy Form, is being sent by electronic mode to all

the members whose email addresses are registered with the Company/Depository Participants unless any member has requested for a hard copy of the same. In the case of members holding shares in physical mode whose email IDs are registered with the Company/ Registrars i.e. Link Intime India Pvt Ltd. given consent for receiving communication electronically, the Notice of the 23rd Annual General Meeting of the Company inter alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form, is being sent by electronic mode. For members who have not registered their email addresses, physical copies of the aforesaid documents are being sent by the permitted mode.

18. Members may also note that the Notice of the 23rd Annual General Meeting and the Annual Report for the year ended 2018 will also be available on the Company's website http://www.servotechengineering.in/ for their download. The physical copies of the aforesaid documents will also be available at the Company's Registered Office in Mumbai for inspection during normal business hours on working days. Even after registering for e-communication, members are entitled to receive such communication in physical form, upon making a request for the same, by post free of cost. For any communication, the shareholders may also send requests to the Company's Registrar i.e. Link Intime India Pvt Ltd. C-101, 247 Park ,L.B.S. Marg, Vikhroli (West), Mumbai – 400 083.
19. **Voting through Electronic means:**

In Compliance with the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended), Regulation 44 of the Listing Regulations and the Secretarial Standards on General Meetings (SS-2) issued by the Institute of Company Secretaries of India, the Company is pleased to provide to its Members, the facility to exercise their right to vote in respect of businesses to be transacted at this AGM by electronic voting system from a place other than the venue of the AGM ('remote e-voting'), provided by CDSL.

General Instructions:

(i) The voting period begins on 26th day, of September, 2018 (9.00 a.m. IST) and ends on 28th day, of September, 2018(5:00 p.m. IST). During this period shareholders' of the Company holding shares, either in physical form or in dematerialized form, as on the cut off date 17th September-, 2018, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. ***Once the vote on a resolution is cast and confirmed by the Member, he shall not be allowed to change it subsequently*.**

(ii) The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on 17th September, 2018 which has been fixed as the cut off /record date for voting.

(iii) Mr. Jaisal Mohatta, Practicing Company Secretary (Membership No. A35017 CP No. 16090), has been appointed as the Scrutinizer to scrutinize the e-voting process (including the Ballot Form received from the Members who do not have access to the e-voting process) in a fair and transparent manner.

(iv) The Scrutinizer shall, within a period not exceeding (3)three working days from the conclusion of the e-voting period, unblock the votes in the presence of at least(2) two witnesses not in the Employment of the Company and make a Scrutinizer's Report of the votes cast in favor or against, if any, forthwith to the Chairman of the Company.

(v) Members who do not have access to e-voting facility may return the duly completed Ballot Form so as to reach the Scrutinizer at the Registered Office of the Company not later than Tuesday, 25th September, 2018 (6.00 p.m. IST).Ballot Forms received after this date will be treated as invalid.

(vi) A Member can opt for only one mode of voting i.e. either through e-voting or by Ballot. If a Member casts votes by both these modes, then voting done through e-voting shall prevail and the vote cast through Ballot shall be treated as invalid**.**

(vii) The results declared along with the Scrutinizer's Report shall be placed on the Company's websitehttp://www.servotechengineering.in/and on the website of CDSL www.evotingindia.co.in within two days of the passing of the resolutions at the 23rd Annual General Meeting of the Company on Saturday 29th September,2018 and communicated to the BSE Limited where the shares of the Company is listed.

The procedure and instructions for the same are as follows:

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

For Members holding shares in Demat Form and Physical Form	
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) ▪ Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. ▪ In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. eg. if your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
DOB	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.

However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

viii. For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
ix. Click on the EVSN for Servoteach Industries Limited on which you choose to vote.

x. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

xi. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

xii. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

xiii. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

xiv. You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.

xv. If Demat account holder has forgotten the same password then enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

xvi. Note for Non-Individual Shareholders & Custodians:

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves as Corporate and Custodians respectively.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdsl.com and on approval of the accounts they would be able to cast their vote;
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favor of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com

By Order of the Board
Sd/-
Sweety Bajpai
(Company Secretary)

Date: 13/08/2018
Place: Mumbai

PROFILE OF DIRECTOR

DETAILS OF DIRECTOR SEEKING REAPPOINTMENT AT THE FORTHCOMING ANNUAL GENERAL MEETING AS PER REGULATION 36(3) of SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

Name of the Director	Jyoti Vikas Kasat
Director Identification Number (DIN)	07143575
Date of Birth	11/04/1978
Date of Appointment	30/03/2015
Qualifications	B.com
Expertise in specific functional areas	2 years of experience in Sales
Directorships, Memberships and Chairmanships of Committees of the Board, held in other listed companies	Nil
Relationship between director inter - se	Daughter of Mr. Radheyshyam S. Lahoti.
Shareholding of Non- executive Director	Non- Executive Directors No. of Shares Held 1.JYOTI VIKAS KASAT Nil 2.ROHIT TALAKCHAND DOSHI Nil 3.NARENDRA RAMESHCHANDRA GUPTA Nil

DIRECTORS' REPORT

Dear Members,
The Board of Directors hereby submits the Report of the Business and Operations of your Company along with the Audited Financial Statements for the year ended 31st March, 2018.

1. FINANCIAL PERFORMANCE

The Summary of Financial Results of the Company for the year ended 31st March, 2018 is as under:

Rs. in Lakhs.

Particulars	For the year ended March, 2018	For the year ended March, 2017
Total Income	1.11	_
Total Expenditure	10.00	19.64
Profit Before Tax	(8.89)	(19.64)
Less: Provision of Taxation Including Deferred Tax	-	-
Profit After Tax (PAT)	(8.89)	(19.64)
Add: balance brought forward from previous year	(403.32)	(383.68)
Add: Prior Period Expenses	0.61	-
Balance Carried to Balance Sheet	(412.82)	(403.32)

2. COMPANY'S PERFORMANCE

During the year under report, the company marked its income from operation by earning Rs. 1.11 Lakhs as against of Rs. Nil in previous year. The loss declined to Rs 8.89 Lacs in 2017-2018 from Rs. 19.64 in 2016-17

3. AMOUNT TRANSFERRED TO RESERVE

In view of the losses, occurred during the year, the Company has not transferred any amount to reserves.

4. DIVIDEND

Due to accumulated losses of the Company your Directors do not recommend any dividend for the year under review.

5. MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT

Management Discussions and Analysis Report, forming part of the Directors' Report for the year under review, as stipulated under Regulation 34(3) read with Schedule V of the SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015 is presented in a separate section forming part of the Annual Report.

6. CHANGE IN THE NATURE OF THE BUSINESS

During the year, there is no change in the nature of the business of the Company.

7. RELATED PARTY TRANSACTIONS

All related party transactions pursuant to section 188 (1) of the Companies Act, 2013, that were entered during the financial year were in the ordinary course of the business of the Company. There were no materially significant related party transactions entered by the Company with Promoters, Directors, Key

Managerial Personnel or other persons which may have a potential conflict with the interest of the Company.

Since there were no related party transaction during the year under review except in the ordinary course of business, form AOC-2 as prescribed under section 134(3)(h) of the Companies Act, 2013 is not applicable to the Company.

8. VIGIL MECHANISM POLICY FOR THE DIRECTORS AND EMPLOYEES

Pursuant to the provisions of Section 177(9)of the Companies Act, 2013 and Regulation 22 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors of the Company has established "Vigil Mechanism Policy" for Directors and employees of the Company to report genuine concerns. The said mechanism also provides for direct excess to the Chairperson of the Audit Committee in appropriate or exceptional cases .

The said policy is available on the website of the Company at www.servotechengineering.in

9. RISK MANAGEMENT

The Company has devised and implemented a mechanism for risk management which aims at enhancing Shareholder's values and providing an optimum risk – reward trade – off.

10. PARTICULARS OF LOAN, GUARANTEE AND INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The company has not provided any loan, guarantee and made investments under Section 186 of the Companies Act, 2013.

11. DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATES

The Company has no Subsidiary, Joint Venture or Associate companies during the year under review.

12. Directors

The Board of Directors (the Board) of SIL comprises One Executive Director and a balanced combination of Independent and Non-Executive Directors. The Independent Directors viz., Mr. Narendra Rameshchandra Gupta and Mr. Rohit Talakchand Doshi have been appointed for a period of five years till September 03, 2019.

During the year, one meeting of Independent Directors was convened on May 22nd, 2017. All Independent Directors have given a declaration that they meet the criteria of Independence as laid down under Section 149(6) of the Act.

Mrs. Jyoti Vikas Kasat (DIN:07143575), Director retires by rotation at this AGM and, being eligible, offers herself for re-appointment. Brief profiles of Mrs. Jyoti Vikas Kasat form part of the Notice convening AGM.

13. BOARD OF DIRECTOR'S MEETINGS CONDUCTED DURING THE YEAR

During the Year 2017-18, The Board of Directors met 6 times in accordance with the provisions of the Companies Act, 2013 and rules made there under. The dates on which these Board Meetings were held are 30/05/2017, 19/06/2017, 11/08/2017, 02/09/2017, 13/11/2017, and 12/02/2018 respectively. Additionally, during the financial year ended 31st March 2018, the Independent Directors held a separate meeting pursuant to the requirement of Schedule IV of the Companies Act, 2013 and Regulation 25(3) of SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015.

14. AUDITORS AND AUDITORS' REPORT

As per the provisions of Sections 139, 142 and all other applicable provisions of the Companies Act, 2013, (including any statutory modification(s) or re-enactment thereof, for the time being in force), at the 22nd

Annual General Meeting of the Company held on 29th September, 2017, the Members of the Company had appointed M/s. Amit & Disha Associates Chartered Accountants (Firm Registration No. 119350W), as Statutory Auditors of the Company to hold the office for a term of 5 (five) years from the conclusion of 22nd (twenty Second) Annual General Meeting till the conclusion of the 27th (Twenty Seventh) Annual General Meeting.

Further the Ministry of Corporate Affairs (MCA) vide notification dated 7th May, 2018 has done away with the requirement of ratification of appointment of Statutory Auditors at every Annual General Meeting, as per the first proviso of Section 139 of the Companies Act, 2013 and the Companies (Audit and Auditors) Amendment Rules, 2018. Accordingly, the Company is not required to pass any resolution pertaining to ratification of the appointment of Statutory Auditors in the Annual General Meeting.

15. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has Internal Control Systems, Commensurate with the size, scale and complexity of its operations. The Internal Auditor monitors and evaluates the efficacy and adequacy of internal control systems in the Company, accounting procedures and policies within the Company. Based on the report of internal audit function, process owners undertake corrective action in respective areas and thereby strengthen the controls. Significant observations and corrective actions thereon are presented to the Audit Committee from time to time.

16. SECRETARIAL AUDITOR AND AUDIT REPORT FOR THE PERIOD ENDED 31st MARCH, 2018

Secretarial Audit for the Financial Year 2016-17 was conducted by M/s Jaisal Mohatta & Associates, Company Secretaries in Practice in accordance with the provisions of Section 204 of the Act. The Secretarial Auditor's Report is attached to this Report as **Annexure –A.**

17. OBSERVATION OF STATUTORY AUDITOR AND SECRETARIAL AUDITOR IN RESPECT OF THEIR AUDIT REPORTS

The Statutory Audit report and Secretarial Audit report does not contain any qualification, reservation or adverse remark requiring explanation or comments from the Board under Section 134 (3) (f) of the Companies Act, 2013.

18. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Provisions of Section 134 (3) (m) of the Companies Act, 2013 read with the Rule 8 of the Companies(Accounts) Rules, 2014, on conservation of energy and technology absorption are not applicable. Hence, no disclosure is being made in this regard. During the year, the Company has neither earned nor used any Foreign Exchange.

19. CORPORATE GOVERNANCE

As per Regulation 15(2)(a) of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015, the compliance with the corporate governance provisions as specified in regulations 17, 18, 19, 20, 21,22, 23, 24, 25, 26, 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 and para C , D and E of Schedule V shall not apply, in respect of –

(a) the listed entity having paid up equity share capital not exceeding rupees ten crore and net worth not exceeding rupees twenty five crore, as on the last day of the previous financial year.

As our company does not have the paid up share capital exceeding Rs 10 Crores and Net worth exceeding Rs. 25 Crores, the Corporate Governance Report is not applicable.

20. DISCLOSURE OF VARIOUS COMMITTEES OF BOARD OF DIRECTORS

[A] Audit Committee:

Pursuant to the provisions of section 177(8) of the Companies Act, 2013, the Board hereby discloses the composition of the Audit Committee as under:

Name of Director	Category of Directorship	Designation	Number of meeting held	Number of meeting attended
Rohit Doshi	Independent Non –Executive	Chairman	5	5
Narendra Gupta	Independent Non -Executive	Member	5	5
Radheyshyam Lahoti	Executive Director	Member	5	5

During the year five meetings of Audit Committee were held i.e. on 15/05/2017, 11/08/2017, 28/08/2017, 13/11/2017 and 12/02/2018.

[B] Nomination and Remuneration Committee:

The Board has in accordance with the provisions of sub-section (3) of section 178of the Companies Act, 2013, formulated the policy setting out the criteria for determining qualifications, positive attributes, independence of a Director and policy relating to remuneration for Directors, Key Managerial Personnel and other employees.

The said policy is available on company's website at www.servotechengineering.in

Name of Director	Category of Directorship	Designation	Number of meeting held	Number of meeting attended
Rohit Doshi	Independent Non -Executive	Chairman	2	2
Narendra Gupta	Independent Non -Executive	Member	2	2
Radheyshyam Lahoti	Executive Director	Member	2	2

During the Financial Year ended on 31st March, 2018 the Nomination and Remuneration Committee met on 01st November, 2017 and 09th December, 2017.

[C] Stakeholders Relationship Committee

Pursuant to the provisions of section 178(5) of the Companies Act, 2013 Companies which consist of more than one thousand shareholders, debenture- holders, deposit – holders and any other security holders at any time during year shall constitute a Stakeholders Relationship Committee.

As there are no debenture- holders and deposit – holders with Company, Company does not require forming Stakeholders Relationship Committee.

As mentioned in point no.19 above, Regulation 20 of SEBI (LODR) Regulations, 2015 is not applicable to the Company and therefore is exempted from the formation of the said Committee.

21. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 134 of the Companies Act, 2013 (the "Act") with respect to Directors' Responsibility Statement, your Directors confirmed that:

a. in the preparation of the Annual Accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures;
b. the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the State of Affairs of the Company at the end of the financial year ended 31st March, 2018 and of profit of the Company for that year;
c. the Directors had taken proper and sufficient care for the maintenance of adequate Accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
d. the Directors had prepared the Annual Accounts on a going concern basis.
e. company has Proper internal financial control system and operating effectively.
f. the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

22. COMPOSITE SCHEME OF CAPITAL REDUCTION AND AMALGAMATION OF THE COMPANY

On 28TH June, 2018 Company have filed Application under Regulation 37 of the SEBI (Listing Obligations and disclosure Requirements) Regulations, 2015 for the proposed Composite Scheme of Amalgamation of Servotech India Limited (Transferor Company) with Servoteach Industries Limited (Transferee Company) and Capital Reduction of the Company. After getting No Objection Letter from BSE and SEBI , Company will approach NCLT (Mumbai) for sanction of the Scheme.

23. PARTICULARS OF EMPLOYEES

As there were no employees throughout the year under review who were in receipt of remuneration exceeding the prescribed limit in Companies Act, 2013 and its regulations and rules. Hence, no statement is attached herewith as required in terms of sections 134 and 197 of the Companies Act, 2013.

24. ENVIRONMENT AND POLLUTION CONTROL

The term relating to compliance with all relevant statutes relating to the environment and pollution control in the area of environment are presently not applicable.

25. EXTRACT OF ANNUAL RETURN

The detail forming part of the extract of the Annual Return in Form MGT 9 is annexed herewith **Annexure B.**

26. DECLARATION BY INDEPENDENT DIRECTORS

Pursuant to regulation 16 (b) under SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015 and the provisions of sub – section (7) of Section 149 of the Companies Act 2013, the Company has received individual declarations from all the Independent Directors confirming that they fulfill the criteria of independence as specified in section 149(6) of the Companies Act, 2013.

In accordance with Section 149(4) and other applicable provisions, if any, read with Schedule IV of the Companies Act, 2013, the Company has 1/3rd of the total Directors as an Independent Directors, for a maximum period of 5 years and they are not liable to retire by rotation.

27. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

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

28. MATERIAL CHANGES AND COMMITMENTS

The Company has changed its name from Servotech Engineering Industries Limited to Servoteach Industries Limited by Special Resolution passed by its shareholders at Annual General meeting held on 29th September 2017.

29. BOARD EVALUATION

Nomination and Remuneration Committee annually evaluates the performance of individual Directors, Committees, and of the Board as a whole in accordance with the formal system adopted by it. Further, the Board also regularly in their meetings held for various purposes evaluates the performance of all the Directors, committees and the Board as a whole. The Board considers the recommendation made by Nomination and Remuneration Committee in regard to the evaluation of board members and also tries to discharge its duties more effectively. Each Board member's contribution, their participation was evaluated and the domain knowledge they bring. They also evaluated the manner in which the information flows between the Board and the Management and the manner in which the board papers and other documents are prepared and furnished.

30. CEO - CFO CERTIFICATION AS PER REG. 17(8) OF SEBI (LODR) REGULATIONS, 2015

As mentioned in point no. 19 above, Regulation 17(8) is not applicable to the Company. Hence, CEO- CFO Certification is not enclosed.

31. ACKNOWLEDGEMENT

Your Directors would like to express their appreciation for assistance and co-operation received from the Bankers, Government Authorities, Customers, Vendors, Advisors, Members and all concerned during the year under report. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the executives, staff of the Company.

Place: Mumbai
Date: 13/08/2018

By Order of the Board
Sd/-
Ramawatar Lahoti
Director
DIN: 00755163

By Order of the Board
Sd/-
Radheyshyam S. Lahoti
Managing Director
DIN: 00755363

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

(a) INDUSTRY STRUCTURE AND DEVELOPMENTS:

The Indian Process Engineering industry is serving as a major contributor to the Indian Economy, through its export earning and employment generation potential. The 1980s saw the transition phase of the Industry from being a supplier of process engineering goods to an exporter of high standard and quality engineering products and value added productsand 1990s witnessed implementation of long term program implemented by Government provided the required fillip for the Industry.

(b) OPPORTUNITIES & THREATS:

The long term growth prospects of Industry continue to remain grim. The threats to the Company's products Includes severe competition both in domestic market through increased Inflation, labor cost, Interest rates, etc.

(c) SEGMENT - WISE OR PRODUCT – WISE PERFORMANCE.

Your Company operates in only one segment

(d) RISKS & CONCERNS:

The risk management function is integral to the Company and its objectives include ensuring that critical risk are identified continuously, monitored, and managed effectively in order to protect the company's business. Top management of the company is well acquainted with risk inherent to the business and strategic decision taken by the Board.

Directors and officer's liability are risks arising out of their commitment, statement and decision, which may result in legal liability.

(e) INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company is working on to establish framework of Internal Controls to safe guard and protect the loss from unauthorized use of assets. The Board, through the Audit Committee, reviews the key issues like timely and accurate recording of financial transactions and adherence to applicable Accounting Standards, optimum utilization and safety of assets, an effective management information system and Compliance with applicable laws, regulations, SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 and Management Policies.

(f) DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONALPERFORMANCE.

Your company is committed to offer the most competitive price with the overall parameters set by the general market conditions. Your director perceives that the business of the company stands on a normal ground & hope to improve in the coming years.

(g) MATERIAL DEVELPOMENTS HUMAN RESOURCES/INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED.

Human Resource is the most valuable asset in any organization. The Company efforts to strengthen positive work Culture and environment which promotes innovation and excellence as also mutual trust between all the personnel and the company. It lays strong emphasis on training and developing the technical and behavioral skills of the employees at each level so as to upgrade the competence and remove all level of Inefficiency.

Annexure-A

Form No. MR-3

Secretarial Audit Report for the
***Financial Year Ended* 31st March, 2018**

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members
Servoteach Industries Limited
(Erstwhile Servotech Engineering Industries Limited)
CIN: L28933MH1994PLC081857
502, Triveni Krupa, Carter Road No. 3,
Opp. Ambaji Mata Temple,
Borivali (East) Mumbai 400066

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

Based on my verification of the **Servoteach Industries 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, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on **March 31, 2018** reasonably complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter :

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

(i) The Companies Act, 2013 (the Act) and the Rules made there under;
(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;
(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under to the extent of Regulation 55A;
(iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; **Not Applicable to the Company during the Financial Year under review.**
(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;

c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999**; Not Applicable to the Company during the Financial Year under review.**
e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008**; Not Applicable to the Company during the Financial Year under review.**
f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009**; Not Applicable to the Company during the Financial Year under review. ;**and
h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **Not Applicable to the Company during the Financial Year under review.**

(vi) The Laws as are applicable specifically to the Company: Factories Act, 1948, Labour Laws and other incidental laws related to labour and employees appointed by the Company either on its payroll or on contractual basis as related to wages, gratuity, provident fund, ESIC, compensation etc., Acts prescribed under prevention and control of pollution, Acts prescribed under Environmental protection, The Hazardous Wastes (Management, Handling and Tran boundary Movements) Rules, 2008 and local laws as applicable to various offices and plants.

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India; and
(ii) The Listing Agreements entered into by the Company with the Stock Exchange Viz BSE Ltd (BSE)

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

I further report that

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

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were generally sent at a shorter notice, however due consent was taken from the directors for the same, 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 decisions at Board Meetings and Committee Meetings are 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.

I further report that adequate systems and processes in the company need to be strengthened further to commensurate with the size and operations of the company to monitor and ensure compliance with applicable Laws, Rules, Regulations and Guidelines.

I further report that during the audit period, the Company has undertaken event / action having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above viz.

- The Company has changed its Name from Servotech Engineering Industries Limited to Servoteach Industries Limited. Approval sought from members in last Annual general Meeting held on 29th September 2017.

For **Jaisal Mohatta & Associates**
Company Secretaries
Sd/-
(**Jaisal Mohatta**)
Proprietor
ACS - 35017, **COP** – 16090

Place: Mumbai
Date: 02/07/2018

Note: This report is to be read with our letter of even date which is annexed as **Annexure A** and forms an integral part of this report.

ANNEXURE-A

To,
Servoteach Industries Limited
CIN: L28933MH1994PLC081857
502, Triveni Krupa, Carter Road No. 3,
Opp. Ambaji Mata Temple,
Borivali (East) Mumbai 400066

1. Maintenance of secretarial record is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on our audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on the random test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices that I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, I 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. My examination was limited to the verification of procedures on random test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For **Jaisal Mohatta & Associates**
Company Secretaries
Sd/-
(**Jaisal Mohatta**)
Proprietor
ACS - 35017, **COP** – 16090

Place: Mumbai
Date: 02/07/2018

Annexure-B

FORM NO. MGT.9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31.03.2017

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

I. REGISTRATION AND OTHER DETAILS:

i. **CIN:- L28933MH1994PLC081857**

ii. **Registration Date: 07/10/1994**

iii. **Name of the Company: SERVOTEACH INDUSTRIES LIMITED (FORMERLY KNOWN AS SERVOTECH ENGINEERING INDUSTRIES LIMITED)**

iv. **Category / Sub-Category of the Company: Public Company/ Limited by shares**

v. **Address of the Registered office and contact details:**

502, Triveni Krupa, Carter Road No. 3, Opp. Ambaji Mata Temple, Borivali (East) Mumbai - 400066 Maharashtra.

vi. **Whether listed company: Yes, with BSE Limited**

vii. **Name, Address and Contact details of Registrar and Transfer Agent:**

Link Intime India Pvt Limited
C-101, 247 Park,
L.B.S. Marg, Vikhroli (West),
Mumbai – 400 083
Tel No : +91 22 49186270 Fax: +91 22 49186060
E-mail id: rnt.helpdesk@linkintime.co.in
Website : www.linkintime.co.in

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sr. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Supply of Machinery Equipments & Parts of Solvent Extraction Plant, Vanaspati Plant, Refinery Plant, Feed Plant and Steel & Iron	11201	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES-

Sr. No.	Name And Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
NA					

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)									
IV (i). Category-wise Share Holding									
Category of Shareholders	No. of Shares held at the beginning of the year (01.04.2017)				No. of Shares held at the end of the year (31.03.2018)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a. Individual/ HUF	576562	500	577062	14.687	576562	500	577062	14.6872	00
b. Central Govt.	-	-	-	-	-	-	-	-	-
c. State Govt. (s)	-	-	-	-	-	-	-	-	-
d. Bodies Corp.	658400	00	658400	16.757	658400	00	658400	16.7574	00
e. Banks/FI	-	-	-	-	-	-	-	-	-
F. Any Other..	-	-	-	-	-	-	-	-	-
Sub-total (A) (1)	1234962	500	1235462	31.445	1234962	500	1235462	31.445	00
(2) Foreign									
a. NRIs- Individuals	-	-	-	-	-	-	-	-	-
b. Other – Individuals	-	-	-	-	-	-	-	-	-
c. Bodies Corp.	-	-	-	-	-	-	-	-	-
d. Banks / FI	-	-	-	-	-	-	-	-	-
e. Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A)(2)	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	1234962	500	1235462	31.445	1234962	500	1235462	31.445	00
B. Public Shareholding									
(1) Institutions	-	-	-	-	-	-	-	-	-
a. Mutual	-	-	-	-	-	-	-	-	-

Funds									
b. Banks/FI	-	-	-	-	-	-	-	-	-
c. Central Govt	-	-	-	-	-	-	-	-	-
d. State Govt(s)	-	-	-	-	-	-	-	-	-
e. Venture capital Funds	-	-	-	-	-	-	-	-	-
f. Insurance companies	-	-	-	-			-	-	-
g. FIIs	-	-	-	-	-	-	-	-	-
h. Foreign	-	-	-	-	-	-	-	-	-
i. Venture Capital Funds	-	-	-	-	-	-	-	-	-
Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1)	-	-	-	-	-	-	-	-	-
(2) Non-Institutions	-	-	-	-	-	-	-	-	-
a. Bodies Corp.									
i) Indian	**125813**	**245400**	**371213**	**9.448**	**125813**	**245400**	**363290**	**9.246**	**-0.2017**
ii) Overseas	-	-		-					
b. Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	**772073**	**900210**	**1672283**	**42.562**	**764958**	**898110**	**1663068**	**42.3280**	**-0.2345**
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	**330273**	**262100**	**592373**	**15.0769**	**347591**	**262100**	**609691**	**15.5177**	**0.4408**
Others (specify)									
(1) Trusts	-	-		-	-	-	-	-	-
(2) Directors & their Relatives	-	-		-	-	-	-	-	-
(3)Foreign Nationals	-	-		-	-	-	-	-	-

(4)Non Resident Indians(Repat)	20000	0	20000	0.509	20000	0	20000	0.5090	00
(5)NRI Individuals (Non Rep)	0	5000	5000	0.127	0	5000	5000	0.1273	00
(5)Hindu Undivided Families	29138	0	29138	0.742	30038	0	30038	0.7645	0.0229
(6)Clearing Member	3531	0	3531	0.090	2451	0	2451	0.0624	-0.0275
Sub-total (B)(2)	1280828	1412710	2693538	68.555	1282928	1410610	2693538	68.555	00
Total Public Shareholding (B) = (B)(1) + (B)(2)	1280828	1412710	2693538	68.555	1282928	1410610	2693538	68.555	00
C. Shares held by Custodian for GDRs & ADRs		-		-	-	-	-	-	-
Grand Total (A+B+C)	2515790	1413210	3929000	100	2517890	1411110	3929000	100	00

IV (*ii*) ***Shareholding of Promoters***

SR. No.	Shareholder's Name	Shareholding at the beginning of the year (01.04.2017)			Share holding at the end of the year (31.03.2018)			
		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 total shares	% change in share holding during the year
1	Lahoti Exports Private Limited	365600	9.31	0	365600	9.3052	0	0
2	Quality Products Marketing Private Limited	292800	7.45	0	292800	7.4523	0	0

3	Radheshyam Sitaram Lahoti	516962	13.16	0	516962	13.1576	0	0
4	Ramawtar Sitaram Lahoti	60100	1.53	0	60100	1.5297	0	0
	Total	1235462	31.45	0	1235462	31.4447	0	0

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

Sr. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	1235462	31.45	1235462	31.45
2	Purchase of Shares in open market.	No transaction during year			
3	At the End of the year	1235462	31.45	1235462	31.45

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

SR. No.	For Each of the Top 10 Shareholders	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	Deven Jitendra Mehta	97,500	2.4815	97,500	2.4815
2	Pals Overseas Pvt. Ltd	51100	1.3006	51,100	1.3006
3	Shree Adeshwar Securities Pvt. Ltd	44,300	1.1275	44,300	1.1275
4	Shabbir Rangwala	44,000	1.1199	44,000	1.1199

5	Suresh Kanakraj Lodha	39,100	0.9952	39,100	0.9952
6	Radheshyam Shriniwas Manihar	32,860	0.8386	32,860	0.8386
7	Ketan Kavindra Shah	30,000	0.7636	30,000	0.7636
8	P Kulkarni	30,000	0.7636	30,000	0.7636
9	Deven J Mehta	27,500	0.6999	27,500	0.6999
10	Tikamchand Jangid	33058	0.8414	40081	1.0201

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

SR. No.	Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	For Each of the Directors and KMP	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Radheyshyam Sitaram lahoti				
	At the beginning of the year	516962	13.1576	516962	13.1576
	Date wise Increase / Decrease in shareholding during the year	NIL			
	At the End of the year	516962	13.1576	516962	13.1576
2.	Ramawtar Sitaram Lahoti				
	At the beginning of the year	60100	1.5297	60100	1.5297
	Date wise Increase / Decrease in shareholding during the year	NIL			
	At the End of the year	60100	1.5297	60100	1.5297

V INDEBTEDNESS

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

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

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL -

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

SR. no.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
		Radheyshyam S. Lahoti (MD)	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-
2.	Stock Option	-	-
3.	Sweat Equity	-	-
4.	Commission - as % of profit - others, specify...	-	-
5.	Others, please specify	-	-
	Total (A)		

	Ceiling as per the Act	**-**	**-**

B. Remuneration to other directors: -

Sl. no.	Particulars of Remuneration	Name of Directors			Total Amount
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

SR. no.	Particulars of Remuneration	Key Managerial Personnel			
		CFO	Company Secretary (CS)		Total Amount
		Mr. Shivpratap Singh	Ms. Guddi Bajpai	Ms. Sweety Bajpai	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	1,72,688/-	83,628/-	2,56,316/-
2.	Stock Option	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission	-	-	-	-

	- as % of profit - others, specify...				
5.	**Others, please specify**				
6.	**Total**	**-**	**1,72,688/-**	**83,628/-**	**2,56,316/-**

***** Ms. Guddi Bajpai resigned as a Company Secretary with effect from 13th November 2017 and Ms. Sweety Bajpai has been appointed as Company Secretary with effect from 08th December 2017.

Mr.Vikas Dalavi resigned from the post of CFO with effect from 8th June, 2017 and Mr. Shivpratap Singh has been appointed as CFO with effect from 13th November, 2017.

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	**Section of the Companies Act**	**Brief Descrip-tion**	**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	--	--	--	--	--

By Order of the Board
Sd/-
R.S. Lahoti
Mg. Director
DIN: 00755363

Date: 13/08/2018
Place: Mumbai

Independent Auditors' Report

To
The Members of
Servoteach Industries Limited

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

The management and Board of Directors of the Company are responsible for the matters stated in Section134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position , financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with rule 7 of Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; design, implementation and maintenance of adequate internal financial controls, that are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the **Company as at 31st March, 2018, its Loss and its cash flows** for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section143 of the Act, we give in the Annexure-'A' a statement on the matters Specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. 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, the Statement of Profit and Loss and cash flow statement dealt with by this Report are in agreement with the books of account;
   d. In our opinion, the aforesaid financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014.
   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"
   g. In our opinion and to the best of our information and according to the explanations given to us, we report as under 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:
      i. The Company does not have any pending litigations which would impact its financial position except as stated otherwise.
      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. Since, there has been no occasion during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sum does not arise.

For AMIT & DISHA ASSOCIATES

Chartered Accountants
Firm Reg No. 119350W
Sd/-
(Amit V Mody)
Partner
Membership No. 102706

Place: Mumbai
Date: 30/05/2018

Independent Auditors' Report to the Members of SERVOTEACH INDUSTRIES LIMITED.

Annexure- "A"

(Annexure referred to in Paragraph 1under the heading "Report on other legal and regulatory requirements "of Our Report of Even Date.)

On the basis of such checks as we considered appropriate areas according to the information and explanation given to us during the course of our audit, we state 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, the fixed assets have been physically verified by the management during the year at reasonable intervals. No material discrepancies were noticed on verification.
(c) According to the records of the company examined by us and as per the information and explanations given to us, the company does not have any immovable property. Thus, paragraph 3(ic) of the Order is not applicable to the company.

ii) According to information and explanations given to us, the Company does not have any inventory during the year; therefore the requirements of Clause (ii) of the paragraph 3 of said Order are not applicable.

iii) According to information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Act. Accordingly paragraph 3(iii) of the said Order is not applicable.

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, in respect of loans, investments, guarantees and security to the extent applicable to it.

v) According to the information and explanations given to us, the Company has not accepted any deposits from the public covered under section 73 to 76 of the Companies Act, 2013 and the rules framed thereunder. Therefore, the provision of clause 3(v) of the Order is not applicable to the Company.

vi) To the best of our knowledge and as explained, Central Government has not prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Act , for the products of the Company. Therefore, the provision of clause 3(vi) of the Order is not applicable to the Company.

vii) (a) According to the records of the Company and the information and explanations given to us, the Company has been generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and any other statutory dues to the extent applicable to it.
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, Employees' State Insurance, Income Tax, Service Tax, Sales Tax , Customs Duty , Excise Duty, Value Added Tax, Cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
(b) According to the information and explanations given to us and the records of the Company examined by us there are no dues of income-tax, sales-tax, wealth tax, service-tax, customs

duty, and excise duty which have not been deposited on account of any dispute *except a sum of Rs. 2,12,960/- on account of Provident Fund.*

(viii) Based on our audit procedures and as per the information and explanations given by the management, the Company did not have any loans from banks, financial institutions, government or has not issued debentures during the year.

(ix) According to the records of the company examined by us and as per the information and explanations given to us, the Company has not raised any money from any Public Issue / follow-on offer. Therefore, the provision of clause 3(ix) of the Order is not applicable to the Company.

(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 records of the company examined by us and as per the information and explanations given to us, the company has not paid/provided managerial remuneration. Therefore, the provision of clause 3(xi) of the Order is not applicable to the Company.

(xii) In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provision of clause 3(xii) of the Order is not applicable to the Company.

(xiii) In our opinion, all the transactions with the related parties are in compliance with section 177 and 188 of the Act, where applicable and the details have been disclosed in the financial statements as required by applicable accounting standard. (Refer to Note no. 27)

(xiv) The Company has not made any preferential allotment or private placement of shares or partly or fully convertible debentures during the year, therefore reporting under clause 3(xiv) is not applicable.

(xv) According to the information and explanations given to us, we report that the Company has not entered into any non-cash transaction with directors or persons connected with him.

(xvi) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For AMIT & DISHA ASSOCIATES

Chartered Accountants
Firm Reg No. 119350W
Sd/-
(Amit V Mody)
Partner
Membership No. 102706
Place: Mumbai

Date: 30/05/2018

Independent Auditors' Report to the Members of SERVOTEACH INDUSTRIES LIMITED.

Annexure –"B" to the Auditors' Report

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

In conjunction with our audit of the standalone financial statements of the Company as of and for the year ended 31 March 2018, we have audited the internal financial controls over financial reporting of **Servoteach Industries Limited**. ("the Company").

Management's Responsibility for Internal Financial Controls

The Respective Board of Directors of the Company are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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") issued by ICAI and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

For AMIT & DISHA ASSOCIATES

Chartered Accountants
Firm Reg No. 119350W

Sd/-
(Amit V Mody)
Partner
Membership No. 102706

Place: Mumbai

Date: 30/05/2018

BALANCE SHEET AS AT 31ST MARCH, 2018

PARTICULARS	NOTES	As at 31.03.2018 Rupees	As at 31.03.2017 Rupees
I **EQUITY AND LIABILITIES**			
1 Share Holders Funds			
a Share Capital	3	42,296,000	42,296,000
b Reserve & Surplus	4	(41,282,384)	(40,332,328)
2 Share Application Money (Pending Allotment)		-	-
3 Non-Current Liabilities			
a Long-term borrowings	5	-	-
4 Current Liabilities			
a Trade Payables	6	251,306	213,017
b Other Current Liabilities	7	214,006	240,628
	Total	1,478,928	2,417,317
II **ASSETS**			
1 **Non-current Assets**			
a Fixed Assets	8		
i Tangible Assets		19,427	19,427
b Non Current Investment	9	-	-
c Long term Loan & Advances	10	785,587	785,587
d Other Non Current Assets		-	-
2 **Current Assets**			
a Cash & Cash Equivalents	11	116,128	968,723
b Trade Receivables	12	-	615,797
c Short term Loan & Advance	13	500,000	-
d Other Current Assets	14	57,786	27,783
	Total	1,478,928	2,417,317
Accounting Policies & Notes on Accounts	**2**		

As per our report of even date
FOR AMIT & DISHA ASSOCIATES
Chartered Accountants

For and on behalf of the Board of Directors

AMIT V MODY
(Partner)
(Mem. No. 102706)
(Firm Reg. No. 119350W)

R S LAHOTI
(Mg. Director)
DIN-00755363

R A LAHOTI
(Director)
DIN-00755163

Place : **Mumbai**
Date : **30/05/2018**

Sweety C Bajpai
(Company Secretary)
(M.No.53076)

S. P. Singh
(CFO)

STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2018

	PARTICULARS	NOTES	Year Ended 31.03.2018 Rupees	Year Ended 31.03.2017 Rupees
I	Revenue from Operation	15	-	-
II	Other Income	16	111,074	-
III	**Total Revenue (I + II)**		111,074	-
IV	**Expenses**			
	Cost of Material Consumed	17	-	-
	Employees' Benefits Expenses	18	256,316	939,149
	Financial Costs	19	7,998	1,472
	Depreciation & amortisation expenses	8	-	-
	Other Expenses	20	735,881	1,023,186
	Total Expenses		1,000,195	1,963,807
V	Profit before exceptional and extraordinary Items and Tax (III - IV)		(889,121)	(1,963,807)
VI	Exceptional Items		-	-
VII	Profit before extraordinary Items & tax (V - VI)		(889,121)	(1,963,807)
VIII	Extraordinary Items		-	-
IX	Profit before Tax (VII - VIII)		(889,121)	(1,963,807)
X	Tax Expenses			
	(1) Deferred Tax		-	-
	(2) Prior Period Exp		60,934	-
XI	Profit (Loss) for the period from continuing Operation		(950,055)	(1,963,807)
XII	Profit (Loss) form Discontinuing operations		-	-
XIII	Tax Expenses of Discontinuing operations		-	-
XIV	Profit (Loss) for the discontinuing Operations (After Tax)		-	-
XV	Profit (Loss) for the period (XI + XIV)		(950,055)	(1,963,807)
XVI	Earning per Share			
	(1) Basic		(0.19)	(0.38)
	(2) Diluted		(0.19)	(0.38)
	Corporate Information	1		
	Accounting Policies and Notes on Accounts	2		

As per our report of even date
FOR AMIT & DISHA ASSOCIATES
Chartered Accountants

For and on behalf of the Board of Directors

AMIT V MODY
(Partner)
(Mem. No. 102706)
(Firm Reg. No. 119350W)

R S LAHOTI
(Mg. Director)
DIN-00755363

R A LAHOTI
(Director)
DIN-00755163

Place : **Mumbai**
Date : **30/05/2018**

Sweety C Bajpai
(Company Secretary)
(M.No.53076)

S. P. Singh
(CFO)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH,2018

Sr. No.	Particulars	Year Ended 31.03.2018 Rupees	Year Ended 31.03.2017 Rupees
A.	**CASH FLOW OPERATING ACTIVITIES**		
	Net profit / (loss) before taxation	(889,121)	(1,963,807)
	Adjustment For :		
	Depreciation & Amortisation	-	-
	Preliminary/Prior period / Share issue exp. W/off	60,934	-
	Operating profit/(loss) before working Capital Changes	(950,055)	(1,963,807)
	Adjustment for :		
	(Increase) Decrease in Inventories	-	-
	(Increase) Decrease in Trade Receivables	615,797	-
	(Increase) Decrease in Loans & Advance- Long term	-	(5,000)
	(Increase) Decrease in Loans & Advance-Short term	(500,000)	1,000,000
	(Increase) Decrease in Current Assets	(30,003)	23,927
	Increase (Decrease) in Short term Borrowings	-	-
	Increase (Decrease) in other Current Liabilities	(26,622)	27,262
	Increase (Decrease) in Trade Payables	38,289	(67,530)
	Income Tax	-	-
	NET CASH USED IN OPERATING ACTIVITIES	**(852,594)**	**(985,148)**
B.	**CASH FLOW FROM INVESTING ACTIVITIES**		
	Purchase of Investments	-	-
	purchase of Fixed assets	-	-
	Increase (Decrease) in Capital W-I-P	-	-
	NET CASH FLOW FROM INVESTING ACTIVITIES	**(852,594)**	**(985,148)**
C.	**CASH FLOW FROM FINANCING ACTIVITIES**		
	Proceeds from issue of share capital	-	-
	Share application Money Received / Adjusted	-	1,839,833
	Increase (Decrease) in Unsecured loans	-	-
	Increase (Decrease) in Secured loans	-	-
	Increase (Decrease) in Investments	-	-
		-	**1,839,833**
D.	**NET CASH FLOW FROM FINANCING ACTIVITIES**		
	Net Increase/ Decrease in Cash & Cash Equivalents	(852,594)	854,685
	Cash & Cash equivalents at the beginning of the year	968,723	114,038
	Cash & Cash equivalents at the end of the Year	**116,128**	**968,723**

As per our reports of even date attached
FOR AMIT & DISHA ASSOCIATES
Chartered Accountants

For and on behalf of the Board of Directors

AMIT V MODY
(Partner)
(Mem. No. 102706)
(Firm Reg. No. 119350W)

Place: **Mumbai**
Date: **30/05/2018**

R S LAHOTI
(Mg. Director)
DIN-00755363

R A LAHOTI
(Director)
DIN-00755163

Sweety C Bajpai
(Company Secretary)
(M.No.53076)

S. P. Singh
(CFO)

NOTES FORMING PART OF FINANCIAL STATEMENT

1. **Corporate Information**

Servoteach Industries Ltd. (the Company) is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. Its share are listed on Bombay Stock Exchange Ltd. The Company is engaged in the trading & supply of turnkey projects of Solvent Extraction plants, Castor Oil Plants, Edible Oil plants, Oil Refinery Plants, Vanaspati Plants, and Dairy & food Processing Plants, Chemical/Petrochemical, Pharmaceutical Plants etc. Distilleries & its all type of equipment's, Accessories, Spare parts & Components.

2. **SIGNIFICANT ACCOUNTING POLICIES :**

2.1 Accounting Concepts :

The Company follows the mercantile system of accounting and recognized Income and Expenditure on accrual basis. The accounts are prepared on historical cost convention and as a going concern. Accounting policies not referred to otherwise are consistent with generally accepted Accounting Principles.

2.2 Fixed Assets

Fixed Assets are stated at cost (including other expenses related to acquisition and installation).Less accumulated Depreciation

2.3 Depreciation

Depreciation has been provided under W. D. V. method at useful lives specified in the Schedule II of the Companies Act, 2013.

2.4 Revenue Recognition

Revenue from Sales represented invoice value of goods sold excluding of sales tax, GST, insurance, packing & forwarding charges etc. Sales of goods is recognized on transfer of property of goods as per agreed terms.

2.5 Retirement Benefits

These are accounted for as and when paid.

2.6 Investments

Investments are valued at cost.

2.7 Earning per Share

The earnings considered in ascertaining the company's EPS comprise the net profit or (loss) for the period after tax and extra ordinary items. The Basis EPS is computed on the basis of weighted average number of equity shares outstanding during the year. The Number of Share for computation of diluted EPS comprise of weighted average number of equity shares considered for deriving basic EPS.

NOTES FORMING PART OF FINANCIAL STATEMENT

PARTICULARS			As at **31.03.2018** Rupees	As at **31.03.2017** Rupees
3 : SHARE CAPITAL				
AUTHORISED				
60,00,000 Equity Shares of Rs. 10 Each			6,00,00,000	6,00,00,000
ISSUED,SUBSCRIBED & PAID UP				
3929000 Equity Shares of 10/- each				
(Previous Year 5131400)				
Fully paid up		39,290,000		
Add: *Forfeited Share		3,006,000	42,296,000	42296000
*(Number of Shares forfeited 1202400 @ Rs. 2.5/- each)			42,296,000	42,296,000
*(Amount Originally Paid Up)				
a. The details of Equity Shareholders holding more than 5% shares:				
S.No. Name of Shareholders				
1 Radheyshyam Lahoti	No of Share		516462	516462
	% Holding		13.14	13.14
2 Lahoti Exports Pvt Ltd.	No of Share		365600	365600
	% Holding		9.31	9.31
3 Quality Products Mkt P Ltd.	No of Share		292800	292800
	% Holding		7.45	7.45
Out of the 5131400 Ordinary Equity Shares				
1. 1202400 Shares of Face Value of Rs. 10 each represent share forefeited due to non payment of Calls in arrears.				
2. 3929000 Shares of face value of Rs. 10/- each represent shares are fully paid up				
4 : RESERVES & SURPLUS				
Opening Balance			(40,332,329)	(38,368,521)
Add : Profit (Loss) for the year			(950,055)	(1,963,807)
Balance Net surplusNet surplus in the statement of Profit & Loss			(41,282,384)	(40,332,328)
5 : LONG TERM BORROWINGS			(41,282,384)	(40,332,328)
Unsecured			-	-
			-	-
6 : TRADE PAYABLES				
Sundry Creditors for Goods			-	-
Sundry Creditors for Expenses			251,306	213,017
			251,306	213,017
7 : OTHER CURRENT LIABILITIES				
Other Statutory Liabilities			214,006	240,628
Other Liabilities			-	-
			214,006	240,628

NOTES FORMING PART OF FINANCIAL STATEMENT

8 : FIXED ASSETS

		GROSS BLOCK			DEPRECIATION			NET BLOCK	
SR. NO	ASSETS	AS At 01.04.17	Addition	As at 31.03.18	Up to 01.04.17	For the Year	Total up to 31.03.18	As At 31.03.18	As At 31.03.17
	TANGIBLE								
1	COMPUTERS	837180	-	837,180	822,486	-	822,486	14,694	14694
2	SCOOTER	25,362	-	25,362	24,094	-	24,094	1,268	1,268
3	TELEPHONE SYSTEM	50,309	-	50,309	47,794	-	47,794	2,515	2,515
4	FAX MACHINE	19,000	-	19,000	18,050	-	18,050	950	950
Total	2017-18	931851	-	931,851	912,424	-	912,424	19,427	19427
Total	2016-17	931851	-	931,851	912424	-	912,424	19,427	19427

PARTICULARS	As at 31.03.18 Rupees	As at 31.03.17 Rupees
9 : OTHER NON CURRENT INVESTMENT	-	-
	-	-
10 : LONG TERM LOANS &ADVANCES		
Other Loans	650,000	650,000
Security Deposits	135,587	135,587
	785,587	785,587
CURRENT ASSETS		
11 : CASH AND BANK BALANCES		
a) Cash in Hand	19,172	113,472
b) With Scheduled Banks in Current Accounts	96,956	855,250
	116,128	968,722
12 : TRADE RECEIVABLES		
(Unsecured)		
Debts Outstanding for a Period exceeding Six Months	-	615,797
Other Debts (Considered Good)	-	-
	-	615,797
13 : LOANS & ADVANCES (Short Term)		
(Unsecured)		
Loans & Advances	500,000	-
	500,000	-
14: OTHER CURRENT ASSETS		
TDS Receivables	-	-
Prepaid Expenses	-	2,564
Sales Tax / GST Refundable (Deposit)	57,786	25,219
	57,786	27,783

NOTES FORMING PART OF FINANCIAL STATEMENT

PARTICULARS	For The year Ended 31.03.2018 Rupees	For The year Ended 31.03.2017 Rupees
15 : REVENUE FROM OPERATION		
Net Sales	-	-
	-	-
16 : OTHER INCOME		
Rebate & Discount	111,074	-
	111,074	-
17 : MATERIALS CONSUMED		
Purchase (Net) during the year	-	-
	-	-
	-	-
18 : EMPLOYEES' REMUNERATION AND BENEFITS		
Salaries,Wages, Allowances Gratuity & Bonus	256,316	579,149
Remuneration to Director	-	360,000
	256,316	939,149
19: FINANCIAL COSTS		
Bank Charges	1,796	1,472
Inetrest	6,202	-
	7,998	1,472
20 : OTHER EXPENSES		
Advertisement Expenses	44,751	63,784
Professional Charges	39,500	405,500
Legal and Other Charges	164,225	34,400
Membership fees	77,052	59,541
Postage charges	14,042	53,647
Listing Fees paid to BSE	287,500	230,000
Auditors Remuneration	25,000	45,000
Printing & Stationery	29,644	42,522
Office Expenses	5,000	16,793
Service Tax	1,852	616
Profession Tax	-	2,500
Share Registrar Charges	47,315	68,883
	735,881	1,023,186

NOTES FORMING PART OF FINANCIAL STATEMENT | Continued

21 **Taxes on Income**

Tax expenses for the year comprises of current tax and deferred tax. Current taxes are measured at the current rate of tax in accordance with provision of the Income Tax Act, 1961.

Deferred Tax Assets & Liabilities are recognized for future tax consequences attributable to the timing differences that results between taxable profit & the profit as per the financial statement. Deferred tax Assets & liabilities are measured using the tax rate and tax laws that have been enacted or substantively enacted at the Balance Sheet date.

Deferred tax assets are recognized on unabsorbed depreciation & carry forward losses under tax law to the extent there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. The effect of deferred tax assets & liabilities of a change in tax rate is recognized in the Profit & Loss account in the year of Change.

22. **Contingent Liabilities**

Contingent liabilities are determined on the basis of available information and are disclosed by way of Notes to Accounts.

23. All Balances of sundry Debtors, Creditors, Loan & Advances are subject to confirmations.

24. Auditors Remuneration consists of:

	Current Year	Previous Year
	Rs.	Rs.
Audit Fees	25,000/-	45,000/-
TOTAL	25,000/-	45,000/-

25. No Provision has been made for Income tax due to carry forward losses.

26. In order to comply with the requirement of the Micro, Small and Medium Enterprises Development Act 2006, as the company has not received any memorandum (as required by to e filed by the suppliers with the notified authority under Micro, Small and Medium Enterprises Development Act 2006) claiming their status as micro or medium enterprises the information as required to be given above is considered to be NIL.

27. In accordance with the Accounting Standard on “Related Party Disclosure"(AS-18), the disclosure in respect of transactions with the company's related parties are as follows :

a) Associate company : NA
b) Key Managerial Person : R S Lahoti (Mg. Director)
c) Material Transaction with related Party : NIL
d) Director Remuneration to Mr. R S Lahoti : NIL

1) Party Relationship
a) Lahoti Exports Pvt. Ltd. : Director’s interest
b) Ultracut Tools Pvt. Ltd. : Director’s interest

2) The Following transaction were carried out with related party in the ordinary course of business.

3) Nature of Transaction Related party referred to in 1
a) Loan Received : Nil
b) Loan repaid : Nil
c) Outstanding payable to : Nil

NOTES FORMING PART OF FINANCIAL STATEMENT | Continued

28. In the opinion of the Board of Directors all the current assets, Loans & Advances are approximately of the value stated in the balance sheet as at 31st March, 2018 if, realized in the ordinary course of business. The provision for depreciation and all known liabilities has been made and is adequate and not in excess of amount reasonably required.

29. No provision has been considered necessary by the management in respect of Loans and Advances of Rs. 6.50 Lacs given to a party, as the company has taken the necessary steps for the recovery of the same including filling of suit and the Management is hopeful of the recovery of the same.

30. There are no earnings in foreign exchange during the current year as well as in previous year.

31. In view of Accounting Standard -22 "Accounting for Taxes on Income", deferred tax Assets has been considering lack of virtual certainty of its realization of losses.

I)	Value of Imports	: Rs. Nil (Nil) (Previous year Rs. Nil)
II	Expenditure in foreign currency	: Rs. Nil (Previous year Rs. Nil)
II)	Earnings in foreign Exchange	: Rs. Nil (Previous year Rs. Nil)
IV)	Amount remitted during the year in foreign Currencies on account of dividend	: Rs. Nil (Previous year Rs. Nil)

32. Previous year figures have been regrouped and rearranged, wherever necessary.

As per report of our even date

For AMIT & DISHA ASSOCIATES
CHARTERED ACCOUNTANTS

For and On behalf of the Board of Directors

(Amit V Mody)
(Partner)
Membership No. 102706
Firm Reg No. 119350W

R S Lahoti (Mg. Director) (DIN-00755363)
R A Lahoti (Director) (DIN-00755163)

Sweety C Bajpai (Company Secretary) (M.No. 53076)
S P Singh (CFO)

Place: Mumbai
Date: 30/05/2018

SERVOTEACH INDUSTRIES LIMITED
CIN: L28933MH1994PLC081857
Regd. Office: 502, Triveni Krupa, Carter Road No. 3, Opp. Ambaji Mata Temple, Borivali East, Mumbai – 400 066
Tel No:28624357/58,
Email Id: info@servotech-india.com, Website: www.servotechengineering.in
ATTENDANCE SLIP

Registered Folio/ DP ID & Client ID	
No. of Shares held	
Name and Address of the Shareholder	

1. I hereby record my presence at the 23rd Annual General Meeting of the Company to be held on Saturday, 29th September, 2018 at 10:00 A.M. 502, Triveni Krupa, Carter Road No. 3, Opp. Ambajimata Temple, Borivali (East), Mumbai – 400066.

2. Signature of the Shareholder/Proxy Present

3. Shareholder/Proxy wishing to attend the meeting must bring the Attendance Slip to the meeting and handover at the entrance duly signed.
4. Shareholder/Proxy desiring to attend the meeting requested to bring his/her copy of Annual Report for reference at the meeting.

……cut here……..

SERVOTEACH INDUSTRIES LIMITED
CIN: L28933MH1994PLC081857
Regd. Office: 502, Triveni Krupa, Carter Road No. 3, Opp. Ambajimata Temple, Borivali East, Mumbai 400 066
Tel No: 022-28624357/58, Email Id:info@servotech-india.com, Website: www.servotechengineering.in
PROXY FORM

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

Name of the member (s) :	
Registered address :	
E-mail Id:	
Folio. No/ DP Id /Client Id :	

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

1. Name:_ _____Address:_____
   E-Mail-ID: _____Signature:_____Or failing him/her
2. Name:_____Address:_____
   E-Mail-ID: _____Signature:_____Or failing him/her
3. Name:_____Address:_____
   E-Mail-ID: _____Signature:_____Or failing him/her

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 23rd Annual General Meeting of the company, to be held on Saturday, 29th September, 2018 at 10:00 A.M at 502, Triveni Krupa, Carter Road No. 3, Opp. Ambajimata Temple, Borivali (East), Mumbai – 400066 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.	Resolutions	Optional	
		For	Aganist
Ordinary Business			
1	To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31.03.2018 including the Audited Balance Sheet as at March 31st 2018 and the Statement of Profit and Loss Account for the year ended on that date along with the Reports of the Directors and Auditors thereon.		
2	To appoint a director in place of Mrs. Jyoti Kasat (DIN: 7143575), who retires by rotation as per section 152 (6) of the Companies Act, 2013 and being eligible, offers herself for re-appointment.		

Signed this _____day of_____2018
Signature of shareholder_____
Signature of Proxy holder(s)_____

AFFIX
REVENUE
STAMP

Notes:

1. 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.

2. For the Resolutions and Notes, please refer to the Notice of the 23rd Annual General Meeting of the Company.

Ballot Form

Name:
Registered Address: of the sole/first named Shareholder
Name (s) of the Joint Shareholder (s) if any:
Registered Folio/DPID & Client ID No:
No. of Shares held:
SERVOTEACH INDUSTRIES LIMITED
(CIN: L28933MH1994PLC081857)
Registered office 502, Triveni Krupa, Carter Road No. 3, Opp. Ambajimata Temple, Borivali East, Mumbai 400066Tel No: 022-28624357/58, Email Id: info@servotech-india.com,
Website: www.servotechengineering.in

(In lieu of E- voting) 23rd Annual Report 2017-2018

I/We hereby exercise my/our vote in respect of the Resolution(s) to be passed for the business stated in the Notice of Twenty Third Annual General Meeting of the Company schedule on Saturday, 29th September , 2018, by conveying the assent or dissent to the said Resolution(s) by placing the tick (√)mark at appropriate box below.

Item No.	Description	No. of equity Shares	I/We assent to the resolution (For)	I/We dissent to the resolution (Against)	Abstain
1	To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31.03.2018 including the Audited Balance Sheet as at March 31st 2018 and the Statement of Profit and Loss Account for the year ended on that date along with the Reports of the Directors and Auditors thereon.				
2	To appoint a director in place of Mrs. Jyoti Kasat (DIN:07143575), who retires by rotation as per section 152 (6) of the Companies Act, 2013 and being eligible, offers herself for re-appointment.				

Place:
Date: Signature of Shareholder

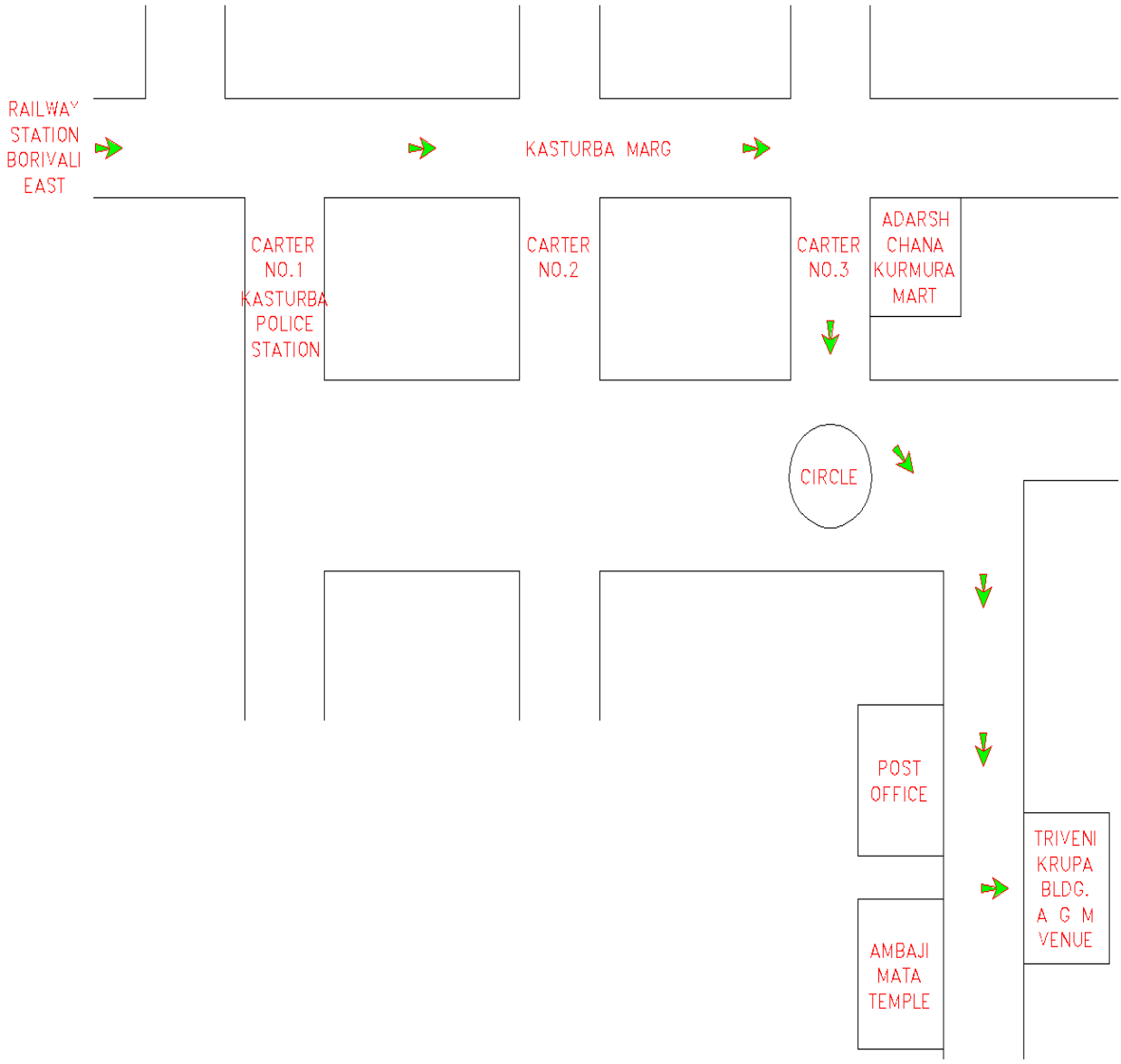
Note: Kindly read the instruction printed overleaf before filling the form. Valid Ballot Forms received by the Scrutiniser by 5.00 p.m. on 25th September, 2018 shall only be considered.

SERVOTEACH INDUSTRIES LIMITED

CIN- L28933MH1994PLC081857

2017-18

INSTRUCTIONS

1. Members may fill the Ballot Form printed overleaf and submit the same in a sealed envelope to the Scrutiniser, Mr. Jaisal Mohatta, Practicing Company Secretary.
2. The Company will not be responsible if the envelope containing the Ballot Form is lost in transit.
3. Unsigned, incomplete or incorrectly ticked forms are liable to be rejected and the decision of the Scrutiniser on the validity of the forms will be final.
4. In the event member casts his votes through both the processes i.e. E- voting and Ballot Form, votes in the electronic system would be considered and the Ballot Form would be ignored.
5. The right of voting by Ballot Form shall not be exercised by a proxy.
6. To avoid fraudulent transactions, the identity/signature of the members holding shares in electronic/demat form is verified with the specimen signatures furnished by CDSL and that of members holding shares in physical form is verified as per the records of the shares in physical form is verified as per the records of the share transfer agent of the Company (i.e. Link Intime India Pvt. Ltd.) Members are requested to keep the same updated.
7. The voting rights shall be reckoned on the basis of the number of equity shares held by the members as on September 17, 2018 (Cut-off date for the purpose as per 20(4)(vii) of the Companies (Management and Administration) Rules, 2014. as Amended).
8. There will be only one Ballot Form for every Folio/DP ID irrespective of the number of joint members.
9. In case of joint holders, the Ballot Form should be signed by the first named shareholder and in his/her absence by the next named shareholders. Ballot form signed by a joint holder shall be treated valid if signed as per records available with the Company and the Company shall not entertain any objection on such Ballot Form signed by the other joint holders.
10. Where the Ballot Form has been signed by an authorized representative of the body corporate, Trust/Society, etc. a certified copy of the relevant authorization/Board resolution to vote should accompany the Ballot Form.

ROUTE MAP OF A G M VENUE