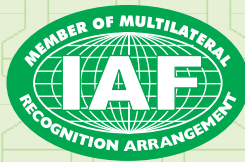


# ASHISH POLYPLAST LIMITED

AN ISO 9001 : 2015 Certified Company



## TWENTY FIFTH ANNUAL REPORT 2018 - 2019

• REGD. OFFICE •

A/305, Samudra Complex, Near Hotel Klassic Gold, Off C.G. Road, Ellisbridge, Ahmedabad - 380 006.

Phone : 079-26445495, 26445090

E-mail : ashishpolyplast@gmail.com • Website : [www.ashishpolyplast.com](http://www.ashishpolyplast.com)



## ASHISH POLYPLAST LIMITED

### BOARD OF DIRECTORS

SHRI ASHISH D. PANCHAL	- CHAIRMAN & MANAGING DIRECTOR
SMT. KANTABEN D. PANCHAL	- DIRECTOR
SHRI RAKESH N. PANCHAL	- DIRECTOR
Mrs. DHWANI J. KANSARA	- DIRECTOR

### AUDITORS

M/s. M. M. THAKKAR & CO.  
Chartered Accountants  
1, Galaxy Commercial Centre,  
First Floor, Jawahar Road,,  
Rajkot - 360001.

### REGISTERED OFFICE

A/305, Samudra Complex,  
Near Hotel Klassic Gold,  
Off C.G. Road,  
Ahmedabad - 380 006

**Corporate Identity Number (CIN) : L17110GJ1994PLC021391**

#### 25th ANNUAL GENERAL MEETING

Date : 26th August, 2019

Day : Monday

Time : 10:00 a.m.

Place : The President-9 Boutique Hotel,  
Opp. Municipal Market, Off. C.G. Road,  
Navrangpura, Ahmedabad - 380 009.

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Request : Share holders are requested to bring copy of annual report at the meeting, as the same will not be distributed in the meeting.

### NOTICE OF THE MEMBERS

NOTICE is hereby given that the 25th ANNUAL GENERAL MEETING of Ashish Polyplast Limited will be held on Monday, the 26th August, 2019, at 10 A.M. at The President A Boutique Hotel Opp. Municipal Market Off. C.G. Road, Navrangpura, Ahmedabad-380009, to transact / conduct the following businesses.

#### ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Financial Statements of Company for the financial year ended 31st March, 2019 together with report of the Board of Directors and the Auditors thereon.
2. To appoint Director in place of Mr. Ashish Panchal (DIN 00598209), Managing Director who retires by rotation and being eligible, offers himself for re-appointment.

### IMPORTANT NOTES

1. The Register of Members and the Share Transfer books of the Company will remain closed from August 19, 2019 to August 26, 2019 (both days inclusive) for the purpose of Annual General Meeting.
2. A member entitled to attend and vote at the meeting is entitled to appoint a proxy/ proxies to attend and vote instead of him/ herself. Such a proxy/ proxies need not be a member of the company. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company. A member holding more than ten percent of 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.

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 48 hours before the commencement of the meeting. A Proxy form is sent herewith. Proxies submitted on behalf of the companies, societies etc., must be supported by an appropriate resolution/authority, as applicable.

3. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, which sets out details relating to Special Business at the meeting, is annexed hereto.
4. Members are requested to bring their copies of the Annual Report to the meeting. The Members/ Proxies should bring the Attendance Slip sent herewith duly filled in for attending the meeting.
5. Members intending to require information about Accounts to be explained in the Meeting are requested to inform the Company at least 7 days in advance of the Annual General Meeting.
6. Corporate Members intending to send their authorised representatives to attend the meeting are requested to send to the company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.
7. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.



8. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company.
9. Details under Clause 49 of the Listing Agreement with the Stock Exchange in respect of the Directors seeking appointment/re-appointment at the Annual General Meeting, forms integral part of the notice. The Directors have furnished the requisite declarations for their appointment/re-appointment
10. Members holding shares in electronic form are requested to intimate immediately any change in their address or bank mandates to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form are requested to advise any change in their address or bank mandates immediately to the Company / Registrar & Share Transfer Agent "Link Intime India Pvt. Ltd."
11. Members wishing to claim dividend, which remain unclaimed are requested to correspond with Mr. Kalpesh Kansara (CFO) at the Company's Registered Office. Members are requested to note that dividend not encashed or claimed within seven years from the date of transfer to the Company's Unpaid Dividend Account, will be transferred to the Investor Education and Protection Fund as per Section 124 of the Companies Act, 2013. Unclaimed and unpaid dividend for the financial year 2011-12 will be transferred to Investor Education and Protection Fund ('IEPF'). Those members so far who have not encashed their dividend warrants for financial year 2011-12 are requested to approach the company or RTA for payment thereof. Kindly note that once unclaimed and unpaid dividend is transferred to the Investor Education and Protection Fund, members will have to approach IEPF for such dividend.
12. All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the Registered Office of the Company during normal business hours (10 am to 5.00 pm) on all working days except Saturdays, up to and including the date of the Annual General Meeting of the Company.
13. The Notice of the Annual General Meeting and Annual Report of the Company for the year ended 31st March, 2019 is uploaded on the Company's website [www.ashishpolyplast.com](http://www.ashishpolyplast.com) and may be accessed by the members.
14. Electronic copy of the Annual Report for 2018-19 is being sent to 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. For members who have not registered their email address, physical copies of the Annual Report for 2018-19 is being sent in the permitted mode.
15. Electronic copy of the Notice of the 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 to 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. For members who have not registered their email address, physical copies of the Notice of the 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 in the permitted mode.

**16. Instructions for e-voting :**

In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the 25th Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services provided by Central Depository Services (India) Limited (CDSL):

**GENERAL INSTRUCTIONS FOR VOTING :**

- a. In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 read with clause 35B of the Listing Agreement, the Company is pleased to provide members facility to exercise their right to vote at the 25th Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services provided by CDSL.
- b. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper.
- c. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.
- d. 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.co.in](http://www.evotingindia.co.in) under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)
- e. Shri Kamlesh M. Shah, Practicing Company Secretary, (Membership No. A8356 and COP No. 2072) (Address: 801-A, Mahalay Complex, Opp: Hotel President, B/h. Fairdeal House, Swastik Cross Roads, Navrangpura, Ahmedabad: 380 009, Gujarat, India,) has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
- f. The Scrutinizer shall within a period not exceeding three (3) working days from the conclusion of the e-voting period unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, submit to the Chairman of the Company.
- g. The Results declared by the Chairman along with the Scrutinizer's Report shall be placed on the Company's website [http:// www.ashishpolyplast.com](http://www.ashishpolyplast.com) and on the website of CDSL within three (3) days of passing of the resolutions at the AGM of the Company and communicated to the NSE and BSE Limited and will be uploaded on website of Stock Exchanges.



## ASHISH POLYPLAST LIMITED

- h. Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. 19.08.2019, (Rec-ord Date for Uploading of ROM) may obtain the login ID and password by sending a request at [www.evotingindia.com](http://www.evotingindia.com).
- i. The voting period begins on 23rd August, 2019 at 9.00 a.m. and ends on 25th September, 2019 at 5.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of (record date) of 19TH August, 2019, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- j. In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Ques-tions ("FAQs") and e-voting manual available at [www.evotingindia.co.in](http://www.evotingindia.co.in) under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).

**Note :** For detailed instructions for e-voting, please visit website of CDSL.

### In case of members receiving e-mail :

- (i) Log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com)
- (ii) Click on "Shareholders" tab.
- (iii) Now, select the "COMPANY NAME" i.e. ASHISH POLYPLAST LIMITED from the drop down menu and click on "SUBMIT"
- (iv) Now Enter your User ID:
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Members holding shares in Physical Form should enter Folio Number registered with the Company. (6 Digit Alpha-Numeric)
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below :

	For Members holding shares in Demat Form and Physical Form
PAN*	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"><li>• Members who have not updated their PAN with the Company/Depository Participants are requested to use the first two letters of their name and the last 8 digits of the demat account/folio number in the PAN field.</li><li>• In case the folio 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. E.g. If your name is Ramesh Kumar with folio number 100 then enter RA00000100 in the PAN Field.</li></ul>
DOB	<p>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.</p>
Dividend Bank Details	<p>Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.</p> <ul style="list-style-type: none"><li>• Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the number of shares held by you as on the cut-off date in the Dividend Bank details field.</li></ul>

- (viii) After entering these details appropriately, click on “SUBMIT” tab.
- (ix) Members holding shares in physical form will then reach directly the Company selection screen. However, members holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant <Company Name> i.e. The ASHISH POLYPLAST LIMITED, on which you choose to vote.
- (xii) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xv) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- (xvii) If Demat account holder has forgotten the changed password then enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
  - Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.co.in> and register themselves as Corporate.
  - They should submit a scanned copy of the Registration Form bearing the stamp and sign of the entity to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details they have to create a user who would be able to link the account(s) which they wish to vote on.
  - The list of accounts should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
  - They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.

**In case of members receiving the physical copy :**

Please follow all steps from sl. no. (i) to sl. no. (xvii) above to cast vote.



## ASHISH POLYPLAST LIMITED

### ANNEXURE TO NOTICE

Details of Directors seeking Appointment and Re-Appointment at the forthcoming Annual General Meeting [Pursuant to Clause 49 of the Listing Agreement]

Name of Director	Mr. Ashish Panchal
Date of Birth	02/06/1978
Date of Appointment	16/01/2001
Qualification	Bachelor of Commerce
Experience & Achievements	Mr. Ashish D. Panchal has been associated with the company since 1996 and renders valuable services and provides guidance to the company. He has experience of general business administration.
Directorship in other Indian Public Limited Companies	None
Chairmanship / Membership of Committees in other Indian Public Limited Companies as on 31st March, 2019.	None
Audit Committee	Member
Stakeholders' Relationship Committee	Member
Nomination and Remuneration Committee	Member
Number of shares held in the company as on 31st March 2019	17,97,618

By Order of the Board

Ahmedabad.  
21st May, 2019

**Ashish D. Panchal**  
Managing Director  
DIN No. : 00598209

Registered Office : A/305 Samudra Complex, Near Hotel Klassic Gold, Off C.G. Road, Ahmedabad 380006.

**DIRECTORS' REPORT**

To,  
The Shareholders,  
**ASHISH POLYPLAST LIMITED**  
Ahmedabad

We have great pleasure in presenting Twenty Fifth Annual Report on the working of the company together with the Annual Accounts for the year ended on 31st March 2019 and trust that the same will meet your approval.

**1 FINANCIAL RESULTS**

Particulars	2018-19 Amount (Rs.)	2017-18 Amount (Rs.)
Sales & Other Income	139,533,706	131,959,104
Profit/(Loss) before Depreciation and Taxation	4,914,951	4,373,399
Less: Depreciation	1,984,761	1,905,514
Less: Exceptional Items	800,000	---
Profit/(Loss) before Tax	2,130,190	2,467,885
Less: Provision for taxation	1,024,146	311,015
Profit/(Loss) after taxation	1,106,045	2,156,870
Other Comprehensive Income	87,668	27,529
Total Comprehensive Income	1,193,712	2,184,399
Add : Balance of last year brought forward	11,555,083	9,370,684
Balance Profit/(Loss) available for appropriation	12,748,795	11,555,083
Less: Transfer to General Reserve	---	---
Proposed Dividend	---	---
Dividend Distribution Tax	---	---
<b>Balance Profit/(Loss) Carried to Balance Sheet</b>	<b>12,748,795</b>	<b>11,555,083</b>

**2 COMPANY'S PERFORMANCE**

The sales turnover of the company amounted to Rs. 139,454,933/- in the current year as compared to Rs.128,184,287/- in the previous year which shows an increase of about 8.79%. The company has earned net profit after tax of Rs.1,106,045/- during the year as against Rs.2,156,870/- in last year. Profit Before Depreciation and tax and before exceptional items (PBDT) has increased to Rs. 49,14,951/- during the Current year as against Rs.43,73,399/- in last year. Your Directors are making constant efforts for increasing the business of the company.

**3 CAPITAL STRUCTURE**

During the year under review, the company has neither issued nor bought back shares. The Capital of the company remains same as under.

Authorized Share Capital	Rs.3,75,00,000 divided into 37,50,000 shares of Rs. 10 each
Issued Share Capital	Rs.3,50,00,000 divided into 35,00,000 shares of Rs. 10 each
Paid Up Share Capital	Rs.3,39,75,000 divided into 33,97,500 shares of Rs. 10 each

The Capital of the Company consist only equity shares.

**4 DIVIDEND**

Your Directors do not recommend dividend for the year under review, in order to strengthen the long term resources of the Company.

**5 TRANSFER TO RESERVES**

The Company has not transferred any amount to reserves.

**6 LISTING AT STOCK EXCHANGE**

The Equity Shares of the Company are listed on Bombay Stock Exchange Limited (BSE).

**7 MANAGEMENT DISCUSSION AND ANALYSIS OF FINANCIAL CONDITIONS**

The detailed analysis of the operating performance of the Company for the year, the state of affairs and the key changes in the operating environment have been included in the Management Discussion and Analysis Section which forms a part of the Annual Report. (Annexure D)

**8 MATERIAL CHANGES BETWEEN THE END OF THE FINANCIAL YEAR AND DATE OF THE BOARD REPORT**

There have been no material changes and commitments, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

**9 SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE**

During the year under review there have been no such significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

**10 SUBSIDIARIES OR JOINT VENTURES OR ASSOCIATES**

As on March 31 2019 the company does not have any subsidiary or joint venture or associate.

**11 RISK MANAGEMENT POLICY**

The Company has in place a dynamic Risk management framework for a systematic approach to control risks as the framework identifies, evaluates business risks and opportunities and seeks to create transparency and minimize adverse impact on the business. The Risk Management Process is appropriately handled by functional heads. As on Date, the company envisages risks which could threaten the existence of the company.

**12 CORPORATE SOCIAL RESPONSIBILITY**

The Company is not required to constitute a Corporate Social Responsibility Committee as it does not fall within the purview of Section 135 (1) of the Companies Act, 2013 and hence it is not required to formulate policy on corporate social responsibility.

**13 DIRECTORS**

The composition of Board of Directors is well balanced with a view to manage the affairs of the Company efficiently and professionally.

<b>Name of Director</b>	<b>Status</b>	<b>Category</b>
Ashish D. Panchal	Managing Director	Non-Independent and Executive
Kantaben D. Panchal	Director	Non-Independent and Non-Executive
Rakeshbhai N. Panchal	Director	Independent and Non-Executive
Dhwani J. Kansara	Director	Independent and Non-Executive

The Independent Director of the Company furnished a declaration at the time of his appointment that he qualifies the tests of his being independent as laid down under Clause 16(1)(b). The attendance record of the Directors at the Board Meeting held during the financial year ended on 31st March, 2019 and the last Annual General Meeting (AGM).

As per section 152 of the Companies Act, 2013 and clause 110 of Article of Association of the Company Mr. Ashish Panchal is liable to retire by rotation and being eligible, offers himself for re-appointment.

**14 DIRECTORS' RESPONSIBILITY STATEMENT**

As per the provisions of Sub section 3(c) of Section 134 (5) of the Companies Act 2013 the Directors hereby state and confirm that:

- 1 in the preparation of the Annual Accounts, the applicable accounting standards have been followed and that no material departures have been made from the same;
- 2 they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
- 3 they have taken proper and sufficient care for the 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 fraud and other irregularities;
- 4 they have prepared the Annual Accounts on a going concern basis.
- 5 they had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively.
- 6 they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**15 DECLARATION OF INDEPENDENT DIRECTORS**

The Company do have formation of board as per Companies Act, 2013 as well as per Listing Agreement and SEBI Listing Obligations (Disclosures & Requirements) Regulations, 2015 all the independent director attending the meetings of the Company and have given declaration to the Company stating their independence pursuant to Section 149(6) of the Companies Act, 2013. There has been no change in the circumstances which may affect their status as independent director during the year.

**16 NUMBER OF MEETINGS OF THE BOARD:-**

Five Meetings of the Board were held during the year as mentioned below :

Sr No	Date of the Board Meeting	Sr No	Date of the Board Meeting
1	24th May, 2018	4	02nd November, 2018
2	11th August, 2018	5	29th January, 2019
3	24th August, 2018		

The Board meets at least once in every quarter to review and approve the quarterly financial result on compliance with Regulation 33 of SEBI Listing Obligations (Disclosures & Requirements) Regulation, 2015.

Details of the Directors who attended Board meeting and General Meeting for the Year 2018-2019.

Name of the Director	Designation	No. Of Board Meetings attended	Attendance at Last AGM
Ashish D. Panchal	Managing Director	5	26.09.2018
Kantaben D. Panchal	Director	5	26.09.2018
Rakeshbhai N. Panchal	Director	5	26.09.2018
Dhwani J. Kansara	Director	5	26.09.2018



**17 AUDIT COMMITTEE MEETINGS:**

The Formation of the Audit Committee is as per the Section 177 of the Companies Act, 2013. During the Year under review the committee has meet four times as mention below.

Sr No	Date of the Meeting	Sr No	Date of the Meeting
1	24th May, 2018	3	02nd November, 2018
2	11th August, 2018	4	29th January, 2019

Name of the Members	Designation	Category	Meeting Attended durgin the Year
Ashish D. Panchal	Non-Independent and Executive	Member	4
Rakeshbhai N. Panchal	Independent and Non-Executive	Chairman	4
Dhwani J. Kansara	Independent and Non-Executive	Member	4

**18 NOMINATION AND REMUNERATION COMMITTEE MEETINGS:**

The Formation of the Nomination and Remuneration Committee is as per the Section 178 of the Companies Act, 2013. During the Year under review the committee has meet one times as mention below.

Sr No	Date of the Meeting
1	24th May, 2018

Name of the Members	Designation	Category	Meeting Attended durgin the Year
Kantaben D. Panchal	Non-Independent and Non Executive	Member	1
Rakeshbhai N. Panchal	Independent and Non-Executive	Chairman	1
Dhwani J. Kansara	Independent and Non-Executive	Member	1

**19 REMUNERATION POLICY :**

The Company has adopted Remuneration policy in which the criteria for appointment of independent director, executive and non-executive directors are mentioned along with the payment of remuneration and sitting fees to the director. Further, criteria for making payment, if any, to nonexecutive directors are provided under the Nomination and Remuneration Policy of the Company which is hosted on the website of the Company viz; [www.ashishpolyplast.com](http://www.ashishpolyplast.com).

**20 STAKEHOLDERS RELATIONSHIP COMMITTEE :**

To comply with the provisions of Companies Act, company has formed Stakeholders Relationship Committee. The object of the committee to look into complaints if any and redress the same expeditiously. Besides, the committee approves, if any, allotment, transfer & Transmission of shares, Debentures, issue of any new certificates on split \ consolidation \ renewal etc.as may be referred to it. Details of the Said Committee meeting are mentioned below :

Sr No	Date of the Board Meeting	Sr No	Date of the Board Meeting
1	24th May, 2018	3	02nd November, 2018
2	11th August, 2018	4	29th January, 2019



Name of the Members	Designation	Category	Meeting Attended during the Year
Kantaben D. Panchal	Non-Independent and Non Executive	Member	4
Rakeshbhai N. Panchal	Independent and Non-Executive	Chairman	4
Dhwani J. Kansara	Independent and Non-Executive	Member	4

**21 DISCLOSURE OF DEMAT SUSPENSE ACCOUNT / UNCLAIMED SUSPENSE ACCOUNT:**

With the advent of the new Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the listed entities are required to make disclosure in the Annual Report about the details of share in Demat Suspense Account / Unclaimed Suspense Account. The Details of the same is mentioned below :

Aggregate number of shareholders and the outstanding shares in the Suspense Account lying at the beginning of the year	NIL
Number of shareholders who approached listed entity for transfer of shares from suspense account during the year	NIL
Numbers of shareholders to whom shares were transferred from suspense account during the year.	NIL
Aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year.	NIL
The voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares	Not Applicable

**22 BOARD EVALUATION**

Persuant to the provisions of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015, a structured questionnaire was prepared after taking into consideration of the various aspects of the board functions, composition of the board and its committees, culture, execution and performance of specific duties, obligations and governance.

The performance evaluation of the independent Directors was completed. The performance evaluation of the chairman and the Non-Independent Directors was carried out by the Independent Directors. The Board to Directors expressed their satisfaction with the evaluation process.

**23 DIRECTOR'S REMUNERATION POLICY AND CRITERIA FOR MATTERS COVERED UNDER SECTION 178 OF COMPANIES ACT, 2013**

The Company has constituted a Nomination and Remuneration Committee under Section 178(1) of the Companies Act, 2013 which determines Directors' remuneration policy and criteria for determining qualifications, positive attributes, independence of a Director and other matters provided under Sub - Section (3) of Section 178.

**24 PARTICULARS OF EMPLOYEES**

There was no employee drawing remuneration of Rs. 8,50,000/ per month or Rs. 1,02,00,000/ per year.



The Board of Directors wishes to express its appreciation to all the employees of the company for their outstanding contribution to the operation of the company during the year.

**25 KEY MANAGERIAL PERSONNEL APPOINTED DURING THE YEAR**

During the year under review, no director or KMP was appointed or resigned. Further Ms. Aayushi P. Soni was appointed as Whole-time Company Secretary and Compliance Officer of the Company w.e.f. 8th April, 2019 and Mr. Jitendra Patel, Compliance Officer, resigned on 08th April, 2019.

**26 CHANGES IN NATURE OF BUSINESS**

There is no change in the nature of the business of the Company done during the year.

**27 PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT 2013.**

During the year under review, the Company has not advanced any loans / given guarantees / made investments covered under the provisions of Section 186 of the Companies Act, 2013.

**28 CORPORATE GOVERNANCE REPORT**

As per the criteria mention in the regulation 15 of SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015, company is not falling under the same. Hence company has not provided corporate governance report as a part of this report, however, the details as being applicable in pursuance to the Companies Act, 2013, have been disclosed in this report.

**29 DEPOSITS**

The company has not invited or accepted any fixed deposit from public during the year under review and as such, no amount on account of Principal or interest on deposits from public was outstanding as on the date of the Balance Sheet.

**30 SECRETARIAL AUDIT REPORT**

The Board has appointed M/s. Kamlesh M Shah & Co., Practising Company Secretary to conduct Secretarial Audit for the financial year under review. The Secretarial Audit Report for the financial Year ended 31st March 2019 is annexed herewith marked as Annexure A to this Report.

**31 REPORTS OF STATUTORY AUDITORS AND SECRETARIAL AUDITORS**

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

**32 EXTRACT OF THE ANNUAL RETURN**

As prescribed under Section 92 (3) of the Act, the extract of the Annual Return in Form No. MGT- 9 is annexed herewith as Annexure C to this Report.

**33 DEPOSITORIES**

The company is registered with both National Securities Depositories Ltd (NSDL) and Central Depository Services (India) Ltd. (CDSL). The shareholders can take advantage of holding their scripts in dematerialized mode.

**34 INTERNAL CONTROL SYSTEM**

The Company has internal control system commensurate to the size of its operations. Your company's Statutory Auditors have confirmed the adequacy of internal control system.

**35 CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO :-**

Information on conservation of energy, technology absorption and foreign exchange earnings and outgo are required to be given pursuant to section 134 for the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 regarding in the statement annexed as Annexure B hereto forming a part of this Report.

**36 RELATED PARTY TRANSACTIONS**

There were no related party transactions entered into by the company during the financial year, which attracted the provisions of Section 188 of the Companies Act, 2013. There are no details to be disclosed pursuant to section 134 (3) (h) of the Act read with rule 8 (2) of the Companies (Accounts) Rules, 2014 in Form AOC - 2 in that regard.

A copy of the related party policy for dealing with related party transactions is available on the website of the company. Transactions with the related party are disclosed in detail in note no.35 and annexed to the financial statements for the year.

All the related party transactions are duly approved by audit committee as required under the provisions of the Companies Act, 2013 as well as the related party policy of the company.

**37 WEBSITE:**

As per the Regulation 46 of SEBI (LODR) Regulations, 2015 to the extent applicable, the Company has maintained a functional website [www.ashishpolyplast.com](http://www.ashishpolyplast.com) which has all the details i.e. details of its business, financial information, shareholding pattern, contact information of the designated officials of the Company who are responsible for assisting and handling investor grievances, details of agreements entered into with the media companies and/or their associates, etc. The contents of the said website are updated on regular basis.

**38 VIGIL MECHANISM / WHISTLE BLOWER**

The Company has established a "Whistle Blower and Vigil Mechanism Policy" for Directors and employees to report the genuine concerns. The provisions of this policy are in line with the provisions of Section 177(9) of the Companies Act, 2013 and the SEBI (LODR) Regulations, 2015. The board has approved a policy for vigil mechanism which has been hosted on the website of the Company. The weblink for the same is [www.ashishpolyplast.com](http://www.ashishpolyplast.com).

**39 REMUNERATION RATIO OF THE DIRECTORS/KEY MANAGERIAL PERSONNEL (KMP)/EMPLOYEES**

The information required pursuant to Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Companies (Particulars of Employees) Rules, 1975 in respect of employees of the Company and Directors is furnished here as under.

Sr no	Name	Designation	Remuneration paid in F.Y 2018-19 Rs in Lakhs	Remuneration paid in F.Y 2017-18 Rs in Lakhs	Increase in remuneration from previous years Rs in Lakhs	Ratio/Times per median of the employee remuneration
1	Ashish D Panchal	Managing Director	15.19	15.19	00	11.59

**40 POLICY ON PROTECTION OF WOMEN AGAINST SEXUAL HARRASEMENT AT WORK PLACE**

The Company is committed to creating a healthy & conducive working environment that enables women to work without fear of prejudice, gender bias and sexual harassment and/or any such orientation in implicit or explicit form. The Company considers sexual harassment as gross misconduct. Pursuant to the provisions of “ The Sexual Harassment of Women at Workplace ( Prevention , Prohibition and Redressal ) Act , 2013 “ and the rules made thereunder, the company has adopted a “ Policy on Protection of Women against Sexual Harassment at Work Place “. Through this policy the Company Seeks to provide protection to its women employees against sexual harassment at work place and thereby provide mechanism for redressal of complaints relating to months connected therewith or incidental thereto.

**41 CAUTIONARY STATEMENT**

Statements in the Director’s Report and the Management Discussion and Analysis describing the Company’s objectives, expectations or predictions, may be forward looking within the meaning of applicable Securities Laws and Regulations. Actual results may differ materially from those expressed in this statement. Important factors that could influence the Company’s operations include global and domestic demand and supply conditions affecting selling prices, in capacity additions, availability of critical materials and their cost, change in Government’s Policies and tax laws, economic development of the Company and other factors which are material to the business operation of the Company.

**42 ACKNOWLEDGEMENT**

The Board takes the opportunity to thank for the continued support received from Banks and government authorities. Your Directors also acknowledge the support received by the Company from its suppliers of goods & services, agents, dealers, shareholders and other agencies associated with the Company.

**On behalf of the Board**

**Ashish D. Panchal**

Chairman

Din : 00598209

**Kantaben D. Panchal**

Director

Din : 00598256

Place : Ahmedabad.

Date : 21st May, 2019

**ANNEXURE - A****FORM NO. MR-3****SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2019

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

To,  
The Members,  
**ASHISH POLYPLAST LIMITED.**  
CIN: L17110GJ1994PLC021391

I/we have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices followed by ASHISH POLYPLAST LIMITED (Hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and on that basis; we are expressing our opinion thereon.

Based on my/our verification of the records of ASHISH POLYPLAST 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/We hereby report that in my/our opinion, the company has, during the audit period covering the financial year ended on 31st March 2019 complied with the statutory provisions listed hereunder and also that the company has proper Board-processes and compliances mechanism in place to the extent , in the manner and subject to the reporting made hereinafter:

I/We have examined the books, papers, minute books, forms and returns filed and record maintained by ASHISH POLYPLAST LIMITED (CIN: L17110GJ1994PLC021391) for the financial year ended on 31.03.2019 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulations) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulation made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings:(NOT APPLICABLE FOR THE 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 Takeover) Regulations, 2011; (COMPLIED WITH ANNUAL DISCLOSURE OF SHAREHOLDING AS PER REGULATION NO. 30 OF THE REGULATIONS)
  - (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; (NO ESOS OR ESOPS WERE ISSUED DURING THE YEAR UNDER REVIEW)
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (NOT APPLICABLE FOR THE YEAR UNDER REVIEW)



## ASHISH POLYPLAST LIMITED

- (f) The Securities and Exchange Board of India (Registrar 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 FOR THE YEAR
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; (NOT APPLICABLE FOR THE YEAR UNDER REVIEW)
- (vi) As stated in the Annexure – A – all the laws, rules, regulations are applicable specifically to the company.
- (vii) No Other Observations regarding other major corporate events occurred during the year and various compliances made by the Company with applicable Laws, Rules, Regulations, Listing Agreements etc.
- I/We have also examined compliance with the applicable clauses of the following:
- (i) Secretarial Standards issued by The Institute of Company Secretaries of India and applicable w.e.f 1st day of July 2015 are adopted by the Company by passing requisite Board Resolutions and are complied with.
  - (ii) The Listing Agreements entered into by the Company with BSE Limited.

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

I/We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non -Executives Directors, Independent Directors and Woman Director.

There were no changes in the composition of the Board of Directors during the year. Except that Company has not appointed Company Secretary yet So the Company had paid the penalty in Regards to that to the Stock Exchange. However, After that Company has Appointed Company Secretary Ms. Aayushi P. Soni w.e.f. 08th April, 2019.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarification on the agenda items before the meeting and for meaningful participation at the meeting. Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

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

I/We further report that during the audit period the company has not made any

- 1) Public/ Right/Preferential issue of shares/ debentures/sweat equity, etc.
- 2) Redemption/ buy-back of securities
- 3) Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013
- 4) Foreign technical collaborations

Place: Ahmedabad  
Date: 21st May, 2019

FOR **KAMLESH M. SHAH & CO.,**  
PRACTICING COMPANY SECRETARIES

**(Kamlesh M. Shah)**  
PROPRIETOR  
ACS: 8356, COP: 2072



**ANNEXURE-A**

**Securities Laws**

1. All Price Sensitive Information was informed to the stock exchanges.
2. All investors complain directly received by the RTA& Company is recorded on the same date of receipts and all are resolved within reasonable time.

**Labour Laws**

1. All the premises and establishments have been registered with the appropriate authorities.
2. The Company has not employed any child labour/ Bonded labour in any of its establishments.
3. Provisions with relate to compliances of PF / Gratuity Act are applicable to Company.

**Environmental Laws**

1. As the company is Manufacturing Company so discharging of contaminated water at the public drains / rivers is Applicable.
2. The company has been disposing the hazardous waste as per applicable rules.

**Taxation Laws**

1. The company follows provisions of the taxation and Income Tax Act, 1961 and filing the returns with Income tax department and all other necessary departments.

Place: Ahmedabad  
Date: 21st May, 2019

**FOR KAMLESH M. SHAH & CO.,**  
PRACTICING COMPANY SECRETARIES

**(Kamlesh M. Shah)**  
PROPRIETOR  
ACS: 8356, COP: 2072



**ANNEXURE-B**

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

**1 CONSERVATION OF ENERGY**

(i)	the Steps taken or impact on conservation energy	The company has adopted several energy conservation measures. Due care has been taken at the time of selection of plant & machinery. Periodical testing is being done for each unit of power supply to verify that the energy consumed is minimized.
(ii)	the Steps taken by the company for utilizing alternate source of energy	Nil
(iii)	the capital investment on energy conservation equipments	Nil

**2 TECHNOLOGY ABSORPTION**

(i)	The efforts made towards technology absorption	The Company always keeps itself updated with all the latest technological innovation by way of constant communications with consulting experts. Efforts are being made to make maximum use of available infrastructure, at the same time innovating new techniques to bring efficiency and economy in different areas.
(ii)	The benefit derived like product improvement, cost reduction, product development or import substitution	
(iii)	details of imported technology (imported during the last three years reckoned from the beginning of the financial year)	No imported technology
	(a) the details of technology imported	N.A
	(b) year of import	
	(c) whether the technology has been fully absorbed	
	(d) if not fully absorbed, arrears where absorption has not taken place, and the reasons thereof	

**3 FOREIGN EXCHANGE EARNING/OUTGO**

Amount in Rs.

	Particulars	Current Year	Previous Year
a	Total foreign exchange earned	NIL	NIL
b	Total foreign exchange outgo	NIL	NIL

By Order of the Board

**Ashish D. Panchal**  
Chairman  
Din : 00598209

**Kantaben D Panchal**  
Director  
Din : 00598256

Place : Ahmedabad.  
Date : 21st May, 2019



**ANNEXURE - C****FORM NO. MGT 9****EXTRACT OF ANNUAL RETURN**

As on financial year ended on 31.03.2019

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

<b>I. REGISTRATION &amp; OTHER DETAILS :</b>		
1	CIN	L17110GJ1994PLC021391
2	Registration Date	25/02/1994
3	Name of the Company	ASHISH POLYPLAST LIMITED
4	Category/Sub-category of the Company	Public Limited Company having share capital Non-govt. Company
5	Address of the Registered office & contact details	A/305 Samudra Complex, Near Hotel Klassic Gold, Off C.G. Road, Ahmedabad 380006.
6	Whether listed company	Yes ( Listed in BSE )
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Link Intime India Private Limited. 506 to 508, Amarnath Business Centre-1 (ABC-1), 5th Floor, Beside Gala Business Centre, Nr. St. Xevier's College Corner, Off. C.G. Road, Navrangpura, Ahmedabad - 380009. Phone & Fax : 079-26465179 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	Manufacturing of PVC pipes	22191	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
NIL					

**d. SHARE HOLDING PATTERN**

(Equity share capital breakup as percentage of total equity)

**(i) Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2018]				No. of Shares held at the end of the year [As on 31-March-2019]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
Shareholding of Promoter and Promoter Group									
Indian									
Individuals/Hindu Undivided Family	1800413	223400	2023813	59.5677	1803623	223300	2026923	59.6592	0.0915



## ASHISH POLYPLAST LIMITED

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2018]				No. of Shares held at the end of the year [As on 31-March-2019]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
Central Govern. / State Govern.(s)	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Financial Institutions/Banks	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Any Other (Specify)									
Sub Total (A)(1)	1800413	223400	2023813	'59.5677	1803623	223300	2026923	59.6592	0.0915
Foreign									
Individuals (Non-Resident Individuals / Foreign Individuals)	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Government	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Institutions	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Foreign Portfolio Investor	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Any Other (Specify)									
Sub Total (A)(2)	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Total Shareholding of Promoter and Promoter Group (A)=(A)(1)+(A)(2)	1800413	223400	2023813	'59.5677	1803623	223300	2026923	59.6592	0.0915
Public Shareholding									
Institutions									
Mutual Funds/UTI	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Venture Capital Funds	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Alternate Investment Funds	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Foreign Venture Capital Investors	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Foreign Portfolio Investor	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Financial Institutions / Banks	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Insurance Companies	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Provident Funds/ Pension Funds	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Any Other (Specify)									
Sub Total (B)(1)	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Central Govern./ State Govern.(s)/ President of India									
Sub Total (B)(2)	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000

# 25th ANNUAL REPORT



Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2018]				No. of Shares held at the end of the year [As on 31-March-2019]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
Non-Institutions									
Individuals									
Individual shareholders holding nominal share capital upto Rs. 2 lakh.	297362	481600	778962	22.9275	409380	485500	894880	26.3394	3.4119
Individual shareholders holding nominal share capital in excess of Rs. 2 lakh	356876	128600	485476	14.2892	256665	114900	371565	10.9364	-3.3528
NBFCs registered with RBI	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Overseas Depositories (holding DRs) (balancing figure)	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Any Other (Specify)									
Hindu Undivided Family	2292	---	2292	'0.0675	3192	---	3192	'0.0940	0.0265
Non Resident Indians (Non Repat)	1801	44300	46101	'1.3569	2001	44300	46301	'1.3628	'0.0059
Non Resident Indians (Repat)	6500	---	6500	'0.1913	6500	---	6500	'0.1913	'0.0000
Clearing Member	2109	---	2109	'0.0621	32028	---	32028	'0.9427	'0.8806
Bodies Corporate	52247	---	52247	'1.5378	16111	---	16111	'0.4742	-1.0636
Sub Total (B)(3)	719187	654500	1373687	'40.4323	725877	644700	1370577	37.2758	-0.0915
Total Public Shareholding(B)=(B)(1)+(B)(2)+(B)(3)	719187	654500	1373687	'40.4323	725877	644700	1370577	37.2758	-0.0915
Total (A)+(B)	2519600	877900	3397500	'100.0000	2529500	1090000	3397500	'100.0000	'0.0000
Non Promoter - Non Public									
Custodian / DR Holder	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
Employee Benefit Trust (under SEBI (Share based Employee Benefit) Regulations, 2014)	---	---	---	'0.0000	---	---	---	'0.0000	'0.0000
<b>Total (A)+(B)+(C)</b>		<b>2519600</b>	<b>877900</b>	<b>3397500</b>	<b>'100.0000</b>	<b>2529500</b>	<b>1090000</b>	<b>3397500</b>	<b>'100.0000</b>



## ASHISH POLYPLAST LIMITED

### (ii) Shareholding of Promoter

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	
1	Ashish D. Panchal	1,574,213	46.3345	0.0000	1,797,518	52.9100	0.0000	6.5755%
2	Kantaben Panchal	228,000	6.7108	0.0000	229,305	6.7492	0.0000	0.0384%
3	Rajeshbai D. Panchal	100,000	2.9433	0.0000	---	0.0000	0.0000	-2.9433
4	Rajesh D. Panchal	80,000	2.3547	0.0000	---	0.0000	0.0000	-2.3547
5	Rajesh D. Panchal	39,800	1.1714	0.0000	---	0.0000	0.0000	-1.1714
6	Kantaben D. Panchal	1,300	0.0383	0.0000	---	0.0000	0.0000	-0.0383
7	Rajesh D. Panchal	300	0.0088	0.0000	---	0.0000	0.0000	-0.0088
8	Bindiya R. Panchal	100	0.0029	0.0000	---	0.0000	0.0000	-0.0029
9	Rajesh D. Panchal	100	0.0029	0.0000	---	0.0000	0.0000	-0.0029
	<b>Total</b>	<b>2,023,813</b>	<b>59.5677</b>	<b>0.0000</b>	<b>2,026,823</b>	<b>59.6592</b>	<b>0.0000</b>	<b>0.0915%</b>

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

Sr. No.	Particulars	Shareholding at the beginning of the year 2018		Transactions during the Year		Cumulative Shareholding during the year 2019	
		No. of Shares Held	% of Total Shares of the Company	Date of Transaction	No. of Shares	No. of Shares Held	% of Total Shares of the Company
1	Ashish Dahyabhai Panchal	1574213	46.3345			1574213	46.3345
	Transfer			11 Jan 2019	105	1574318	46.3375
	Transfer			18 Jan 2019	500	1574818	46.3523
	Transfer			01 Mar 2019	600	1575418	46.3699
	Transfer			08 Mar 2019	222200	1797618	52.9100
	Transfer			15 Mar 2019	(100)	1797518	52.9071
	Transfer			22 Mar 2019	100	1797618	52.9100
	At the end of the year					1797618	52.9100
2	Kantaben Panchal	228000	6.7108			228000	6.7108
	Transfer			02 Nov 2018	1300	229300	6.7491
	Transfer			11 Jan 2019	5	229305	6.7492
	At the end of the year					229305	6.7492
3	Rajeshbhai D Panchal	100000	2.9433			100000	2.9433
	Transfer			21 Dec 2018	(100000)	0	0.0000
	At the end of the year					0	0.0000
4	Rajesh D Panchal	80000	2.3547			80000	2.3547
	Transfer			21 Dec 2018	(80000)	0	0.0000
	At the end of the year					0	0.0000
5	Rasjesh D Panchal	39800	1.1714			39800	1.1714
	Transfer			21 Dec 2018	(39800)	0	0.0000
	At the end of the year					0	0.0000
6	Kantaben D Panchal	1300	0.0383			1300	0.0383
	At the end of the year					1300	0.0383

Sr. No.	Particulars	Shareholding at the beginning of the year 2018		Transactions during the Year		Cumulative Shareholding during the year 2019	
		No. of Shares Held	% of Total Shares of the Company	Date of Transaction	No. of Shares	No. of Shares Held	% of Total Shares of the Company
7	Rajesh D Panchal	300	0.0088			300	0.0088
	Transfer			21 Dec 2018	(300)	0	0.0000
	At the end of the year					0	0.0000
8	Rajesh D Panchal	100	0.0029			100	0.0029
	Transfer			21 Dec 2018	(100)	0	0.0000
	At the end of the year					0	0.0000
9	Bindiya R Panchal	100	0.0029			100	0.0029
	Transfer			01 Feb 2019	(100)	0	0.0000
	At the end of the year					0	0.0000

**(iv) Shareholding Pattern of top ten Shareholders**

(Other than Directors, Promoters and Holders of GDRs and ADRs) :

Sr. No.	Particulars	Shareholding at the beginning of the year		Transactions during the Year		Cumulative Shareholding during the year	
		No. of Shares	% of Total Shares	Date of Transaction	No. of Shares	No. of Shares	% of Total Shares
1	Subramanian P	132000	3.8852			132000	3.8852
	At the end of the year					132000	3.8852
2	Dipak Kanauwal Shah	67000	1.9720			67000	1.9720
	Transfer			30 Nov 2018	3600	70600	2.0780
	Transfer			07 Dec 2018	5000	75600	2.2252
	Transfer			14 Dec 2018	2000	77600	2.2840
	Transfer			18 Jan 2019	500	78100	2.2987
	Transfer			25 Jan 2019	15000	93100	2.7403
	At the end of the year					93100	2.7403
3	Aditya Electro Communication Ltd.	0	0.0000			0	0.0000
	At the end of the year					0	0.0000
4	Riddhi Finstock & Leasing (P) Ltd.	0	0.0000			0	0.0000
	At the end of the year					0	0.0000
5	Raj Kumar Pasricha	91028	2.6793			91028	2.6793
	Transfer			14 Dec 2018	(45395)	45633	1.3431
	Transfer			21 Dec 2018	(1000)	44633	1.3137
	Transfer			28 Dec 2018	(2200)	42433	1.2489
	Transfer			11 Jan 2019	(1620)	40813	1.2013
	Transfer			18 Jan 2019	(520)	40293	1.1860
	Transfer			25 Jan 2019	(500)	39793	1.1712
	Transfer			08 Feb 2019	(20)	39773	1.1707
	Transfer			15 Feb 2019	(100)	39673	1.1677
	Transfer			29 Mar 2019	(8108)	31565	0.9291
	At the end of the year					31565	0.9291



## ASHISH POLYPLAST LIMITED

Sr. No.	Particulars	Shareholding at the beginning of the year		Transactions during the Year		Cumulative Shareholding during the year	
		No. of Shares	% of Total Shares	Date of Transaction	No. of Shares	No. of Shares	% of Total Shares
6	Kinchit Sunilkumar Mehta	1250	0.0368			1250	0.0368
	Transfer			06 Apr 2018	(10)	1240	0.0365
	Transfer			23 Nov 2018	(200)	1040	0.0306
	Transfer			14 Dec 2018	18000	19040	0.5604
	Transfer			22 Feb 2019	960	20000	0.5887
	At the end of the year					20000	0.5887
7	Sharekhan Limited	10	0.0003			10	0.0003
	Transfer			06 Apr 2018	(10)	0	0.0000
	Transfer			13 Apr 2018	10	10	0.0003
	Transfer			20 Apr 2018	(10)	0	0.0000
	Transfer			06 Jul 2018	30	30	0.0009
	Transfer			13 Jul 2018	(30)	0	0.0000
	Transfer			14 Sep 2018	50	50	0.0015
	Transfer			05 Oct 2018	(50)	0	0.0000
	Transfer			30 Nov 2018	1	1	0.0000
	Transfer			14 Dec 2018	17074	17075	0.5026
	Transfer			21 Dec 2018	(16875)	200	0.0059
	Transfer			28 Dec 2018	(147)	53	0.0016
	Transfer			31 Dec 2018	157	210	0.0062
	Transfer			04 Jan 2019	130	340	0.0100
	Transfer			11 Jan 2019	1366	1706	0.0502
	Transfer			18 Jan 2019	(286)	1420	0.0418
	Transfer			25 Jan 2019	570	1990	0.0586
	Transfer			01 Feb 2019	(1970)	20	0.0006
	Transfer			01 Mar 2019	1995	2015	0.0593
	Transfer			15 Mar 2019	(1915)	100	0.0029
	Transfer			22 Mar 2019	7330	7430	0.2187
	Transfer			29 Mar 2019	12011	19441	0.5722
	At the end of the year					19441	0.5722
8	Jayshri S Mehta	0	0.0000			0	0.0000
	Transfer			14 Dec 2018	17000	17000	0.5004
	Transfer			21 Dec 2018	2000	19000	0.5592
	Transfer			28 Dec 2018	3100	22100	0.6505
	Transfer			04 Jan 2019	200	22300	0.6564
	Transfer			22 Feb 2019	1640	23940	0.7046
	Transfer			01 Mar 2019	200	24140	0.7105
	Transfer			08 Mar 2019	1201	25341	0.7459

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Sr. No.	Particulars	Shareholding at the beginning of the year		Transactions during the Year		Cumulative Shareholding during the year	
		No. of Shares	% of Total Shares	Date of Transaction	No. of Shares	No. of Shares	% of Total Shares
	Transfer			15 Mar 2019	100	25441	0.7488
	Transfer			22 Mar 2019	(441)	25000	0.7358
	Transfer			29 Mar 2019	(6773)	18227	0.5365
	At the end of the year	18227	0.5365				
9	Amulakh Manilal Kapadia	15000	0.4415			15000	0.4415
	At the end of the year					15000	0.4415
10	Rudra Shares & Stock Brokers Ltd.	32060	0.9436			32060	0.9436
	Transfer			03 Aug 2018	(1)	32059	0.9436
	Transfer			26 Oct 2018	(54)	32005	0.9420
	Transfer			02 Nov 2018	(9)	31996	0.9418
	Transfer			09 Nov 2018	(10)	31986	0.9415
	Transfer			16 Nov 2018	(1010)	30976	0.9117
	Transfer			23 Nov 2018	(1510)	29466	0.8673
	Transfer			30 Nov 2018	(4195)	25271	0.7438
	Transfer			07 Dec 2018	(6256)	19015	0.5597
	Transfer			14 Dec 2018	(16005)	3010	0.0886
	Transfer			21 Dec 2018	(2010)	1000	0.0294
	Transfer			28 Dec 2018	(400)	600	0.0177
	Transfer			31 Dec 2018	(500)	100	0.0029
	Transfer			11 Jan 2019	420	520	0.0153
	Transfer			08 Feb 2019	(510)	10	0.0003
	Transfer			15 Feb 2019	40	50	0.0015
	Transfer			29 Mar 2019	5056	5106	0.1503
	At the end of the year					5106	0.1503
11	Sana Pasricha	22998	0.6769			22998	0.6769
	Transfer			26 Oct 2018	1	22999	0.6769
	Transfer			09 Nov 2018	10	23009	0.6772
	Transfer			16 Nov 2018	21	23030	0.6779
	Transfer			30 Nov 2018	1	23031	0.6779
	Transfer			14 Dec 2018	(20000)	3031	0.0892
	At the end of the year					3031	0.0892
12	Krishnaben Natvarlal Patel	14900	0.4386			14900	0.4386
	Transfer			23 Nov 2018	(3100)	11800	0.3473
	Transfer			30 Nov 2018	(1610)	10190	0.2999
	Transfer			07 Dec 2018	(2610)	7580	0.2231
	Transfer			14 Dec 2018	(7580)	0	0.0000
	At the end of the year					0	0.0000



(v) Shareholding of Directors and Key Managerial Personnel :

Sr. No.	Particulars	Shareholding at the beginning of the year		Transactions during the Year		Cumulative Shareholding during the year	
		No. of Shares	% of Total Shares	Date of Transaction	No. of Shares	No. of Shares	% of Total Shares
1	Ashish D Panchal						
	At the beginning of the year	1574213	46.3345			1574213	46.3345
	Transfer			11 Jan 2019	105	1574318	46.3375
	Transfer			18 Jan 2019	500	1574818	46.3523
	Transfer			01 Mar 2019	600	1575418	46.3699
	Transfer			08 Mar 2019	222200	1797618	52.9100
	Transfer			15 Mar 2019	(100)	1797518	52.9071
	Transfer			22 Mar 2019	100	1797618	52.9100
	At the end of the year					1797618	52.9100
2	Kantaben D Panchal						
	At the beginning of the year	228000	6.7108			228000	6.7108
	Transfer			02 Nov 2018	1300	229300	6.7491
	Transfer			11 Jan 2019	5	229305	6.7492
	At the end of the year					229305	6.7492
3	Rakesh N Panchal						
	At the beginning of the year	---	0.00%			---	0.00%
	Changes during the year	---	0.00%			---	0.00%
	At the end of the year	---	0.00%			---	0.00%
4	Dhwani J Kansara						
	At the beginning of the year	---	0.00%			---	0.00%
	Changes during the year	---	0.00%			---	0.00%
	At the end of the year	---	0.00%			---	0.00%
5	Rasik B Panchal						
	At the beginning of the year	---	0.00%			---	0.00%
	Changes during the year	---	0.00%			---	0.00%
	At the end of the year	---	0.00%			---	0.00%



**(vi) INDEBTEDNESS**

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

(Amount in Rs.)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	1,62,97,887	NIL	NIL	1,62,97,887
ii) Interest due but not paid				---
iii) Interest accrued but not due				---
<b>Total (i+ii+iii)</b>	1,62,97,887	---	---	1,62,97,887
<b>Change in Indebtedness during the financial year</b>				
* Addition	64,17,589	---	---	64,17,589
* Reduction	(64,17,589)	---	---	(64,17,589)
Net Change				
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	98,80,298			98,80,298
ii) Interest due but not paid				---
iii) Interest accrued but not due				---
<b>Total (i+ii+iii)</b>	NIL	NIL	NIL	NIL

**(vii) 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 in Rs.)
	Name	Ashish D Panchal	
	Designation	Managing Director	
1	Gross salary	15,00,000	15,00,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	15,00,000	15,00,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	19.200	19.200
	(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)	15,19,200	15,19,200
	Ceiling as per the Act	60,00,000	60,00,000



## ASHISH POLYPLAST LIMITED

### B. Remuneration to other Directors

Sr.No.	Particulars of Remuneration	Name of Directors			Total Amount
1	Independent Directors	Rakesh N Panchal	Dhwani J Kansara	Kantaben D Panchal	(Amt in Rs.)
	Fee for attending board committee	NIL			NIL
	Commission				
	Others, please specify				
	Total (1)				
2	Other Non-Executive Directors				
	Fee for attending board committee	NIL			NIL
	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	Name of Key Managerial Personnel			Total
		Name	Kalpesh N Kansara		(Amount in Rs.)
		Designation	CEO	CS	
1	Gross salary		3,10,852	Nil	3,10,852
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961		3,10,852	---	3,10,52
	(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				
	<b>Total</b>		<b>3,10,852</b>	<b>---</b>	<b>3,10,852</b>

### (viii) PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES :

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

## Annexure - D

**MANAGEMENT DISCUSSIONS & ANALYSIS****A Industry Structure and Developments, Opportunities and Threats, Performance, Outlook, Risks and Concerns and Financial and Operational Performance.**

Product of the company is Hose Pipes, which are used mainly in Agriculture. Braided pipes have applications in industrial segment also. Due to size of the company the customer base is in to B segment. The company has maintained its position in this segment. Due to entry of other players, competition has increased. However, the company has retained its market due to quality product.

The Company's major threats are volatility in raw material prices due to volatility in international oil prices and increase in other input cost such as power, labour charges etc. The company is trying to overcome these threats by introducing new product mix with better realization and controlling input cost. The Company being in small-scale sector the benefits of economies of scale do not accrue to the company.

Total Turnover for the year ended 31st March 2019 increase to Rs. 139,454,933/- as compared to Rs.128,184,287/- in the previous year.

Net Profit before tax of current year is Rs. 2,130,190/- compared to Rs.2,467,885/- in the previous year. This is mainly due to write off of advances (exceptional item) Rs.8 lakhs.

The company has provided Rs. 176,846/- for gratuity liability for the current year based on actuarial report. During the year the company has incurred Rs.4,787,005/- for capital expenditure.

**B INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY :**

The Internal Control System comprises of exercising control at various stages and is established in order to provide reasonable assurance for:

- (i) Safeguarding Assets and their usage,
- (ii) Maintenance of Proper Accounting Records and,
- (iii) Adequacy and Reliability of the information used for carrying on Business Operations.
- (iv) The Directors are regularly looking after all the Key Areas of the Operations. Additionally the Audit Committee is reviewing all Audit Plans with significant control issues raised by External Audit. There is also Inhouse internal audit.

**C INDUSTRIAL RELATIONS AND HUMAN RESOURCES DEVELOPMENT :**

The Company is maintaining good employee relations and no man-days are lost during the year due to employee's unrest.



## ASHISH POLYPLAST LIMITED

**M. M. THAKKAR & CO.**  
CHARTERED ACCOUNTANTS

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First Floor, Jawahar Road,  
Rajkot - 3600010  
Tel : (0281) 2224290, 9824212481  
E-Mail : dmthakkar@hotmail.com

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### INDEPENDENT AUDITORS' REPORT

To The Members,  
**ASHISH POLYPLAST LIMITED**

#### Report on the Financial Statements

##### Opinion

"We have audited the accompanying financial statements of Ashish Polyplast Limited ("the Company"), which comprise the Balance sheet as at March 31, 2019, the Statement of Profit and Loss (including other comprehensive income), the Statement of changes in equity, the Cashflow Statement for the year then ended, and notes to the financial statements, including a summary of Significant Accounting policies and other explanatory information. (hereinafter referred to as the financial statements)."

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act 2013 ("Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and its profit, total comprehensive income, the changes in equity and cash flows for the year ended on that date.

##### Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

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

##### Key audit matters

"Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to be communicated in our report."

**Information other than the financial statements and auditors' report thereon**

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Corporate Governance report and shareholder's information but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Management's Responsibility for the Financial Statements**

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

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The board of directors are also responsible for overseeing the Company's financial reporting process.

**Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on Other Legal and Regulatory Requirements**

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the Order.



As required by section 143(3) of the Act, we report that :

- (a) we have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- (b) in our opinion, the Company has kept proper books of account as required by law, so far as appears from our examination of the books.
- (c) the balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this report are in agreement with the books of account.
- (d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act read Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) on the basis of written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019, from being appointed as a director in terms of section 164 (2) of the Companies Act, 2013.
- (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". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197 (16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act; and
- (h) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 in our opinion and to the best of our information and according to the explanations given to us :-
  - (a) The company does not have any pending litigations which would impact its financial position.
  - (b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  - (c) The Company has not transferred Rs. 67,443/- to the Investor Education and Protection Fund which was required to be transferred by the Company relating to unpaid dividend of FY 2010-11.

For, **M. M. THAKKAR & CO.**  
Chartered Accountants  
Firm Registration No.110905W

**D.M.THAKKAR**  
Partner  
Membership No.103762

Place : Ahmedabad  
Date : 21st May, 2019

**ANNEXURE TO AUDITORS' REPORT**

Referred to in paragraph 1 under the heading of  
“report on other legal and regulatory requirements” of our report of even date

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that.

- (i) In respect of Fixed Assets
  - a. The Company has maintained proper records showing full particulars including quantitative details and location of the fixed assets.
  - b. "The Company has a program of verification to cover all the items of fixed assets in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets." Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification."
  - c. Based on the information and explanations given to us and according to the records of the Company, the title deeds of the immovable properties are held in the name of the company.
- (ii) As explained to us, inventories have been physically verified during the year by the management at reasonable intervals. In our opinion, the frequency of verification is reasonable. No material discrepancies were noticed on such physical verification.
- (iii) The company has not granted any loans secured or unsecured, to companies, Firms or other parties covered in the register maintained u/s.189 of the Companies Act, 2013, Accordingly provision of clause (iii), (a) and (b) of the order are not applicable to the company..
- (iv) The Company has not granted any loans or given any guarantee or provided any security in connection with such loan or made any investment to the persons covered under section 185 and 186 of the Act.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit from the public within the meaning of Sections 73 to 76 of the Act and the rules framed thereunder. Accordingly, the provisions of clause 3(v) of the Order are not applicable to the Company.
- (vi) As per the information and explanations given to us, the provisions of maintenance of cost records specified by the Central Government under section 148(1) of the Companies Act, 2013 are not applicable to the company during the year under reference. Accordingly, the provisions of clause 3(vi) of the Order are not applicable to the Company.
- (vii)
  - a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including, Provident Fund, Income Tax, Sales Tax, service tax, duty of excise, Value Added Tax, Goods and Services Tax, Cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance, wealth tax and duty of customs.
  - b. According to information and explanation given to us, no undisputed amounts payable in respect of Provident Fund, Income Tax, Sales Tax, service tax, Value Added Tax, Goods and Services Tax,



Cess and other material statutory dues were in arrears as at March 31, 2019 for a period of more than six months from the date they became payable. Disputed dues in respect of excise duty and penalty thereon aggregating to Rs.8,79,562/- have not been deposited since the appeal is pending before Commissioner (Appeals-III), Ahmedabad.

- (viii) According to information and explanations given to us and on overall examination of the Balance Sheet, the Company has not defaulted in repayment of loans from Banks and financial institution. The company has not borrowed funds from Government or Debenture holders.
- (ix) According to information provided to us and on overall examination of the Balance Sheet, the Company has not raised any money by way of initial public offer or further public offer (Including Debt Instruments) during the year. The Company has utilized the monies raised by way of term loans for the purposes for which they were raised.
- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations provided by the management, we report that no fraud by the company or on the company by its officers or employees have been noticed or reported during the year nor we have been informed of such case by the management.
- (xi) In our opinion and according to information provided to us, the company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) In our opinion, the Company is not a Nidhi Company. Accordingly the provisions of clause 3(xii) of the Order are not applicable to the Company.
- (xiii) According to information and explanation provided by the management, The Company has not entered into transactions with related parties in compliance with provisions of Section 177 & 188 of the Act. Therefore the provisions of clause 3(xiii) of the Order are not applicable to the Company.
- (xiv) According to information and explanations provided by the management and on overall examination of the Balance Sheet, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Therefore the provisions of clause 3(xiv) of the Order are not applicable to the Company.
- (xv) According to information and explanations provided by the management, the company has not entered into any non-cash transactions with directors or persons connected with him as specified under Section 192 of the Act.
- (xvi) According to information and explanation provided by the management, the provisions of Section 45-1A of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For, **M. M. THAKKAR & CO.**

Chartered Accountants

Firm Registration No.110905W

**D.M.THAKKAR**

Partner

Membership No.103762

Place : Ahmedabad

Date : 21st May, 2019

**ANNEXURE - B****TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF  
ASHISH POLYPLAST LIMITED.****Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of ASHISH POLYPLAST LIMITED ("the Company") as of 31st March 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

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

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019, based on , "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For, M. M. Thakkar & Co.**

Chartered Accountants

Firm Registration No.110905W

**D.M.THAKKAR**

Partner

Membership No.103762

Place : Ahmedabad

Date : 21st May, 2019



## ASHISH POLYPLAST LIMITED

### BALANCE SHEET AS AT 31ST MARCH 2019

PARTICULARS	Note No	As at 31st March 2019 (Rs.)	As at 1st April 2018 (Rs.)
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, plant and equipment	1	20,246,009	17,443,764
(b) Financial assets			
i. Investments	2	4,062,369	3,352,237
ii. Others	3	294,646	294,646
(c) Other Non-current Assets	4	769,695	2,606,924
<b>Total non-current assets</b>		<b>25,372,718</b>	<b>23,697,572</b>
<b>Current assets</b>			
(a) Inventories	5	22,356,985	26,175,227
(b) Financial assets			
i. Trade receivables	6	20,448,487	22,450,256
ii. Cash and cash equivalents	7	48,747	119,428
iii. Others	8	297,218	797,850
<b>Total current assets</b>		<b>43,151,436</b>	<b>49,542,761</b>
<b>Total assets</b>		<b>68,524,155</b>	<b>73,240,333</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity share capital	9	33,975,000	33,975,000
(b) Other equity	10	12,748,795	11,555,083
<b>Total equity</b>		<b>46,723,795</b>	<b>45,530,083</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
(a) Financial Liabilities			
i. Borrowings	11	621,047	1,346,713
(b) Provisions	12	644,078	557,440
(c) Deferred tax liabilities (Net)	13	1,617,597	1,644,078
<b>Total non-current liabilities</b>		<b>2,882,722</b>	<b>3,548,231</b>
<b>Current liabilities</b>			
(a) Financial liabilities			
i. Borrowings	11	8,529,955	12,853,415
ii. Trade payables	14	6,201,442	6,727,907
(b) Other current liabilities	15	3,615,337	4,500,672
(c) Provisions	16	64,622	64,500
(d) Current Tax Liabilities (Net)	17	506,281	15,526
<b>Total current liabilities</b>		<b>18,917,637</b>	<b>24,162,019</b>
<b>Total liabilities</b>		<b>21,800,359</b>	<b>27,710,250</b>
<b>Total equity and liabilities</b>		<b>68,524,155</b>	<b>73,240,333</b>

Significant accounting policies and Notes forming part of Financial Statement 1 to 40

As per our report of even date

For and on behalf of the Board of directors

For M.M. Thakkar & Co.

Chartered Accountants

Firm Registration No. 110905W

D.M. Thakkar

Partner

Member No. : 103762

Ashish D. Panchal

Managing Director

DIN No. : 00598209

Kantaben D. Panchal

Director

DIN No. : 00598256

Kalpesh N. Kansara

Chief Financial Officer

Aayushi P. Soni

Company Secretary

Place : Ahmedabad,

Date : 21st May, 2019

Place : Ahmedabad,

Date : 21st May, 2019

## STATEMENT OF PROFIT &amp; LOSS FOR THE YEAR ENDED 31ST MARCH 2019

PARTICULARS	NOTE NO.	2018-2019 (Rs.)	2017-2018 (Rs.)
I. Revenue from operations	18	139,475,439	131,598,611
II. Other Income	19	58,267	360,493
III. <b>Total Revenue</b>		<b>139,533,706</b>	<b>131,959,104</b>
IV. <b>Expenses:</b>			
Cost of materials consumed	20	121,440,901	105,419,893
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	21	(1,433,188)	4,966,796
Excise Duty		---	3,414,324
Employee benefit expense	22	5,160,289	5,058,903
Financial costs	23	1,167,020	1,525,303
Depreciation and amortization expense	1	1,984,761	1,905,514
Other expenses	24	8,283,732	7,200,485
<b>Total Expenses</b>		<b>136,603,516</b>	<b>129,491,218</b>
V <b>Profit/(Loss) before exceptional items and tax (III - IV)</b>		<b>2,930,190</b>	<b>2,467,885</b>
VI Exceptional Items - (gain)/loss	25	800,000	---
VII <b>Profit/(Loss) before tax (V - VI)</b>		<b>2,130,190</b>	<b>2,467,885</b>
VIII Tax expense:			
(1) Current tax	26	1,060,220	714,610
(2) Deferred tax		(40,558)	(456,884)
(3) Short/(Excess) Provision of Tax of earlier years		4,484	53,289
IX <b>Profit/(Loss) after Tax for the Period from Continuing operations (VII-VIII)</b>		<b>1,106,045</b>	<b>2,156,870</b>
X Other Comprehensive Income	27		
<b>Items that will not be reclassified to profit or loss</b>			
(a) Remeasurements of the defined benefit plans		(94,352)	(5,162)
(b) Income Tax on above		24,532	---
<b>Items that will be reclassified to profit or loss</b>			
(a) Fair valuation of Financial Assets		196,097	44,029
(b) Income Tax on above		(38,609)	(11,337)
<b>Other comprehensive income for the year, net of tax</b>		<b>87,668</b>	<b>27,529</b>
XI <b>Total Comprehensive Income for the year (IX+X)</b>		<b>1,193,712</b>	<b>2,184,399</b>
XII Earning per equity share:			
(1) Basic		0.33	0.63
(2) Diluted		0.33	0.63

Significant accounting policies and Notes forming part of Financial Statement 1 to 40

As per our report of even date

For and on behalf of the Board of directors

For M.M. Thakkar &amp; Co.

Chartered Accountants

Firm Registration No. 110905W

D.M. Thakkar

Partner

Member No. : 103762

Ashish D. Panchal

Managing Director

DIN No. : 00598209

Kantaben D. Panchal

Director

DIN No. : 00598256

Kalpesh N. Kansara

Chief Financial Officer

Aayushi P. Soni

Company Secretary

Place : Ahmedabad,

Date : 21st May, 2019

Place : Ahmedabad,

Date : 21st May, 2019



## ASHISH POLYPLAST LIMITED

### CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2019

PARTICULARS	2018-2019	2017-2018
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before taxation and extraordinary items	2,930,190	2,467,885
<b>Adjustment for :-</b>		
Depreciation	1,984,761	1,905,514
Interest Expenses	1,167,020	1,525,303
Provision for gratuity	176,846	168,921
	3,328,627	3,599,738
Interest income	44,234	241,020
Profit on sale of Fixed Asset	---	111,263
Short Term Capital Gain on MF	---	3,150
Dividend received	14,033	5,060
	58,267	360,493
<b>Operating Profit before working capital changes</b>	3,270,360	3,239,246
<b>Change in working Capital :</b>	6,200,550	5,707,131
<b>Adjustment for Decrease( Increase) in operating assets:</b>		
Inventories	3,818,242	(269,735)
Trade receivables	2,001,769	(3,631,851)
Other Current Financial Assets	500,632	(348,243)
Other Non-Current Financial Assets	---	99
Other Bank Balances (FD with Bank)	---	4,340,927
Other non-current assets	1,023,195	866,306
<b>Adjustment for (Decrease) Increase in operating liabilities:</b>		
Trade payables	(526,465)	(669,807)
Other current liabilities	(885,334)	(2,193,299)
<b>Cash Generated from Operations</b>	<b>12,132,589</b>	<b>3,801,526</b>
Direct tax Paid	(553,939)	(699,084)
Income Tax (Paid)/Refund	(20,010)	(53,289)
Gratuity Paid	(184,438)	(60,400)
Cash Flow before extraordinary items	11,374,202	2,988,753
Extraordinary Items/Prior Period Items	---	---
<b>Net cash from Operating Activities</b>	<b>11,374,202</b>	<b>2,988,753</b>
<b>B. NET CASH FLOW FROM INVESTMENT ACTIVITIES</b>		
Purchase of Fixed Assets	(4,787,005)	(1,137,405)
Sale of Fixed Assets	---	185,000
Investment in Mutual Funds	(500,000)	(3,300,000)
Short Term Capital Gain on MF	---	3,150
Dividend Received	14,033	5,060
Interest Income	44,234	241,020
Net Cash from Investment Activities	<b>(5,228,738)</b>	<b>(4,003,175)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest Expense	(1,167,020)	(1,525,303)
Proceed /(Repayments) of Long Term Borrowings	(725,666)	(338,517)
Proceed /(Repayments) of Short Term Borrowings	(4,323,459)	(1,112,537)
Net Cash from financial activities	<b>(6,216,146)</b>	<b>(2,976,358)</b>
<b>NET INCREASE /(-) DECREASE IN CASH AND CASH EQUIVALENTS</b>	(70,681)	(3,990,779)
<b>OPENING BALANCE IN CASH AND CASH EQUIVALENTS</b>	119,428	898,827
<b>CLOSING BALANCE IN CASH AND CASH EQUIVALENTS</b>	48,747	119,428

Significant accounting policies and Notes forming part of Financial Statement 1 to 40

As per our report of even date

For and on behalf of the Board of directors

For M.M. Thakkar & Co.

Chartered Accountants  
Firm Registration No. 110905W  
D.M. Thakkar  
Partner

Ashish D. Panchal  
Managing Director  
DIN No. : 00598209

Kantaben D. Panchal  
Director  
DIN No. : 00598256

Kalpesh N. Kansara  
Chief Financial Officer

Member No. : 103762

Aayushi P. Soni  
Company Secretary

Place : Ahmedabad,  
Date : 21st May, 2019

Place : Ahmedabad,  
Date : 21st May, 2019

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2019**

(a) Equity Share Capital	As at 31st March 2019		As at 1st April 2018	
	No. of equity shares	Amount	No. of equity shares	Amount
Balance at the beginning of the year	3,397,500	33,975,000	3,397,500	33,975,000
Add : Equity Shares issued during the year	---	---	---	---
<b>Balance at the end of the year</b>	<b>3,397,500</b>	<b>33,975,000</b>	<b>3,397,500</b>	<b>33,975,000</b>

**(b) Other Equity**

Particulars	General reserve	Retained Earnings	Total
<b>Balance as at 1st April, 2017</b>	<b>677,000</b>	<b>8,693,684</b>	<b>9,370,684</b>
Profit for the year	---	2,156,870	2,156,870
Other Comprehensive Income	---	27,529	27,529
<b>Balance as at 31st March, 2018</b>	<b>677,000</b>	<b>10,878,083</b>	<b>11,555,083</b>
Profit for the year	---	1,105,550	1,105,550
Other Comprehensive Income	---	87,668	87,668
<b>Balance as at 31st March, 2019</b>	<b>677,000</b>	<b>12,071,300</b>	<b>12,748,300</b>

As per our report of even date

For and on behalf of the Board of directors

For M.M. Thakkar &amp; Co.

Chartered Accountants

Firm Registration No. 110905W

D.M. Thakkar

Partner

Member No. : 103762

Ashish D. Panchal

Managing Director

DIN No. : 00598209

Kantaben D. Panchal

Director

DIN No. : 00598256

Kalpesh N. Kansara

Chief Financial Officer

Aayushi P. Soni

Company Secretary

Place : Ahmedabad,

Date : 21st May, 2019

Place : Ahmedabad,

Date : 21st May, 2019



## STATEMENT ON SIGNIFICANT ACCOUNTING POLICIES

### BACKGROUND

Ashish Polyplast Limited ('the Company') is a Public Limited Company engaged primarily in the business of Manufacturing of PVC Pipes. The Company is listed on the Bombay Stock Exchange Limited (BSE). The Company's registered office is at A/305 Samudra Complex Near Hotel Klassic Gold, Off C.G. Road, Ahmedabad 380006.

### 1 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

#### 1.1 BASIS OF PREPARATION OF ACCOUNTS

##### a) Statement of compliance with Ind AS

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act. The accounting policies are applied consistently to all the periods presented in the financials.

##### b) Functional and presentation currency

These financial statements are presented in Indian rupees, which is the Company's functional currency. All amounts have been rounded to the nearest rupee, unless otherwise indicated.

##### c) Basis of Measurement

These financial statements have been prepared on a historical cost convention basis, except for the following :

- (i) Certain financial assets and liabilities that are measured at fair value.
- (ii) Assets held for sale- Measured at the lower of (a) carrying amount and (b) Fair Value less cost to sell.
- (iii) Net defined benefit plans- Plan assets measured at Fair Value less present value of defined benefit obligation.
- (iv) Determining the Fair Value  
While measuring the Fair Value of an asset or a liability, the Company uses observable market data as far as possible. Fair values are categorised into different levels in a Fair Value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1 : Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 : inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 : inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the Fair Value of an asset or a liability fall into different levels of the Fair Value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the Fair Value hierarchy as the lowest level input that is significant to the entire measurement.

##### c) Use of Estimates and Judgement

The preparation of financial statements in accordance with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to the accounting estimates are recognized in the period in which the estimates are known or materialised. The most significant estimates and assumptions are described below :

##### (i) Judgements

Information about judgments made in applying accounting policies that have the significant effect on amounts recognised in the financial statement are as below:

- Leases identification- Whether an agreement contains a lease.
- Classification of lease - Whether Operating or Finance

## (ii) Assumptions and Estimations

Information about assumption and estimation uncertainties that have significant risk of resulting in a material adjustment are as below:

1. **Impairment test of non-financial assets**

For the purpose of assessing recoverability of non-financial assets, assets are grouped at the lower levels for which there are individually identifiable cash flows (Cash Generating Units).

2. **Allowance for bad debts**

The Management makes estimates related to the recoverability of receivables, whose book values are adjusted through an allowance for Expected losses. Management specifically analyzes accounts receivable, customers' creditworthiness, current economic trends and changes in customer's collection terms when assessing the adequate allowance for expected losses, which are estimated over the lifetime of the debts.

3. **Recognition and measurement of Provisions and Contingencies**

The Company's Management estimates key assumptions about the likelihood and magnitude of an outflow of resources based on available information and the assumptions and methods deemed appropriate. Wherever required, these estimates are prepared with the assistance of legal counsel. As and when additional information becomes available to the Company, estimates are revised and adjusted periodically.

4. **Recognition of Deferred Tax Assets**

The Management makes estimates as regards to availability of future taxable profits against which unabsorbed depreciation/ tax losses carried forward can be used.

5. **Measurements of Defined benefit obligations**

The measurements are based on key actuarial assumptions.

e) **Application of New Accounting Pronouncements**

The company has applied the following Ind AS pronouncements pursuant to issuance of the Companies (Indian Accounting Standards) Amendment Rules, 2018. The effect is described below :

1. The Company has adopted Ind AS 115, Revenue from Contract with Customers with effect from 1st April 2018 and it is detailed in note 1.2(j)
2. The Company has elected to recognize cumulative effect of initially applying Ind AS 115 retrospectively as an adjustment to opening balance sheet as at 1st April 2018 on the contracts that are not completed contract as at that date. There was no impact of above on the opening balance sheet as at 1st April 2018 and on the Statement of Profit and Loss for the year ended 31st March, 2019.
3. The Company has adopted Appendix B to Ind AS 21, foreign currency transactions and advance consideration with effect from 1st April 2018 prospectively to all assets, expenses and income initially recognized on or after 1st April 2018 and there is no impact on implementation of the Appendix.

f) **Current and non-current classification**

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle (not exceeding twelve months) and other criteria set out in the Schedule III to the Act.

g) **Rounding of amounts**

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

1.2 **SIGNIFICANT ACCOUNTING POLICIES**a) **Property, Plant and Equipment**(i) **Recognition and measurement**

The Company had applied for the one time transition exemption of considering the carrying cost on the transition date i.e. 1st April, 2016 as the deemed cost under Ind AS. Hence regarded thereafter as historical cost.

Property, Plant and Equipment are measured at cost (which includes capitalised borrowing costs) less accumulated depreciation and accumulated impairment losses, if any. The cost of an item of Property, Plant and Equipment comprises:

- a) its purchase price, including import duties and nonrefundable purchase taxes, after deducting trade discounts and rebates.
- b) any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management.
- c) the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of Property, Plant and Equipment have different useful lives, then they are accounted for as separate items (major components) of Property, Plant and Equipment and depreciated accordingly. Any gain or loss on disposal of an item of Property, Plant and Equipment is recognised in Statement of profit or loss.

**(ii) Subsequent expenditure**

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

**(iii) Depreciation, Estimated useful life and estimated residual value**

Depreciation is calculated using the Straight Line Method, pro rata to the period of use, taking into account useful lives and residual value of the assets. The Company depreciates its property, plant and equipment over the useful life in the manner prescribed in Schedule II to the Act and management believe that useful life of assets are same as those prescribed in Schedule II to the Act. Depreciation is computed with reference to cost or revalued value as per previous GAPP as the case may be. The assets residual value and useful life are reviewed and adjusted, if appropriate, at the end of each reporting period. Gains and losses on disposal are determined by comparing proceeds with carrying amounts. These are included in the statement of Profit and Loss.

**b) Intangible Assets**

**(i) Recognition and measurement**

Computer soft wares have finite useful lives and are measured at cost less accumulated amortisation and any accumulated impairment losses. The same are tested for impairment, if any, at the end of each accounting period.

**(ii) Subsequent expenditure**

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, when incurred is recognised in statement of profit or loss.

**(iii) Amortisation**

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values using the straight-line method over their estimated useful lives and is generally recognised in statement of profit or loss. Computer software are amortised over their estimated useful life or 5 years, whichever is lower. Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted, if required.

**b) Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments also include derivative contracts such as foreign currency foreign exchange forward contracts, interest rate swaps and currency options.

**(i) Financial Assets**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments also include derivative contracts such as foreign currency foreign exchange forward contracts, interest rate swaps and currency options.

**a) Classification**

The Company classifies its financial assets in the following measurement categories :

- those to be measured subsequently at Fair Value Through Other Comprehensive Income-[FVTOCI], or Fair Value Through Profit and Loss-[FVTPL] and
- those measured at Amortised Cost.[AC]. The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

**b) Measurement**

At initial recognition, the Company measures a financial asset at its fair value. Transaction costs of financial assets carried at fair value through the Profit and Loss are expensed in the Statement of Profit and Loss.

**In case of investments****i) In Equity instruments**

- For subsidiaries, associates and Joint ventures - Investments are measured at cost and tested for impairment periodically. Impairment (if any) is charged to the Statement of Profit and Loss.

- For Other than subsidiaries, associates and Joint venture - Investments are measured at FVTOCI.

**ii) In Mutual fund**

Measured at FVTPL.

**iii) In Debt instruments**

The Company measures the debts instruments at Amortised Cost. Assets that are held for collection of contractual cash flows where those cash flows represent solely payment of principal and interest [SPPI] are measured at amortised cost. Gain or loss on a debt instrument that is subsequently measured at amortised cost and is not part of the hedging relationship, is recognised in profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in finance income using the Effective interest rate method.

**c) Derecognition of financial assets**

A financial asset is derecognised only when:

- The Company has transferred the rights to receive cash flows from financial asset, or
- Retains the contractual rights to receive the cash flows of the financial assets, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the Company has transferred an asset and has transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised.

Where the Company has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the Company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained the control of the financial asset. Where the Company retains the control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

**d) Impairment of financial assets**

In accordance with Ind-AS 109, the Company applies Expected Credit Loss (ECL) Model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments and are measured at amortised cost e.g., loans, debt securities, deposits, and bank balance.

- b) Trade receivables

The Company follows 'simplified approach' for recognition of impairment loss allowance on:

- Trade receivables which do not contain a significant financing component.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

- For recognition of impairment loss on other financial assets and risk exposure, the Company determines whether there has been a significant increase in the credit risk since initial recognition. ECL is used to provide for impairment loss.

**(ii) Financial Liabilities****a) Classification**

The Company classifies its financial liabilities in the following measurement categories

- those to be measured subsequently at FVTPL and
- those measured at Amortised Cost (AC)

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

**b) Initial recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at FVTPL or AC.

All financial liabilities are recognised initially at Fair Value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments. For trade and other payables maturing within one year from the balance sheet date, the carrying amount approximate to fair value due to the short maturity of these instruments.

**c) Financial liabilities at FVTPL**

Financial liabilities at FVTPL include financial liabilities designated upon initial recognition as at Fair Value Through Profit or Loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind-AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognised in the profit or loss.

Financial liabilities designated upon initial recognition at FVTPL are designated at the initial date of recognition, only if the criteria in Ind-AS 109 are satisfied. For liabilities designated as FVTPL, Fair Value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/loss are not subsequently transferred to statement of profit or loss. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit or loss.

**d) Loans and borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the Effective Interest Rate (EIR) method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process. AC is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss. This category generally applies to interest-bearing loans and borrowings.

**e) Derecognition**

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

**f) Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

**g) Derivative financial instruments**

The Company uses derivative financial instruments, such as forward currency contracts, interest rate swaps and forward commodity contracts to hedge its foreign currency risks,



interest rate risks and commodity price risks respectively. Such derivative financial instruments are initially recognised at Fair Value on the date on which a derivative contract is entered into and are subsequently re-measured at Fair Value. Derivatives are carried as financial assets when the Fair Value is positive and as financial liabilities when the Fair Value is negative.

**c) Inventories**

Inventories are measured at the lower of cost and net realisable value after providing for obsolescence, if any, except for realisable by-products which are measured at net realisable value. The cost of inventories is determined using the first-in first out (FIFO) method and includes expenditure incurred in acquiring inventories, production or conversion and other costs incurred in bringing them to their respective present location and condition. In the case of manufactured inventories and work in progress, cost includes an appropriate share of production overheads based on normal operating capacity. The comparison of cost and Net Realisable value is made on an item by item basis. Net realisable value is estimated selling price in the ordinary course of business, less estimated cost of completion and the estimated costs necessary to make the sale. The net realisable value of work in progress is determined with reference to selling prices of finished products.

**d) Trade Receivable**

Trade receivable are recognised initially at Fair Value and subsequently measured at AC using the effective interest method less provision for impairment. As per Ind AS 109 the Company has applied ECL for recognising the allowance for doubtful debts. Where Company has offered extended credit period [ECP] to the debtors, the said amount is recorded at present value, with corresponding credit in the statement of profit and loss over the tenure of the extended credit period.

**e) Cash and Cash Equivalent**

For the purpose of presentation in the statement of the cash flows, cash and cash equivalent includes the cash on hand, deposits held at call with financial institutions other short term, highly liquid investments with original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**f) Contributed Equity**

Equity shares are classified as equity. Incidental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

**I) Dividends**

Provision is made for the amount of any dividend declared, in the year in which it is approved by shareholders.

**II) Earnings per share**

**(i) Basic earnings per share**

Basic earnings per shares is calculated by dividing Profit/(Loss) attributable to equity holders (adjusted for amounts directly charged to Reserves) before/after Exceptional Items (net of tax) by Weighted average number of Equity shares, (excluding treasury shares).

**(ii) Diluted earnings per share**

Diluted earnings per shares is calculated by dividing Profit/(Loss) attributable to equity holders (adjusted for amounts directly charged to Reserves) before/after Exceptional Items (net of tax) by Weighted average number of Equity shares (excluding treasury shares) considered for basic earning per shares including dilutive potential Equity shares.

**g) Borrowing**

Borrowings are initially recognised at Fair Value, net of transaction costs incurred. Borrowings are subsequently measured at AC. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of borrowings using the effective interest method. Processing/Upfront fee are treated as prepaid asset and netted off from borrowings. The same is amortised over the period of the facility to which it

relates. Preference shares are classified as liabilities. The dividends on these preference shares, if approved, by shareholders in the forthcoming Annual General Meeting, are recognised in profit or loss as finance costs, in the year when approved. Borrowings are derecognised from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of the financial liability that has been extinguished or transferred to another party and the consideration paid including any non-cash assets transferred or liability assumed, is recognised in Statement of profit or loss as other gains or (losses). Borrowings are classified as current liabilities unless the Company has an unconditional right to defer the settlement of liabilities for at least twelve months after the reporting period. Where there is a breach of a material provision of a long term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the same is classified as current unless the lender agreed, after the reporting period and before the approval of financial statements for issue, not to demand payment as a consequence of the breach.

**h) Trade and Other payables**

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid at the period end. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their Fair Value and subsequently measured at amortised cost using the effective interest method.

**i) Foreign Currency Transactions**

Transactions in foreign currencies are translated into the functional currencies of the Company at the exchange rate prevailing at the date of the transactions. Monetary assets (other than investments in companies registered outside India) and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Investments in companies registered outside India are converted at rate prevailing at the date of acquisition. Non-monetary assets and liabilities that are measured at Fair Value in a foreign currency are translated into the functional currency at the exchange rate when the Fair Value was determined. Non-monetary items that are measured based on historical cost in a foreign currency are not translated. Difference on account of changes in foreign currency are generally charged to the statement of profit & loss.

**j) Revenue Recognition**

Effective 01 April 2018, the Company has adopted Indian Accounting Standard 115 (Ind AS 115) - 'Revenue from contracts with customers' using the cumulative catch-up transition method, applied to contracts that were not completed as on the transition date i.e. 01 April 2018. Accordingly, the comparative amounts of revenue and the corresponding contract assets / liabilities have not been retrospectively adjusted. The effect on adoption of Ind-AS 115 was insignificant. Revenue is recognized on satisfaction of performance obligation upon transfer of control of promised products or services to customers in an amount that reflects the consideration the Company expects to receive in exchange for those products or services.

The Company does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer and payment by the customer exceeds one year. As a consequence, it does not adjust any of the transaction prices for the time value of money.

The Company satisfies a performance obligation and recognises revenue over time, if one of the following criteria is met:

- 1 The customer simultaneously receives and consumes the benefits provided by the Company's performance as the Group performs; or
- 2 The Company's performance creates or enhances an asset that the customer controls as the asset is created or enhanced; or
- 3 The Company's performance does not create an asset with an alternative use to the Company and an entity has an enforceable right to payment for performance completed to date.

For performance obligations where one of the above conditions are not met, revenue is recognised at the point in time at which the performance obligation is satisfied.



- (i) **Sale of goods**  
Revenue is recognised on the basis of customer contracts and the performance obligation contained therein. Revenues is recognised at a point in time when the control to the buyer of goods or services is transferred to a customer. Control lies with the customer if the customer can independently determine the use of and consume the benefit derived from a product or service. Revenue from product deliveries are recognised at a point in time based on an overall assessment of the existence of a right to payment, the allocation of ownership rights, the transfer of risks and rewards, and acceptance by the customer. The goods are often sold with volume discounts/ pricing incentives and customers have a right to return damaged products.  
Revenue from sales is based on the price in the sales contracts, net of discounts. Historical experience, specific contractual terms and future expectations of sales are used to estimate and provide for damage claims. No element of financing is deemed present as the sales are made with the normal credit terms as per prevalent trade practice and credit policy followed by the Company and normal credit terms.
- (ii) **Sale of Services**  
Revenue from services is recognised when agreed contractual task has been completed.
- (iii) **Dividend and interest income**
  - a) Dividend income is recognised when right to receive dividend is established.
  - b) Interest and other income are recognised on accrual basis on time proportion basis and measured at effective interest rate.
- (iv) **Other Income**  
Other income is recognised when no significant uncertainty as to its determination or realisation exists.
- k) **Government Grants**
  - (i) Grants from the Government are recognised at their Fair Value where there is a reasonable assurance that the grant will be received and the Company will comply with all the attached conditions.
  - (ii) Government grant relating to purchase of Property, Plant and Equipment are included in "Other current/ non-current liabilities" as Government Grant - Deferred Income and are credited to Profit or loss on a straight line basis over the expected life of the related asset and presented within "Other Operating revenue".
- l) **Employee Benefits**
  - (i) **During Employment benefits**
    - (a) **Short term employee benefits**  
Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.
    - (ii) **Post-Employment benefits**
      - (a) **Defined contribution plans**  
A defined contribution plan is a post-employment benefit plan under which Company pays fixed contribution into a separate entity and will have no legal or constructive obligation to pay future amounts. The Company makes specified monthly contributions towards government administered Provident Fund scheme. Obligations for contributions to defined contribution plans are expensed as the related service is provided. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.
      - (b) **Defined benefit plans**  
The Company pays gratuity to the employees who have completed five years of service with the company at the time when employee leaves the Company. The gratuity is paid as per the provisions of Payment of Gratuity Act, 1972. The gratuity liability amount is contributed to the approved gratuity fund formed exclusively for gratuity payment to the employees. The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the periods during which the benefit is expected to be derived from employees' services. Re-measurement

of defined benefit plans in respect of post-employment are charged to Other Comprehensive Income.

For Leave Encashment Benefits the leave wages are payable to all eligible employees at the rate of daily salary/wages for each day of accumulated leave and are paid during the financial year itself. Therefore no liability is accrued at the end of the financial year for leave benefits as per practice followed by the company year to year.

**(c) Termination Benefits**

Termination benefits are payable when employment is terminated by the Company before the normal retirement date or when an employee accepts voluntary redundancy in exchange for these benefits. In case of an offer made to encourage voluntary redundancy, the termination benefits are measured based on the number of employees expected to accept the offer. Benefits falling due more than twelve months after the end of reporting period are discounted to the present value.

**m) Income Tax**

Income tax expense comprises current and deferred tax. Tax is recognised in statement of profit and loss, except to the extent that it relates to items recognised in the other comprehensive income or in equity. In such cases, the tax is also recognised in the other comprehensive income or in equity.

**(a) Current Tax**

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or subsequently enacted at the Balance sheet date.

Current tax assets and liabilities are offset only if, the Company :

- a) has a legally enforceable right to set off the recognised amounts; and
- b) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

**(b) Deferred Tax**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have enacted or subsequently enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period. Deferred tax is recognised to the extent that it is probable that future taxable profit will be available against which they can be used.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset only if :

- a) the Company has a legally enforceable right to set off current tax assets against current tax liabilities; and
- b) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on the same taxable Company.

**n) Borrowing Costs**

General and specific Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use are capitalised as part of the cost of that asset till the date it is ready for its intended use or sale. Other borrowing costs are recognised as an expense in the period in which they are incurred. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing cost eligible for capitalisation. All other borrowing costs are charged to the statement of profit and loss for the period for which they are incurred.

**o) Leases**

**(i) Determining whether an arrangement contains a lease**

At inception of an arrangement, the Company determines whether the arrangement is or contains a lease.

**As a lessee**

Leases of Property, Plant and Equipment where the Company, as lessee, has substantially transferred all the risks and rewards of the ownership are classified as finance leases.

Finance lease payments are capitalised at the lower of leases inception at the Fair Value of the lease property and the present value of minimum lease payments. The corresponding rental obligations, if any, net of finance charges are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and the finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of Interest on the remaining balance of liability for each period.

Leases in which a significant portion of risk and rewards of ownership are not transferred to the Company as a lessee are classified as operating lease. Payments made under operating leases are charged to Profit and Loss on a straight line basis over the period of lease except where another systematic basis is more representative of time pattern in which economic benefits from the leased assets are consumed.

**As a lessor**

Lease Income from operating leases where the Company is a lessor is recognised as income on a straight line basis over the lease term unless the receipts are structured to increase in line with the expected general inflation to compensate for the expected inflationary cost increases.

**p) Non- Current assets held for sale**

Non-Current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and sale is considered highly probable. They are measured at lower of their (a.) carrying amount and (b.) Fair Value less cost to sell. Non-current assets are not depreciated or amortised when they are classified as held for sale.

**q) Provisions and contingent liabilities**

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pretax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expenses. Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made.

**1.3 Recent accounting pronouncements Ind AS 116:**

On 30th March 2019, the Ministry of Corporate Affairs (MCA) has notified Ind AS 116 Leases, under Companies (Indian Accounting Standards) Amendment Rules, 2019 which is applicable with effect from 1st April, 2019. Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract i.e., the lessee and the lessor. Ind AS 116 introduces a single lease accounting model for lessee and requires the lessee to recognize right of use assets and lease liabilities for all leases with a term of more than twelve months, unless the underlying asset is low value in nature. Currently, operating lease expenses are charged to the statement of profit and loss. Ind AS 116 substantially carries forward the lessor accounting requirements in Ind AS 17. As per Ind AS 116, the lessee needs to recognise depreciation on rights of use assets and finance costs on lease liabilities in the statement of profit and loss. The lease payments made by the lessee under the lease arrangement will be adjusted against the lease liabilities. The Company has evaluated that there will not be any impact on account of implementation of Ind AS 116.

**NOTES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2019**

**1. Property, Plant and Equipments**

**As on 31st March, 2019\***

Particulars	Gross Block			Depreciation			Net Block	
	AS ON 1-4-2018	ADDITION DURING THE YEAR	DEDUC- TIONS DURING THE YEAR	ASON 31-3-2019	ASON 31-3-2018	PROVIDED DURING THE YEAR	ASON 31-3-2019	ASON 31-3-2018
<b>Property, Plant and Equipment</b>								
Land*	239,483	---	---	239,483	---	---	239,483	239,483
Factory Building*	4,176,329	4,671,192	---	8,847,521	467,804	240,896	8,138,821	3,708,525
Office Premises	390,099	---	---	390,099	18,043	9,022	363,034	372,056
Plant & Machinery*	10,853,644	1,15,812	---	10,969,456	1,941,983	1,027,888	7,999,585	8,911,661
Furniture & Fitting	636,475	---	---	636,475	149,383	75,898	411,194	487,092
Computer	93,300	---	---	93,300	55,770	13,252	69,022	37,530
Vehicles	3,447,044	---	---	3,447,044	663,623	416,132	2,367,289	2,783,421
Loading Vehicles	1,287,299	---	---	1,287,299	383,301	201,673	702,325	903,998
<b>Total</b>	<b>21,123,671</b>	<b>4,787,005</b>	<b>---</b>	<b>25,910,677</b>	<b>3,679,907</b>	<b>1,984,761</b>	<b>20,246,009</b>	<b>17,443,764</b>

\* For properties hypothecated, pledged or equitable mortgaged as a security- Refer Note 11

**As on 31st March, 2018**

Particulars	Gross Block			Depreciation			Net Block	
	AS ON 1-4-2017	ADDITION DURING THE YEAR	DEDUC- TIONS DURING THE YEAR	ASON 31-3-2018	ASON 31-3-2017	PROVIDED DURING THE YEAR	ASON 31-3-2018	ASON 31-3-2017
<b>Property, Plant and Equipment</b>								
Land*	239,483	---	---	239,483	---	---	239,483	239,483
Factory Building*	4,176,329	---	---	4,176,329	233,399	234,405	3,708,525	3,942,930
Office Premises	390,099	---	---	390,099	9,021	9,022	372,056	381,078
Plant & Machinery*	10,497,063	356,581	---	10,853,644	956,106	985,877	8,911,661	9,540,957
Cycle	---	---	---	---	---	---	---	---
Furniture & Fitting	615,393	21,082	---	636,475	74,978	74,405	487,092	540,415
Computer	67,452	25,847	---	93,300	31,766	24,004	37,530	35,686
Vehicles	2,884,163	733,894	171,013	3,447,044	384,772	376,128	2,783,421	2,499,391
Loading Vehicles	1,287,299	---	---	1,287,299	181,628	201,673	903,998	1,105,671
<b>Total</b>	<b>20,157,280</b>	<b>1,137,405</b>	<b>171,013</b>	<b>21,123,671</b>	<b>1,871,670</b>	<b>1,905,514</b>	<b>17,443,765</b>	<b>18,285,610</b>

\* For properties hypothecated, pledged or equitable mortgaged as a security- Refer Note 11

## NOTES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2019

NOTE NO.	PARTICULARS	As at 31st March 2019 (Rs.)	As at 1st April 2018 (Rs.)
<b>2</b>	<b><u>Current Financial Assets - Investment</u></b>		
	<b>Investments designated through other comprehensive income</b>		
	Investment in Mutul Fund - Unquoted	4,062,369	3,352,237
	<b>Total</b>	<b>4,062,369</b>	<b>3,352,237</b>
<b>A.</b>	<b>Details of Current Investment</b>		
<b>Sr. No.</b>	<b>Name of Scheme Unquoted</b>	<b>As on 31.03.2019</b>	
		<b>No. of Unit</b>	<b>Market Value</b>
1	DSP Black Rock Money Manager Fund	133.636	325,866
2	DSP Bond Fund - Regular - Growth	24,853.765	1,431,164
3	DSP Small Cap Fund - Regular Growth	9,582.418	538,513
4	HDFC Low Duration Fund- Dividend	31,449.842	318,982
5	HDFC Credit Risk Debt Fund - Growth	94,908.842	1,447,844
<b>3</b>	<b><u>Other Non-current Financial Assets</u></b>		
	Balances/Deposit with Bank		
	Unpaid dividend accounts	221,231	221,231
	Fixed Deposit ( Having Maturity of more than three months) *	73,415	73,415
	<b>Total</b>	<b>294,646</b>	<b>294,646</b>
	* Fixed Deposit includes Fixed deposit pledged with canara bank against bank guarantee of Rs. 73,415/- (Previous year Rs. 73,415/-)		
<b>4</b>	<b><u>Other Non-current Assets</u></b>		
	<u>Capital Advances</u>		
	Advances for Capital Assets	---	1,000,000
	Advances other than Capital Advances		
	Security Deposits	642,226	679,455
	Income Tax Refund Receivable	26,469	26,469
	Other advances	101,000	901,000
	Less : Impairment in value of Assets	---	---
	<b>Total</b>	<b>769,695</b>	<b>2,606,924</b>
<b>5</b>	<b><u>Inventories</u></b>		
	Raw materials	2,155,470	7,435,290
	Work in progress	9,897,063	11,422,874
	Finished goods	10,202,833	7,243,834
	Packing Materials	101,619	73,229
	<b>Total</b>	<b>22,356,985</b>	<b>26,175,227</b>
	<b>Notes :</b>		
	1. Mode of Valuation: Inventories have been valued at Lower of cost or net realisable value.		
	2. Details of inventory of work in process :		
	<b>Particulars</b>	<b>As at 31st March 2019</b>	<b>As at 31st March 2018</b>
	Granuals	9,897,063	11,422,874



**NOTES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2019**

NOTE NO.	PARTICULARS	As at 31st March 2019 (Rs.)	As at 1st April 2018 (Rs.)
6	<b>Trade receivables</b> Secured Considerd Good Unsecured Considerd Good Trade Receivables-Significant increase in credit risk Trade receivables-Credit impaired	--- 20,474,294 --- --- 20,474,294 25,808	--- 22,450,256 --- --- 22,450,256 ---
	<b>Total</b>	<b>20,448,487</b>	<b>22,450,256</b>
7	Refer Note No. 38 for infromation about Credit Risk of trade receivable. <b>Cash and Cash Equivalents</b> Cash on hand Balances with Bank (i) In current accounts	15,297 33,450 <b>Total</b>	83,547 35,881 <b>119,428</b>
8	<b>Other current Financial Assets</b> Unsecured Considered Good Balance with government authorities VAT Refund Receivable  Prepaid Expenses Other Advances	91,446 <b>91,446</b> 111,946 93,826 <b>Total</b>	91,446 <b>91,446</b> 136,569 569,836 <b>797,850</b>
9	<b>Share Capital</b> <b>Equity Share Capital :</b> <b>Authorised :</b> 37,50,000 Equity Shares of Rs.10/-each <b>Issued Share capital</b> 35,00,000 Equity Shares of Rs.10/- each  <b>Subscribed and paid up :</b> 33,97,500 Equity shares of Rs.10/- each fully paid-up	37,500,000 35,000,000 35,000,000 33,975,000 <b>Total</b>	37,500,000 35,000,000 35,000,000 33,975,000 <b>33,975,000</b>

**Notes :** I Company has issued only one class of equity shares having a face value of Rs. 2/- per share. Each holder of such equity share is entitled to one vote per share. In the event of liquidation of the company the holders of equity shares will be entitled to receive remaining assets of the company. The distribution will be in proportion to the number of equity shares held by the share holders.  
II The Reconciliation of the number of shares and amount outstanding as at the year end is set as below:

Particulars	As at 31st March 2019		As at 1st April 2018	
	No. of equity shares	Amount	No. of equity shares	Amount
Equity shares at the beginning of the year	3,397,500	33,975,000	3,397,500	33,975,000
Add: Equity Shares issued during the year	---	---	---	---
Equity shares at the end of the year	3,397,500	33,975,000	3,397,500	33,975,000

**NOTES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2019**

- III The details of shareholders holding more than 5% of the equity shares of the Company as at year end are as below :

Name of Shareholder	As at 31st March 2019		As at 1st April 2018	
	Number of equity shares held	Percentage Holding	Number of equity shares held	Percentage Holding
Ashish Dahyabhai Panchal	1,797,518	52.97%	1,572,413	46.28%
Kantaben Dahyabhai Panchal	229,305	6.75%	229,300	6.75%
Rajesh Dahyabhai Panchal			220,200	6.48%

- IV During preceding 5 years, neither any shares have been allotted for consideration other than cash, bonus shares nor any shares have been bought back. Hence these details have not been given.

NOTE NO.	PARTICULARS	As at 31st March 2019 (Rs.)	As at 1st April 2018 (Rs.)
10	<b>Reserves and Surplus</b>		
	<b>General reserve</b>		
	Opening balance	677,000	677,000
	Closing balance	<b>677,000</b>	<b>677,000</b>
	<b>Retained Earnings</b>		
	Opening balance	10,878,083	8,693,684
	Add: Net profit after tax	1,106,045	2,156,870
	Add: Other Comprehensive Income	87,668	27,529
	<b>Total</b>	<b>12,071,795</b>	<b>10,878,083</b>
		<b>12,748,795</b>	<b>11,555,083</b>

**Nature and Purpose of Reserve :****General Reserve :**

The general reserve is used from time to time to transfer profits from retained earnings for appropriation purposes. As the general reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, items included in the general reserve will not be reclassified subsequently to profit or loss.

**Retained Earnings :**

The same is created out of profits over the years and shall be utilised as per the provisions of the Act.

11	<b>Borrowings</b>		
	<b>Non-current borrowings</b>		
	Secured Loan		
	From NBFC	4,27,277	862,271
	From Bank	1,93,770	484,442
	<b>Total</b>	<b>6,21,047</b>	<b>1,346,713</b>

- Notes :** 1) Car Loan from Kotak Mahindra Prime Limited of Rs. 20.00 lakhs is secured against hypothecation of car (Scoda), repayable in 60 months EMI of RS. 41,880/- each. The outstanding amount of loan as at March 31, 2019 is Rs. 8,65,850/- (as at March 31, 2018: Rs. 12,61,525/-).
- 2) Vehicle Loan from Yes Bank Limited of Rs. 8.75 lakhs is secured against hypothecation of Truck (Eicher), repayable in 36 months EMI of RS. 28,470/- each. The outstanding amount of loan as at March 31, 2019 is Rs. 1,12,402/- (as at March 31, 2018: Rs. 4,26,966/-).
- 3) Vehicle Loan from Yes Bank Limited of Rs. 5.50 lakhs is secured against hypothecation of Car (Baleno), repayable in 37 months EMI of RS. 16,889/- each. The outstanding amount of loan as at March 31, 2019 is Rs. 3,72,090/- (as at March 31, 2018: Rs. 5,36,173/-).



**NOTES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2019**

NOTE NO.	PARTICULARS	As at 31st March 2019 (Rs.)	As at 1st April 2018 (Rs.)
	<b>Current borrowings</b>		
	Loan repayable on demand		
	From Bank (Secured)	8,529,955	12,853,415
	<b>Total</b>	<b>8,529,955</b>	<b>12,853,415</b>

**Notes :**

Secured by hypothecation of inventories, Plant & Machineries and book debts and further secured by equitable mortgage of Factory Land & Factory Building and personal guarantee of promoter directors. The rate of interest is Base Rate+2.00%(floating).

Refer Note No. 38 for information about Market Risk of Current Borrowing.

<b>12</b>	<b>Non-current Provisions</b>		
	Provision for employee benefits :		
	Provision for gratuity	644,078	557,440
	<b>Total</b>	<b>644,078</b>	<b>557,440</b>
<b>13</b>	<b>Deferred Tax Liabilities</b>		
	The movement on the deferred tax account in as follow :		
	<b>A. The movement on the deferred tax account in as follow:</b>		
	At the start of the year	1,644,078	2,089,625
	Change/(credit) to Statement of Profit and Loss (Refer Note 26)	(40,558)	(456,884)
	Charge/(credit) to Other Comprehensive Income	14,077	11,337
	<b>At the end of year</b>	<b>1,617,597</b>	<b>1,644,078</b>
	<b>B. Component of Deferred tax liabilities / (assets)</b>		
	<b>Deferred Tax Liabilities/(assets) in relation to:</b>		
	Property, Plant and Equipment	1,751,913	1,792,891
	<b>Deferred Tax (Assets)</b>		
	Provisions	(159,730)	(160,150)
	Financial Assets - FVTOCI (Net)	1,592,183	1,632,741
		25,414	11,337
	<b>Total</b>	<b>1,617,597</b>	<b>1,644,078</b>
<b>14</b>	<b>Trade Payable</b>		
	Trade Payable		
	- Dues to Micro and Small Enterprises*	---	---
	- Dues to others	6,201,442	6,727,907
	<b>Total</b>	<b>6,201,442</b>	<b>6,727,907</b>
	* For Dues to Micro and Small Enterprises - Refer Note 33		
<b>15</b>	<b>Other current liabilities</b>		
	Current maturities of long term debt	729,296	877,951
	Other Payables	2,060,702	2,869,358
	Other current liabilities	825,339	753,363
	<b>Total</b>	<b>3,615,337</b>	<b>4,500,672</b>
<b>16</b>	<b>Current Provisions</b>		
	Provision for employee benefits	64,622	64,500
	<b>Total</b>	<b>64,622</b>	<b>64,500</b>
<b>17</b>	<b>Current Tax Liabilities (Net)</b>		
	Provision for Income tax (net of advance tax)	506,281	15,526
	<b>Total</b>	<b>506,281</b>	<b>15,526</b>

## NOTES FORMING PART OF STMTMENT OF PROFIT &amp; LOSS FOR THE YEAR ENDED ON 31ST MARCH 2019

NOTE NO.	PARTICULARS	2018-2019 (Rs.)	2017-2018 (Rs.)
<b>18</b>	<b><u>Revenue from Operations</u></b>		
	Sale of products	141,773,178	133,348,436
	Less :		
	Sales Return	290,174	42,453
	Trade Discount	2,037,557	1,588,587
	Rate Diiference	(9,486)	118,785
		139,454,933	131,598,611
	Other Operational Income	20,506	---
	<b>Total</b>	<b>139,475,439</b>	<b>131,598,611</b>
	<b><u>Breakup of Sales Items</u></b>		
	PVC Pipes	141,773,178	133,348,436
	<b>Total</b>	<b>141,773,178</b>	<b>133,348,436</b>
<b>19</b>	<b><u>Other Income</u></b>		
	Interest Income	44,234	241,020
	Other Income	14,033	119,473
	<b>Total</b>	<b>58,267</b>	<b>360,493</b>
<b>20</b>	<b><u>Cost of Material Consumed</u></b>		
	Opening stock	7,435,290	2,254,649
	Purchase	116,161,081	110,600,534
	Less : Closing stock	2,155,470	7,435,290
	<b>Total</b>	<b>121,440,901</b>	<b>105,419,893</b>
<b>21</b>	<b><u>Change in Inventories</u></b>		
	<u>Opening Stock</u>		
	Finished Goods	7,243,834	9,148,417
	Work in Process	11,422,874	14,485,087
		18,666,708	23,633,504
	<u>Less : Closing Stock</u>		
	Finished Goods	10,202,833	7,243,834
	Work in Process	9,897,063	11,422,874
		20,099,896	18,666,708
	<b>Total</b>	<b>(1,433,188)</b>	<b>4,966,796</b>
<b>22</b>	<b><u>Employee Benefits Expense</u></b>		
	Salary, Wages, Bonus & Allowances	4,646,576	4,626,282
	Contribution to provident and other funds	237,247	209,297
	Provision for Gratuity	176,846	168,921
	Staff welfare expenses	99,620	54,403
	<b>Total</b>	<b>5,160,289</b>	<b>5,058,903</b>
	<b>Notes :</b> Salary, Wages, Bonus & Allowances include director remuneration.		
<b>23</b>	<b><u>Finance Costs</u></b>		
	Interest on working capital loan	930,979	1,254,843
	Bank Charges / Bank Guarantee Charges	66,697	60,559
	Other borrowing costs	169,344	209,901
	<b>Total</b>	<b>1,167,020</b>	<b>1,525,303</b>

NOTES FORMING PART OF STTMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31ST MARCH 2019

NOTE NO.	PARTICULARS	2018-2019 (Rs.)	2017-2018 (Rs.)
24	<b>Other Expenses</b>		
	Manufacturing Expenses	420,702	343,781
	Rates and Taxes, excluding taxes on income	17,773	155,425
	Profesional, Legal & Registration fees	390,594	231,063
	Power Consumption & Fuel Expenses	4,951,738	4,878,755
	Repairs to Machinery	254,518	233,097
	Repairs to Other	113,965	56,245
	Payment to Auditors	75,000	75,000
	Vehicle Expenses	728,704	848,379
	Administrative, Selling & General Expenses	1,190,136	1,279,918
	Increase/(Decrease) in Excise Duty on Finished Goods	---	(1,016,491)
	Insurance	114,794	115,313
	Provision for expected credit loss on trade receivables	25,808	---
	<b>Total</b>	<b>8,283,732</b>	<b>7,200,485</b>
	<b>Note :</b>		
	(i) <b>Payment to Auditors (excluding taxes)</b>		
	<b>Particulars</b>	<b>2018-19</b>	<b>2017-18</b>
	i) For Statutory Audit Fees	75,000	75,000
	<b>Total Rs</b>	<b>75,000</b>	<b>75,000</b>
25	<b>Exceptional Items</b>		
	Capital Advances Written off, as non recoverable	800,000	---
	<b>Total</b>	<b>800,000</b>	<b>---</b>
26	<b>Tax Expenses</b>		
	<b>(a) Amounts recognised in Statement of Profit and Loss</b>		
	Current Income Tax	1,060,220	714,610
	Excess provision of Income Tax in respect of Earlier years	4,484	53,289
	<b>Deferred Income Tax Liability / (Asset), net</b>		
	Origination and reversal of temporary differences	(40,558)	(98,306)
	Reduction in Tax Rate	---	(358,578)
		<b>1,024,146</b>	<b>311,015</b>
	<b>(b) Reconciliation of Effective Tax Rate</b>		
	<b>Profit Before Tax</b>	2,930,190	2,467,885
	Tax using the Company's domestic tax rate		
	(Current year 26.00% and Previous Year 25.75%)	761,849	635,480
	<b>Non-Deductible Tax Expenses &amp; Others</b>	302,020	109,082
	<b>Tax on Exempt Income</b>	(3,649)	(29,953)
	Deferred Tax Liabilities / (Assets) provision	(40,558)	(456,884)
	<b>Total</b>	<b>1,019,662</b>	<b>257,726</b>
	<b>Effective Tax Rate %</b>	<b>34.80</b>	<b>10.44</b>
27	<b>Amounts recognised in Other Comprehensive Income</b>		
	<b>Items that will not be reclassified to profit or loss</b>		
	Remeasurements of the defined benefit plans	(94,352)	(5,162)
	Income Tax on above	24,532	---
	<b>Items that will be reclassified to profit or loss</b>		
	Fair valuation of Financial Assets	196,097	44,029
	Income Tax on above	(38,609)	(11,337)
	<b>Total</b>	<b>87,668</b>	<b>27,529</b>

### GENERAL NOTES FORMING THE PARTS OF ACCOUNTS

28 Corresponding figures for previous year presented have been regrouped, reclassified, where necessary, to confirm to the current period's classification.

29 Figures have been rounded off to nearest of rupee. Figures in brackets indicate negative values.

30 **Contingent Liability and Capital Commitments:**

**A Not provided for in the accounts**

Particulars	(Amount in Rs.)	
	2018-2019	2017-2018
Guarantee given to bank	56,000	56,000
Contracts remaining to be executed on capital account	NIL	NIL
Excise demands against the company not acknowledged as debts and not provided for as the same are disputed by the company in appeal.	8,79,562	8,79,562

**B Capital Commitment**

Estimated amount of contracts remaining to be executed on capital account and not provided (net of advances) of Rs. Nil (Previous year: as at 31st March, 2018 Rs. Nil).

31 Confirmations of certain parties for amounts due to them/amounts due from them as per accounts of the Company are not received. Allowances for doubtful debts, if any, in respect of above and the consequential adjustments, if any, arising out of reconciliation is unascertainable at this stage.

32 **Payments to Directors :**

Particulars	2018-2019	2017-2018
Salaries	1500,000	1,500,300
Allowances	19,200	19,200
<b>Total Rs :</b>	<b>15,19,200</b>	<b>15,19,500</b>

33 On the bases of the information available with the Company and intimations received from suppliers (Trade Payable and Other Payables), there are no dues payable as on 31st March, 2019 (31st March, 2018 : Nil) to Suppliers / Service providers covered under Micro, Small, Medium Enterprises Development Act, 2006. In view of this information required to be disclosed u/s. 22 of the said Act is not given.

34 **Particulars of Earnings Per Share :**

Earning per share computed in accordance with Indian Accounting Standard (Ind AS) - 33 as given below :

Particulars	2018-2019	2017-2018
Net Profit attributable to Share Holders	0,105,550	2,156,870
Number of Equity shares/Weighted Equity Shares	3,397,500	3,397,500
Nominal value of share	10	10
Earning per share	0.33	0.45

The Company does not have any outstanding dilutive potential equity shares. Consequently the basic and dilutive earning per share of the Company remain the same.

35 **Disclosures as required by Indian Accounting Standard 108 "Operating Segments" are given below.** The Company has only one segment which is "PVC Pipes" and primarily operates in domestic market. The Company's Managing Director, reviews the operating performance of the Company as a whole on a periodic basis. Therefore disclosure relating to segments is not applicable and accordingly not made.

36 **Related party Disclosure :-**

**Disclosures as required by Indian Accounting Standard 24 “Related Party Disclosures” are given below.**

**A Related Party**

**Non-Executive Directors**

Kantaben D. Panchal	-	Director
Rakeshbhai N. Panchal	-	Director
Dhwani J. Kansara	-	Director

**B Key Management Personnel**

Ashish D. Panchal	-	Managing Director
Rasik B Panchal	-	Chief Financial Officer (Upto 28th June, 2017)
Kalpesh N Kansara	-	Chief Financial Officer (W.e.f. 5th July, 2017)
Aayushi P. Soni	-	Company Secretary (W.e.f. 8th April, 2019)

**C Transactions with related parties**

SN	NATURE OF TRANSACTIONS	RELATED PARTIES		Key Management Personal	
		2018-19	2017-18	2018-19	2017-18
A	Remuneration / Salary Paid	---	---	1,810,852	1,764,385
	Perquisites	---	---	19,200	19,200
B	Outstanding Balance	---	---	---	---
a	Due From	---	---	---	---
b	Due To	---	---	106,500	106,500

**D Material Transactions with related parties**

SN	NAME OF RELATED PARTY / KMP	Nature of Transaction	2018-2019	2017-2018
1	Ashish D Panchal	Remuneration to Managing Director	1,519,200	1,519,200
2	Kalpesh N Kansara (w.e.f.05.07.2017)	Remuneration to CFO	310,852	219,085
3	Rasik B Panchal (upto 28.06.2017)	Remuneration to CFO	---	45,300
<b>Total</b>			<b>1,830,052</b>	<b>1,783,585</b>

37 **Disclosures pursuant to Indian Accounting Standard -19 “ Employee Benefits”:**

**A Defined Contribution Plan :**

The company has recognised as an expense in the profit and loss account in respect of defined contribution plan – Provident Fund of Rs.2,37,247/- (Previous year Rs.2,09,297/-) administered by the Government.

**B Defined benefit plan and long term employment benefit**

**General Description :**

**- Gratuity (Defined Benefit Plan) :**

The company has obtained report from Actuary for Gratuity liability.

**- Leave Wages :**

The leave wages are payable to all eligible employees at the rate of daily salary/wages for each day of accumulated leave and are paid during the financial year itself. Therefore no liability is accrued at the end of the financial year for leave benefits as per practice followed by the company year to year.

Details of the gratuity plan (non-funded) as per the report of Actuary as on 31st March 2019 are as under:

			Rs. Year ended March 31, 2019 Gratuity (Non-Funded)	Rs. Year ended March 31, 2018 Gratuity (Non-Funded)
<b>A. (Income)/ Expenses recognized in the Profit &amp; Loss Account statement :</b>				
(i) Current service cost			132,030	133,336
Interest on obligation			44,816	34,340
Expected return on plan assets			Nil	Nil
Past service cost			---	1,245
Net actuarial (gain)/ loss recognized during the year			94,352	5,162
Total amount included in employee's benefit expenses'			271,198	174,083
(ii) <b>Net Asset / (liability) recognized in the Balance Sheet</b>				
Present value of funded obligations			Nil	Nil
Fair value of the plan assets			Nil	Nil
Present value of unfunded obligation			708,700	621,940
Net asset / (liabilities) recognized in the Balance Sheet			708,700	621,940
(iii) <b>Change in the defined benefit obligation</b>				
Opening defined benefit obligations			621,940	508,257
Current service cost			132,030	133,336
Interest cost			44,816	34,340
Actuarial losses / (gain)			94,352	5,162
Current service cost			---	1,245
Benefits paid			(184,438)	(60,400)
Closing defined benefit obligation			708,700	621,940
(iv) <b>Change in the fair value of plan asset</b>				
Opening fair value of plan assets			Nil	Nil
Expected return on plan assets			Nil	Nil
Actuarial gains/ (losses)			Nil	Nil
Contributions by employer			Nil	Nil
Benefits paid			Nil	Nil
Closing fair value of plan assets			Nil	Nil
(v) <b>Movement in the liability recognized in the Balance Sheet</b>				
Opening net liability			621,940	508,257
Expenses as above (P & L) charges			176,846	168,921
Actuarial losses / (gain)			94,352	5,162
Contribution paid			(184,438)	(60,400)
Asset / (liability) recognized In the Balance Sheet			708,700	621,940
<b>B. Principal actuarial assumptions :</b>				
Discount rate (p.a.)			7.50%	7.60%
Expected return on Plan Assets			0.00%	0.00%
Annual Increase in salary costs (p.a.)			6.00%	6.00%
<b>C. Sensitivity Analysis :</b>				
	<b>Increase</b>	<b>Decrease</b>	<b>Increase</b>	<b>Decrease</b>
Discount Rate (0.5% Movement)	(685,828)	733,040	(602,298)	642,809
Salary Growth Rate (0.5% Movement)	733,250	(685,411)	643,019	(601,917)
Withdrawal Rate (10% Movement)	709,644	(707,208)	623,990	(619,389)

**38 FINANCIAL INSTRUMENTS – FAIR VALUES AND RISK MANAGEMENT**

**A Accounting classification and Fair Values**

The following table shows the carrying amounts and Fair Values of Financial Assets and Financial Liabilities, including their levels in the Fair Value hierarchy. It does not include Fair Value information for Financial Assets and Financial Liabilities not measured at Fair Value if the carrying amount is a reasonable approximation of Fair Value.

**Amount Rs.**

March 31, 2019	Carrying Amount				Fair Value	
	Fair Value through Profit and Loss	Fair Value through OCI	Amortised Cost	Total	Level 1	Level 2
<b>Financial Assets measured at amortised Cost :-</b>						
Non-current Investments	---	4,062,369	---	4,062,369	4,062,369	
Trade Receivables	---	---	20,448,487	20,448,487	---	---
Cash and cash equivalents	---	---	---	48,747	---	---
Non current Financial Assets - Others						
Non-current	---	---	226,707	226,707	---	---
Current	---	---	297,218	297,218	---	---
<b>Total Financial Assets</b>	---	4,062,369	20,972,412	25,083,527	---	---
<b>Financial Liability measured at amortised Cost :-</b>						
Borrowings						
Non-current	---	---	621,047	621,047	---	---
Current	---	---	8,529,955	8,529,955	---	---
Trade Payables	---	---	6,201,442	6,201,442	---	---
<b>Total Financial Liabilities</b>	---	---	15,352,444	15,352,444	---	---
<b>March 31, 2018</b>						
<b>Financial Assets measured at amortised Cost :-</b>						
Non-current Investments	---	3,352,237	3,352,237	3,352,237	---	---
Trade Receivables	---	---	22,450,256	22,450,256	---	---
Cash and cash equivalents	---	---	---	119,428		
Non current Financial Assets - Others						
Non-current	---	---	294,646	294,646	---	---
Current	---	---	797,850	797,850	---	---
<b>Total Financial Assets</b>	---	3,352,237	23,542,752	27,014,417	---	---
<b>Financial Liability measured at amortised Cost :-</b>						
Borrowings						
Non-current	---	---	1,346,713	1,346,713	---	---
Current	---	---	12,853,415	12,853,415	---	---
Trade Payables	---	---	6,727,907	6,727,907	---	---
<b>Total Financial Liabilities</b>	---	---	20,928,034	20,928,034	---	---



“(1) Fair Value of financial Assets and Liabilities are measured at Amortized cost is not materially different from the Amortized cost. Further, the impact of time value of money is not Significant for the financial instrument classified as current. Accordingly fair value has not been disclosed separately.”

**Types of inputs are as under:**

Input Level I : (Directly Observable) which includes quoted prices in active markets for identical assets such as quoted price for an Equity Security on Security Exchanges

Input Level II : (Indirectly Observable) which includes prices in active markets for similar assets such as quoted price for similar assets in active markets, valuation multiple derived from prices in observed transactions involving similar businesses etc.

Input Level III : (Unobservable) which includes management's own assumptions for arriving at a fair value such as projected cash flows used to value a business etc.

The following tables show the valuation techniques used in measuring Level 2 and Level 3 fair values, as well as the significant unobservable inputs used.

**Financial instruments measured at fair value**

**Type Valuation technique**

Equity Valuation Based on exchange rates listed on NSE/BSE stock exchange

**B Financial Risk Management :-**

The Company has exposure to the following risks arising from financial instruments:

- Credit Risk ;
- Liquidity Risk ; and
- Market Risk
  - Interest Rate Risk
  - Equity Risk

**Risk Management framework**

The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company manages market risk through a treasury department, which evaluates and exercises independent control over the entire process of market risk management. The treasury department recommends risk management objectives and policies, which are approved by Board of Directors. The activities of this department include management of cash resources, borrowing strategies, and ensuring compliance with market risk limits and policies.

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

The Audit Committee oversees how management monitors compliance with the Company's Risk Management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

**i Credit Risk**

Credit Risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers, investments in debt securities and loans.

Credit Risk also arises from cash held with banks, credit exposure to clients, loans and advances given. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The company assesses the credit quality of counter parties taking into account their financial position, past experience and other factors.

#### Other Financial Assets

The Company maintains its Cash and Cash equivalents and Bank deposits with banks having good reputation, good past track record and high quality credit rating and also reviews their credit-worthiness on an on-going basis.

#### Trade Receivables

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry has an influence on credit risk assessment. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business.

The maximum exposure to Credit Risk for Trade Receivables by geographic region was as follows:

Particulars	31st March, 2019	1st April, 2018
Domestic	20,448,487	22,450,256
Outside India	---	---
<b>Total</b>	<b>20,448,487</b>	<b>22,450,256</b>

Summary of the Company's exposure to credit risk by age of the outstanding from various customers is as follows :

Particulars	31st March, 2019	1st April, 2018
Neither Due nor impaired	16,340,376	
Past Due 1 - 90 Days	5,618,363	3,269,305
Past Due 91 - 180 Days	85,959	1,689,687
More than 180 Days	258,077	1,150,888
<b>Total</b>	<b>20,474,294</b>	<b>22,450,256</b>

The Company measures the expected credit loss of trade receivables and loan from individual customers based on historical trend, industry practices and the business environment in which the entity operates. Loss rates are based on actual credit loss experience and past trends. Based on the historical data, as per management perceptions, there is no loss on collection of receivable on reporting date and hence Provision for 10% of Trade Receivable due more than 180 Days has been made as Expected Credit loss.

#### ii Liquidity Risk

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

#### Exposure to Liquidity Risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

Non Derivative Financial Liabilities	Contractual Cash Flows	
	Carrying Amount 31st March, 2019	Carrying Amount 31st March, 2018
Rupee term loans from Bank	484,492	963,139
Rupee term loans from NBFC	865,850	1,261,525
Working capital loans from Bank	8,529,955	12,853,415
Trade and Other Payables	6,201,442	6,727,907
Total Rs :	16,081,739	21,805,985

### iii Market Risk

Market Risk is the risk that changes in market prices – such as interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. We are exposed to market risk primarily related to interest rate risk. Thus, our exposure to market risk is a function of borrowing activities. The objective of market risk management is to avoid excessive exposure in our borrowing and costs.

#### a) Interest Rate Risk

Interest Rate Risk is the risk that the fair value or future Cash Flows of a financial instrument will fluctuate because of changes in market interest rates.

#### Exposure to Interest Rate Risk

The Company's Interest Rate Risk arises from borrowings obligations. Borrowings exposes to fair value interest rate risk. The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows:-

Variable Rate Instruments	Contractual Cash Flows	
	Carrying Amount 31st March, 2019	Carrying Amount 31st March, 2018
Working capital loans from Bank	8,529,955	12,853,415
Total Rs :	8,529,955	12,853,415

#### Cash Flow Sensitivity Analysis For Variable-Rate Instruments

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency exchange rates, remain constant.

Working capital loans from Bank	Profit or Loss		Equity, Net of Tax	
	100 bp Increase	100 bp Decrease	100 bp Increase	100 bp Decrease
As at 31st March, 2018	(85,300)	85,300	(63,335)	63,335
As at 31st March, 2019	(128,534)	128,534.15	(95,437)	95,437

### b) Equity Risk

Company does not have any investments in equity. Hence Company is not exposed to such risk.

### 39 Capital Management

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

The Company monitors capital using a ratio of 'adjusted net debt' to 'adjusted equity'. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing loans and borrowings, less cash and cash equivalents. Adjusted equity comprises all components of equity.



## ASHISH POLYPLAST LIMITED

Particulars	As at 31st March, 2019	As at 31st March, 2018
Total Interest bearing Liabilities	9,880,298	15,078,079
Less : Cash and Cash Equivalents	48,747	119,428
Adjusted Net Debt	9,831,551	14,958,651
Total Equity	46,723,795	45,530,083
Adjusted Equity	46,723,795	45,530,083
<b>Adjusted net debt to adjusted equity</b>	<b>0.21</b>	<b>0.33</b>

**40 Details of Loan given, Investment made and Guarantee given covered u/s 186(4) of the Companies Act.**

The Company has not given any loan, has not made any investment or not given any guarantee which covered under section 186(4) of the Companies Act.

Signature to significant accounting policies and notes 1 to 40 to the financial statements.

**For, M. M. Thakkar & Co.**

Chartered Accountants

Firm Registration No.110905W

**For and on behalf of the Board of Directors**

**D.M.THAKKAR**

Partner

Membership No.103762

**Ashish D. Panchal**

Managing Director

Din : 00598209

**Kantaben D. Panchal**

Director

Din : 00598256

**Kalpesh N. Kansara**

CFO

**Aayushi P. Soni**

Company Secretary

Place : Ahmedabad

Date : 21st May, 2019

Place : Ahmedabad

Date : 21st May, 2019

## 25th ANNUAL REPORT

**ASHISH POLYPLAST LIMITED.****ATTENDANCE SLIP**

CIN No. : L17110GJ1994PLC021391

A/305, Samudra Complex, Near Hotel Klassic Gold, Off C.G. Road, Ahmedabad - 380 006.

Phone : 26445495, 26426758. 26445090

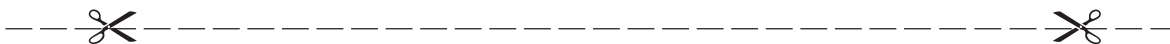
E-mail : ashishpolyplast@gmail.com • Website : www.ashishpolyplast.com

<b>Name of the Member(s) :</b>		
<b>Address :</b>		
<b>Email-Id :</b>		
<b>Folio No. / Client ID :</b>		<b>DP ID :</b>

I hereby record my presence at the **TWENTY FIFTH ANNUAL GENERAL MEETING** of the company held on Wednesday 26th August, 2019, at 10:00 A.M. at THE PRESIDENT A BOUTIQUE HOTEL, Opp. Municipal Market, Off. C.G. Road, Ahmedabad-380009.

Signature of Shareholder / Porxy\*

PLEASE BRING THIS A ATTENDANCE SLIP TO THE MEETING AND HAND OVER AT THE ENTRANCE DULY FILLED IN

**ASHISH POLYPLAST LIMITED.****FORM OF PROXY**

CIN No. : L17110GJ1994PLC021391

A/305, Samudra Complex, Near Hotel Klassic Gold, Off C.G. Road, Ahmedabad - 380 006.

Phone : 26445495, 26426758. 26445090

E-mail : ashishpolyplast@gmail.com • Website : www.ashishpolyplast.com

<b>Name of the Member(s) :</b>		
<b>Address :</b>		
<b>Email-Id :</b>		
<b>Folio No. / Client ID :</b>		<b>DP ID :</b>

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

1. Name \_\_\_\_\_ Address \_\_\_\_\_  
E-mail Id : \_\_\_\_\_ or failing hin;
2. Name \_\_\_\_\_ Address \_\_\_\_\_  
E-mail Id : \_\_\_\_\_ or failing hin;
3. Name \_\_\_\_\_ Address \_\_\_\_\_  
E-mail Id : \_\_\_\_\_ or failing hin;

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **TWENTY FIFTH ANNUAL GENERAL MEETING** of the company, to be held on Monday 26th August, 2019, at 10:00 A.M. at THE PRESIDENT A BOUTIQUE HOTEL, Opp. Municipal Market, Off. C.G. Road, Ahmedabad-380009. and at any adjoumment thereof in respect of such resolutions as are indicated below.

P.T.O.



----- ✂ ----- ✂ -----

Resolution No.	Resolutions	Original	
		For	Against
1.	Adoption of audited Balance Sheet as at March 31, 2019, and the Statement of Profit and Loss for the year ended on that date, together with the Reports of the Board of Directors and the Auditors thereon.		
2.	Re-Appointment of Mr. Ashish Panchal, liable to retire by rotation and being eligible, offers himself for re-appointment.		
3.	Ratification of Auditor of the Comapy.		

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2019.

Affix  
Revenue  
Stamp of note  
less than  
15 Paisa here

Signature of Shareholder : \_\_\_\_\_

Signature of Proxy holder(s) : (1) \_\_\_\_\_ (2) \_\_\_\_\_ (3) \_\_\_\_\_

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

# ASHISH POLYPLAST LIMITED

BOOK-POST

To,



*If Undelivered Please Return to :*

## ASHISH POLYPLAST LIMITED

**REGD. OFFICE :**

A/305, Samudra Complex, Near Hotel Klassic Gold,  
Off C.G. Road, Ellisbridge, Ahmedabad - 380 006.

**Phone : 079-26445495, 26445090**

**E-mail : ashishpolyplast@gmail.com • Website : [www.ashishpolyplast.com](http://www.ashishpolyplast.com)**

1300-8-2019 • R-K-[M] : 98253 98715