



**Pradip J. Shah**  
M.Com., LL.B., F.C.A., DISA.

**PRADIP J. SHAH & CO.**  
**CHARTERED ACCOUNTANTS**

2nd floor, 222, Unique Trade Center,  
Opp. Hotel P. M. Regency, Sayajigunj,  
VADODARA 390 005.  
Tel No. (0265) 2361119 (M) 98255 59725  
E-mail: pj.shah@yahoo.com

**INDEPENDENT AUDITOR'S REPORT**

**To the Members of**  
**BANCO GASKETS (INDIA) LIMITED,**  
**Vadodara.**

**Report on the Standalone Ind AS financial Statements**

We have audited the accompanying standalone Ind AS financial statements of **BANCO GASKETS (INDIA) LIMITED**, ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss (including other comprehensive income), the cash flow statement and the Statement of Changes in Equity for the year then ended and a summary of the significant accounting policies and other explanatory information.

**Management's Responsibility for the Standalone Ind AS financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), cash flows and changes in equity of the Company in accordance with the Accounting Principles generally accepted in India, including the Accounting Standards Ind AS) specified under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

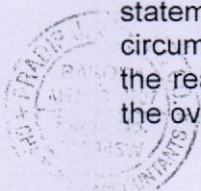
**Auditors' Responsibility**

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

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

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

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





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

### Opinion

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

### Other Matters

The comparative financial information of the Company for the year ended 31st March, 2017 and the transition date opening Balance Sheet as at 1st April, 2016 included in these standalone Ind AS financial statements, are based on the statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by other auditors whose report for the year ended 31st March, 2017 and 31st March, 2016 dated 28th April, 2017 and 7th May, 2016 respectively expressed an unmodified opinion on those standalone financial statements, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been audited by us.

Our opinion on the standalone Ind AS financial statements and our report on Other Legal and Regulatory Requirements below is not modified in respect of these matters.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section 11 of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet and Statement of Profit and Loss (including other comprehensive income), cash flows statement and statement of changes in equity dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standard) (Amendment) Rules, 2016.
  - (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2018 and taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2018 from being appointed as a director in terms of section 164(2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".
  - (g) 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 as amended by the Companies (Audit and Auditors) Rules 2017, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone Ind AS financial statements – Refer Note No. 28 to the standalone Ind AS financial statements.
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

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



For Pradip J. Shah & Co.  
Chartered Accountants  
Firm Regn. No.112845W

(P. J. Shah)  
Proprietor

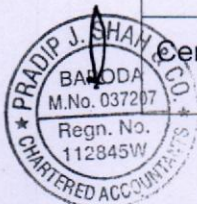
Membership No. 037207.



**ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT**  
**(Referred to in Paragraph 1 under heading 'Report on Other Legal and Regulatory Requirements' of the Independent Auditors' Report of even date)**

- 1(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property Plant and Equipment (fixed assets);
- 1(b) The Property Plant and Equipment are physically verified by the management according to a phased programme designed to cover all the items over a period of three years which, in our opinion, is reasonable having regard to the size of the Company and nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the management during the year and no material discrepancies were noticed on such verification.
- 1(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deed of immovable properties are held in the name of the Company.
- 2 Inventories, other than materials in transit, were physically verified by the management at reasonable intervals. The discrepancies noticed on verification between physical stock and book record were not material in relation to the operations of the company and the same have been properly dealt with in the books of account.
- 3 In our opinion and according to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to Companies, Firms, Limited Liability Partnership or any other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence, clause 3(a), 3(b) and 3(c) are not applicable for the year.
4. In our opinion and according to the information and explanations given to us, no investment is made or loans or guarantees or security is given as per provision of section 185 and 186 of the Act.
5. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits during the year from public, within the meaning of the provisions of section 73 to 76 and the rules framed there under.
6. We have broadly reviewed the books of account maintained by the Company pursuant to the order of the Central Government for maintenance of cost records under sub section (1) of section 148 of the Companies Act, 2013 and are of the opinion that prima facie the prescribed records have been made and maintained. However, we have not made a detailed examination of records.
- 7(a) In our opinion and according to the information and explanations given to us, the Company has been regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, custom duty, excise-duty, value added tax, GST, cess and other statutory dues applicable to it. Further, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales-tax, service tax, custom duty, excise-duty, value added tax, cess and other statutory dues were in arrears, as at 31<sup>st</sup> March, 2018 for a period of more than six months from the date they became payable;
- 7(b) According to the information and explanations given to us, the following are the particulars of duty of excise, customs, service tax sales tax and income tax as at 31<sup>st</sup> March, 2018 which has not been deposited on account of dispute.

Name of the Statute	Nature of the disputed dues	Amount (Rs. in Lacs)	Period to which the amount relates	Forum where disputes are pending
Central Excise Act, 1944	Excise Duty	90.07	F.Y. 2004-05 to F.Y. 2009-10	CESTAT, Ahmedabad





Finance Act, 1994	Service Tax	47.03	From Oct., 2005 to June, 2017	Commissioner (Appeals),
Customs Act, 1962	Customs Duty	2.20	F.Y. 2014-15	CESTAT, Mumbai
Sales Tax	VAT & CST	0.38	F.Y. 2012-13	GVAT Tribunal
		8.36	F.Y. 2013-14	Commissioner (Appeals)

8. In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to banks. The Company did not have any loans or borrowings from any financial institution, government or debenture holders during the year.
9. In our opinion, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year.
10. In our opinion and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. In our opinion and according to the information and explanations given to us, the Company has paid/provided for managerial remuneration, in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V of the Act.
12. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company.
13. In our opinion and according to the information and explanations given to us and based on our examination of the records of the Company, all transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and the details have been disclosed in the Ind AS financial statements as required by the applicable accounting standards.
14. According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
15. In our opinion and according to the information and explanations given to us, the company has not entered into any non cash transactions with directors or person connected with directors.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

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



For Pradip J. Shah & Co.  
Chartered Accountants  
Firm Regn No. 112845W

(P. J. Shah)  
Proprietor

Membership No. 037207.





Pradip J. Shah  
M.Com., LL.B., F.C.A., DISA.

**PRADIP J. SHAH & CO.**  
**CHARTERED ACCOUNTANTS**

2nd floor, 222, Unique Trade Center,  
Opp. Hotel P. M. Regency, Sayajigunj,  
VADODARA 390 005.  
Tel No. (0265) 2361119 (M) 98255 59725  
E-mail: pj.shah@yahoo.com

**ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE IND AS FINANCIAL STATEMENTS OF BANCO GASKETS (INDIA).LTD.**

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 Banco Gaskets (India) Limited ("the Company") as of 31 March 2018 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

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

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

**Auditors' Responsibility**

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

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

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

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

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that :

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 standalone Ind AS 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 standalone Ind AS financial statements.

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

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

#### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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



For Pradip J. Shah & Co.  
Chartered Accountants  
Firm Regn No.112845W

(P. J. Shah)  
Proprietor  
Membership No. 037207.



**BANCO GASKETS (INDIA) LIMITED**  
**Balance Sheet As at 31st March 2018**

Particulars	Notes	Rs. In lakhs		
		As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, Plant and Equipments	3	2,275.42	2,443.36	2,509.58
Capital Work-in -progress			-	
Other Intangible Assets	3	3.05	17.26	21.62
<b>Financial Assets</b>				
Other financial Assets	4	0.69	0.69	0.69
Other non-current Assets	5	36.38	79.54	74.94
		<b>2,315.54</b>	<b>2,540.85</b>	<b>2,606.83</b>
<b>Current Assets</b>				
Inventories	6	3,108.41	2,658.67	2,507.28
<b>Financial Assets</b>				
Trade receivables	7	2,656.42	2,434.22	2,243.76
Cash and cash equivalents	8	1,296.59	618.25	195.24
Other financial Assets	9	36.17	18.23	2.71
Other current Assets	10	237.46	275.31	185.15
		<b>7,335.05</b>	<b>6,004.68</b>	<b>5,134.14</b>
<b>Total Assets</b>		<b>9,650.59</b>	<b>8,545.53</b>	<b>7,740.97</b>
<b>EQUITY AND LIABILITES</b>				
<b>Equity</b>				
Equity Share Capital	11	3,500.00	3,500.00	3,500.00
Other Equity	12	3,458.58	3,143.88	2,468.61
<b>LIABILITIES</b>				
<b>Non Current Liabilities</b>				
Provisions	13	167.80	153.45	131.07
Deferred tax Liabilities (Net)	14	168.21	186.71	208.67
		<b>7,294.59</b>	<b>6,984.04</b>	<b>6,308.35</b>
<b>Current Liabilities</b>				
<b>Financial Liabilities</b>				
Borrowings	15	59.32	7.59	155.81
Trade payables	16	1,541.06	850.68	654.79
Other Financial Liabilities	17	90.67	94.28	74.76
Other Current Liabilities	18	647.06	592.64	534.46
Provisions	19	17.89	16.30	12.80
		<b>2,356.00</b>	<b>1,561.49</b>	<b>1,432.62</b>
<b>Total Equity &amp; Liabilities</b>		<b>9,650.59</b>	<b>8,545.53</b>	<b>7,740.97</b>

As per our report of even date attached

**Pradip J Shah & Co.**  
Chartered Accountants  
Firm's Registration No. 112845W

**Pradip J Shah**  
Proprietor  
Membership No. 037207



Place : Vadodara  
Date :- 29/05/2018

For Banco Gaskets (India) Limited

Sudhir Sabloke  
Whole Time Director  
DIN 07639480

Manisha Phadke  
Director  
DIN 07036862

Place : Vadodara  
Date :- 29/05/2018

Y J Shah  
Director  
DIN 03630614

Dinesh Patil  
Chief Financial Officer

Dinesh Kavthekar  
Company Secretary





**BANCO GASKETS (INDIA) LIMITED**

Statement of profit and loss for the Year ended on 31st March 2018

Particulars	Notes	Rs. In lakhs	
		Year 2017-2018	Year 2016-2017
Revenue from operations	20	13,574.87	13,297.78
Other income	21	112.75	37.71
<b>Total Income</b>		<b>13,687.62</b>	<b>13,335.50</b>
<b>Expenses</b>			
Cost of materials consumed	22	7,340.94	6,639.73
Changes in inventories of finished goods and work-in-progress.	23	(191.70)	(18.50)
Employee benefit expenses	24	880.02	812.63
Finance costs	25	12.17	22.14
Depreciation/amortisation expenses	3	370.79	344.73
Excise Duty		348.87	1,488.05
Other expenses	26	3,158.88	3,106.87
<b>Total Expenses</b>		<b>11,919.97</b>	<b>12,395.65</b>
<b>Profit/ (Loss) before exceptional items and tax</b>		<b>1,767.65</b>	<b>939.84</b>
Exceptional items		-	-
<b>Profit/ (Loss) after exceptional items and tax</b>		<b>1,767.65</b>	<b>939.84</b>
<b>Tax expense:</b>			
Current tax		630.73	275.86
Deferred tax		(25.80)	(18.52)
<b>Total Tax Expenses</b>		<b>604.93</b>	<b>257.34</b>
<b>Profit for the year from continuing operations</b>		<b>1,162.72</b>	<b>682.50</b>
<b>Other Comprehensive Income</b>			
Items that will not be reclassified to Profit or Loss			
Remeasurement of Defined Employee Benefit Plans		1.53	(10.40)
Income tax expenses on remeasurement of defined employee benefits plans		(0.54)	3.43
<b>Total Other Comprehensive Income</b>		<b>0.99</b>	<b>(6.97)</b>
<b>Total Other Comprehensive Income</b>		<b>1,163.71</b>	<b>675.53</b>
<b>Earning per equity share (for Continuing operations):</b>	27		
Basic in Rs.		3.32	1.95
Dilluted in Rs.		3.32	1.95

As per our report of even date attached

**Pradip J Shah & Co.**  
Chartered Accountants  
Firm's Registration No. 112845W

**Pradip J Shah**  
Proprietor  
Membership No. 037207



For Banco Gaskets (India) Limited

*Sushir Sabloke*  
Sushir Sabloke  
Whole Time Director  
DIN 07639480

*Manisha Phadke*  
Manisha Phadke  
Director  
DIN 07036862

*Dinesh Kavthekar*  
Dinesh Kavthekar  
Company Secretary

*Y J Shah*  
Y J Shah  
Director  
DIN 03630614

*Dinesh Patil*  
Dinesh Patil  
Chief Financial Officer

Place : Vadodara  
Date :- 29/05/2018

Place : Vadodara  
Date :- 29/05/2018





**Banco Gaskets (India) Limited**  
**Cash Flow Statement for the year ended on 31st March 2018**

	Rs. In lakhs	
	For the Year ended on 31st March 2018 Rs. In lakhs	For the Year ended on 31st March 2017 Rs. In lakhs
<b>Cash flow from operating activities</b>		
Net profit/(loss) before tax	1,767.65	939.84
Adjustments for non cash items required to be disclosed separately:		
Depreciation	370.79	344.73
Unrealised foreign exchange (gain)/loss (Net)	1.72	8.46
Finance costs	12.17	11.59
Interest Income	(82.18)	(36.91)
Remeasurement of Defined Employee Benefit Plans		(10.40)
(Profit) / Loss on sale of Property, Plant and Equipment	(1.64)	1.60
<b>Operating profit before working capital changes</b>	<b>2,068.51</b>	<b>1,258.92</b>
Adjustments for		
(Increase)/decrease in inventories	(449.75)	(151.38)
(Increase)/decrease in trade receivables	(224.83)	(203.35)
(Increase)/decrease in other financial Assets	0.09	(0.83)
(Increase)/decrease in other non-current Assets	17.25	(7.84)
(Increase)/decrease in Other current Assets	(6.33)	(2.27)
Increase/(decrease) in Trade Payable	691.29	200.34
Increase/(decrease) in Other Financial Liabilities (current)	(3.61)	
Increase/(decrease) in Other Current Liabilities	54.42	77.71
Increase/(decrease) in Provisions	15.94	25.88
Cash generated from operations	<b>2,162.99</b>	<b>1,197.16</b>
Income Tax Paid	(586.54)	(363.98)
<b>Net cash flow from operating activities (A)</b>	<b>1,576.44</b>	<b>833.17</b>
<b>Cash flow from investing activities</b>		
Purchase of property, plant and equipment and capital advances	(162.27)	(274.01)
Sale of property, plant and equipment	2.93	1.45
Interest Income	64.16	22.22
<b>Net cash used in investing activities (B)</b>	<b>(95.18)</b>	<b>(250.35)</b>
<b>Cash flow from financing activities</b>		
Finance costs	(12.17)	(11.59)
Proceed (repayment) from short-term borrowings	51.74	(148.22)
Dividend and Dividend Tax paid	(842.50)	
<b>Net cash cash used in financing activities (C)</b>	<b>(802.93)</b>	<b>(159.82)</b>
Net increase/(decrease) in cash and cash equivalents (A+B+C)	678.34	423.01
Cash and cash equivalents at the beginning of the year	618.25	195.24
<b>Cash and cash equivalents at the end of the year</b>	<b>1,296.59</b>	<b>618.25</b>
<b>Components of cash and cash equivalents</b>		
Cash on hand*	1.40	2.86
With banks in Current Accounts	1,295.19	615.39
<b>cash and cash equivalents</b>	<b>1,296.59</b>	<b>618.25</b>

\* includes unrealised foreign exchange (gain)/loss on foreign currency

The above cash flow statement has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard-(Ind AS-7) - Statement of Cash Flow

Previous year figures have been regrouped wherever considered necessary.

As per our report of even date attached

**Pradip J Shah & Co.**  
 Chartered Accountants  
 Firm's Registration No. 112845W

**Pradip J Shah**  
 Proprietor  
 Membership No. 037207



For Banco Gaskets (India) Limited

*Sudhir Sabloke*  
 Sudhir Sabloke  
 Whole Time Director  
 DIN 07639480

*Manisha Phadke*  
 Manisha Phadke  
 Director  
 DIN 07036862

*Dinesh Kavihekar*  
 Dinesh Kavihekar  
 Company Secretary

*Y J Shah*

Y J Shah  
 Director  
 DIN 03630614

*Dinesh Patil*  
 Dinesh Patil  
 Chief Financial Officer



Place : Vadodara  
 Date :- 29/05/2018

Place : Vadodara  
 Date :- 29/05/2018



**Note 1: Corporate Information**

Banco Gaskets (India) Limited is a Public limited company domiciled in India and incorporated under the Indian Companies Act, 1956. The Company is engaged in manufacturing and selling of gaskets used for automotive industries. The company caters to both domestic and international market. The Registered Office of the Company is located at Bil, Near Bhaili Railway Station, Padra Road, Dist. Vadodara, 391410.

**Note 2: Significant Accounting Policies**

**2.1 Basis of preparation of financial statements**

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Act to be read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies ( Indian Accounting Standards) Amendment Rules, 2016. The Company's Financial Statements for the year ended 31<sup>st</sup> March, 2018 comprises of the Balance Sheet, Statement of Profit and Loss, Cash Flow Statement, Statement of Changes in Equity and the Notes to Financial Statements.

For all periods up to and including the year ended 31 March 2017, the Company prepared its financial statements in accordance with Indian GAAP, including accounting standards specified under section 133 of the Companies Act, 2013 read with rule 7 of Companies (Accounts) Rules, 2015. The financial statements for the year ended 31st March 2018 are the first Financial Statements of the Company prepared in accordance with Ind AS based on the permissible options and exemptions available to the Company in terms of Ind AS 101 "First time adoption of Indian Accounting Standards" in Note No. 38.

Reconciliations and descriptions of the effect of the transition have been summarized in Note No. 38.1

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The financial statements have been prepared on a historical cost convention on the accrual basis except for certain financial Assets and liabilities that are measured at fair value at the end of each reporting period set out below. The Accounting Policy has been applied consistently over all the periods reported in these Financial Statements.

**2.2 Significant Accounting Judgments, Estimates and Assumptions**

In preparing these financial statements, management has made judgments, estimates and assumptions that affect the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Any change in these estimates and assumptions will generally be reflected in the financial statements in current period or prospectively, unless they are required to be treated retrospectively under relevant accounting standards.





### 2.3 Classification of Current/Non Current Assets and Liabilities

All assets and liabilities are presented as Current or Non Current as per the Company's normal operating cycle and the other criteria set out in Schedule III of the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization, the Company has ascertained its operating cycle as 12 months for the purpose of Current/Non Current classification of assets/liabilities.

### 2.4 Property, Plant and Equipment

Property, Plant and Equipment were carried on historical cost in the balance sheet as on 31 March 2016 prepared in accordance with Indian GAAP. The Company has elected to regard those values as deemed cost at the date of the transition i.e 1st April, 2016 as permitted under Ind AS 101.

Property, Plant and Equipment is stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Cost comprises of the purchase price net of Cenvat, Service Tax, Value Added Tax , Goods and Service Tax and any attributable cost of bringing the assets to its working condition for its intended use, including the cost of replacing parts, borrowing costs for long-term construction projects if the recognition criteria are met. Items such as Spare Parts, Standby Equipments and Service Equipments that meet definition of PPE are capitalized at cost.

The cost and related accumulated depreciation are eliminated from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the statement of profit and loss. Assets to be disposed off are reported at the lower of the carrying value or the fair value less cost to sell.

### Capital Work-in-Progress

Projects under construction wherein assets are not ready for use in the manner as intended by the management are shown as Capital Work-In-Progress.

### 2.5 Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment loss, if any.

### 2.6 Impairment

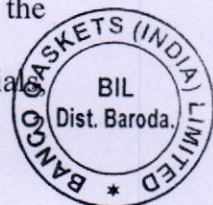
The carrying amounts of assets are reviewed at balance sheet date to check if there is any indication of impairment based on internal or external factors. An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the statement of profit and loss in the year in which an asset is identified as impaired. The impairment loss, if any, recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

### 2.7 Inventories

(i) Raw materials, stores and spares, packing materials, work-in-process and finished goods are valued at lower of cost and net realizable value. Damaged, unserviceable and inert stocks are suitably depreciated.

(ii) In determining cost of raw materials, stores and spares (except machinery spares which meet the definition of PPE ) and packing materials, weighted average cost method is used. Cost of inventory comprises all costs of purchase, duties and taxes (other than those subsequently recoverable from tax authorities) and all other costs incurred in bringing the inventory to their present location and condition.

(iii) Cost of finished products and work-in-process include the cost of raw materials





packing materials, and an appropriate share of fixed and variable production overheads and other costs incurred in bringing the inventories to their present location and condition.

## 2.8 Trade receivable

Trade receivable is stated after writing off debts considered as bad. Adequate provision is made for debts considered as doubtful. Discounts due but yet to be quantified at the customer level are included under the head other Current Liabilities.

## 2.9 Cash and Cash Equivalent

Cash and cash equivalents for the purpose of cash flow statement comprise cash and cheques in hand, bank balances, demand deposits with banks and other short term highly liquid investments where the original maturity is three months or less.

## 2.10 Provisions, Contingent Liabilities and Contingent Assets

### a. Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to a provision is presented in the statement of profit and loss.

### b. Contingent Liabilities

Contingent liability is disclosed for (i) Possible obligations which will be confirmed only by the future events not wholly within the control of the company or (ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

### c. Contingent Assets

Contingent Assets are not recognised in the financial statements. Contingent Assets if any, are disclosed in the notes to the financial statements.

## 2.11 Revenue recognition

(i) The Company recognises revenue in accordance with Ind AS 18. Revenue from the sale of goods is recognised when

(a) It is probable that the economic benefits associated with the transaction will flow to the entity and the amount revenue can be measured reliably.

(b) The significant risks and rewards of ownership of the goods have been passed to the buyer; and

(c) The entity retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold.

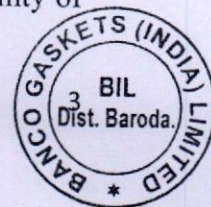
Revenue represents net invoice value after the deduction of discounts and allowances given and accruals for estimated future rebates and returns. The methodology and assumptions used to estimate the allowances and accruals are monitored and adjusted regularly in the light of contractual and legal obligations, historical trends, past experience. Revenue is disclosed inclusive of excise duty but net of sales return, service tax, VAT, CST and GST.

Income from operations includes revenue earned, as per the terms agreed with the customers, from development of products and assignment of patent rights.

Export benefits available under prevalent schemes are accounted to the extent considered receivable.

(ii) Interest income is accounted on time proportionate basis at contractual rates.

(iii) Export incentives in respect of export made under duty drawback and other schemes as per the foreign trade policy are recognized on accrual basis and to the extent of certainty of realization of ultimate collection.





## 2.12 Depreciation / Amortisation

Depreciation on property, plant and equipment except plant and machinery has been provided on written down value method over the useful lives of the assets as provided in schedule II to the Companies Act, 2013. Depreciation on plant and machinery is provided on straight line method over the useful lives of the assets provided in schedule II to the Companies Act, 2013. The useful life of Item of PPE are mentioned below.

Class of Assets	Range of Useful Life (In Years)
Factory Buildings	30
Plant and Equipments	10-15
Furniture & Fixtures	10
Vehicles	8-10
Office equipment	5
Computer Hardware	3-6
Software	3-6

The management, based on internal technical evaluation, believes that the useful lives as given above best represent the period over which the assets are expected to be used.

Depreciation methods, useful lives and residual values are reviewed periodically, including at each financial year end.

## 2.13 Taxes on income:

Tax expense is the aggregate amount included in the determination of profit or loss for the period in respect of current tax and deferred tax.

### Current tax:

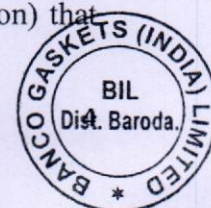
Current tax is the amount of income taxes payable in respect of taxable profit for a period. Taxable profit differs from 'profit before tax' as reported in the Statement of Profit and Loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible under the Income Tax Act, 1961.

Current tax is measured using tax rates that have been enacted by the end of reporting period for the amounts expected to be recovered from or paid to the taxation authorities.

### Deferred tax:

Deferred tax is recognized 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 under Income Tax Act, 1961.

Deferred tax liabilities are generally recognized for all taxable temporary differences. However, in case of temporary differences that arise from initial recognition of assets or liabilities in a transaction (other than business combination) that affect neither the taxable profit nor the accounting profit, deferred tax liabilities are not recognized. Deferred tax assets are generally recognized for all deductible temporary differences to the extent it is probable that taxable profits will be available against which those deductible temporary difference can be utilized. In case of temporary differences that arise from initial recognition of assets or liabilities in a transaction (other than business combination) that





affect neither the taxable profit nor the accounting profit, deferred tax assets are not recognized.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow the benefits of part or all of such deferred tax assets to be utilized.

Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantively enacted by the Balance Sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled.

**Presentation of current and deferred tax:**

Current and deferred tax are recognized as income or an expense in the Statement of Profit and Loss, except when they relate to items that are recognized in Other Comprehensive Income, in which case, the current and deferred tax income/ expense are recognized in Other Comprehensive Income.

The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously. In case of deferred tax assets and deferred tax liabilities, the same are offset if the Company has a legally enforceable right to set off corresponding current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority on the Company.

**2.14 Employees benefits**

(i) Provident fund is a defined contribution scheme and the contribution as required by the statute paid to government provident fund and it is charged to the statement of profit and loss.

(ii) Gratuity liability is a defined benefit obligation and is funded through a gratuity fund administered by trustees and managed by the Life Insurance Corporation of India. The Company accounts for liability for future gratuity benefits based on actuarial valuation carried out as at the end of each financial year, using the projected unit credit method. Actuarial gain and/or losses are recognised in the statement of other comprehensive income.

(iii) The Company provides for the encashment of leave or leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits, for future encashment. The liability is provided based on the number of days of unutilized leave at each balance sheet date on the basis of an independent actuarial valuation carried out as at the end of each financial year, using the projected unit credit method. Actuarial gain and/or losses are recognised in the statement of profit and loss.

**2.15 Borrowing costs**

(i) Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

(ii) Borrowing costs, if any, directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized. All other borrowing costs are expensed in the period they occur.





## 2.16 Foreign Exchange Transactions

Transactions in foreign currencies are initially recorded by the Company at the rate of exchange prevailing on the date of the transaction. Monetary assets and monetary liabilities denominated in foreign currencies remaining unsettled at the end of the year are converted at the exchange rate prevailing on the reporting date.

Differences arising on settlement or conversion of monetary items are recognised in statement of profit or loss. Non-monetary items that are measured in terms of historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction

## 2.17 Research and development

(i) All revenue expenses related to research and development including expenses in relation to development of product/processes which does not meet the criteria for recognition as an intangible Assets, are charged to the statement of profit and loss in the year in which it is incurred.

(ii) Items of property, plant and equipment and acquired Intangible Assets utilized for Research and Development are capitalized and depreciated in accordance with the policies stated for Property, Plant and Equipment and Intangible Assets.

## 2.18 Earnings per share

Basic earnings per equity share are computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

## 2.19 Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM) of the Company. The Chief Operating Decision Maker (CODM) is responsible for allocating resources and assessing performance of the operating segments of the Company.

## 2.20 Financial Instruments

The Company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument.

### a. Financial Assets

#### (i) Initial recognition and measurement

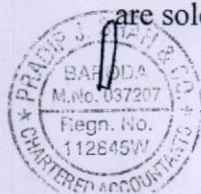
The Company recognizes financial assets when it becomes a party to the contractual provisions of the instrument. All financial assets are recognized at fair value on initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition of financial assets, that are not at fair value through profit or loss, are added to the fair value on initial recognition. Regular way trade of financial assets are accounted for at trade date.

#### (ii) Subsequent measurement

For purposes of subsequent measurement, financial assets are classified as under:

##### - Financial assets at amortised cost

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.





After initial measurement, debt instruments at amortised cost are subsequently measured at amortised cost using the effective interest rate method, less impairment, if any.

**- Financial assets at fair value through other comprehensive income**

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The Company has made an irrevocable election for its investments which are classified as equity instruments to present the subsequent changes in fair value in other comprehensive income based on its business model.

**- Financial assets at fair value through profit or loss**

Financial assets which are not classified in any of the above categories are subsequently fair valued through profit or loss.

**(iii) Derecognition**

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized (i.e. removed from the Company's Balance Sheet) when any of the following occurs:

- i. The contractual rights to cash flows from the financial asset expires;
- ii. The Company transfers its contractual rights to receive cash flows of the financial asset and has substantially transferred all the risks and rewards of ownership of the financial asset;
- iii. The Company retains the contractual rights to receive cash flows but assumes a contractual obligation to pay the cash flows without material delay to one or more recipients under a 'pass-through' arrangement (thereby substantially transferring all the risks and rewards of ownership of the financial asset);
- iv. The Company neither transfers nor retains substantially all risk and rewards of ownership and does not retain control over the financial asset.

**b. Financial Liabilities**

**(i) Initial recognition and measurement**

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts. Financial liabilities are classified, at initial recognition, at fair value through profit and loss.

**(ii) Subsequent measurement**

The subsequent measurement of financial liabilities depends on their classification as follows:

**Financial liabilities at fair value through profit and loss**

Financial liabilities at fair value through profit and loss include financial liabilities held for trading.

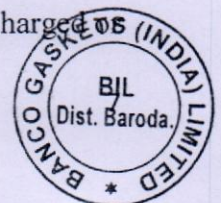
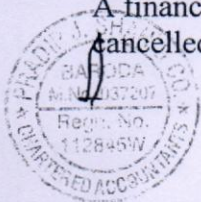
The Company has not designated any financial liabilities upon initial recognition at fair value through profit and loss.

**Financial liabilities measured at amortised cost**

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate method.

**Derecognition**

A financial liability is derecognized when the obligation under the liability is discharged, cancelled or expires.





3. Property, Plant and Equipment  
Financial Year 2017-18

Rs. In Lakhs

	GROSS BLOCK			DEPRECIATION/AMORTIZATION			NET BLOCK		
	As at 1st April 2017	Additions during the year	Deletion during the year	As at 31st March 2018	As at 1st April 2017	For the year	Deduction Others	As at 31st March 2018	As at 31st March 2017
<b>I</b>									
<b>Tangible Assets</b>									
a	241.24			241.24	-			241.24	241.24
b	487.66	4.93		492.59	179.28	29.42		283.89	308.38
c	2,490.65	163.63	2.05	2,652.23	924.45	276.21	0.76	1,452.32	1,566.20
d	31.59	3.42		35.01	25.89	2.97		6.15	5.70
e	19.52	0.68		20.20	14.25	2.74		3.21	5.27
f	46.25	4.78		51.03	24.34	5.79		20.90	21.91
g	14.32			14.32	0.32	3.63		10.37	14.00
<b>Scientific Research</b>									
h	57.30			57.30	8.00	1.74		47.56	49.30
1									
2	260.94	10.47		271.41	41.71	26.02		203.68	219.23
3	1.80	0.62		2.42	1.15	0.47		0.80	0.65
4	42.36	0.39		42.75	31.11	7.52		4.12	11.25
5	0.06			0.06	0.05			0.01	0.01
6	0.55	1.02		1.57	0.32	0.09		1.16	0.23
<b>II Intangible Assets</b>									
i	42.62			42.62	37.39	4.31		0.92	5.23
j	39.36			39.36	27.33	9.90		2.13	12.03
	<b>Total</b>	<b>3,776.22</b>	<b>189.93</b>	<b>3,964.10</b>	<b>1,315.60</b>	<b>370.79</b>	<b>0.76</b>	<b>2,278.47</b>	<b>2,460.62</b>





	GROSS BLOCK				DEPRECIATION/AMORTIZATION			NET BLOCK	
	As at 1st April 2016	Additions during the year	Deletion during the year	As at 31st March 2017	As at 1st April 2016	For the year	Deduction Others	As at 31st March 2017	As at 31st March 2016
<b>I Tangible Assets</b>									
a Freehold Land	241.24	-		241.24	-			241.24	241.24
b Buildings	483.88	3.78		487.66	147.20	32.08		308.38	336.68
c Plant & Machinery	2,271.99	222.90	4.24	2,490.65	692.86	232.90	1.31	1,566.20	1,579.13
d Other Assets	30.35	1.43	0.19	31.59	20.92	4.97		5.70	9.43
e Computer	15.59	3.93		19.52	11.34	2.91		5.27	4.25
f Furniture & Fixtures	45.39	0.86		46.25	14.87	9.47		21.91	30.52
g Vehicle	0.25	14.07		14.32	0.25	0.07		14.00	-
<b>Scientific Research</b>									
1 Building	52.40	4.90		57.30	3.34	4.66		49.30	49.06
2 Plant and Equipments	250.26	10.68		260.94	17.42	24.29		219.23	232.84
3 Other Assets	1.80			1.80	0.61	0.54		0.65	1.19
4 Computer	27.64	14.72		42.36	14.73	16.38		11.25	12.91
5 Furniture and Fixture	0.06			0.06	0.05	0.00		0.01	0.01
6 Vehicle	0.55			0.55	0.26	0.06		0.23	0.29
<b>II Intangible Assets</b>									
i Software	42.62			42.62	28.87	8.52		5.23	13.75
j Technical Knowhow	39.36			39.36	19.46	7.87		12.03	19.90
<b>Total</b>	<b>3,503.38</b>	<b>277.27</b>	<b>4.43</b>	<b>3,776.22</b>	<b>972.18</b>	<b>344.73</b>	<b>1.31</b>	<b>1,315.60</b>	<b>2,460.62</b>
									<b>2,531.20</b>





**4: OTHER FINANCIAL ASSETS (Non Current)**

Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Security Deposit	0.69	0.69	0.69
<b>Total</b>	<b>0.69</b>	<b>0.69</b>	<b>0.69</b>

**5: OTHER NON-CURRENT ASSETS**

Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
<b>Unsecured, considered good</b>			
Capital advances	9.42	35.32	38.57
Balance with Statutory Authorities	26.96	44.22	36.37
<b>Total</b>	<b>36.38</b>	<b>79.54</b>	<b>74.94</b>

**6: INVENTORIES**

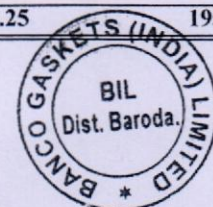
Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
<b>(At lower of cost and net realisable value)</b>			
Raw materials	1,766.88	1,576.93	1,450.64
Work-in-progress	585.17	361.42	411.44
Finished goods	477.90	509.95	441.43
Stores and spares	167.70	136.19	121.60
Loose tools	3.24	1.48	3.18
Packing materials	107.52	72.69	78.99
<b>Total</b>	<b>3,108.41</b>	<b>2,658.67</b>	<b>2,507.28</b>

**7: TRADE RECEIVABLES**

Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Trade Receivables - Unsecured			
(i) Considered good	2,656.42	2,434.22	2,243.76
(ii) Considered doubtful			
<b>Total</b>	<b>2,656.42</b>	<b>2,434.22</b>	<b>2,243.76</b>
Less: Allowance for doubtful debts			
<b>Total</b>	<b>2,656.42</b>	<b>2,434.22</b>	<b>2,243.76</b>

**8: CASH AND CASH EQUIVALENTS**

Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
<b>Cash and cash equivalents</b>			
Balances with banks	34.52	19.90	1.23
Cash on hand	1.40	2.86	3.52
<b>Total</b>	<b>35.92</b>	<b>22.76</b>	<b>4.75</b>
<b>Other bank balances</b>			
Term Deposit with Original Maturity for more than 3 months but less than 12 months	1,260.18	595.00	190.00
Bank Deposits held as margin money against guarantees	0.49	0.49	0.49
<b>Total</b>	<b>1,260.67</b>	<b>595.49</b>	<b>190.49</b>
<b>Total</b>	<b>1,296.59</b>	<b>618.25</b>	<b>195.24</b>





**9: OTHER CURRENT FINANCIAL ASSETS**

Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Interest accrued but not due on bank deposits	33.40	15.37	0.68
Security Deposit	2.77	2.86	2.03
<b>Total</b>	<b>36.17</b>	<b>18.23</b>	<b>2.71</b>

**10: OTHER CURRENT ASSETS**

Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Advance income-tax (net of provision for taxation)	144.72	188.90	100.76
Prepaid expenses	13.38	11.80	13.87
Advance to vendors	37.98	43.18	26.87
Duty drawback receivables	3.67	2.33	4.54
Other advances	37.70	29.10	39.11
<b>Total</b>	<b>237.46</b>	<b>275.31</b>	<b>185.15</b>

**11: EQUITY SHARE CAPITAL**

Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
<b>Authorised shares</b>			
3,50,00,000 (Previous Year 3,50,00,000) Equity Shares of Rs. 10 each	3,500.00	3,500.00	3,500.00
<b>Issued, subscribed &amp; fully paid up</b>			
3,50,00,000 (Previous Year 3,50,00,000) Equity Shares of Rs. 10 each fully paid	3,500.00	3,500.00	3,500.00
<b>Total issued, subscribed &amp; fully paid up share capital</b>	<b>3,500.00</b>	<b>3,500.00</b>	<b>3,500.00</b>

**(a). reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period**

Particulars	No. of shares in Lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Equity shares at the beginning of the year	350.00	350.00	350.00
Add:- share issued during the year	-	-	-
<b>Equity shares at the end of the year</b>	<b>350.00</b>	<b>350.00</b>	<b>350.00</b>
	<b>Rs. In lakhs</b>		
<b>Balance at the beginning of the year</b>	<b>3,500</b>	<b>3,500</b>	<b>3,500</b>
Issued during the year	-	-	-
<b>Balance at the end of the year</b>	<b>3,500</b>	<b>3,500</b>	<b>3,500</b>

**(b) Terms/rights attached to Equity shares**

For all matters submitted to vote in a shareholders meeting of the company every holder of an equity share as reflected in the records of the Company on the date of the shareholders meeting shall have one vote in respect of each shares held. Any dividend declared by the company shall be paid to each holder of Equity shares in proportion to the number of shares held to total equity shares outstanding as on that date. In the event of liquidation of the Company all preferential amounts if any shall be discharged by the company. The remaining assets of the company shall be distributed to the holders of equity shares in proportion to the number of shares held to total equity shares outstanding as on that date.





(c) Shares held by holding & other associated companies

Name of share holder	Nos. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Holding company:- Banco Products (India) Limited	350.00	350.00	350.00
	350.00	350.00	350.00

(d) Shares in the company held by shareholders holding more than 5% are as under:-

Particulars	Nos. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Banco Products (India) Limited	350.00	350.00	350.00
	350.00	350.00	350.00

12. Other Equity

Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
<b>Surplus/(deficit) in the statement of profit and loss</b>			
At the beginning of the year	3,143.88	2,468.61	2468.61
Net profit for the year	1,162.72	682.50	-
Remeasurment benefit of defined benefit Plans	(5.51)	(7.23)	-
Interim Dividend and Dividend Distribution Tax	(842.50)		
<b>Total</b>	<b>3,458.58</b>	<b>3,143.88</b>	<b>2,468.61</b>

13. Non Current-Provisions

Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Provision for employee benefits	167.80	153.45	131.07
<b>Total</b>	<b>167.80</b>	<b>153.45</b>	<b>131.07</b>

14. Deferred tax liability (net)

Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
<b>Deferred tax liability</b>			
Difference between book depreciation and tax depreciation	233.63	246.69	260.09
<b>Deferred tax assets</b>			
MAT Credit Entilement		3.86	3.86
Expense allowable on payment basis as per Income Tax Act, 1961	65.42	56.12	47.56
<b>Net deferred tax liability/(assets)</b>	<b>168.21</b>	<b>186.71</b>	<b>208.67</b>

15. Borrowing

Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
<b>Loans repayable on demand from Banks</b>			
Cash credit from banks-Secured	59.32	7.59	155.81
<b>Total</b>	<b>59.32</b>	<b>7.59</b>	<b>155.81</b>

\* Cash Credit loans are secured by way of hypothecation of entire Current assets of the Company both present and future.





**16: Trade payable**

Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Due to Micro , Small and Medium Enterprises	112.59	82.65	58.91
Due to others	1,428.47	768.03	595.88
<b>Total</b>	<b>1,541.06</b>	<b>850.68</b>	<b>654.79</b>

**17: OTHER FINANCIAL LIABILITIES**

Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Payable to employees	90.67	94.28	74.76
<b>Total</b>	<b>90.67</b>	<b>94.28</b>	<b>74.76</b>

**18. Other current liabilities**

Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Duties and taxes payable	6.16	51.90	43.66
Advance from customers	58.93	37.59	52.55
Other payables	581.97	503.15	438.25
<b>Total</b>	<b>647.06</b>	<b>592.64</b>	<b>534.46</b>

**19. Current-Provisions**

Particulars	Rs. In lakhs		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Provision for employee benefits	17.89	16.30	12.80
<b>Total</b>	<b>17.89</b>	<b>16.30</b>	<b>12.80</b>





<b>20. Revenue from operations</b>		<b>Rs. In lakhs</b>	
<b>Particulars</b>	<b>Year 2017-2018</b>	<b>Year 2016-2017</b>	
<b>(a) Sale of product</b>			
Gross Sales of Finished Goods (net of returns and discounts)	13,214.47	12,971.56	
<b>(b) Other operating revenue</b>			
Scrap sales	275.91	209.99	
Export Incentives	84.50	116.23	
<b>Total</b>	<b>13,574.87</b>	<b>13,297.78</b>	

<b>21. Other income</b>		<b>Rs. In lakhs</b>	
<b>Particulars</b>	<b>Year 2017-2018</b>	<b>Year 2016-2017</b>	
i) Interest income from bank deposits	82.18	36.91	
ii) Other Non Operating Income	13.27	0.80	
iii) Other gain and losses -exchange difference gain (net)	17.30	-	
<b>Total</b>	<b>112.75</b>	<b>37.71</b>	

<b>22. Cost of materials consumed</b>		<b>Rs. In lakhs</b>	
<b>Particulars</b>	<b>Year 2017-2018</b>	<b>Year 2016-2017</b>	
Inventory at the beginning of the year	1,576.93	1,450.64	
Add : Purchases	7,530.89	6,766.02	
	<b>9,107.82</b>	<b>8,216.66</b>	
Less : Inventory at the end of the year	1,766.88	1,576.93	
<b>Cost of materials consumed</b>	<b>7,340.94</b>	<b>6,639.73</b>	

<b>23. Changes in value of inventories of finished goods &amp; semi-finished goods</b>		<b>Rs. In lakhs</b>	
<b>Particulars</b>	<b>Year 2017-2018</b>	<b>Year 2016-2017</b>	
<b>Inventories at the beginning of the year</b>			
Work-in-progress	361.42	411.44	
Finished goods (Including goods in transit)	509.95	441.43	
	<b>871.37</b>	<b>852.87</b>	
<b>Inventories at the end of the year</b>			
Work-in-progress	585.17	361.42	
Finished goods (Including goods in transit)	477.90	509.95	
	<b>1,063.07</b>	<b>871.37</b>	
<b>Changes in inventories</b>	<b>(191.70)</b>	<b>(18.50)</b>	





**24. Employee benefit expenses**

Rs. In lakhs

Particulars	Year	
	2017-2018	2016-2017
i) Salaries, wages and bonus	775.23	723.80
ii) Contribution to provident fund and other funds	53.31	45.68
iii) Staff Welfare Expenses	51.47	43.15
<b>Total</b>	<b>880.02</b>	<b>812.63</b>

**25. Finance cost**

Rs. In lakhs

Particulars	Year	
	2017-2018	2016-2017
i.) Interest on Financial Liabilities carried at amortised cost	5.08	11.59
ii) Bank charges	7.08	10.55
<b>Total</b>	<b>12.17</b>	<b>22.14</b>

**26. Other expenses**

Rs. In lakhs

Particulars	Year	
	2017-2018	2016-2017
Consumption of stores and spares	263.09	163.59
Power and fuel	497.18	498.98
Excise duty provision on finished goods	-	10.63
Labour charges	1,402.23	1,452.55
<b>Repair and maintenance</b>		
Plant and machinery	111.78	136.41
Building	68.62	61.79
Factory general expenses	49.63	42.24
Insurance	7.68	8.46
Audit fees	1.42	1.25
Rent rates and taxes	0.13	1.40
Travelling and conveyance	79.87	108.15
CSR Expenses	0.25	18.25
Legal and professional fees	36.22	55.41
Commission and discount	195.15	161.13
Exchange difference gain (net)	-	6.03
Freight outward	350.11	291.28
Other selling expenses	48.97	49.39
Loss on sale of assets	-	1.60
Donation	0.25	-
Miscellaneous expenses	46.28	38.33
<b>Total</b>	<b>3,158.88</b>	<b>3,106.87</b>





**27. Earning Per Share (EPS)**

For the period ended	31st March, 2018	31st March, 2017
Profit after Tax available for equity shareholders (Amount In Lakhs)	1,162.72	682.50
Weighted Average number of equity shares	3,50,00,000	3,50,00,000
Basic and Diluted Earnings per share (Face value per share `10/- each)	3.32	1.95

**28. Capital Commitment and Contingent Liabilities**

Amount in Lakhs

As at	31st March, 2018	31st March, 2017	1st April, 2016
Estimated amount of contracts net of advances remaining to be executed on capital accounts	111.59	56.72	0.75
Letter of credit,	51.40	45.23	64.59
Guarantees issued by bank to third party	81.33		
Excise duty	139.30	152.51	121.47
Sales Tax	8.74	12.04	nil
Income Tax	-	7.14	7.14

**29. EMPLOYEE BENEFITS****a) DEFINED CONTRIBUTION PLAN:**

The Company makes contribution towards recognized provident fund to defined contribution retirement benefit plan for qualifying employee. Under the plan, the company is required to contribute a specified percentage of payroll cost to the retirement benefit plan to fund the benefit.

**b) DEFINED BENEFIT PLAN**

The Company makes annual contributions to Employees Group Gratuity with LIC , a funded defined benefit plan for employees of the company.

Actuarial value of plan Assets and the present value of the defined benefit obligations for gratuity were carried out as on 31st March every year. The present value of the defined benefit obligations and the related current service cost and past service cost were measured using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of benefit entitlement and measures each unit separately to built up the final obligation.

The principle assumptions used for the purpose of the actuarial valuation were as follows

**Financial Assumptions:**

Particulars	31-Mar-18	31-Mar-17
Discount Rate	7.30% p.a	6.95% p.a
Salary Growth Rate	6.00% p.a	6.00% p.a

**Demographic Assumptions:**

Withdrawal Rates (p.a.)	31-Mar-18	31-Mar-17
Age Band		
25 & Below	15.00%	15.00%
26 to 35	12.00%	12.00%
36 to 45	9.00%	9.00%
46 to 55	6.00%	6.00%
56 & above	3.00%	3.00%





**Mortality Rates**

Age (in years)	31-Mar-18	31-Mar-17
20	0.09%	0.09%
30	0.11%	0.11%
40	0.18%	0.18%
50	0.49%	0.49%
60	1.15%	1.15%

**Amount recognized in Statement of Profit and loss account for the period**

Particulars	31-Mar-18	31-Mar-17
	Rs.in Lakhs	Rs.in Lakhs
<b>Service cost:</b>		
Current service cost	11.24	8.79
Past service cost and loss/(gain) on curtailments and settlement	0.74	-
Net interest cost	8.82	8.53
	-	-
<b>Total Charge to P&amp;L</b>	<b>20.80</b>	<b>17.32</b>

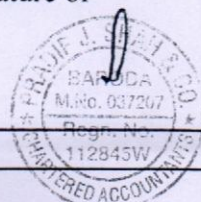
Past Service cost is on account of increase in Gratuity Ceiling from Rs.10.00 Lakhs to Rs.20.00 Lakhs.

**Amount recognized in Other Comprehensive Income for the period**

Particulars	31-Mar-18	31-Mar-17
	Rs.in Lakhs	Rs.in Lakhs
<b>Components of actuarial gain/losses on obligations:</b>		
Due to Change in financial assumptions	(4.95)	6.85
Due to change in demographic assumption	-	-
Due to experience adjustments	3.86	3.94
Return on plan assets excluding amounts included in interest income	(0.45)	(0.39)
<b>Amounts recognized in Other Comprehensive Income</b>	<b>(1.53)</b>	<b>10.40</b>

**Reconciliation of defined benefit obligation**

Particulars	31-Mar-18	31-Mar-17	01-Apr-16
	Rs.in Lakhs	Rs.in Lakhs	Rs.in Lakhs
Opening Defined Benefit Obligation	150.92	127.23	112.70
Transfer in/(out) obligation	-	-	-
Current service cost	11.24	8.79	8.28
Interest cost	9.77	9.37	8.64
	-	-	-
<b>Components of actuarial gain/losses on obligations:</b>			
Due to Change in financial assumptions	(4.95)	6.85	6.85
Due to change in demographic assumption	-	-	-
Due to experience adjustments	3.86	3.94	(4.64)
	-	-	-
Past service cost	0.74	-	4.17
Loss (gain) on curtailments	-	-	-
Liabilities extinguished on settlements	-	-	-
Liabilities assumed in an amalgamation in the nature of purchase	-	-	-
Exchange differences on foreign plans	-	-	-
Benefits paid	(5.69)	(5.26)	(8.79)
<b>Closing Defined Benefit Obligation</b>	<b>165.90</b>	<b>150.92</b>	<b>127.23</b>





**Reconciliation of defined Plan Assets**

Particulars	31-Mar-18 Rs.in Lakhs	31-Mar-17 Rs.in Lakhs	01-Apr-16 Rs.in Lakhs
Opening value of plan assets	18.42	14.17	16.87
Transfer in/(out) plan assets	-	-	-
Interest Income	0.95	0.84	1.72
Return on plan assets excluding amounts included in interest income	0.45	0.39	(3.83)
Assets distributed on settlements	-	-	-
Contributions by employer	9.26	8.28	8.20
Assets acquired in an amalgamation in the nature of purchase	-	-	-
Exchange differences on foreign plans	-	-	-
Benefits paid	(5.69)	(5.26)	(8.79)
<b>Closing value of plan assets</b>	<b>23.40</b>	<b>18.42</b>	<b>14.17</b>

**Reconciliation of net defined benefit liability**

Particulars	31-Mar-18 Rs.in Lakhs	31-Mar-17 Rs.in Lakhs	01-Apr-16 Rs.in Lakhs
Net opening provision in books of accounts	132.50	113.06	95.83
Transfer in/(out) obligation	-	-	-
Transfer (in)/out plan assets	-	-	-
Employee Benefit Expense	20.80	17.32	19.38
Amounts recognized in Other Comprehensive Income	(1.53)	10.40	6.05
Closing value of plan assets	151.76	140.77	121.26
Benefits paid by the Company	-	-	-
Contributions to plan assets	(9.26)	(8.28)	(8.20)
<b>Closing provision in books of accounts</b>	<b>142.50</b>	<b>132.50</b>	<b>113.06</b>

**Composition of the plan assets**

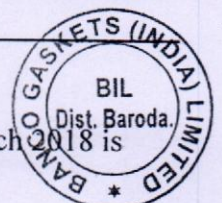
Particulars	31-Mar-18 Rs.in Lakhs	31-Mar-17 Rs.in Lakhs	01-Apr-16 Rs.in Lakhs
Policy of insurance	100%	100%	100%
<b>Total</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>

**Principle actuarial assumptions**

Particulars	31-Mar-18 Rs.in Lakhs	31-Mar-17 Rs.in Lakhs	01-Apr-16 Rs.in Lakhs
Discount Rate	7.30%	6.95%	7.85%
Salary Growth Rate	6.00%	6.00%	6.00%
Withdrawal Rates	15% at younger ages reducing to 3% at older ages	15% at younger ages reducing to 3% at older ages	15% at younger ages reducing to 3% at older ages

**c) OTHER EMPLOYEE BENEFITS**

The liabilities for leave encashment based on actuarial valuation as at the year ended on 31st March 2018 is Rs.43.18 lakhs (P.Y.Rs.37.25 lakhs).





30. As at the Balance Sheet date, unhedged foreign currency receivable and payable are as below.

Particular	Currency	31st March, 2018		31st March, 2017		1st April, 2016	
		FC in Lakhs	Rs. in Lakhs	FC in Lakhs	Rs. in Lakhs	FC in Lakhs	Rs. in Lakhs
Amount receivable (net) in foreign currency	USD	0.73	47.36	3.34	225.55	1.22	83.44
	EUR	0.73	57.70	0.99	71.33	1.60	118.95
	GBP	0.45	40.84	0.70	58.99	0.38	37.35
Amount payable (net) in foreign currency	USD	4.04	264.39	0.98	65.68	0.58	39.58
	EUR	0.99	79.40	0.27	20.33	-	-
	GBP	-	-	0.11	9.64	0.12	11.43





**31. DISCLOSURE UNDER MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006 ARE PROVIDED AS UNDER FOR THE YEAR 2016-2017, TO THE EXTENT THE COMPANY HAS RECEIVED INTIMATION FROM THE "SUPPLIER" REGARDING THEIR STATUS UNDER THE ACT.**

Particulars	Amount In Lakhs		
	As at 31 <sup>st</sup> March 2018	As at 31 <sup>st</sup> March 2017	As at 31 <sup>st</sup> March 2016
Principal amount remaining unpaid.	112.59	82.65	58.91
Interest due thereon remaining unpaid	Nil	Nil	Nil
Interest paid by the Company in terms of Section 16 of the	Nil	Nil	Nil
Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	Nil	Nil	Nil
Interest accrued and remaining unpaid	Nil	Nil	Nil
Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises	Nil	Nil	Nil

**32. SEGMENT INFORMATION**

The operation of company is limited to one segment, namely manufacturing of automobile components

**33. INFORMATION ON RELATED PARTY TRANSACTIONS AS REQUIRED BY IND AS-24 - RELATED PARTY DISCLOSURES**

Name of related parties	Nature of relationship
Banco Products (India) Limited	Holding Company
Banco Aluminium Limited	Company in which certain directors are common
Shri Sudhir Sabloke	Key Management personnel
Shri Dinesh Patil	Key Management personnel





During the year, the following transactions were carried out with related parties and Key Management Personnel in the ordinary course of the business:

Amount In Lakhs

Nature of Transaction	Holding Company			Key Management Personnel		
	31st Mar 2018	31st Mar 2017	1st April 2016	31st Mar 2018	31st Mar 2017	1st April 2016
Purchase of Goods	32.59	22.51	44.26	-	-	-
Sale of Goods	670.09	393.21	328.05	-	-	-
Reimbursement of expenses	38.57	38.90	39.38	-	-	-
Remuneration	-	-	-	56.39	42.08	22.76
Dividend Paid	700.00	-	-	-	-	-
Interest on loan	-	-	17.94	-	-	-
Loan taken during the year	-	-	600.00	-	-	-
Loan repayment during the year	-	-	600.00	-	-	-
Debtors	34.90	20.21	10.19	-	-	-





**34. Auditors Fees and Expenses**

Amount in Lakhs

<b>PAYMENT TO AUDITORS</b>	<b>2017-18</b>	<b>2016-17</b>
<b>As auditor :</b>		
Audit fees	1.25	1.25
Taxation Matter		1.25
<b>In other capacity :</b>		
(I) Other services (certification fees)	0.82	20.95
(ii) Out of pocket expenses	0.18	0.08
	<b>2.25</b>	<b>22.28</b>

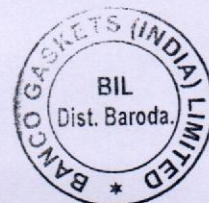
**35. Income Tax**

<b>Particulars</b>	<b>As at 31st March 2018</b>	<b>As at 31st March 2017</b>
<b>Reconciliation of Tax expenses and the accounting profit for the year is as</b>		
Profit before tax	1,767.65	929.42
Income Tax exp @ 34.608% (PY @34.608%)	611.75	307.29
Tax effect on non deductible exp	38.09	32.00
Tax effect of R&D	(28.22)	(67.99)
Tax effect for lower rate	(0.59)	(0.56)
Mat Credit utilised	-	(3.85)
	<b>621.02</b>	<b>266.88</b>

**36. Research and Development Expenses**

Amount in Lakhs

<b>For the period ended</b>	<b>31st March, 2018</b>	<b>31st March, 2017</b>
<b>Capital expenditure</b>		
Building		4.90
Plant & Machinery	10.86	25.40
Office Equipment	0.62	
Vehicles	1.02	
<b>Total Capital expenditure</b>	<b>12.50</b>	<b>30.30</b>
<b>Revenue Expenditure</b>		
Salary and Wages	108.11	108.73
Material Consumption	10.92	17.70
Manufacturing & Administration Expense	7.79	25.96
Depreciation	35.83	45.94
<b>Total Revenue Expenditure</b>	<b>162.65</b>	<b>198.33</b>
<b>Total Research and Development Expenses</b>	<b>175.15</b>	<b>228.63</b>





**37. EXPENDITURE RELATED TO CORPORATE SOCIAL RESPONSIBILITY AS PER SECTION 135 OF THE COMPANIES ACT, 2013 READ WITH SCHEDULE VIII THERE OF:**

a. Gross amount required to be spent (refer note below) by the company during the year Rs.20.26 Lakhs (31<sup>st</sup> March 2017 Rs.17.45 Lakhs).

b. Amount spent during the year on:

Particulars	Amount in Lakhs	
	31st March, 2018	31st March, 2017
Construction / acquisition of assets		
Other purposes	0.25	18.25

c. Related Party transaction in relation to Corporate Social Responsibility Rs.Nil (P.Y.Rs.Nil)

**38. FIRST TIME ADOPTION OF Ind AS**

These are the Company's first financial statements prepared in accordance with Ind AS The significant accounting policies set out in note 2 have been applied in preparing the financial statements for the year ended 31st March, 2018, the comparative information presented in these financial statements for the year ended 31st March, 2017, and in the preparation of an opening Ind AS balance sheet at 1st April, 2016 ( the Company's date of transition). In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies ( Accounting Standards) Rules, 2006 (as amended) and the other relevant provisions of the Act (previous GAAP or Indian GAAP).

**A. Exemptions and exceptions availed**

Set out below are the applicable Ind AS 101 optional exemptions applied in the transition from previous GAAP to Ind AS

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

**A.1.1 Business Combinations**

The Company has elected to apply Ind AS 103 prospectively to business combinations occurring after its transition date.

**A.1.2 Deemed cost**

The Company has elected to measure all of its property, plant and equipment at their previous GAAP carrying value i.e deemed cost.

**38.1 Reconciliations**

The following reconciliations provides the effect of transaction to Ind AS from IGAAP in accordance with Ind AS 101

- 1.Equity as at 1st April 2016 and 31st March 2017
- 2.Net Profit for the year ended 31st March 2017





Effect of Ind As adoption on the Balance Sheet date as at 1st April 2016

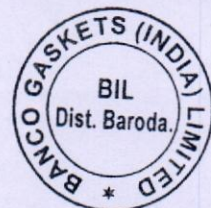
Particulars	Foot notes	As at 1st April 2016 (As per IGAAP)	Effect of Transition	As at 1st April 2016 (Ind AS)
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, Plant and Equipments		2,509.58	-	2,509.58
Other Intangible Assets		21.62	-	21.62
<b>Financial Assets</b>				
Other financial Assets		0.69	-	0.69
Other non-current Assets		74.94	-	74.94
		<b>2,606.83</b>	-	<b>2,606.83</b>
<b>Current Assets</b>				
Inventories		2,507.28	-	2,507.28
<b>Financial Assets</b>				
Trade receivables		2,243.76	-	2,243.76
Cash and cash equivalents		195.24	-	195.24
Other financial Assets		2.71	-	2.71
Other current Assets		185.15	-	185.15
		<b>5,134.14</b>	-	<b>5,134.14</b>
<b>Total Assets</b>		<b>7,740.97</b>	-	<b>7,740.97</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity Share Capital		3,500.00	-	3,500.00
Other Equity	2	2,464.75	3.86	2,468.61
<b>LIABILITIES</b>				
<b>Non Current Liabilities</b>				
<b>Provisions</b>				
Deferred tax Liabilities (Net)	2	131.07	-	131.07
		212.53	-3.86	208.67
		<b>6,308.35</b>	<b>0.0</b>	<b>6,308.35</b>
<b>Current Liabilities</b>				
<b>Financial Liabilities</b>				
Borrowings		155.81	-	155.81
Trade payables		654.79	-	654.79
Other Financial Liabilities		74.76	-	74.76
<b>Other Current Liabilities</b>				
Provisions		534.46	-	534.46
		12.80	-	12.80
		<b>1,432.62</b>	-	<b>1,432.62</b>
<b>Total Equity &amp; Liabilities</b>		<b>7,740.97</b>	<b>0.00</b>	<b>7,740.97</b>





Effect of Ind As adoption on the Balance Sheet date as at 31st March 2017

Particulars	Foot notes	As at 31st March 2017 (As per IGAAP)	Effect of Transition	As at 31st March 2017 (Ind AS)
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, Plant and Equipments		2,443.36	-	2,443.36
Other Intangible Assets		17.26	-	17.26
<b>Financial Assets</b>				
Other financial Assets		0.69	-	0.69
Other non-current Assets		79.53	-	79.53
		<b>2,540.84</b>	-	<b>2,540.84</b>
<b>Current Assets</b>				
Inventories		2,658.67	-	2,658.67
<b>Financial Assets</b>				
Trade receivables		2,434.22	-	2,434.22
Cash and cash equivalents		618.25	-	618.25
Other financial Assets		18.23	-	18.23
Other current Assets		275.31	-	275.31
		<b>6,004.68</b>	-	<b>6,004.68</b>
<b>Total Assets</b>		<b>8,545.53</b>	-	<b>8,545.53</b>
<b>EQUITY AND LIABILITES</b>				
<b>Equity</b>				
Equity Share Capital		3,500.00	-	3,500.00
Other Equity	2	3,140.29	3.59	3,143.88
<b>LIABILITIES</b>				
<b>Non Current Liabilities</b>				
Provisions		153.45	-	153.45
Deferred tax Liabilities (Net)	2	190.30	-3.59	186.71
		<b>6,984.03</b>	(0.0)	<b>6,984.03</b>
<b>Current Liabilities</b>				
<b>Financial Liabilities</b>				
Borrowings		7.59	-	7.59
Trade payables		850.68	-	850.68
Other Financial Liabilities		94.28	-	94.28
Other Current Liabilities		592.64	-	592.64
Provisions		16.30	-	16.30
		<b>1,561.49</b>	-	<b>1,561.49</b>
<b>Total Equity &amp; Liabilities</b>		<b>8,545.52</b>	(0.00)	<b>8,545.52</b>





Effect of Ind As adoption on the Statement of Profit and Loss for the year ended 31st March 2017

Particulars	Foot notes	Year 2016-2017 (As per IGAAP)	Effect of Transition	Year 2016-2017 (Ind AS)
Revenue from operations	1	13,730.93	-433.16	13,297.77
Other income		37.71	-	37.71
<b>Total Income</b>		<b>13,768.64</b>	<b>(433.16)</b>	<b>13,335.49</b>
<b>Expenses</b>				
Cost of materials consumed		6,639.73	-	6,639.73
Changes in inventories of finished goods and work-in-progress.		(18.50)	-	(18.50)
Employee benefit expenses	2	823.03	-10.40	812.63
Finance costs		22.14	-	22.14
Depreciation/amortisation expenses		344.73	-	344.73
Excise Duty		1,488.05	-	1,488.05
Other expenses	1	3,540.03	-433.16	3,106.87
<b>Total Expenses</b>		<b>12,839.21</b>	<b>(443.56)</b>	<b>12,395.64</b>
<b>Profit/ (Loss) before exceptional items and tax</b>		<b>929.44</b>	<b>10.40</b>	<b>939.84</b>
Exceptional items				-
<b>Profit/ (Loss) after exceptional items and tax</b>		<b>929.44</b>	<b>10.40</b>	<b>939.84</b>
<b>Tax expense:</b>				
Current tax		275.86	-	275.86
Deferred tax	2	(21.96)	3.44	(18.52)
<b>Total Tax Expenses</b>		<b>253.90</b>	<b>3.44</b>	<b>257.34</b>
<b>Profit for the year from continuing operations</b>		<b>675.54</b>	<b>6.96</b>	<b>682.50</b>
<b>Other Comprehensive Income</b>				
Items that will not be reclassified to Profit or Loss				
Remeasurement of Defined Employee Benefit Plans			-6.96	(6.96)
<b>Total Other Comprehensive Income</b>		<b>-</b>	<b>(6.96)</b>	<b>(6.96)</b>
<b>Total Comprehensive Income/(Loss) for the year</b>		<b>675.54</b>	<b>0.00</b>	<b>675.54</b>

Under the IGAAP, there was no concept of Other Comprehensive Income. Under Ind AS, specified items of income, expenses, gains or losses are required to be presented in Other Comprehensive Income.





## Reconciliation of Total Comprehensive Income for the year ended 31st March 2017

Nature of Adjustments	For the year ended 31.03.2017
Net Profit as per Previous GAAP	675.54
Reimbursement benefit of net defined benefit plan	10.40
Deferred taxes	-3.44
<b>Net Profit as Per Ind AS</b>	<b>682.50</b>
Other Comprehensive Income (Net of Tax)	(6.96)
<b>Total Comprehensive Income as per Ind AS</b>	<b>675.54</b>

## Reconciliation of Equity as at 31st March'2017 and 1st April 2016

Nature of Adjustments	As at 31.03.2017	As at 01.04.2016
Equity as per IGAAP	6,640.29	5,964.75
Effect of Tax for measuring Non Current Investment at Fair Value	3.59	3.86
<b>Equity as per Ind AS</b>	<b>6,643.88</b>	<b>5,968.61</b>

### Foot Notes

#### 1.Revenue from Operations

In the financial Statement prepared under previous GAAP , Cash Discount ,Commission on Sales and Promotional expenses were shown as a part of other expenses. Same is reduced from revenue from operation under Ind AS.

#### 2.Remeasurement benefit of defined benefit plan

In the financial Statement prepared under previous GAAP , remeasurment benefit of defined plans (gratuity) , arising primarily due to change in actuarial assumptions was recognised as employee benefits expenses in the statement of profit and loss.under Ind AS such remeasurment benefit relating to defined benefit plans is recognised in OCI as per requirement of Ind AS-19.Consequently,the related tax effect of the same has also been recognised in OCI.

39. Figures of previous year have been regrouped/re-cast where ever necessary.

