

ANNUAL REPORT
2017-18



Madhusudan

Industries Limited

Annual Report 2017-2018

Board of Directors

Shri Rajesh B. Shah
Shri Sanwarmal Agarwal
Shri P. K. Shashidharan
Shri P. C. Surana
Smt. Rutva Acharya

Auditors

Shailesh Shah & Associates
Chartered Accountants,
2, Nilima Park, Next to Rasranjan, Near Vijay Cross Road,
University Road, Ahmedabad - 380 009.

Registered Office

Survey No. 359/B, 359/C, 361 and 362,
Rakhial - 382 315, Taluka - Dehgam,
Dist. Gandhinagar, Gujarat.
Phone : (02716) 267270
E-mail : madhusudan_i@yahoo.in
Website : www.madhusudan-india.com
CIN : L29199GJ1945PLC000443

Ahmedabad Office

"Madhusudan House", Opp. Navrangpura Telephone Exchange, Ahmedabad - 380 006.

Registrar & Share Transfer Agent

MCS Share Transfer Agent Limited,
201, Shatdal Complex, 2nd Floor,
Opp. Bata Show Room, Ashram Road,
Ahmedabad - 380 009.

Contents	Page No.
Notice	1
Directors' Report	5
Corporate Governance Report	16
Secretarial Audit Report	21
Independent Auditors' Report	23
Balance Sheet	26
Statement of Profit & Loss	27
Cash Flow Statement	29
Notes to Financial Statements	30

**Annual General Meeting at 11.30 a.m. on Tuesday,
the 25th day of September, 2018 at the Registered Office.**



NOTICE

NOTICE is hereby given that the 72nd Annual General Meeting of the Members of **MADHUSUDAN INDUSTRIES LIMITED** will be held at 11.30 a.m. on Tuesday, the 25th day of September, 2018 at the Registered Office of the Company at Survey No. 359/B, 359/C, 361 and 362, Rakhial – 382315, Taluka Dehgam, District Gandhinagar to transact the following business :

ORDINARY BUSINESS

1. To receive, consider and adopt the financial statements of the Company for the year ended 31st March, 2018 including statement of Audited Profit and Loss for the year ended 31st March, 2018 and Balance Sheet as at that date and the Directors' and Auditors' Reports thereon.
2. To appoint a director in place of Shri Sanwamal Agarwal (DIN 0607627), who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS

3. To consider and, if thought fit, to pass with or without modification(s), the following resolution as a **Special resolution**:

"RESOLVED THAT pursuant to Section 149,150,152 and any other applicable provisions of the Companies Act, 2013 ("the Act") and the rules made there under including any amendment(s), modification(s), replacement(s) or re-enactment thereof for the time being in force read with Schedule IV to the Companies Act, 2013, Shri Rajesh B. Shah (DIN 0607602), Independent Director of the Company, whose term of office as Independent Director expires on 31st March, 2019, and in respect of whom the company has received a notice in writing from a member proposing his candidature for the office of Independent Director be and is hereby re-appointed as an Independent Director of the Company (who will not retire by rotation) to hold office, for a second term of 5 (five) consecutive years upto 31.03.2024."

4. To consider and, if thought fit, to pass with or without modification(s), the following resolution as a **Special resolution**:

"RESOLVED THAT pursuant to Section 149,150,152 and any other applicable provisions of the Companies Act, 2013 ("the Act") and the rules made there under including any amendment(s), modification(s), replacement(s) or re-enactment thereof for the time being in force read with Schedule IV to the Companies Act, 2013, Shri Prem Chand Surana (DIN 06508125), Independent Director of the Company, whose term of office as Independent Director expires on 31st March, 2019, and in respect of whom the company has received a notice in writing from a member proposing his candidature for the office of Independent Director be and is hereby re-appointed as an Independent Director of the Company (who will not retire by rotation) to hold office, for a second term of 5 (five) consecutive years upto 31.03.2024."

5. To consider and, if thought fit, to pass with or without modification(s), the following resolution as a **Special resolution**:

"RESOLVED THAT pursuant to Section 149,150,152 and any other applicable provisions of the Companies Act, 2013 ("the Act") and the rules made there under including any amendment(s), modification(s), replacement(s) or re-enactment thereof for the time being in force read with Schedule IV to the Companies Act, 2013, Smt. Rutva Acharya (DIN 06933478), Independent Director of the Company, whose term of office as Independent Director expires on 31st March, 2019, and in respect of whom the company has received a notice in writing from a member proposing her candidature for the office of Independent Director be and is hereby re-appointed as an Independent Director of the Company (who will not retire by rotation) to hold office, for a second term of 5 (five) consecutive years upto 31.03.2024."

Regd. Office :
Survey No. 359/B, 359/C, 361 and 362,
Rakhial – 382 315, Taluka - Dehgam, Dist. Gandhinagar.
28th May, 2018
CIN : L29199GJ1945PLC000443

By Order of the Board of Directors

Dipshika Khatri
Company Secretary

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT PROXY TO ATTEND AND VOTE INSTEAD OF HIM SELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in aggregate not more than ten percent of total share capital of the company.
2. Members are requested to notify immediately the change of address, if any, to the Company or MCS Share Transfer Agent Limited, Registrar and Share Transfer Agent.
3. The Register of Members and Share transfer book of the Company will remain closed from 10th September, 2018 to 17th September, 2018 (both days inclusive).
4. Members / Proxies should bring the attendance slip sent herewith duly filled in for attending the meeting.
5. Members are requested to send their queries at least ten days before the date of the meeting so that the information can be made available at the meeting.
6. Statement pursuant to provisions of Section 102 of the Companies Act, 2013 is annexed hereto.
7. Unpaid / Unclaimed Dividend, Share application money received and due for refund and matured deposits unclaimed and unpaid for a period of seven years as applicable have been transferred to the Investor Education and Protection Fund pursuant to the provisions of, the Companies Act.

Annual Report 2017-2018

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 or to the Registrar.
9. Annual Report 2017-18 alongwith notice of the AGM, Attendance Slip, Proxy Form, process instructions and the manner of conducting E-Voting is being sent electronically to all members whose email ID are registered with the Company/ Depository Participant(s). For members who request for a hard copy and those who have not registered their email address, physical copies of annual report are being sent through the permitted mode. Members who have not registered their email address are requested to get their email address registered with the Company / Depository Participants and update the same, if required. This may be treated as an advance opportunity in terms of proviso to Rule18(3) (i) of the Companies (Management and Administration) Rules, 2014.
10. All the documents, if any, referred to in this notice are available for inspection of the members at the registered office of the Company on any working day except Saturday, between 10:00 a.m. to 1:00 p.m. up to the conclusion of this meeting.
11. Voting through electronic means
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 72nd 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). The members shall refer to the detailed procedures on e-voting attached herewith.
12. In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com.
13. Members are required to vote only through the electronic system or through ballot at Annual General Meeting only and in no other form. In the event a member casts his votes through both the processes, the votes in the electronic system would be considered and the ballot vote would be ignored.
14. The remote e-voting period commences on Saturday, 22nd September, 2018 (10.00 a.m.) and ends on Monday, 24th September, 2018 (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 Tuesday 18th September, 2018 may cast their votes electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.
15. The e-voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 18th September, 2018. A person other than member on cut off date should treat this notice for information only.
16. A member may participate in the Annual General Meeting even after exercising his right to vote through e-voting, but shall not be allowed to vote again.
17. Shri Umesh Parikh, partner of Parikh Dave & Associates, Companies Secretaries, (Membership No.FCS:4152) has been appointed as the Scrutinizer to scrutinize the e-voting process and voting process at AGM in a fair and transparent manner.
18. The scrutiner shall, immediately after the conclusion of voting at the annual general meeting, first count the votes cast at the meeting, thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the company and make, not later than three days of conclusion of the meeting, a consolidated scrutiner's report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing who shall countersign the same.
19. The Results will be declared on receipt of Scrutinizer's Report at Registered Office of the Company at Survey No. 359/B, 359/C, 361 and 362, Rakhial - 382 315, Taluka - Dehgam, Dist. Gandhinagar, Gujarat. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.madhusudan-india.com and on the website of CDSL immediately and communicated to the BSE.
20. Shri Thomas Koshy, Chief Executive Officer of the Company, “Madhusadan House”, Opp. Navrangpura Telephone Exchange, Ahmedabad - 380 006, shall be responsible for addressing all the grievances in relation to this annual general meeting including evoting. His contact details are **E-mail:** madhusudan_i@yahoo.in, **Phone No.** 079-26449781.
21. Members Holding Equity Shares in Electronic form and proxies thereof, are requested to bring their DP ID and Client ID for Identification.



22. Brief resume of directors, proposed to be appointed / re-appointed at this Annual General Meeting is given below:

Name of Director	Shri Sanwar Mal Agarwal	Shri Rajesh B. Shah	Shri Prem Chand Surana	Smt. Rutva Acharya
Date of Birth	11.07.1953	11.11.1958	12.09.1960	05.07.1976
Date of appointment	07.08.2006	07.08.2006	30.07.2013	28.07.2014
Brief Resume and nature of expertise in specific Functional areas	Commercial	Finance and Accounts	Accounts and Commercial	Administration & Commercial
List of other directorships held	Gujarat Soaps Pvt. Ltd.	Anjani Tiles Limited	Gujarat Soaps Pvt. Ltd.	—
Chairman / Member of the Committees of the Board of other Companies	—	—	—	—
Shareholding in the Company	200	—	—	150
Disclosure of relationship between Directors Inter Se	—	—	—	—

Statement pursuant to provisions of Section 102 of the Companies Act, 2013.

Item No. 3 to 5

The Members of the Company, at the Annual General Meeting held on 26th September, 2014 had approved the appointment of Shri Rajesh B. Shah, Shri Prem Chand Surana and Smt. Rutva Acharya as an Independent Directors of the Company, whose terms are due to expire on 31st March, 2019. They are very experienced in their respective fields and managing the business affairs, having long association with the Company, actively participative and guiding the board on many occasions. Smt. Rutva Acharya is holding 150 equity shares in the Company, while Shri Rajesh B. Shah and Shri Prem Chand Surana are not holding any shares.

As per Section 149(10) of the Companies Act, 2013 ("Act"), an Independent Director shall hold office for a term of upto five consecutive years on the Board of a Company, but shall be eligible for re-appointment on passing a special resolution by the Company for a Second term of upto five consecutive years on the Board of a Company.

In view of the aforesaid provisions of the Act and long association with Company, rich experience, valuable guidance to the management, it is proposed to re-appoint them for the second term as an Independent Directors on the Board of Company for a period of five consecutive years upto 31st March, 2024. Notices have been received from members, signifying their intention proposing Shri Rajesh B. Shah, Shri Prem Chand Surana and Smt. Rutva Acharya being appointed as Independent Directors of the Company. Their appointment as Independent Directors is also approved and recommended by the Nomination and Remuneration Committee of the Company.

In the opinion of the Board, they fulfil the conditions specified in the Companies Act, 2013, rules made thereunder and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for appointment as Independent Directors of the Company. They are also independent of the management of the Company.

The Board considers that their continued association would be of benefit to the Company and it is desirable to continue to avail their services as Independent Directors.

Accordingly, the Board recommends the Resolutions at Item Nos. 3 to 5 of the accompanying notice for re-appointment of Shri Rajesh B. Shah, Shri Prem Chand Surana and Smt. Rutva Acharya as Independent Directors by passing the special Resolution by the members of the Company.

The disclosure under Regulation 36 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 is provided in the notes to this Notice.

Except Shri Rajesh B. Shah, Shri Prem Chand Surana and Smt. Rutva Acharya, being appointees, none of your Directors or key Managerial Personnel of the Company or their relatives are concerned or interested financially or otherwise in the resolution as per the item Nos. 3 to 5 of the notice.

Regd. Office :
Survey No. 359/B, 359/C, 361 and 362,
Rakhial – 382 315, Taluka - Dehgam, Dist. Gandhinagar.
28th May, 2018
CIN : L29199GJ1945PLC000443

By Order of the Board of Directors

Dipshika Khatri
Company Secretary

Procedure on e-voting

The instructions for shareholders voting electronically are as under:

- (i) The voting period begins on 22nd September, 2018 (10.00 a.m.) and ends on 24th September, 2018 (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 18th September, 2018, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iii) Click on Shareholders.
- (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.

Annual Report 2017-2018

- (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 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	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) - Members who have not updated their PAN with the Company / Depository Participant are requested to use the sequence number which is printed on the address sticker.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. - If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).

- (viii) After entering these details appropriately, click on "SUBMIT" tab.
- (ix) Members holding shares in physical form will then directly reach 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 relevant Madhusudan Industries 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 same password then enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) Shareholders can also use Mobile app - "m-Voting" for e-voting. M-Voting app is available on Apple, Android & Windows based Mobile. Shareholders may log in to m-Voting using their e voting credentials to vote for the company resolution(s).
- (xix) Note for Non – Individual Shareholders and Custodians
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details user would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the log in should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.



Directors' Report

To
The Members,

The Directors have pleasure in submitting the Annual Report together with the Statement of Accounts of your Company for the year ended 31st March, 2018.

Performance

The summary of your Company's financial performance is given below:

	Year ended March 31, 2018 (Rs. in lakhs)	Year ended March 31, 2017 (Rs. in lakhs)
Profit before Depreciation and Taxes	153.84	296.22
Deducting therefrom Depreciation	14.31	18.52
Profit / Loss before tax after exceptional item	139.53	277.70
Deducting therefrom taxes of:		
- Current Tax	7.85	3.50
- Deferred Tax	25.15	63.44
Profit for the period	106.52	210.76
Add/(Less): Other Comprehensive Income (Net of Tax)	(1.15)	(1.56)
Total Comprehensive Income	105.37	209.20
Transfer to Reserves		

Due to Carry forward loss of previous years the Company has not transferred any amount to General Reserve in the current year.

Highlights / Performance of the Company

Total income of the Company was Rs.109.54 Lakhs during the year.

Management Discussion and Analysis

a) Industry Structure and Developments

The Company continues its search for a viable project to be set up at the available facilities at Rakhial.

b) Opportunities and Threats

The Management is interested in undertaking a suitable venture that can be set up in the available land and infrastructure with the Company. As such the Company does not face any threat in its existence.

c) Outlook

It will entirely depend on the project to be set up by the Company.

d) Risks and Concerns

Presently, Company is exposed to the prevalent risks of uncertainties and changes in government policies, unexpected regulatory changes etc.

e) Internal Control Systems and their adequacy

The Company has computerized its accounting system since many years. Adequate internal control system exists in the Company and the internal control system of the Company is commensurate with the size and complexity of the Company's business. The operations are subject to periodic internal audit by independent Auditors.

f) Financial performance with respect to Operational Performance is discussed in the main part of the report.

g) Material Developments in Human Resources, Industrial Relations, Environment, Health & Safety

The Company values and nurtures its human resources and Company would continue to adopt and implement the best HRD practices in future. Manpower strength of the Company as on March 31, 2018 stands at 6.

Conservation of energy, technology absorption and foreign exchange earnings and outgo

The information required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8 of The Companies (Accounts) Rules, 2014 is annexed herewith as a separate Annexure-I.

Particulars of contracts or arrangements with related parties

All transactions entered into with Related parties as defined under the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 during the financial year were in the ordinary course of business and on an arm's length basis.

There were no materially significant related party transactions made by the Company with Directors, Key Managerial Personnel or other designated persons which may have a Potential Conflict with the interest of the Company at large. All related party transactions were placed before the Audit Committee and also the Board for approval. The Policy on related party transactions as approved by the Board is uploaded on the Company's website i.e. www.madhusudan-india.com

The particulars of contracts or arrangement with related Parties as per Section 188(1) of the Companies Act, 2013, including arm's length transactions as per Form No. AOC – 2 are enclosed as separate Annexure – II.

Annual Report 2017-2018

Director's Responsibility Statement

In compliance of Section 134(5) of the Companies Act, 2013, the Directors of your Company confirm:

- that in the preparation of annual accounts, the applicable accounting standards have been followed and that there are no material departures;
- that such accounting policies have been selected and applied consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on March 31, 2018 and of the profit of the Company for the year ended on that date;
- that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- that the annual accounts have been prepared on a going concern basis.
- that internal financial controls have been laid down to be followed by the Company and that such internal financial controls are adequate and were operating effectively;
- that proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Managerial Remuneration and Employees

Details required pursuant to Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 are enclosed as a separate Annexure-III.

Details of employees as specified under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 is annexed to this report as annexure, however it is not being sent along with this Annual Report but available at the Registered Office of the Company during working hours, 21 days before the Annual General Meeting and shall be made available to any shareholder on request, being made to the Company Secretary. The above detail is not being sent along with this Annual Report to the members in line with the provisions of Section 136 of the Companies Act, 2013 and rules made thereunder.

Company has not offered its shares to its employees under ESOS during the year under review.

Company has not sanctioned loan to any of its employees for purchase of Company's shares under any scheme.

Extract of Annual Return

The details forming part of the extract of the annual return in Form No.MGT-9 is annexed herewith as a separate Annexure-IV.

Corporate Governance

Pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, report on Corporate Governance along with Practising Company Secretary's Certificate on its compliance has been included in this Annual Report as a separate Annexure - V.

As per Regulation 15 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company is not required to comply with Regulations 17 to 27 and Clauses (b) to (i) of sub-regulation (2) of Regulation 46 and para C, D and E of Schedule V. However as a good corporate governance practice, the Company has been complying with all the aforesaid provisions / regulations voluntarily.

Number of Meetings of the Board

The Board of Directors, during the financial year 2017-18 duly met 5 times on 25.05.2017, 23.06.2017, 09.08.2017, 13.11.2017 and 08.02.2018 in respect of which meetings, proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.

Particulars of Loans, guarantees or investments

The loans if any, made by the Company are within the limits prescribed u/s 186 of the Companies Act, 2013 and no guarantee or security is provided by the Company.

Details of investments covered u/s 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

Risk Management Policy

The Board has approved and implemented risk management Policy of the Company including identification and element of risks.

The Risk Management is overseen by the Audit Committee / Board of Directors of the Company on a continuous basis. The Committee oversees Company's process and policies for determining risk tolerance and review management's measurement and comparison of overall risk tolerance to established levels. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuous basis. For details please refer to the Management Discussion and Analysis.

Audit Committee

The Company has constituted Audit Committee. For details please refer Corporate Governance Report attached as a separate Annexure-V.

Internal Control System and its Adequacy

The Company has internal control system commensurate with the size, scale and complexity of its business operations. The scope and functions of Internal Auditor are defined and reviewed by the Audit Committee. The Internal Auditor reports to the Chairman of the Audit Committee. The Internal Auditor assesses opportunities for improvement of business processes, systems and controls, to provide recommendations, which can add value to the organisation.

Dividend

Due to carry forward loss of previous years the Board of Directors has not recommended any dividend. During the year the Company was not required to transfer unclaimed dividend to the Investor Education and Protection Fund.

Share Capital

The paid up Equity Share Capital as on 31st March, 2017 was Rs.268.75 Lakhs. During the year under review the Company has not issued any shares.

No shares with differential voting rights, stock or sweat equity shares were issued by the Company during the year under review.

The Company was not required to transfer any Shares to Investor Education and Protection Fund, pursuant to the provisions of section 124 & 125 of the Companies Act, 2013 and Investor Education and Protection Fund (Accounting, Audit, Transfer and Refund) Rules, 2016.

Exchequer

The Company has contributed Rs. 24.37 Lakhs to the exchequer by way of GST, Service Tax, Income tax and other fiscal levies.

Deposits

For the year under review, the Company has not accepted fixed deposit from the public falling within the ambit of Section 73 of the Companies Act, 2013 and The Companies (Acceptance of Deposits) Rules, 2014. There have been no defaults in repayment of deposits or payment of interest thereon during the year.

The Company has no unclaimed/unpaid fixed deposits as at end of the year.

Directors

Members at the Annual General Meeting held on 26.09.2014 have appointed Shri Rajesh B. Shah, Shri Prem Chand Surana and Smt. Rutva Acharya as Independent Directors of the Company to hold office for five consecutive years for a term up to 31st March, 2019 (they will not retire by rotation). Shri Rajesh B. Shah, Shri Prem Chand Surana and Smt. Rutva Acharya are proposed to be re-appointed as Independent Directors for second term of Five years at the ensuing AGM.

All independent directors have given declarations that they meet the criteria of independence as laid down under section 149(6) of The Companies Act, 2013 and SEBI (LODR) Regulations, 2015. There has been no change in the circumstance which may affect their status as Independent Director during the year under review. The Company keeps informed independent directors about changes in the Companies Act, 2013 from time to time and their role, duties and responsibilities.

Shri. Sanwarmal Agarwal (DIN 0607627), director is due to retire at the end of the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. Brief resumes of the Directors who are proposed to be reappointed at the ensuing Annual General meeting as required as per SEBI (LODR) Regulations, 2015 is provided in the notice convening the Annual General Meeting of the Company.

Board Evaluation

Pursuant to the provisions of the Companies Act, 2013 and Rules made thereunder, Schedule – IV of the Companies Act and SEBI (LODR) Regulations, 2015, the Board has carried the evaluation of its own performance, individual Directors, its Committees and Key Managerial Personnel, on the basis of attendance, contribution and various criteria as recommended by the Nomination and Remuneration Committee of the Company.

The performance of each of the Independent Directors and non-independent directors was also evaluated by the Independent Directors at the separate meeting held of Independent Directors of the Company.

Policy on Directors appointment and remuneration

Criteria determining the qualifications, positive attributes and independence of Directors.

Independent Directors

- Qualifications of Independent Director

An independent director shall possess appropriate skills, qualifications, experience and knowledge in one or more fields of finance, law, management, marketing, administration, corporate governance, operations or other disciplines related to the Company's business.

- Positive attributes of Independent Directors

An independent director shall be a person of integrity, who possesses knowledge, qualifications, experience, expertise in any area, integrity, level of independence from the Board and the Company etc. Independent Directors are appointed on the basis of requirement of the Company, qualifications & experience, association with the Company etc. He should also devote sufficient time to his professional obligations for informed and balanced decision making; and assist the Company in implementing the best corporate governance practices.

- Independence of Independent Directors

An independent director should meet the requirements of Section 149(6) of The Companies Act, 2013 and SEBI (LODR) Regulations, 2015.

Other Directors and Senior Management

The Nomination and Remuneration Committee shall identify and ascertain the qualifications, expertise and experience of the person for appointment as Director or at Senior Management Level and recommend to the Board his/her appointment.

The Company shall not appoint or continue the employment of any person a Director or Senior Management Personnel if the evaluation of his performance is not satisfactory.

Other details are disclosed in the Corporate Governance Report under the head Nomination and Remuneration Committee and details of Remuneration (Managing Director/Whole Time Director / Non-Executive Directors) are attached as separate Annexure V to this report.

Remuneration / commission from Holding or Subsidiary Company

The Company has no Holding Company or Subsidiary Company

Annual Report 2017-2018

Remuneration Policy

It is separately disclosed in the Corporate Governance Report attached as a separate Annexure-V to this Report.

Auditors and their Observations

Shailesh Shah & Associates., Chartered Accountants are the statutory auditors of the company. They are appointed for a period of five years, from the conclusion of AGM held on 22nd September, 2017 till the conclusion of the AGM to be held for the Financial year 2021-22.

The Auditors' Report and Secretarial Audit Report to the members for the financial year under review do not contain any qualification, reservation or adverse remarks or disclaimer.

The Statutory Auditors have not reported any fraud during the year under review.

Secretarial Audit

Pursuant to provisions of Section 204 of Companies Act, 2013 and Rules made there under, the Company has appointed Parikh Dave and Associates, Practising Company Secretaries to undertake the secretarial audit of the Company for the year 2018-19.

The Secretarial Audit Report for the year 2017-18 given by Parikh Dave and Associates, Company Secretaries in practice is annexed with this report.

The company is complying with the applicable Secretarial Standards.

Insurance

Your Company has adequately insured all its properties.

Industrial Relations

Your Company's relations with its employees remained cordial throughout the year. The Directors wish to place on record their deep appreciation for the services rendered by staff members and executives of the Company.

Your Company has taken adequate steps for the health and safety of its employees, as required under the Gujarat Factories Rules, 1963. The Company has not received any complaint under The Sexual Harassment of women at Workplace (prevention, prohibition and redressal) Act, 2013.

Material Changes Affecting Financial Position of the Company

No material changes or commitments, affecting the financial position of the Company have occurred between the end of the financial year of the Company to which the financial statements relate, i.e. 31st March, 2018 and the date of the Board's Report.

Change in Nature of Business

There has been no change in the nature of the business of the Company during the Financial year 2017-18.

Orders passed by Regulatory Bodies or Courts

No regulatory body or court or tribunal has passed any significant and material orders impacting the going concern status and operations of the company.

Vigil Mechanism

The company has implemented Vigil Mechanism. For details please refer Corporate Governance Report attached as a separate Annexure-V.

Appreciation

Your Directors would like to place on record their gratitude for the co-operation and assistance given by various departments of both State and Central Governments.

Ahmedabad
28th May, 2018

For and on behalf of the Board of Directors,

Rajesh B. Shah
P. C. Surana
P. K. Shashidharan
Sanwarmal D. Agarwal
Rutva Acharya
Directors

Annexure I to the Directors' Report

Disclosure of particulars with respect to Information on Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo stipulated under Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8 of The Companies (Accounts) Rules 2014 and forming part of the Report of the Board of Directors for the year ended 31st March, 2018.

A. Conservation of Energy	:	Nil
B. Technology Absorption	:	Nil
C. Foreign Exchange earnings and outgo	:	Nil

Ahmedabad
28th May, 2018

For and on behalf of the Board of Directors,

Rajesh B. Shah
P. C. Surana
P. K. Shashidharan
Sanwarmal D. Agarwal
Rutva Acharya
Directors



Annexure II to the Directors' Report

FORM No.AOC-2

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

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

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

(a) Name(s) of the related party and nature of relationship	NOT APPLICABLE
(b) Nature of contracts / arrangements / transactions	
(c) Duration of the contracts / arrangements/ transactions	
(d) Salient terms of the contracts or arrangements or transactions including the value, if any	
(e) Justification for entering into such contracts or arrangements or transactions	
(f) Date (s) of approval by the Board	
(g) Amount paid as advances, if any;	
(h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188	

2) Details of material contracts or arrangements or transactions at arm's length basis

(a) Names of the related party and nature of relationship	Gujarat Soaps Private Ltd. - Director interested
(b) Nature of contracts / arrangements / transactions	Reimbursement of Expenses
(c) Duration of the contracts / arrangements/ transactions	As and When actual payment made
(d) Salient terms of the contracts or arrangements or transactions including the value, if any	No formal contract
(e) Date (s) of approval by the board if any,	Every Board meeting held after payment
(f) Amount paid as advances, if any;	NA

The other details are mentioned in note no. 28 of attached Financial Statements for the year ended 31-03-2018.

Ahmedabad
28th May, 2018

For and on behalf of the Board of Directors,

Rajesh B. Shah
P. C. Surana
P. K. Shashidharan
Sanwamal D. Agarwal
Rutva Acharya
Directors

Annual Report 2017-2018

Annexure III to the Directors' Report

Details as per Rule 5 (1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

S. N.	Particulars			
i.	The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year	There is no working director in the Company and no remuneration was paid to any director except sitting fees.		
ii.	The % increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any in the financial year	Directors NIL	KMPs CEO CFO CS 14.00% 10.66% 11.20%	
iii.	The % increase in the median remuneration of employees in the financial year	10.94%		
iv.	The number of permanent employees on the rolls of company.	6		
v.	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration.	The percentage increase in salary of employees in last financial year is 10.94%. There was no wholetime director (Managerial Personnel defined under the Companies Act) in the Company. Annual increase in remuneration was based on remuneration policy, qualifications and experience, responsibilities shouldered and individual performance of the employees.		
vi.	Affirmation that the remuneration is as per the remuneration policy of the company.	Remuneration is as per the remuneration policy of the Company.		

Ahmedabad
28th May, 2018

For and on behalf of the Board of Directors,

Rajesh B. Shah
P. C. Surana
P. K. Shashidharan
Sanwarmal D. Agarwal
Rutva Acharya
Directors



Annexure IV to the Directors' Report

Form No. MGT-9
EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31.03.2018

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

I. REGISTRATION AND OTHER DETAILS:

- i) CIN : L29199GJ1945PLC000443
- ii) Registration Date : 27.08.1945
- iii) Name of the Company : MADHUSUDAN INDUSTRIES LIMITED
- iv) Category / Sub-Category of the Company : Public Limited Company
- v) Address of the Registered office and contact details : Survey No. 359/B, 359/C, 361 and 362, Rakhial – 382 315, Taluka - Dehgam, Dist. Gandhinagar. Phone : (02716) 267270 Fax (079) 26427287
- vi) Whether listed Company ? Yes / No : Yes
- vii) Name, Address and Contact details of Registrar and Transfer Agent, if any : MCS Share Transfer Agent Limited,
201, Shatdal Complex, 2nd Floor, Opp. Bata Show Room,
Ashram road, Ahmedabad – 380 009.
Phone : (079) 26580462 Email ID : mcsstaahmd@gmail.com

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:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	NIL	NIL	NIL

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl.No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/Associate	% of shares held	Applicable Section
1	NIL	NIL	NIL	NIL	NIL

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. shares held at the beginning of the year				No. shares held at the end of the year				% change during the Year
	Demat	Physical	Total	% of total Shares	Demat	Physical	Total	% of total Shares	
(A) Shareholding of Promoter and Promoter Group									
1 Indian									
(a) Individuals/ Hindu Undivided Family	1090942	0	1090942	20.30	1143222	0	1143222	21.27	0.97
(b) Central Government/ State Government(s)	0	0	0	0.00	0	0	0	0.00	0.00
(c) Bodies Corporate	2015344	0	2015344	37.49	2015344	0	2015344	37.49	0.00
(d) Financial Institutions/ Banks	0	0	0	0.00	0	0	0	0.00	0.00
(e) Any Others(Specify)	0	0	0	0.00	0	0	0	0.00	0.00
Sub Total(A)(1)	3106286	0	3106286	57.79	3158566	0	3158566	58.76	0.97
2 Foreign									
(a) Individuals (Non-Residents Individuals/ Foreign Individuals)	0	0	0	0.00	0	0	0	0.00	0.00
(b) Bodies Corporate	0	0	0	0.00	0	0	0	0.00	0.00
(c) Financial Institutions/Banks	0	0	0	0.00	0	0	0	0.00	0.00
(d) Qualified Foreign Investor	0	0	0	0.00	0	0	0	0.00	0.00
(e) Any Others(Specify)	0	0	0	0.00	0	0	0	0.00	0.00
Sub Total(A)(2)	0	0	0	0.00	0	0	0	0.00	0.00
Total Shareholding of Promoter and Promoter Group (A)=(A)(1)+(A)(2)	3106286	0	3106286	57.79	3158566	0	3158566	58.76	0.97

Annual Report 2017-2018

Category of Shareholders	No. shares held at the beginning of the year				No. shares held at the end of the year				% change during the Year
	Demat	Physical	Total	% of total Shares	Demat	Physical	Total	% of total Shares	
(B) Public shareholding									
1 Institutions									
(a) Mutual Funds/ UTI	0	275	275	0.01	0	275	275	0.01	0.00
(b) Financial Institutions / Banks	0	2625	2625	0.05	0	2625	2625	0.05	0.00
(c) Central Government/ State Government(s)	0	0	0	0.00	0	0	0	0.00	0.00
(d) Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
(e) Insurance Companies	268492	0	268492	5.00	268492	0	268492	5.00	0.00
(f) Foreign Institutional Investors	0	0	0	0.00	0	0	0	0.00	0.00
(g) Foreign Venture Capital Investors	0	0	0	0.00	0	0	0	0.00	0.00
(h) Qualified Foreign Investor	0	0	0	0.00	0	0	0	0.00	0.00
(i) Any Other (specify) -	0	0	0	0.00	0	0	0	0.00	0.00
Sub-Total (B)(1)	268492	2900	271392	5.05	268492	2900	271392	5.05	0.00
2 Non-institutions									
(a) Bodies Corporate	118354	8870	127224	2.37	150743	8520	159263	2.96	0.59
(b) Individuals									
I Individual shareholders holding nominal share capital up to Rs. 1 lakh	682462	377062	1059524	19.71	761318	369582	1130900	21.04	1.33
II Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	787365	0	787365	14.64	611296	0	611296	11.37	(3.27)
(c) Qualified Foreign Investor	0	0	0	0.00	0	0	0	0.00	0.00
(d) Any Other (specify)									
I Hindu Undivided Family	21685	250	21935	0.41	41674	250	41924	0.78	0.37
II Non Resident Individual	524	750	1274	0.02	909	750	1659	0.03	0.01
Sub-Total (B)(2)	1610390	386932	1997322	37.16	1565940	379102	1945042	36.18	(0.97)
(B) Total Public Shareholding (B)=(B)(1)+(B)(2)	1878882	389832	2268714	42.21	1834432	382002	2216434	41.24	(0.97)
TOTAL (A)+(B)	4985168	389832	5375000	100.00	4992998	382002	5375000	100.00	0.00
(C) Shares held by Custodians and against which Depository Receipts have been issued									
1 Promoter and Promoter Group	0	0	0	0.00	0	0	0	0.00	0.00
2 Public	0	0	0	0.00	0	0	0	0.00	0.00
Sub-Total (C)	0	0	0	0.00	0	0	0	0.00	0.00
GRAND TOTAL (A)+(B)+(C)	4985168	389832	5375000	100.00	4992998	382002	5375000	100.00	0.00

(ii) Shareholding of Promoters

Sr. No.	Name of the shareholder	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	Vikram Investment Co. Ltd.	936640	17.43	0.00	936640	17.43	0.00	0.00
2	Madhusudan Holdings Ltd.	440600	8.20	0.00	440600	8.20	0.00	0.00
3	Vikram Somany	458264	8.53	0.00	510544	9.50	0.00	0.97
4	Rekha Commercial Ltd.	266194	4.95	0.00	266194	4.95	0.00	0.00
5	Trisure Promotions & Tradings Ltd.	242200	4.51	0.00	242200	4.51	0.00	0.00
6	Smiti Somany	613120	11.41	0.00	613120	11.41	0.00	0.00
7	Suvinay Trading & Investment Co. Ltd.	129710	2.41	0.00	129710	2.41	0.00	0.00
8	Deepshikha Khaitan	19558	0.36	0.00	19558	0.36	0.00	0.00
	TOTAL	3106286	57.79	0.00	3158566	58.76	0.00	0.97

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

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	3106286	57.79	3106286	57.79
	Shares Purchase by Shri Vikram Somany				
1	16.11.2017	1825	0.03	3108111	57.83
2	17.11.2017	1732	0.03	3109843	57.86
3	21.11.2017	14443	0.27	3124286	58.13
4	05.12.2017	3000	0.06	3127286	58.18
5	06.12.2017	5000	0.09	3132286	58.28
6	07.12.2017	4000	0.07	3136286	58.35
7	08.12.2017	10000	0.19	3146286	58.54
8	02.02.2018	12280	0.23	3158566	58.76
	At the end of the year	3158566	58.76	3158566	58.76

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

Sr. No.	For Each of the top 10 Shareholders	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1	Life Insurance Corporation of India No Change	150029	2.79	150029	2.79
2	Sajan Kumar Pasari No Change	128570	2.39	128570	2.39
3	Saurav Gupta Sale: Cumulative Holdings : 04.08.2017 - 109082, 13.10.2017 - 108115, 20.10.2017 - 107333, 27.10.2017 - 106433	109172	2.03	106433	1.98
4	General Insurance Corporation of India No Change	98948	1.84	98948	1.84
5	S Kumar & Sons Holding Pvt. Ltd. No Change	85000	1.58	85000	1.58
6	Vinodchandra Muljibhai Shah Purchase : Cumulative Holdings - 9.06.2017 - 36571, 14.07.2017 - 37761, 21.07.2017 - 37436, 11.08.2017 - 38236, 27.10.2017 - 38636, 3.11.2017 - 38836, 10.11.2017 - 38839, 08.12.2017 - 39339, 15.12.2017 - 42339, 22.12.2017 - 45639, 30.12.2017 - 47439, 05.1.2018 - 49439, 12.01.2018 - 54139, 19.01.2018 - 58139, 26.01.2018 - 58675 Sale : 21.07.2017 - 37436	36071	0.67	58675	1.09
7	Sheo Kumar Agarwal Purchase: Cumulative Holdings - 09.02.2018 - 8000, 16.02.2018 - 47437, 23.02.2018 - 50140, 02.03.2018 - 50830, 16.03.2018 - 56100, 23.03.2018 - 57700	0	0.00	57700	1.07
8	Dipak Kanavalal Shah Purchase: Cumulative Holdings - 01.09.2017 - 53700, 03.11.2017 - 54700, 16.02.2018 - 55000	50000	0.93	55000	1.02
9	Sunil Kumar Daga No Change	42652	0.79	42652	0.79
10	Anil Kumar Maskara No Change	31694	0.59	31694	0.59

Annual Report 2017-2018

(v) Shareholding of Directors and Key Managerial Personnel

Sr. No.	For each of the Directors and KMP	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Shri Rajesh B. Shah	0	0.00	0	0.00
2	Shri P. K. Shashidharan	0	0.00	0	0.00
3	Smt. Rutva Acharya	150	0.00	150	0.00
4	Shri P. C. Surana	0	0.00	0	0.00
5	Shri S. M. Agarwal	200	0.00	200	0.00
6	Shri Thomas Koshy	50	0.00	50	0.00
7	Shri Tarun Panchal	0	0.00	0	0.00
8	Ms. Dipshika Khatri	0	0.00	0	0.00

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding / accrued but not due for payment (Rs. in Lakhs)				
Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	0	0	0	0
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	0	0	0	0
Change in Indebtedness during the financial year				
Addition	0	0	0	0
Reduction	0	0	0	0
Net Change	0	0	0	0
Indebtedness at the end of the financial year				
i) Principal Amount	0	0	0	0
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	0	0	0	0

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sl. no.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount (Rs.)
1	Gross salary	There is no Managing Director, Whole-time Director or Manager in the Company.	
(a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961		
(b)	Value of perquisites u/s 17(2) Income-tax Act, 1961		
(c)	Profits in lieu of salary under section 17(3) Income-tax Act, 1961		
2	Stock Option		
3	Sweat Equity		
4	Commission		
	- as % of Profit		
	- Others, specify		
5	Others, specify (perq + PF)		
	Total (A)		
	Celling as per Act		



B. Remuneration to other directors:

Sl. no.	Particulars of Remuneration	Name of Directors			Total Amount (Rs. in Lakhs)
		Rajesh B. Shah	P. C. Surana	Rutva Acharya	
1	Independent Directors				
•	Fee for attending board / committee meetings	0.10	0.10	0.10	0.30
•	Commission	0	0	0	0
•	Others, please specify	0	0	0	0
	Total (1)	0.10	0.10	0.10	0.30
2	Other Non-Executive Directors	P.K. Shashidharan		S. M. Agarwal	
•	Fee for attending board / committee meetings	0.06		0.10	0.16
•	Commission	0		0	0
•	Others, please specify	0		0	0
	Total (2)	0.06		0.10	0.16
	Total (B)=(1)+(2)				0.46
	Total Managerial Remuneration				0.46
	Overall Ceiling as per the Act	Only sitting fees paid			

C. Remuneration to key managerial personnel other than MD / Manager / WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			Total Amount (Rs. in Lakhs)
		CEO	CS	CFO	
1	Gross salary				
(a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	18.13	1.49	6.01	25.63
(b)	Value of perquisites u/s 17(2) Income-tax Act, 1961	0	0	0	0
(c)	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	0	0	0	0
2	Stock Option	0	0	0	0
3	Sweat Equity	0	0	0	0
4	Commission				
	- as % of profit	0	0	0	0
	- others. specify...	0	0	0	0
5	Others, please specify (Perq + PF)	1.24	0.08	0.35	1.67
	Total	19.37	1.57	6.36	27.30

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES : NIL

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

For and on behalf of the Board of Directors,

Ahmedabad
28th May, 2018

Rajesh B. Shah
P. C. Surana
P. K. Shashidharan
Sanwarmal D. Agarwal
Rutva Acharya
Directors

**CORPORATE GOVERNANCE REPORT
(As required under the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)**

1) Company's Philosophy

The Company believes in the practice of good Corporate Governance and acting as a good corporate citizen.

The spirit of Corporate Governance has been prevailing in the Company. The Company believes in the values of transparency, professionalism and accountability. The Company recognizes the accountability of the Board and importance of its decisions on its customers, dealers, employees, shareholders, and with every individual, who comes in contact with the Company.

2) Board of Directors

The Board comprises of 5 (five) Non-Executive Directors.

The Company did not have any pecuniary relationship or transactions with the Non-Executive Directors during the period under review.

During the year, 5 (four) Board Meetings were held on 25.05.2017, 23.06.2017, 09.08.2017, 13.11.2017 and 08.02.2018.

None of the directors on the Board are members in more than ten committees and they do not act as Chairmen of more than five committees across all companies in which they are directors.

The composition of Board of Directors and their attendance at the Board meetings during the year and at the last Annual General Meeting as also number of other directorships and Committee Memberships are given below:

Sr. No.	Name of Director	Category of Directorship	No. of Board Meetings attended	Attendance At last AGM	No. of Other directorships	No. of Other Committee Memberships
1.	Shri Rajesh B. Shah	Non-Executive Independent Director	5	YES	1	-
2.	Shri Sanwamal Agarwal	Non-Executive Director	5	YES	1	-
3.	Shri P. K. Shashidharan	Non-Executive Director	3	YES	-	-
4.	Shri Prem Chand Surana	Non-Executive Independent Director	5	YES	1	-
5.	Smt. Rutva Acharya	Non-Executive Independent Director	5	NO	-	-

The Company provides the information as set out in Regulation 17 read with Part A of Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 to the Board and the Board Committees to the extent it is applicable and relevant. Such information is submitted either as part of the agenda papers in advance of the respective meetings or by way of presentations and discussions during the meeting.

All Independent Directors are experienced and competent from their respective field. They actively participate in the Board and Committees which gives significant value addition in the decision-making process. Familiarization programs imparted to independent directors is posted on company's website www.madhusudan-india.com

None of the Directors are related to any other director on the Board in term of Definition of 'relative' as per the Companies, Act, 2013.

Performance Evaluation

Pursuant to the provisions of the Companies Act, 2013 and Regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out the annual performance evaluation of its own performance, the Directors individually as well as the evaluation of the working of its Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee. The Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of the specific duties, obligations and governance were also evaluated.

A separate exercise was carried out to evaluate the performance of individual Directors, who were evaluated on parameters such as level of engagement and contribution, independence of judgement, safeguarding the interest of the Company and its shareholders etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Independent and Non-Independent Directors was carried out by the Independent Directors, who also reviewed the performance of the Secretarial Department. The Directors expressed their satisfaction with the evaluation process.

Independent Directors' Meeting:

During the year under review, the Independent Directors met on 03.03.2018 inter alia, to discuss:

- Evaluation of the performance of Independent directors, Non-Independent Directors, the Board of Directors as whole and Key Managerial Personnel;
- Evaluation of the performance of the Board of Directors, taking into account the views of the Directors.
- Evaluation of the quality, content and timelines of flow of information between the Management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

Prohibition of Insider Trading:

In Compliance with the SEBI Regulations on Prevention of Insider Trading, the Company has framed a Code of Conduct to avoid any insider trading and it is applicable to all the Directors, Promoters, Senior Managerial Personnel and other connected persons of the Company who are expected to have access to the unpublished price sensitive information relating to the Company. The Code lays down guidelines, which advises them on procedure to be followed and disclosures to be made, while dealing in the shares of the Company.

Code of Conduct

The Company has implemented model code of conduct for the Board members and senior Officers of the Company. The code of conduct has been posted on the website of the Company i.e. www.madhusudan-india.com

Risk Management Policy

The Board of directors has framed, approved and implemented Risk Management Policy of the Company including identification and element of risks.



3) Audit Committee

The Audit Committee, consists of 4 (Four) directors, namely Shri Rajesh B. Shah – Chairman (independent), Shri Prem Chand Surana (independent), Shri Sanwamal Agarwal and Smt. Rutva Acharya (independent). The Company Secretary is also Secretary to the Audit Committee. During the year, 5 (five) Audit Committee Meetings were held on 25.05.2017, 23.06.2017, 09.08.2017, 13.11.2017 and 08.02.2018.

Terms of reference:

The role and terms of reference of the Audit Committee cover the matters specified for Audit Committees under Regulation 18 and Part – C of Schedule - II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 177 of the Companies Act, 2013.

Details of no. of meetings and attendance there at is as under.

Name Of Director	No. of Meetings	
	Held	Attended
Shri Rajesh B. Shah	5	5
Shri Prem Chand Surana	5	5
Shri Sanwamal Agarwal	5	5
Smt. Rutva Acharya	5	5

4) Nomination and Remuneration Committee

The Nomination and Remuneration Committee, consists of 4 (Four) directors namely, Shri Rajesh B. Shah – Chairman (independent), Shri Prem Chand Surana (independent), Shri Sanwamal Agarwal and Smt. Rutva Acharya (independent).

The Committee fixes the Remuneration of Whole Time Directors, which include all elements of remuneration package i.e. salary, benefits, bonus, incentives, pension, retirement benefits and such other benefits.

The Committee also decides the fixed component and performance linked incentives, performance criteria, service contracts, notice period, severance fees etc. of the remuneration package of working directors, as may be necessary. Presently the company has no Whole time director. During the year under review one meeting was held on 25.05.2017.

Independent Directors are appointed and their performance is evaluated based on the criteria such as knowledge, qualifications, experience, expertise in any area, integrity, level of independence from the Board and the Company, number of meetings attended, familiarization programs attended, time devoted etc. Executive Directors are appointed on the basis of requirement of the Company, qualifications & experience, association with the Company, loyalty etc. Executive Directors are preferably promoted from within the Company based on above criteria. The committee recommends appointment of directors to the board.

Details of no. of meetings and attendance there at is as under.

Name Of Director	No. of Meetings	
	Held	Attended
Shri Rajesh B. Shah	1	1
Shri Prem Chand Surana	1	1
Shri Sanwamal Agarwal	1	1
Smt. Rutva Acharya	1	1

5) Remuneration Policy

Remuneration of employees largely consists of basic remuneration and perquisites.

The component of the total remuneration varies for different grades and is governed by Industry pattern, qualifications and

experience of the employee, responsibilities handled by him and his individual performance, etc.

The objectives of the remuneration policy are to motivate employees to excel in their performance, recognize their contribution and to retain talent in the organization and accord merit.

6) Details of remuneration for the year ended 31.03.2018

(i) Managing Director / Whole-time Director(s)

The company has no Whole – time Director(s).

(ii) Non-Executive Directors

Remuneration by way of sitting fees for attending Board meetings was paid to the non-executive directors. No commission is proposed to be paid to the Non- Executive Directors for the year ended 31st March, 2018. The details of sitting fees paid to them during the year are as under:

Name	Sitting Fees (Amt. in Lakhs)
Shri Rajesh B. Shah	0.10
Shri Prem Chand Surana	0.10
Shri Sanwar Mal Agarwal	0.10
Shri P. K. Shashidhaan	0.06
Smt. Rutva Acharya	0.10
Total	0.46

(iii) Shareholding of Non-Executive Directors

Name	No. of Shares held	% of total shareholding
Shri Rajesh B. Shah	NIL	NIL
Shri Sanwar Mal Agarwal	200	0.00
Shri Prem Chand Surana	NIL	NIL
Shri P. K. Shashidharan	NIL	NIL
Smt. Rutva Acharya	150	0.00

7) Share Transfer Committee

In accordance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board had delegated the powers of share transfers to the Share Transfer Committee. In order to expedite the process of share transfers / transmissions / splits / consolidation, the Committee meets at least once in 10-15 days.

The Share transfer committee consists of three directors namely Shri P.C. Surana – Chairman (independent), Shri Rajesh B. Shah (independent) and Shri Sanwamal Agarwal.

Share Transfer Agent

The Company has appointed MCS Share Transfer Agent Limited, a SEBI registered Registrar and Share Transfer Agent.

8) Stakeholders Relationship Committee

The Stakeholders Relationship Committee, consists of 4 (four) directors namely Shri P.C. Surana – Chairman (independent), Shri Sanwamal Agarwal, Shri P.K. Shashidharan and Smt. Rutva Acharya (independent).

All investor complaints, which can not be settled at the level of Company Secretary and Compliance Officer, are forwarded to the Stakeholders Relationship Committee for final settlement.

During the year 2017-18, the Company had received 1 complaint from the Shareholders.

All the complaints received from the Shareholders were resolved. There is no complaint pending as of 31.03.2018, which is not attended / replied by the Company.

The Company confirms that there were no share transfers lying pending as on date which were received upto 31.03.2018 and all requests for dematerialization and re-materialization of

Annual Report 2017-2018

shares as on that date were confirmed / rejected into the NSDL / CDSL system.

During the year, one meeting was held on 25.05.2017.

Ms. Deepshika Khatri, Company Secretary is a Compliance Officer.

9) General Body Meetings

The last three Annual General Meetings were held as under:

Financial Year ended	Date	Time	Venue
31.03.2017	22.09.2017	11.30 a.m.	Survey No. 359/B, 359/C, 361 & 362, Rakhial - 382315, Taluka – Dehgam, Dist. Gandhinagar
31.03.2016	12.08.2016	11.30 a.m.	Survey No. 359/B, 359/C, 361 & 362, Rakhial - 382315, Taluka – Dehgam, Dist. Gandhinagar
31.03.2015	25.09.2015	11.30 a.m.	Survey No. 359/B, 359/C, 361 & 362, Rakhial - 382315, Taluka – Dehgam, Dist. Gandhinagar

During the last three Annual General meetings no special Resolution was passed. No resolution through postal ballot is required to be passed during the last three years and in the current year also no resolution is proposed through postal ballot as on date.

10) Means of Communication

- Quarterly results are published in leading daily newspapers viz. Financial Express / Indian Express and a local language newspaper viz. Financial Express/Jai Hind. The annual results (Annual Reports) are circulated to all the members of the Company either electronically or in physical form.
- Management Discussion & Analysis, forms part of this Annual Report, which is also being posted to all the members of the Company.
- The official news releases, if any, are given directly to the press and simultaneously to the Stock Exchanges.
- The Company sends its financial results, Shareholding pattern and other information to BSE Limited. They upload these information on their website. i.e. <http://www.bseindia.com>. The said information is also available on the company's website www.madhusudan-india.com.

11) General Shareholders' Information

1. Annual General Meeting

Date and Time : 25th September, 2018 at 11:30 a.m.
Venue : Survey No. 359/B, 359/C, 361 & 362, Rakhial – 382315, Taluka – Dehgam, Dist. Gandhinagar.

2. Financial Calendar 2018-19 (tentative)

Annual General Meeting	By 3rd / 4th week of September, 2019
<u>Results for quarter ending</u>	<u>By 15th day of</u>
June 30, 2018	August, 2018
September 30, 2018	November, 2018
December 31, 2018	February, 2019
Results for year ending	By 29 th May, 2019
March 31, 2019 (Audited)	

3. **Book Closure date** 10th September, 2018 to 17th September, 2018. (Both days inclusive)

4. Dividend payment

In order to conserve the resources, no dividend is recommended by the Board of Directors for the year ended 31.03.2018.

5. Listing on Stock Exchange

The Company's shares are listed at BSE Limited, 1st Floor, New Trading Ring, Rotunda Building, P J Towers, Dalal Street, Fort, Mumbai - 400 001. The company has paid listing fees of the years 2017-18 and 2018-19 to the Stock Exchange. Listing details of the shares of the Company at the Stock Exchange is as under

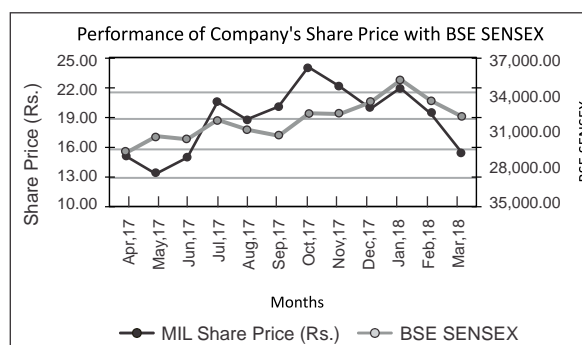
BSE Limited

Stock Code : 515059

Scrip ID : MADHUIN

6. Share price at BSE Ltd.

Month	High (Rs.)	Low (Rs.)
April, 2017	16.70	13.25
May, 2017	16.45	13.25
June, 2017	16.70	13.06
July, 2017	25.00	13.85
August, 2017	21.40	17.20
September, 2017	22.05	16.80
October, 2017	30.50	20.15
November, 2017	24.25	20.60
December, 2017	22.25	19.00
January, 2018	21.90	18.05
February, 2018	22.00	18.65
March, 2018	20.45	14.95



7. Registrar and Share Transfer Agent

Entire Share Transfer and dematerialization / rematerialization job is assigned to R & T Agent, MCS Share Transfer Agent Limited, a SEBI registered Share Transfer Agent. Request for Share transfer, dematerialization and rematerialization should be sent directly to MCS Share Transfer Agent Limited, 201, Shatdal Complex, 2nd Floor, Opp. Bata Show Room, Ashram Road, Ahmedabad-380 009. Shareholders have option to open their accounts with either NSDL or CDSL as the Company has entered into agreements with both of these depositories.



8. Share Transfer System

The share transfer/s is normally effected within a period of 10-15 days from the date of receipt, provided the documents being complete in all respects. The Company has formed Share Transfer Committee of directors, which meets atleast once in 10-15 days for effecting transfer of shares and other related matters.

9. Distribution of Shareholding as on 31.03.2018

Shares	Total No. of Shares	No. of Shareholders
1	500	4912
501	1,000	118
1,001	2,000	83
2,001	3,000	32
3,001	4,000	13
4,001	5,000	9
5,001	10,000	19
10,001	50,000	15
50,001	1,00,000	5
1,00,001 And Above	35,24,040	10
Total	53,75,000	5,216

10. Pattern of Shareholding as on 31.03.2018.

Sr. No.	Category	No. of Shares	(%) of Shares
1.	NRIs	1659	0.03
2.	Financial Institutions/Banks/ Insurance Companies	2,71,117	5.04
3.	Mutual Funds	275	0.01
4.	Promoters	31,58,566	58.76
5.	Bodies Corporate	1,59,263	2.96
6.	Indian Public	17,84,120	33.20
	Total	53,75,000	100.00

11. Dematerialisation of Shares as on 31.03.2018

As on 31.03.2018, 92.89% of the Company's total shares representing 49,92,998 Shares were held in dematerialized form and the balance 7.11% representing 3,82,002 shares were in paper form.

The ISIN Number in NSDL and CDSL is "INE 469C01023".

12. Secretarial Audit for reconciliation of Capital

Pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 a practicing company secretary carried out the Secretarial Audit for all the quarters of Financial Year 2017-18. The Audit Reports confirms that there is no discrepancy in the issued, listed and admitted capital of the Company.

13. There are no outstanding global depository receipts or American depository receipts or warrants or convertible instruments issued by the company.

14. Plant Locations

Presently there is no operational plant of the Company. The Company's Registered Office is situated at the following place:

Survey No. 359/B, 359/C, 361 & 362,
Rakhial – 382315, Taluka – Dehgam, Dist. Gandhinagar.

15. Address for Correspondence

The Company's Registered Office is situated at Survey No. 359/B, 359/C, 361 & 362, Rakhial, Tal. – Dehgam, Dist. Gandhinagar – 382315. Shareholders' correspondence should be addressed either to the Registered Office of the Company as stated above or Ahmedabad Office at "Madhusudan House", Opp. Navrangpura Telephone Exchange, Ahmedabad - 380006 or to the Registrar and Share Transfer Agent, MCS Share Transfer Agent Limited, 201, Shatdal Complex, 2nd Floor, Opp. Bata Show Room, Ashram Road, Ahmedabad-380009, Contact No. 079-26580462, Email : mcsstaahmd@gmail.com.

The Company has partly adopted non-mandatory requirements.

12) Other Disclosures

- There were no transactions of material nature with the directors or the management or their subsidiaries or relatives etc. during the year, which could have potential conflict with the interests of the Company at large.
- Disclosure of Accounting Treatment: These Financial Statements are prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) (Amendment) Rules, 2016 notified under Section 133 of the Companies Act, 2013 (the 'Act') and other relevant provisions of the Act. The Financial Statements up to and for the year ended 31st March, 2017 were prepared to comply in all material aspects with the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Act. The previous year figures have been regrouped/ reclassified or restated as per Ind AS, so as to make the figures comparable with the figures of current year. As these are the first Financial Statements prepared in accordance with Indian Accounting Standards (Ind AS), Ind AS 101 'First Time Adoption of Indian Accounting Standards' has been applied. An explanation of how the transition to Ind AS has affected previously reported financial position, financial performance and cash flows of the Company is provided in the financial Statements at appropriate places.
- There were no instances of non-compliance, penalty or strictures imposed on the company by Stock Exchanges, SEBI or other statutory authority of any matter related to the capital market, during the last three years.
- Vigil Mechanism (Whistle Blower Policy): The Company has implemented a Vigil Mechanism (whistle Blower policy) and is posted on the Company's website i.e. www.madhusudan-india.com and no person is denied access to the Audit Committee.
- The Company has partly adopted non-mandatory requirements. The company has no managing director. The company is having unmodified audit opinion. The Internal Auditor may report directly to the audit committee. The Company is complying with applicable Secretarial Standard.
- The company has no subsidiary.
- Related Party Transactions
All transactions entered into with Related parties as defined under the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 during the financial year were in the ordinary course of business and on an arm's length basis and approved by the Audit Committee and the Board of Directors. There were no materially significant transactions with related parties during the financial year which were in the conflict of interest of the Company.
The Board has approved a policy for related party transactions which has been uploaded on the website of the Company i.e. www.madhusudan-india.com.
- Commodity Risk or Foreign Exchange Risk
The Company is not dealing in any activity which may have commodity price risk or Foreign Exchange risk or undertaken hedging activities.
- CEO and CFO certification
As per Regulation 17(8) and Part – B of Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a certificate from CEO and CFO has been obtained.
- The Company has no unclaimed shares, as the Company has not offered/issued any shares to the public to since 1993.

For and on behalf of the Board of Directors,

Ahmedabad
28th May, 2018

Rajesh B. Shah
P. C. Surana
P. K. Shashidharan
Sanwarmal D. Agarwal
Rutva Acharya
Directors

COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members of
Madhusudan Industries Limited
CIN: L29199GJ1945PLC000443
Survey No. 359/B, 359/C, 361 & 362,
Tal.:Dehgam, Rakhial- 382315
Gujarat, India

We have examined all relevant records of **MADHUSUDAN INDUSTRIES LIMITED** ("the Company") for the purpose of certifying compliance of conditions of Corporate Governance as stipulated under para C of Schedule V read with Regulation 34(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the year ended on March 31, 2018.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company. This certificate is neither an assurance as to the further viability of the Company nor of the effectiveness with which the management has conducted the affairs of the Company.

On the basis of the examination of the records produced, explanations and information furnished, we certify that the Company has generally complied with the mandatory conditions of the Corporate Governance as stipulated in para C of Schedule V read with Regulation 34 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Since the paid-up share capital and net worth of the Company do not exceed Rupees Ten Crore and Rupees Twenty Five Crore respectively as on the last day of previous financial year i.e. as on March 31, 2018, the compliance with the Corporate Governance provisions as specified in Regulation 17 to 27 and Clauses (b) to (i) of Regulation 46(2) and para C, D and E of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, shall not apply to the Company. However as a good corporate governance practice, the Company has been complying with the aforesaid provisions / regulations voluntarily.

This certificate is issued solely for the purpose of complying with the aforesaid regulations by the Company voluntarily.

**FOR PARIKH DAVE & ASSOCIATES
COMPANY SECRETARIES**

**UMESH PARIKH
PARTNER**

PRACTICING COMPANY SECRETARY

**FCS No.: 4152
C. P. No.: 2413**

Place : Ahmedabad
Date : 28th May, 2018

**DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE
COMPANY'S CODE OF CONDUCT**

This is to certify that the Company has laid down Code of Conduct for Board Members and Senior Management of the Company.

Further certified that the Members of the Board of Directors and Senior Management personnel have affirmed having complied with the Code applicable to them during the year ended 31st March, 2018.

For Madhusudan Industries Limited

Place : Ahmedabad
Date : 28th May, 2018

Thomas Koshy
Chief Executive Officer

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED March 31, 2018

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

To,
The Members,
MADHUSUDAN INDUSTRIES LIMITED
CIN: L29199GJ1945PLC000443
Survey No. 359/B, 359/C, 361 & 362,
Tal.:Dehgam, Rakhial - 382315

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

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit; we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on March 31, 2018 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

- 1) The Companies Act, 2013 (the Act) and the Rules made thereunder;
- 2) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
- 3) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- 4) Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; - There are no Overseas Direct Investments/ External Commercial Borrowings made by the Company during the Audit period under review.
- 5) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 - Not applicable as the Company has not issued any shares during the year under review;
 - (d) The Securities and Exchange Board of India (Share Based Employees Benefits) Regulations, 2014 - Not Applicable as the Company has not issued any Shares / options to the Directors /Employees under the said Regulations during the year under review;
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 - Not Applicable as the Company has not issued any debt securities during the year under review;
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 - Not Applicable as the Company has not delisted its Equity Shares from any Stock Exchanges during the year under review;
 - (h) The Securities and Exchange Board of India (Buy Back of Securities) Regulations, 1998- Not Applicable as the Company has not bought – back any of its securities during the year under review;
 - (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We have also examined compliance with the applicable Standards / Clauses / Regulations of the following:

- (i) Secretarial Standards issued by The Institute of the Company Secretaries of India (ICSI) and made effective from time to time.
- (ii) The Uniform Listing Agreement entered into by the Company with BSE Limited (BSE).

Since the paid-up share capital and net worth of the Company do not exceed Rupees Ten Crore and Rupees Twenty Five Crore respectively as on the last day of previous financial year, the compliance with the Corporate Governance provisions as specified in Regulation 17 to 27 and Clauses (b) to (i) of Regulation 46(2) and para C, D and E of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, shall not apply to the Company. However as a good corporate governance practice, the Company has been complying with the aforesaid provisions / regulations voluntarily.

During the Audit period under review, the Company has complied with all material aspects of the applicable provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. as mentioned above.

We further report that:

During the audit period under review there were no laws which were specifically applicable to the Company / Industry. However, having regard to the compliance system prevailing in the Company and on examination of relevant documents and records on test - check basis, the Company has complied with the material aspects of the following significant laws applicable to the Company:

1. The Indian Contract Act, 1872
2. Registration Act, 1908
3. The Bombay Stamp Act, 1958

Annual Report 2017-2018

We further report that:

The Board of Directors of the Company is duly constituted and having all the directors as Non-Executive Directors and has adequate number of Independent Directors. There were no changes which took place in the composition of the Board during the year under review.

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

Decisions at the meetings of Board of Directors/ Committees of the Company were carried unanimously. We were informed that there were no dissenting views of the members' on any of the matters during the year that were required to be captured and recorded as part of the minutes.

We further report that:

Based on the review of compliance mechanism established by the Company, the information provided by the Company, its officers and authorized representatives during the conduct of the audit and compliance certificate(s) placed before the Board Meeting, there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable general laws, rules, regulations and guidelines such as Labour Laws and Environmental Laws.

We further report that:

The compliance by the Company of the applicable financial laws like Direct and Indirect Tax laws, has not been reviewed in this Audit since the same have been subject to the review by the Statutory Auditors and other designated professionals.

We further report that:

During the audit period under review, there were no instances of:

- a) Public/Right issue of shares/ debentures/sweat equity etc.
- b) Redemption / buy-back of securities.
- c) Obtaining the approval from shareholders under Section 180 of the Companies Act, 2013.
- d) Merger / amalgamation / reconstruction, etc.
- e) Foreign technical collaborations.

**FOR PARIKH DAVE & ASSOCIATES
COMPANY SECRETARIES**

**Place : Ahmedabad
Date : 18th May, 2018**

**UMESH PARIKH
PARTNER
PRACTICING COMPANY SECRETARY
FCS No. 4152
C P No. 2413**

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

ANNEXURE - A

To,
The Members,
MADHUSUDAN INDUSTRIES LIMITED
CIN: L29199GJ1945PLC000443

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

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

**FOR PARIKH DAVE & ASSOCIATES
COMPANY SECRETARIES**

**Place : Ahmedabad
Date : 18th May, 2018**

**UMESH PARIKH
PARTNER
PRACTICING COMPANY SECRETARY
FCS No. 4152
C P No. 2413**

Independent Auditors' Report

To,
The Members of **Madhusudan Industries Limited**

Report in the Ind AS Financial Statements

We have audited the accompanying Ind AS financial statements of Madhusudan Industries Limited ("the Company"), which comprise the balance sheet as at 31st March 2018, and 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 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 Ind AS financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, 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 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

In conducting 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 thereunder and the Order issued under section 143(11) of the Act.

We conducted our audit of the Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the 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 Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the

appropriateness of 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 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 Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 including the Ind AS, of the state of affairs (financial position) of the Company as at 31st March, 2018, and its profit, financial performance including other comprehensive income, its cash flows and the 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 prepared in accordance with Ind AS included in these Ind AS financial statements have been audited by the predecessor auditor who had audited the financial statements for the relevant periods. The report of the predecessor auditor on the comparative financial information and the opening balance sheet dated 25th May 2017 expressed an unmodified opinion.

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 Ind AS financial statements, are based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by the predecessor auditor whose report for the year ended 31st March 2017 and 31st March 2016 dated 25th May 2017 and 26th May 2016 respectively expressed an unmodified opinion on those 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 Ind AS financial statements and our report of 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 in terms of Section 143(11) of the Act, we give in "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, based on our audit, we report, to the extent applicable that :
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss including Other comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt

Annual Report 2017-2018

with by this Report are in agreement with the books of account.

- d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.
- e) On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st 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". 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 Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 1. The Company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements
 2. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
 3. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For, Shailesh Shah & Associates
Chartered Accountants
Firm Reg. No. 109877W

Shailesh A. Shah
Proprietor

Place : Ahmedabad
Date : 28th May, 2018

Membership No. 32205

Annexure – A to Independent Auditors' Report

Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the members of **MADHUSUDAN INDUSTRIES LIMITED** on the Ind AS financial statements as of and for the year ended 31st March, 2018.

1. In respect of its fixed assets :
 - (a) The company has maintained proper records, showing full particulars including quantitative details and situation of its fixed assets.
 - (b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and the nature of its assets. No material discrepancies between the book records and the physical inventory have been noticed in respect of the assets physically verified.
 - (c) The title deeds of immovable properties are held in the name of the company.

2. As explained to us, the company does not hold any physical inventories during the year. Thus paragraph 3(ii) of the Order is not applicable to the Company.
3. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loan, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013.
4. According to the information and explanations given to us, the company has complied with the provisions of Section 185 and 186, wherever applicable, in respect of loans, investments, guarantees and securities given by the company.
5. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit from the public in accordance with the provisions of Section 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.
6. In our opinion and according to the information and explanations given to us, the company is not required to maintain cost records specified by the Central Government under sub-section (1) of section 148 of the Companies Act.
7. (a) According to the records of the company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Goods and Service Tax, Cess and other statutory dues have been generally regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st of March, 2018 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, following disputed statutory dues have not been deposited on account of disputed matters pending before appropriate authorities are as under :

Sr. No.	Name of Statute	Nature of Dues	Forum where dispute is pending	Amount Rs. (In Lacs)
1	Gujarat Sales Tax Act	Sales-tax	Gujarat Sales Tax Tribunal	139.34
2	Central Excise Act	Central Excise Duty	CESTAT	97.76

8. The company does not have any loans or borrowings from any financial institution, bank government or debenture holders during the year. Accordingly, paragraph 3(viii) of the order is not applicable.
9. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.
10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year.
11. According to the information and explanations given to us, the managerial remuneration has been paid or provided in accordance with the requisite approval mandated by the provisions of section 197 read with schedule V to the Companies Act 2013.

12. The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
13. According to the information and explanations given to us, 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 Financial Statements as required by the applicable Indian Accounting Standards.
14. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him and hence provisions of section 192 of the Companies Act, 2013 are not applicable.
16. According to information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For, Shailesh Shah & Associates
Chartered Accountants
Firm Reg. No. 109877W

Shailesh A. Shah

Place : Ahmedabad
Date : 28th May, 2018

Proprietor
Membership No. 32205

Annexure – B to Independent Auditors’ Report

Referred to in paragraph 2(f) under ‘Report on Other Legal and Regulatory Requirements’ Section of our Report of even date to the members of MADHUSUDAN INDUSTRIES LIMITED on the financial statements for the year ended 31st March, 2018.

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 MADHUSUDAN INDUSTRIES LIMITED (“the Company”) as of March 31, 2018 in conjunction with our audit of the 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 (the “Guidance Note”). 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 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 and 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 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, 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 details, 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 authorities of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company’s assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the 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, Shailesh Shah & Associates
Chartered Accountants
Firm Reg. No. 109877W
Shailesh A. Shah

Place : Ahmedabad
Date : 28th May, 2018

Proprietor
Membership No. 32205

Annual Report 2017-2018

Balance Sheet as at 31st March, 2018

Particulars	Note No.	As at 31 st March, 2018 Rs.	As at 31 st March, 2017 Rs.	As at 01 st April, 2016 Rs.
ASSETS				
(A) Non-current assets:				
(1) Property, Plant and Equipment	2	23,574,134	25,018,082	28,363,339
(2) Financial Assets				
(a) Investments	3	67,715,140	61,127,763	39,200,989
(b) Others Financial Assets	4	907,193	952,727	938,813
(3) Other non-current assets	5	3,074,778	3,074,778	3,074,778
(B) Current assets				
(1) Financial Assets				
(a) Investments	6	41,155,358	35,219,483	24,217,581
(b) Trade receivables	7	1,415	4,596,909	10,970,912
(c) Cash and cash equivalents	8	6,211,418	1,035,079	8,636,088
(d) Bank balances other than (c) above	9	32,050,684	32,605,180	21,154,480
(e) Loans	10	19,228,460	17,715,871	16,785,865
(2) Current Tax Assets (Net)	11	2,358,602	1,638,610	4,332,107
(3) Other current assets	12	2,666,200	3,040,730	2,470,243
TOTAL ASSETS		198,943,382	186,025,212	160,145,195
EQUITY AND LIABILITIES				
(A) EQUITY				
(1) Equity Share capital	13	26,875,000	26,875,000	26,875,000
(2) Other Equity	14	156,613,905	146,076,477	125,156,473
(B) LIABILITIES				
(1) Non-current liabilities				
(a) Financial Liabilities				
Other financial liabilities	15	2,091,300	2,091,300	1,946,000
(other than those specified in item (b), to be specified)				
(b) Provisions	16	120,022	117,101	106,848
(c) Deferred tax liabilities (Net)	17	11,414,997	8,939,726	2,649,674
(2) Current liabilities				
(a) Financial Liabilities		-	-	-
(b) Other current liabilities	18	208,412	57,909	261,865
(c) Provisions	19	1,619,746	1,867,699	3,149,335
TOTAL EQUITY AND LIABILITIES		198,943,382	186,025,212	160,145,195
Summary of significant accounting policies	1			

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

As per our report of even date attached
For and on behalf of
Shailesh Shah & Associates
Chartered Accountants
Firm Registration No. 109877W
Shailesh A Shah
Proprietor
Membership No. 32205

Tarun Panchal
C.F.O.

Dipshika Khatri
Company Secretary

Rajesh B. Shah Director
Sanwarmal D. Agarwal Director
P. C. Surana Director
P. K. Shashidharan Director
Rutva Acharya Director

Place : Ahmedabad
Date : 28th May, 2018

Place : Ahmedabad
Date : 28th May, 2018



Statement of Profit and Loss for the year ended 31st March, 2018

Particulars	Note No.	For the year ended 31 st March, 2018 Rs.	For the year ended 31 st March, 2017 Rs.
Incomes			
Revenue From Operations	20	10,953,762	10,614,762
Other Income	21	15,554,522	31,848,751
Total Income		<u>26,508,284</u>	<u>42,463,513</u>
Expenses			
Employee benefits expense	22	4,286,883	4,056,774
Finance costs		-	-
Depreciation and amortization expense	2	1,430,560	1,852,248
Other expenses	23	6,838,223	8,783,753
Total expenses		<u>12,555,666</u>	<u>14,692,775</u>
Profit/(loss) before exceptional items and tax		<u>13,952,618</u>	<u>27,770,738</u>
Tax expense:			
Current tax		785,000	350,000
Deferred tax		2,515,163	6,344,303
Profit/(loss) for the period		<u>10,652,455</u>	<u>21,076,435</u>
Other Comprehensive Income			
A (i) Items that will not be reclassified to profit or loss		(154,919)	(210,682)
(ii) Income tax relating to items that will not be reclassified to profit or loss		39,892	54,251
B (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
Total Comprehensive Income for the period		<u>10,537,428</u>	<u>20,920,004</u>
Earnings per equity share			
(1) Basic		1.98	3.92
(2) Diluted		1.98	3.92

See accompanying notes to the financial statements

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

As per our report of even date attached
For and on behalf of
Shailesh Shah & Associates
Chartered Accountants
Firm Registration No. 109877W
Shailesh A Shah
Proprietor
Membership No. 32205

Tarun Panchal
C.F.O.

Dipshika Khatri
Company Secretary

Rajesh B. Shah	Director
Sanwarmal D. Agarwal	Director
P. C. Surana	Director
P. K. Shashidharan	Director
Rutva Acharya	Director

Place : Ahmedabad
Date : 28th May, 2018

Place : Ahmedabad
Date : 28th May, 2018

Annual Report 2017-2018

Statement for changes in Equity for the period ended on 31st March, 2018

A. Equity Share Capital

Particulars	No. of Shares	Amount (Rs.)
Balance at the beginning of the reporting period	5,375,000	26,875,000
Changes in equity share capital during the year	-	-
Balance at the end of the reporting period	5,375,000	26,875,000

B. Other Equity

Particulars	Reserves and Surplus		Other Comprehensive Income	Total Other Equity
	General Reserves	Retained Earnings		
	Rs.	Rs.	Rs.	Rs.
Balance as on 1st April, 2016	171,130,705	(45,974,232)	-	125,156,473
Profit for the year	-	21,076,435	-	21,076,435
Remesurement of Defined Benefit Plan	-	-	(156,431)	(156,431)
Balance as on 31st March, 2017	171,130,705	(24,897,797)	(156,431)	146,076,477
Profit for the year	-	10,652,455	-	10,652,455
Remesurement of Defined Benefit Plan	-	-	(115,027)	(115,027)
Balance as on 31st March, 2018	171,130,705	(14,245,342)	(271,458)	156,613,905

As per our report of even date attached
For and on behalf of
Shailesh Shah & Associates
Chartered Accountants
Firm Registration No. 109877W
Shailesh A Shah
Proprietor
Membership No. 32205

Tarun Panchal
C.F.O.

Dipshika Khatri
Company Secretary

Rajesh B. Shah Director
Sanwarmal D. Agarwal Director
P. C. Surana Director
P. K. Shashidharan Director
Rutva Acharya Director

Place : Ahmedabad
Date : 28th May, 2018

Place : Ahmedabad
Date : 28th May, 2018



Cash Flow Statement for the year ended 31st March, 2018

Particulars	Year ended 31 st March, 2018		Year ended 31 st March, 2017	
	Rs.	Rs.	Rs.	Rs.
A. Cash flow from operating activities				
Profit before tax		13,952,618		27,770,738
Adjusted for				
- Depreciation and amortisation expense	1,430,560		1,852,248	
- Interest Charged	-		-	
- Interest Income	(4,160,924)		(4,493,445)	
- Dividend Income	(318,289)		(440,839)	
- Amount Written Off	4,559,502		5,681,331	
- Profit on Sale of Investments	(792,840)		(551,306)	
- Premium Expenses on Securities	68,706		17,273	
- Net Gain arising on Financial Assets measured at Fair Value through Profit and Loss (FVTPL)	(10,272,915)		(25,269,587)	
- Provision for Impairment in Value of Investment	143,509		914,215	
- (Profit) / Loss on Sale of Property, Plant & Equipment (Net)	(2,612)		61,259	
		<u>(9,345,303)</u>		<u>(22,228,851)</u>
Operating profit before working capital changes		4,607,315		5,541,887
Adjusted for changes in working capital				
- Trade Receivable	35,992		692,671	
- Financial Assets	(912,559)		(12,394,620)	
- Inventories	-		-	
- Other Assets	374,530		(570,487)	
- Trade and Other Payables	-		-	
- Other Liabilities	(4,415)		(269,338)	
- Provisions	(245,032)		(1,271,383)	
		<u>(751,484)</u>		<u>(13,813,157)</u>
Cash generated from Operating Activities		3,855,831		(8,271,270)
Direct taxes paid (Net of Refund)		(1,504,992)		2,343,497
Net Cash From Operating Activities		<u>2,350,839</u>		<u>(5,927,773)</u>
B. Cash flow from Investing activities				
Purchase of Property, Plant & Equipment	-		(33,250)	
Sale of Property, Plant & Equipment	16,000		1,465,000	
Purchase of Non-Current Investments	(270,430)		-	
Sale of Non-Current Investments	2,000,000		-	
Purchase of Current Investments	(14,494,776)		(22,668,516)	
Sale of Current Investments	11,095,493		14,629,246	
Interest received	4,160,924		4,493,445	
Dividend received	318,289		440,839	
Net Cash Used in Investing Activities		<u>2,825,500</u>		<u>(1,673,236)</u>
C. Cash flow from financing activities				
Proceeds from Non-Current borrowings / Repayment of Loan	-		-	
Interest paid	-		-	
Net Cash Used in Financing Activities		<u>-</u>		<u>-</u>
Net Changes in Cash & Cash Equivalents (A+B+C)		5,176,339		(7,601,009)
Cash & Cash Equivalents - Opening Balance		1,035,079		8,636,088
Cash & Cash Equivalents - Closing Balance		6,211,418		1,035,079

As per our report of even date attached

For and on behalf of

Shailesh Shah & Associates

Chartered Accountants

Firm Registration No. 109877W

Shailesh A Shah

Proprietor

Membership No. 32205

Tarun Panchal

C.F.O.

Dipshika Khatri

Company Secretary

Rajesh B. Shah

Director

Sanwarmal D. Agarwal

Director

P. C. Surana

Director

P. K. Shashidharan

Director

Rutva Acharya

Director

Place : Ahmedabad

Date : 28th May, 2018

Place : Ahmedabad

Date : 28th May, 2018

Annual Report 2017-2018

Significant Accounting Policies and other Explanatory Information to the Financial Statements for the Financial Year ended 31st March, 2018

1. Corporate Information

MADHUSUDAN INDUSTRIES LIMITED (the "Company") is a public limited company domiciled in India having its registered office situated at Survey No. 359 / B, 359 / C, 361 & 362, Rakhial, Pin 382 315, Taluka Dehgam, Dist. Gandhinagar, India. The Company was incorporated on 27th August 1945, under the provisions of the Companies Act, 1918 of Baroda State applicable in India and its equity shares are listed on the BSE Limited. The Company is engaged presently in the business of Leasing of properties.

2. Basis of Preparation of Financial Statements

These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention method on accrual basis except for certain financial instruments which are measured at fair values. The Ind AS are prescribed under Section 133 of the Companies Act, 2013 (Act) read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules 2016.

The Company has adopted all the Ind AS standards and the adoption was carried out in accordance with Ind AS 101 First-Time Adoption of Indian Accounting Standards. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (Previous GAAP or IGAAP). Reconciliations and descriptions of the effect of the transition has been summarised in Note 31.

3. Use of Estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

4. Significant Accounting Policies

A. Revenue Recognition

Revenue is recognized on a fair value basis to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Rendering of Services

Revenue from services are recognized as they are rendered based on arrangements with the customers.

Interest Income

For all financial instruments measured at amortised cost, interest income is recorded using the effective interest rate (EIR), which is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset.

Dividend Income

Dividend income is recognized when the Company's right to receive such dividend is established.

B. Property, Plant and Equipment

Property, plant and equipment are stated at cost, less accumulated depreciation and impairment, if any. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready for use, as intended by management.

An item of property, plant and equipment and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset is included in the Statement of Profit or Loss when the asset is derecognized.

For transition to Ind AS, the Company has elected to continue with the carrying value of all its property, plant and equipment recognized as on 1st April 2016 measured as per previous GAAP as it deemed cost on the date of transition.

Depreciation is calculated on cost of items of property, plant and equipment (other than freehold land) less their estimated residual values over their estimated useful lives using the straight-line method for plant & Machinery and written down value method for all other property, plant and equipment and is generally recognized in the statement of profit and loss.

Useful lives have been determined in accordance with Schedule II to the Companies Act, 2013. The residual values are not more than 5% of the original cost of the asset.

The residual values, useful lives and methods of amortization of intangible assets are reviewed at each financial year and adjusted prospectively, if appropriate.

C. Intangible Assets

Intangible assets are stated at acquisition cost and other cost incurred, which is attributable to preparing the asset for its intended use, less accumulated amortization and accumulated impairment losses, if any. Intangible assets (Computer Software) with finite lives are amortised over the useful economic life (not exceeding five years) and assessed for impairment whenever there is an indication that the intangible asset may be impaired.

An item of intangible assets is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on recognition of the asset is included in the Statement of Profit or Loss when the asset is derecognized.

The residual values, useful lives and methods of amortization of intangible assets are reviewed at each financial year and adjusted prospectively, if appropriate.

D. Leases

Leases where significant portion of risk and reward of ownership are retained by the lessor, are classified as operating leases and lease payments are recognized as an expense on a straight line basis in Statement of Profit and Loss over the lease term.

Finance leases that transfer substantially all of the risks and benefits incidental to ownership of the leased item, are capitalized at commencement of the lease at the fair value of the leased property or, if lower, at the present value of the minimum lease liability so as to achieve a constant rate of interest on the remaining balance of liability. Finance charges are recognized in finance cost in the statement of profit and loss.

E. Current versus Non-Current Classification

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

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

All other assets are classified as non-current.

A Liability is current when:

- Expected to be settled in normal operating cycle
- Held primarily for the purpose of trading
- Due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalent. The Company has identified twelve months as its operating cycle.

F. Measurement of Fair Value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an ordinary transaction between market participants at the measurement date. The fair value measurement is based in the presumption that the transaction to sell the asset or transfer to liability takes place either :

- In the principal market for the asset or liability or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumption that market participants would use when pricing the asset or liability, assuming that market participants act in their economic interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

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

Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

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

G. Financial Instruments

I. Initial Recognition and Measurement

The company recognizes financial assets and liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities 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 or issue of financial assets and liabilities that are not at fair value through profit or loss are added to the fair value on initial recognition. Regular way purchase and sale of financial assets are recognized on the trade date.

II. Subsequent Measurement

A. Non-Derivative Financial instruments

a. Financial Assets Carried 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.

b. 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 or principal and interest on the principal amount outstanding.

c. Financial Assets at Fair Value Through Profit or Loss

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit and loss.

The company has made an irrevocable election for its Non-current and Current investments which are classified as equity instruments to present the subsequent changes in fair value in statement of profit and loss on its business model. Further in cases where the Company has made an irrevocable election based on its business model, for its investments which are classified as equity instruments, the subsequent changes in fair value are recognized in statement of profit and loss account.

d. Financial Liabilities

Financial liabilities are subsequently carried at amortised cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

III. Derecognition of Financial instruments

The company derecognizes a financial asset when the contractual right to receive the cash flows from the financial asset expire or it transfers the financial asset.

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

H. Foreign Currency

· Functional Currency

Financial statements of the Company's are presented in Indian Rupees, which is also the functional currency.

· Transactions and Translations

Foreign-currency denominated monetary assets and liabilities are translated into the relevant functional currency at exchange rates in effect at the balance sheet date. The gains or losses resulting from such translations are included in the Statement of Profit and Loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at fair value are translated at the exchange rate prevalent at the date when the fair value was determined. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of the transaction. Transaction gain or losses realized upon settlement of foreign currency transactions are included in determining net profit for the period in which the transaction is settled.

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the statement of profit and loss, within finance costs. All other foreign exchange gain and losses are presented in the statement of profit and loss on net basis within other gains / (losses).

I. Borrowing Costs

Borrowing costs, directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use, are capitalized as part of the cost of the respective asset. All other borrowing costs are charged in the period, in which they occur in the statement of profit and loss.

J. Employee Benefits

Short term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss for the period in which the related service is rendered.

Post-employment and other long term employee benefits are recognized as an expense in the Statement of Profit and Loss for the period in which the employee has rendered services. The expense is recognized at the present value of the amounts payable determined using actuarial valuation techniques. Gains and losses through re-measurements of the net defined benefit liability / (assets) are recognized in other comprehensive income. The actual return of the portfolio of plan assets, in excess of the yields computed by applying the discount rate used to measure the defined benefit obligation is recognized on other comprehensive income. The effects of any plan amendments are recognized in the statement of profit and loss.

K. Income Tax

Income tax comprises current and deferred income tax. It is recognized in profit or loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in other comprehensive income.

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income-tax Act, 1961.

Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the year in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date. A deferred income tax asset is recognized to the extent there is reasonable certainty that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized. 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.

L. Earning Per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity Share 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 of the Company and the weighted average number of shares outstanding during the period, are adjusted for the effects of all dilutive potential equity shares.

M. Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized but are disclosed in the notes to the financial statements. A contingent asset is neither recognized nor disclosed if inflow of economic benefit is probable.

N. Impairment**I. Financial Assets**

The Company recognizes loss allowance using the expected credit losses (ECL) model for the financial assets which are not fair valued through statement of profit and loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other financial assets, expected credit losses are measured at an amount equal to the 12 month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized is recognized as an impairment gain or loss in statement of profit and loss.

II. Non-Financial Assets**Intangible Assets and Property, Plant and Equipment**

Intangible assets and property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit to which the asset belongs.

If such assets are considered to be impaired, the impairment to be recognized in the Statement of Profit and Loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortisation or depreciation) had no impairment loss been recognized for the asset in prior years.

O. Cash Flow Statement

Cash flows are reported using the indirect method whereby the profit before tax is adjusted for the effect of the transactions of a non cash nature, any deferral or accruals of past and future operating cash receipts or payments and items or income or expense associated with investing or financing cash flows. The cash flows from operating, investing and financial activities of the Company are segregated.

Notes to the Financial Statements for the year ended 31st March, 2018

2 PROPERTY, PLANT AND EQUIPMENT

Description	Gross Block			Depreciation			Net Block		
	As at 01/04/2016 Rs.	Additions Rs.	Deductions/ Adjustments Rs.	As at 31/03/2017 Rs.	As at 01/04/2016 Rs.	Additions Rs.	Deductions/ Adjustments Rs.	As at 31/03/2017 Rs.	As at 31/03/2016 Rs.
TANGIBLE ASSETS									
Freehold Land	844,888	-	-	844,888	-	-	-	844,888	844,888
Buildings	24,992,523	-	426,360	24,566,163	-	1,255,807	-	1,255,807	23,310,356
Plant & Machinery	1,702,108	-	1,309,019	393,089	-	333,939	209,120	124,819	268,270
Electric Installation	5,047	-	-	5,047	-	-	-	-	5,047
Laboratory Equipments	8,394	-	-	8,394	-	-	-	-	8,394
Furniture, Fixtures & Equipments	359,765	33,250	-	393,015	-	128,139	-	128,139	264,876
Vehicles	450,614	-	-	450,614	-	134,363	-	134,363	316,251
Total	28,363,339	33,250	1,735,379	26,661,210	-	1,852,248	209,120	1,643,128	25,018,082

PROPERTY, PLANT AND EQUIPMENT

Description	Gross Block			Depreciation			Net Block		
	As at 01/04/2017 Rs.	Additions Rs.	Deductions/ Adjustments Rs.	As at 31/03/2018 Rs.	As at 01/04/2017 Rs.	Additions Rs.	Deductions/ Adjustments Rs.	As at 31/03/2018 Rs.	As at 31/03/2017 Rs.
TANGIBLE ASSETS									
Freehold Land	844,888	-	-	844,888	-	-	-	844,888	844,888
Buildings	24,566,163	-	13,388	24,552,775	1,255,807	1,161,604	-	2,417,411	23,310,356
Plant & Machinery	393,089	-	-	393,089	124,819	124,820	-	249,639	143,450
Electric Installation	5,047	-	-	5,047	-	-	-	-	5,047
Laboratory Equipments	8,394	-	-	8,394	-	-	-	-	8,394
Furniture, Fixtures & Equipments	393,015	-	-	393,015	128,139	52,381	-	180,520	212,495
Vehicles	450,614	-	-	450,614	134,363	91,755	-	226,118	224,496
Total	26,661,210	-	13,388	26,647,822	1,643,128	1,430,560	-	3,073,688	23,574,134
Previous Year	28,363,339	33,250	1,735,379	26,661,210	-	1,852,248	209,120	1,643,128	25,018,082



Particulars	As at 31 st March 2018 Rs.	As at 31 st March 2017 Rs.	As at 1 st April 2016 Rs.
3 INVESTMENTS			
Non- Current Investments			
Quoted Equity Instruments	65,495,408	56,849,128	34,914,956
Quoted Preference Shares	-	-	-
Unquoted Equity Instruments	23,800	23,800	23,800
Unquoted Mutual Funds	145,336	135,533	125,658
Unquoted Debentures & Bonds	2,018,596	4,087,302	4,104,575
Unquoted Government Securities	32,000	32,000	32,000
Current Investments			
Mutual Funds	-	-	-
Total Investments	<u>67,715,140</u>	<u>61,127,763</u>	<u>39,200,989</u>
Market Value of Quoted Investments	69,194,474	60,404,685	37,556,298
Aggregate amount of Unquoted Investments	2,221,732	4,280,635	4,288,033
Aggregate amount of Quoted Investments	65,495,408	56,849,128	34,914,956
Aggregate Amount of Impairment in Value of Investments	3,701,066	3,557,557	2,643,342
Non-Current Investments			
Quoted Equity Instruments			
Carried at Fair Value through Other Comprehensive Income			
In fully paid Equity Shares of Rs. 10/- each			
As at	As at	As at	
31.03.2018	31.03.2017	01.04.2016	
-	37	37	Aditya Birla Nuvo Ltd
192	192	192	Aditya Birla Fashion
77	-	-	Aditya Birla Capital
1,000	1,000	1,000	Clutch Auto Ltd
300	300	300	Dynamatic Forgings India Ltd
100	100	100	Eicher Motors Ltd
322	322	322	Essar Steels Ltd
69	69	69	Eurotex Ltd
10	10	10	Euro Ceramics Ltd
200	200	200	Gujarat Refractories Ltd
50	50	50	Hanuman Tea Co Ltd
400	400	400	I G Petro Ltd
200	200	200	Lan Esseda Software Systems Ltd
10	10	10	Nitco Ltd
300	300	300	Orkey Silk Mills Ltd
100	100	100	Orient Bell Ltd
670	670	670	Premier Ind. (India) Ltd
1,572	1,072	1,072	Reliance Industries Ltd
1,700	1,700	1,700	SREI Infrastructure Finance Ltd
36	36	36	Ultra Tech Cement Ltd
1,000	1,000	1,000	Unicorn Organics Ltd
200	200	200	Western India Sugar & Chem Ltd
200	200	200	XLO Machine Ltd
145	145	145	Tata Communications Ltd
400	400	400	Melstar Information Tech Ltd
1,112	1,112	1,112	Entegra Ltd
150	150	150	MW Unitex Ltd
			<u>4,906,299</u>
			<u>4,619,382</u>
			<u>3,422,307</u>
In fully paid Equity Shares of Rs. 5/- each			
18,065	18,065	18,065	Cera Sanitaryware Ltd
300	300	300	Shree Rama Multi-Tech Ltd
			<u>62,240,248</u>
			<u>54,431,652</u>
			<u>33,230,568</u>
			<u>3,357</u>
			<u>3,750</u>
			<u>1,773</u>
			<u>62,243,605</u>
			<u>54,435,402</u>
			<u>33,232,341</u>

Annual Report 2017-2018

Particulars			As at 31 st March 2018 Rs.	As at 31 st March 2017 Rs.	As at 1 st April 2016 Rs.	
As at 31.03.2018	As at 31.03.2017	As at 01.04.2016				
In fully paid Equity Shares of Rs. 2/- each						
405	270	270	Larsen & Toubro Ltd	531,319	425,952	328,374
415	415	415	HSIL Limited	154,048	145,437	115,474
-	10	10	Kajaria Ceramics Ltd	-	5,848	9,529
500	500	500	Somany Ceramics Ltd	335,450	344,000	196,550
1,000	1,000	1,000	West Coast Paper Mills Ltd	239,400	175,300	68,950
55	-	-	Grasim Ltd	57,975	-	-
1,400	-	-	Radico Khaitan Ltd.	463,540	-	-
2,500	2,500	2,500	Dairy Den Ltd	-	-	-
				<u>1,781,732</u>	<u>1,096,537</u>	<u>718,877</u>
In fully paid Equity Shares of Re. 1/- each						
2,000	2,000	2,000	Electro Steel & Casting Ltd	48,800	69,100	37,800
86	86	86	Zee Entertainment Enterprises Ltd	49,562	45,980	33,230
20	20	20	Siticable Network Ltd	300	760	704
18	18	18	Zee News Ltd	688	637	331
5	-	-	Diligent Media Corporation Ltd	-	-	-
23	23	23	Dish TV India Ltd	1,636	2,482	1,996
11	11	11	Zee Learn Ltd	386	530	337
20	-	-	Kajaria Ceramics Ltd	11,341	-	-
				<u>112,713</u>	<u>119,489</u>	<u>74,398</u>
Other Investments - Indian Depository Receipt						
2,500	2,500	2,500	Standard Chartered PLC	150,125	133,875	108,375
Less: Impairment of Investments						
				<u>(3,699,066)</u>	<u>(3,555,557)</u>	<u>(2,641,342)</u>
				<u>65,495,408</u>	<u>56,849,128</u>	<u>34,914,956</u>
Quoted Preference Shares						
In fully paid Preference Shares of Re. 1/- each						
0	1,806	1,806	Zee Entertainment Enterprises Ltd	-	-	-
In fully paid Preference Shares of Rs. 10/- each						
180	-	-	Zee Entertainment Enterprises Ltd	-	-	-
				-	-	-
Unquoted Equity Instruments						
In fully paid Equity Shares of Rs. 10/- each (Unquoted)						
2380	2380	2380	Alipore Terrace Maintenance Pvt. Ltd	23,800	23,800	23,800
				<u>23,800</u>	<u>23,800</u>	<u>23,800</u>
Unquoted Mutual Funds						
In Units of Mutual Funds of Rs. 10/- each						
700	700	700	UTI Equity Fund	68,459	62,954	54,920
1,200	1,200	1,200	UTI Bluchip Flexicap Fund	30,824	26,406	27,751
1,427	1,427	1,427	UTI Master Share Fund	46,053	46,173	42,987
				<u>145,336</u>	<u>135,533</u>	<u>125,658</u>
Unquoted Debentures & Bonds						
In Fully paid Non - Convertible Debentures						
40	40	40	Western India Sugar & Chem Ltd of Rs. 50/- each	2,000	2,000	2,000
				<u>2,000</u>	<u>2,000</u>	<u>2,000</u>
In Bonds						
4	4	4	10.90% Tata Motors Finance - 2020	2,018,596	2,028,896	2,039,196
0	2	2	11.69% Tata Teleservices - 2025	-	2,058,406	2,065,379
				<u>2,018,596</u>	<u>4,087,302</u>	<u>4,104,575</u>
Less: Impairment of Investments						
				<u>(2,000)</u>	<u>(2,000)</u>	<u>(2,000)</u>
				<u>2,018,596</u>	<u>4,087,302</u>	<u>4,104,575</u>
Unquoted Government Securities (Deposited with Government Departments)						
National Savings Certificates						
				<u>32,000</u>	<u>32,000</u>	<u>32,000</u>
				<u>32,000</u>	<u>32,000</u>	<u>32,000</u>



Particulars				As at 31 st March 2018 Rs.	As at 31 st March 2017 Rs.	As at 1 st April 2016 Rs.
4 OTHER FINANCIAL ASSETS						
(Unsecured and Considered Good)						
Security Deposits				907,193	952,727	938,813
Total				<u>907,193</u>	<u>952,727</u>	<u>938,813</u>
5 OTHER NON-CURRENT ASSETS						
Taxes and duties recoverable				3,074,778	3,074,778	3,074,778
Total				<u>3,074,778</u>	<u>3,074,778</u>	<u>3,074,778</u>
6 CURRENT INVESTMENTS						
Unquoted Mutual Funds						
Mutual Funds (Units of Rs. 10/- each, unless otherwise specified)						
As at	As at	As at				
31.03.2018	31.03.2017	01.04.2016				
136,699.904	136,699.904	-	L & T Income Opportunities Fund - Growth	2,721,340	2,551,709	-
802.674	1,180.292	377.618	Franklin India Short Term Income Plan-Growth	2,946,022	3,996,613	1,150,723
-	46,744.262	46,744.262	Kotak Select Focus Fund - Growth	-	1,343,524	1,035,946
-	9,901.088	9,901.088	HDFC Balanced Fund - Growth	-	1,297,716	1,052,842
1.687	1.687	1.687	LIC Mutual Fund Floater MIP Fund - Quarterly Plan	18	18	18
-	0.022	0.022	LIC Nomura Mutual Fund MIP - Quarterly Dividend Plan	-	-	-
-	8,852.318	8,046.140	HDFC Equity Fund - Dividend	-	451,955	346,089
-	14,425.985	13,060.922	HDFC Growth Fund - Dividend	-	426,461	335,235
458,609.754	458,609.754	80,534.102	ICICI Prudential Reg. Saving Fund-Growth	8,518,722	7,965,822	1,271,617
-	2,674.584	6,459.001	Birla Sunlife Floating Rate Fund Short Term Plan -Daily Dividend Reinvestment	-	267,512	646,271
1,183.339	1,183.339	1,183.339	SBI SHF Ultra Short Term Fund-Retail Plan-Growth (Units of Rs. 1000/- each)	2,652,798	2,485,559	2,304,229
119,535.723	119,535.723	-	Kotak Income Opportunities Fund - Growth (Regular Plan)	2,286,157	2,144,961	-
-	3,541.040	3,541.040	Franklin India Prima Plus -Growth	-	1,843,313	1,530,536
54,078.070	50,614.934	48,748.179	Reliance Arbitrage Advantage Fund-Div. Reinvestment	651,852	613,919	577,115
103,386.299	103,386.299	-	Reliance Corporate Bond Fund-Growth Plan	1,448,762	1,361,163	-
-	50,308.222	-	Birla Sunlife Dynamic Bond Fund -Growth-Regular Plan	-	1,460,644	-
121,741.169	121,741.169	-	Reliance Reg. Saving Fund-Debt Plan-Growth	2,947,074	2,758,253	-
37,215.443	37,215.443	-	Birla Sunlife Short Term Fund - Growth-Regular Plan	2,471,511	2,317,473	-
-	140,000.000	140,000.000	DSP Black Rock Dynamic Assets Allocation Fund	-	1,932,868	1,676,192
1,691.817	-	-	Aditya Birla Sunlife Cash Management-Growth-Regular-Plan	706,426	-	-
6,358.852	-	-	Aditya Birla Sun Life Balanced '95 Fund-Growth -Regular Plan	4,686,092	-	-
109,179.742	-	-	Motilal Oswal Most Ultra Short Term Bond Fund-Regular Growth	1,465,116	-	-
177,877.389	-	-	IDFC Balanced Fund Regular Plan-Growth	2,004,322	-	-
83,289.579	-	-	Motilal Oswal Most Focused Multicap 35 Fund-Regular Growth	2,190,807	-	-
570.8028	-	-	Kotak Liquid Regular Plan Growth	2,005,167	-	-
800.769	-	-	Mirae Asset Cash Management Fund-Regular Growth Plan	1,453,172	-	-
-	-	6594.031	Tata Balance Fund - Regular Plan - Growth	-	-	1,078,945
-	-	13804.871	UTI Mid Cap Fund - Growth	-	-	1,043,981
-	-	111554.608	Kotak Equity Arbitrage Fund - Bimonthly Dividend - Regulat Plan	-	-	2,227,221
-	-	94694.280	JP Morgan India Equity Income Fund - Regular Plan - Growth	-	-	1,027,215
-	-	3647.839	Birla Sunlife MNC Fund-Growth-Regular Plan	-	-	2,046,365
-	-	415553.098	ICICI Prudential Income-Regular Plan-QD	-	-	4,867,041
			Total	<u>41,155,358</u>	<u>35,219,483</u>	<u>24,217,581</u>
Aggregate amount of quoted investments				41,155,358	35,219,483	24,217,581
Market Value of quoted investments				41,155,358	35,219,483	24,217,581

Annual Report 2017-2018

Particulars	As at 31 st March 2018 Rs.	As at 31 st March 2017 Rs.	As at 1 st April 2016 Rs.
7 TRADE RECEIVABLES			
Considered Good	1,415	4,596,909	10,970,912
Considered Doubtful	-	-	-
	<u>1,415</u>	<u>4,596,909</u>	<u>10,970,912</u>
Less : Allowance for Doubtful Debts	-	-	-
Total	<u>1,415</u>	<u>4,596,909</u>	<u>10,970,912</u>
8 CASH AND CASH EQUIVALENTS			
Balance with banks			
- On current accounts	4,582,284	992,000	1,623,850
- Deposits accounts (Original maturity upto 3 months)	1,600,568	-	6,979,024
	<u>6,182,852</u>	<u>992,000</u>	<u>8,602,874</u>
Cash on Hand	28,566	43,079	33,214
Total	<u>6,211,418</u>	<u>1,035,079</u>	<u>8,636,088</u>
9 BANK BALANCES OTHER THAN ABOVE			
Deposits with remaining maturity for less than 12 Months	32,050,684	32,605,180	21,154,480
Total	<u>32,050,684</u>	<u>32,605,180</u>	<u>21,154,480</u>
10 LOANS (Unsecured and considered good, unless otherwise stated)			
Current			
Inter Corporate Deposits	19,228,460	17,715,871	16,785,865
Total	<u>19,228,460</u>	<u>17,715,871</u>	<u>16,785,865</u>
11 CURRENT TAX ASSETS (NET)			
Advance Income Tax (including for earlier years)	8,787,975	7,282,983	9,710,089
Less : Provision for Taxation	(6,429,373)	(5,644,373)	(5,377,982)
Advance Income Tax (Net of Provisions for tax)	-	-	-
Total	<u>2,358,602</u>	<u>1,638,610</u>	<u>4,332,107</u>
12 OTHER CURRENT ASSETS (Unsecured and Considered Good)			
Interest Accrued on Fixed Deposits & Advances	1,850,621	2,270,642	1,736,029
Balances with Excise Authorities	162,210	162,210	162,210
Others Advances*	653,369	607,878	572,004
Total	<u>2,666,200</u>	<u>3,040,730</u>	<u>2,470,243</u>
*Other Advances includes Prepaid Expenses etc.			
13 EQUITY SHARE CAPITAL			
A Authorised			
2,60,00,000 (2,60,00,000) Equity Shares of Rs. 5/- each	130,000,000	130,000,000	130,000,000
Issued, Subscribed and Paid Up			
53,75,000 (53,75,000) Equity Shares of Rs. 5/- each fully paid	26,875,000	26,875,000	26,875,000
Total	<u>26,875,000</u>	<u>26,875,000</u>	<u>26,875,000</u>



B Reconciliation of the equity shares outstanding at the beginning and at the end of the reporting year

Equity Shares	As at 31 st March 2018	As at 31 st March 2017	As at 1 st April 2016
	No. of Shares	No. of Shares	No. of Shares
Shares Outstanding at the beginning of the year	5,375,000	5,375,000	5,375,000
Add: Shares Issued during the year	-	-	-
Shares Outstanding at the end of the year	5,375,000	5,375,000	5,375,000

C The company has only one class of equity shares having a par value of Rs. 5/- per share. Each shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors is subject to the approval of shareholders, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion of their shareholding. The Company declares and pays dividends in Indian Rupees.

D The company has neither issued any shares nor bought back during the year.

E Details of shareholders holding more than 5% of the shares in the Company

Name of the Shareholder	As at 31 st March 2018		As at 31 st March 2017		As at 1 st April 2016	
	No. of Shares	% of Holding	No. of Shares	% of Holding	No. of Shares	% of Holding
1 Vikram Investment Company Limited	936,640	17.43	936,640	17.43	936,640	17.43
2 Madhusudan Holdings Ltd.	440,600	8.20	440,600	8.20	440,600	8.20
3 Smt. Smiti Somany	613,120	11.41	613,120	11.41	613,120	11.41
4 Shri Vikram Somany	510,544	9.50	458,264	8.53	458,264	8.53

Particulars	As at 31 st March 2018	As at 31 st March 2017	As at 1 st April 2016
	Rs.	Rs.	Rs.

14 OTHER EQUITY

General Reserve

Balance as at the beginning of the Year	171,130,705	171,130,705	171,130,705
Less: Transfer to Depreciation Fund	-	-	-
Balance as at end of the year	171,130,705	171,130,705	171,130,705

Surplus in the statement of Profit and Loss

Balance as at the beginning of the Year	(24,897,797)	(45,974,232)	(67,434,908)
Add: Net Profit for the Year	10,652,455	21,076,435	2,607,776
Add: Adjustment as per Ind AS	-	-	-
Fair Value of Investment	-	-	20,485,712
Less: Deferred Tax Liabilities created as per Fair Value of Investments	-	-	(1,632,812)
Balance as at end of the year	(14,245,342)	(24,897,797)	(45,974,232)

Other Comprehensive Income

Remeasurement of Defined Benefit Plans

Balance as at the beginning of the year	(156,431)	-	-
Add: Adjustments during the year	(115,027)	(156,431)	-
	(271,458)	(156,431)	-

Total	156,613,905	146,076,477	125,156,473
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Nature and purpose of other reserves

General Reserve

General reserve is credited out of profits earned by the Company by way of transfer from surplus in the statement of profit and loss. The Company can use this reserve for payment of dividend and issue of fully paid-up shares. As General reserve is credited by transfer of one component of equity to another and is not an item of other comprehensive income, items included in the General reserve will not be consequently reclassified to statement of profit and loss.

15 OTHER NON CURRENT FINANCIAL LIABILITIES

Deposits from Tenant	2,091,300	2,091,300	1,946,000
Total	2,091,300	2,091,300	1,946,000

16 NON-CURRENT PROVISIONS

Provisions for Employee Benefits	120,022	117,101	106,848
Total	120,022	117,101	106,848

Annual Report 2017-2018

Particulars	As at 31 st March 2018 Rs.	As at 31 st March 2017 Rs.	As at 1 st April 2016 Rs.
17 DEFERRED TAX LIABILITY			
Deferred Tax Liabilities			
Fair Value of Current Investment	13,777,512	11,617,468	5,275,071
	<u>13,777,512</u>	<u>11,617,468</u>	<u>5,275,071</u>
Deferred Tax Assets			
Impact of difference between Tax Depreciation and Depreciation / amortization charged for financial reporting	753,756	843,582	846,991
Leave Encashment	94,143	54,251	-
Others	1,514,616	1,779,909	1,778,406
	<u>2,362,515</u>	<u>2,677,742</u>	<u>2,625,397</u>
Total	<u>11,414,997</u>	<u>8,939,726</u>	<u>2,649,674</u>
18 OTHER CURRENT LIABILITIES			
Statutory Dues	208,412	57,909	52485.00
Deposit from Dealers, Agents	-	-	91000.00
Advance from Customers	-	-	118380.00
Total	<u>208,412</u>	<u>57,909</u>	<u>261,865</u>
19 PROVISIONS			
Provisions for Employee Benefits	372,405	411,954	333,732
Other Provisions*	1,247,341	1,455,745	2,815,603
Total	<u>1,619,746</u>	<u>1,867,699</u>	<u>3,149,335</u>

*Other Provisions includes provisions for various expenses.

Particulars	Year ended 31 st March 2018 Rs.	Year ended 31 st March 2017 Rs.
20 REVENUE FROM OPERATIONS		
Other Operating Revenues		
Rent Received	9,790,056	9,505,626
Administrative & Maintenance Charges	1,163,706	1,109,136
Total	<u>10,953,762</u>	<u>10,614,762</u>
21 OTHER INCOME		
Interest Income on financial assets carried at amortised cost	4,160,924	4,493,445
Dividend Income		
Non Current Investment designated at fair value through profit or loss	270,468	202,323
Current Investment designated at fair value through profit or loss	47,821	238,516
	<u>318,289</u>	<u>440,839</u>
Non-Current Investments designated at Fair Value through Profit or Loss	8,529,162	22,858,262
Current Investment Designated at Fair Value through Profit or Loss	1,743,753	2,411,325
Profit on Sale of Current Investment	792,840	551,306
Profit on Sale / Discard of Property Plant & Equipment (Net)	2,612	-
Miscellaneous Incomes	1,002	-
Item pertaining to Previous year, unspent liabilities & provisions no longer required written back(Net)	5,940	1,093,574
Total	<u>15,554,522</u>	<u>31,848,751</u>
22 EMPLOYEE BENEFITS EXPENSES		
Salaries, Wages and Bonus	2,733,059	2,520,061
Contribution to Provident and Other funds	240,461	344,095
Staff and Labour Welfare Expenses	1,313,363	1,192,618
Total	<u>4,286,883</u>	<u>4,056,774</u>



Particulars	Year ended 31 st March 2018 Rs.	Year ended 31 st March 2017 Rs.
23 OTHER EXPENSES		
Stores, Spare Parts and Packing Materials	-	-
Power, Fuel and Electricity Expenses	59,012	41,081
Rent	1,000	1,000
Repairs - Building	9,790	10,280
Repairs - Plant & Machinery	5,500	-
Repairs - Others	13,646	20,661
Payments to Auditors- For Audit Fees	30,000	34,500
Insurance	78,305	81,107
Rates and Taxes	129,213	125,542
Legal & Professional Expenses	646,673	509,337
Vehicle Expenses	142,263	251,375
Miscellaneous Expenses	648,690	748,279
Loss on Sale of Property, Plant & Equipments	-	61,259
Directors Sitting Fees	46,000	38,000
Impairment in Value of Investment	143,509	914,215
Amount Written off (Net)	4,559,502	5,681,331
Listing Fees	325,120	265,786
Total	6,838,223	8,783,753
	As at 31st March 2018 Rs.	As at 31st March 2017 Rs.
24 PAYMENT TO THE AUDITORS		
a Audit Fees	30,000	34,500
b Taxation matters	-	74,676
Total	30,000	109,176
25 EARNINGS PER SHARE		
BASIC & DILUTED		
Profit attributable to Equity Shareholders	10,652,455	21,076,435
Weighted average Number of Equity Shares	5,375,000	5,375,000
Basic and Diluted EPS	1.98	3.92
Face Value per Share	5.00	5.00
26 CONTINGENT LIABILITIES AND COMMITMENTS (TO THE EXTENT NOT PROVIDED FOR)		
Contingent Liabilities		
A Claims against the company / disputed liabilities not acknowledged as debts		
Central Excise	13,933,964	13,933,964
Sales Tax	9,775,503	9,775,503
Commercial and Other Claims	54,772	54,772
Commitments		
B Estimated amount of contracts remaining to be executed on capital account and not provided for	-	-
27 Micro enterprises and small enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 have been determined based on the confirmation received in response to intimation in this regard sent by the Company to the suppliers. No interest in terms of Section 16 of Micro, Small and Medium Enterprise Development Act, 2006 or otherwise has either been paid or payable or accrued and remaining unpaid as at 31 st March 2018.		

Annual Report 2017-2018

28 RELATED PARTY DISCLOSURES

1 List of Related Parties

Relationships :

(a) Associates	Cera Sanitaryware Ltd Gujarat Soaps Pvt Ltd
(b) Key Management Personnel	Thomas Koshy, Tarun Panchal, Dipshika Khatri
(c) Employee Benefit Plans	Madhusudan Provident Fund Trust Madhusudan Gratuity Trust

Note : Related party relationship is as identified by the Company and relied upon by the Auditors

2 Particulars of transactions during the year with related parties

Nature of Transactions (Excluding Reimbursement)	Associates	Key Management Personnel	Employee Benefit Plans	Total
	Rs.	Rs.	Rs.	Rs.
Income				
Rent	9,790,056	-	-	9,790,056
	(9,505,626)	(-)	(-)	(9,505,626)
Service Charges	747,000	-	-	747,000
	(711,990)	(-)	(-)	(711,990)
Other Services	750,366	-	-	750,366
	(715,080)	(-)	(-)	(715,080)
Dividend Received	216,780	-	-	216,780
	(162,585)	(-)	(-)	(162,585)
Expenses				
Director Sitting Fees	-	46,000	-	46,000
	(-)	(38,000)	(-)	(38,000)
Remuneration	-	2,730,141	-	2,730,141
	(-)	(2,380,109)	(-)	(2,380,109)
Contribution to Fund	-	-	189,018	189,018
	(-)	(-)	(194,544)	(194,544)
Finance				
Loans / Advance Given	31,800	-	-	31,800
	(22,100)	(-)	(-)	(22,100)
Fixed Deposit / Loan Received	-	-	-	-
	(-)	(-)	(-)	(-)
Rent Deposit Received	-	-	-	-
	(145,300)	(-)	(-)	(145,300)
Balance at the end of the year				
Receivables	478,165	-	-	478,165
	(446,365)	(-)	(-)	(446,365)
Payables	2,091,300	-	-	2,091,300
	(2,091,300)	(-)	(-)	(2,091,300)

3 Details of material transactions entered into with Related Parties during the year

Particulars		Nature of Relationship	2017-18 Rs.	2016-17 Rs.
Rent Received	Cera Sanitaryware Limited	Associates	9,790,056	9,505,626
Service Charges	Cera Sanitaryware Limited	Associates	747,000	711,990
Other Services	Cera Sanitaryware Limited	Associates	750,366	715,080
Dividend Received	Cera Sanitaryware Limited	Associates	216,780	162,585
Loans / Advance Given	Gujarat Soaps Pvt. Ltd.	Associates	31,800	22,100
Rent Deposit Received	Cera Sanitaryware Limited	Associates	-	145,300

29 EMPLOYEE BENEFITS

As per Ind AS 19 "Employee Benefits", the disclosure of employee benefits as defined in the Indian Accounting Standard are given below:

a Defined Contribution Plan

Contribution to Defined Contribution Plan, recognised as expenses for the year is as under :

Particulars	2017-2018 Rs.	2016-2017 Rs.
Employer's Contribution to Provident Fund	254,491	234,048

b Defined Benefit Plan

General Description of defined benefit plan

Gratuity

The company operates gratuity plan wherein every employee is entitled to the benefit equivalent to fifteen days / one month salary last drawn for each completed year of service depending on the date of joining. The same is payable on termination of service, retirement or death, whichever is earlier. The benefit vests after five years of continuous service.

The Company has a defined benefit gratuity plan (funded). The Company defined benefit gratuity plan is a final salary plan for employees, which requires contributions to be made to a separately administered fund.

The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the act, employee who has completed five years of service is entitled to specific benefit. The level of benefits provided depends on the member's length of service and salary at retirement age. The fund has the form of an approval gratuity trust and it is governed by the Board of Trustees, which consists of an equal number of employer and employee representatives. The Board of Trustees is responsible for the administration of the plan assets and for the definition of the investment strategy.

Leave Encashment

The Company has a policy on leave encashment which is applicable to its employees. The expected cost of accumulating leave encashment is determined by actuarial valuation performed by an independent actuary at each Balance Sheet date using projected Unit credit method on the additional amount expected to be paid as a result of the unused entitlement that has accumulated at the Balance Sheet date.

Risk associated to the Plan (Gratuity and Leave Encashment)

A Actuarial Risk	Risk due to adverse growth / variability in mortality and withdrawal rates
Longevity Risk	
Investment Risk	Risk due to significant changes in discounting rate during the inter-valuation period.
Liquidity Risk	Risk on account of Employees resign / retire from the company and as results strain on the cashflow arises.
Market Risk	Risks related to changes and fluctuation of the financial markets and assumption
Interest Risk	Depends on the yields on the corporate / government bonds and hence the valuation of liability is exposed to fluctuations in the yield as at the valuation date.
Legislative Risk	Risks of increase in the plan liabilities or reduction in plan assets due to change in legislation.

Key Assumptions considered (Gratuity and Leave Encashment)

Actuarial Assumptions	Discount Rate
	Salary Growth Rate
	Rate of Interest on Plan Assets
	Mortality
	Withdrawal Rate
Financial Assumptions	Discount Rate
	Salary Growth Rate
Demographic Assumptions	Withdrawal Rate
	Mortality Rate

Annual Report 2017-2018

Reconciliation of opening and closing balances of Defined Benefit Obligations

Particulars	2017-18		2016-17	
	Gratuity Funded Plan	Leave Encashment Non-funded Plan	Gratuity Funded Plan	Leave Encashment Non-funded Plan
	Rs.	Rs.	Rs.	Rs.
Change in the present value of the Defined Benefits Obligation				
Defined Benefits Obligation at the beginning of the year	2,741,043	420,169	2,315,913	317,797
Current service cost	91,997	18,921	95,878	19,388
Interest cost	219,283	33,613	173,693	23,835
Actuarial losses / (gain) recognised in Other Comprehensive Income				
Due to Change in demographic assumption	-	-	-	-
Due to Change in financial assumption	(33,264)	(5,192)	24,887	4,533
Due to Experience adjustments	138,684	24,916	130,672	54,616
Benefits Paid	(249,923)	-	-	-
Prior year Charge	-	-	-	-
Defined Benefits Obligation at year end	2,907,820	492,427	2,741,043	420,169
Change in Fair Value of Plan Assets				
Fair Value of Plan Assets at beginning of the year	2,761,405	-	2,317,774	-
Expenses Deducted from the Fund	-	-	-	-
Expected return on plan assets	220,912	-	173,833	-
Experience gain / loss on plan assets	-	-	-	-
Return of Plan Assets recognised in Other Comprehensive Income	-	-	-	-
Actuarial Gain / (Loss)	(29,775)	-	4,026	-
Employer Contribution	13,154	-	265,772	-
Benefits paid	(249,923)	-	-	-
Fair Value of Plan Assets at year end	2,715,773	-	2,761,405	-
Actual return on Plan Assets	191,137	-	177,859	-
Changes in Fair Value of Assets and Obligations				
Fair value of Plan Assets	2,715,773	-	2,761,405	-
Present Value of Obligation	2,907,820	492,427	2,741,043	420,169
Deficit / (Surplus) amount of Plan recognised on Balance Sheet	192,047	492,427	(20,362)	420,169
Expenses recognised during the year				
Current Service Cost	91,997	18,921	95,878	19,388
Interest Cost	219,283	33,613	173,693	23,835
Expected return on plan assets	(220,912)	-	(173,833)	-
Expenses deducted from the fund	-	-	-	-
Prior Year Changes / Net Value of Plan Assets	-	-	-	-
Net Cost	90,368	52,534	95,738	43,223
Assets / Investment Details				
Government of India Securities	-	-	-	-
High Quality Corporate Bonds	-	-	-	-
Equity Shares of listed Companies	-	-	-	-
Property	-	-	-	-
Insurance Company	100%	-	100%	-
Principal Actuarial Assumption				
Mortality Table	IALM 2006-08 Ultimate	IALM 2006-08 Ultimate	IALM 2006-08 Ultimate	IALM 2006-08 Ultimate
Discount Rate (p.a.)	8.00%	8.00%	7.50%	7.50%
Expected rate of return on plan assets (p.a)	8.00%	-	7.50%	-
Annual Increase in Salary Cost	6.00%	6.00%	6.00%	6.00%



Sensitivity Analysis

Particulars	2017-18		2016-17	
	Gratuity Funded Plan	Leave Encashment Non-funded Plan	Gratuity Funded Plan	Leave Encashment Non-funded Plan
	Rs.	Rs.	Rs.	Rs.
Rate of increase in Discount Rate				
a) Increase by 100 base points	2,855,704	481,406	2,685,355	407,366
b) Decrease by 100 base points	2,966,521	505,305	2,804,573	435,467
Rate of increase in Salary Growth Rate				
a) Increase by 100 base points	2,967,122	505,437	2,804,855	435,541
b) Decrease by 100 base points	2,854,325	481,117	2,684,121	407,089
Rate of increase in Withdrawal Rate				
a) Increase by 100 base points	2,914,256	494,383	2,746,664	422,079
b) Decrease by 100 base points	2,900,724	490,215	2,734,639	417,957

The sensitivity analysis above have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the year and may not be representative of the actual change. It is based on a change in the key assumption while holding all other assumptions constant. When calculating the sensitivity to the assumption, the same method used in preparing the sensitivity analysis did not change compared with the previous year.

Maturity Profile of the Defined Benefit Obligation

Year 1	2,104,525	-	2,018,066	-
Year 2	25,525	-	13,026	-
Year 3	406,421	-	13,026	-
Year 4	14,524	-	358,041	-
Year 5	14,524	-	6,561	-
Year 5 Onwards	468,470	-	431,236	-

Company's estimate of Contribution expected to be paid during Financial Year 2018-19 is as under :

Defined Contribution Plan				
Employer's contribution to Provident Fund	12% of Salary		12% of Salary	
Defined Investment Plan				
Gratuity	56,501	-	91,470	-
Leave Enchashment	-	1597	-	1394

The estimate of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by actuary. The expected rate of return on plan assets is determined considering several applicable factors, mainly the composition of plan assets held, assessed risks, historical results of return on plan assets and the Company's policy for plan assets management.

30 A FINANCIAL INSTRUMENTS FAIR VALUE MEASUREMENT

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

- Level 1 Quoted (unadjusted) market prices in active markets for identical assets or liabilities
 - Level 2 Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
 - Level 3 Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.
- The fair value measurement hierarchy of the Company's assets and liabilities is as below :

	Carrying amount Rs.	Level 1 Rs.	Fair Values Level 2 Rs.	Level 3 Rs.
As at 31st March 2018				
Financial assets measured at fair value				
Non-current Investments	67,715,140	67,715,140	-	-
Current Investments	41,155,358	41,155,358	-	-
As at 31st March 2017				
Financial assets measured at fair value				
Non-current Investments	61,127,763	61,127,763	-	-
Current Investments	35,219,483	35,219,483	-	-
As at 1st April 2016				
Financial assets measured at fair value				
Non-current Investments	39,200,989	39,200,989	-	-
Current Investments	24,217,581	24,217,581	-	-

Annual Report 2017-2018

There has been no transfers between levels during the year.

The fair values of Non-Current Investments and Current Investments are derived from quoted market prices in active markets.

The management assessed that the carrying values of trade and other receivables, cash and short term deposits, other assets and trade and other payables, based in their notional amounts, reasonably approximate their fair values because these instruments have short-term maturities and are re-priced frequently.

B FINANCIAL RISK MANAGEMENT

The Company's activities exposes it to variety of Market risk, Credit risk and liquidity risk. The Company's focus is to foresee the unpredictability of financial markets and seek to minimise potential adverse effects on its financial performance. The Company has constituted a Risk Management Committee, which is responsible for developing and monitoring the Company's risk management policies. The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set and monitor appropriate risk limits and controls, periodically review the changes in market conditions and reflect the changes in the policy accordingly.

The key risks and mitigating actions are also placed before the Audit Committee of the Company.

I Market Risk

Market risk is that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risks : Interest rate risk, Currency risk and other price risk.

Financial instruments affected by market risk includes investments, trade payables, trade receivables, loans.

a) Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of financial instrument will fluctuate because of change in market interest rates. Since the company has no interest bearing borrowings, there is no exposure to changes market interest rates.

b) Foreign currency Risk

Foreign currency risk is the risk that the fair value of future cash flows of an exposure will fluctuate due to changes in foreign currency rates. Since the company has not undertaken any direct exposure to foreign exchange transactions there is no exposure to foreign currency risk.

c) Other Price Risk

Other price risk is the risk that the fair value of a financial instrument will fluctuate due to changes in market traded price. Other price risk arises from financial assets such as investments in equity instruments and bonds.

The Company is exposed to price risk arising mainly from investment in equity instruments recognised at FVTPL.

II Credit Risk

Credit risk is the risk that counter party will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The company is exposed to credit risk from its operating activities (primarily trade receivables), deposits with banks and Inter Corporate Deposit. The Company's customer mainly consist of its associate Cera Sanitaryware Limited. The Company has a credit policy, approved by the Management that is designed to ensure that consistent processes are in place to measure and control credit risk.

The Company has trade relationships only with reputed third parties. The receivable balances are constantly monitored, resulting in an insignificant exposure of the Company to the risk of non-collectible receivables. Credit risk is managed through credit approvals, establishing credit limits, obtaining collaterals from the customers in the form of deposits and / or bank guarantees and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The maximum credit exposure associated with financial assets is equal to the carrying amount.

The Company's historical experience of collecting receivables, supported by the level of default, is that credit risk is low across territories and so trade receivables are considered to be single class of financial assets.

An impairment analysis is performed at each reporting date on an individual basis for major clients. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets disclosed in financial statements. As a practical expedient, the Company follows the policy of providing for debtors which are due for more than 180 days. In case of cash and cash equivalents, since the amount is in form of demand deposits with bank there is no credit risk perceived. Hence no provision for expected credit loss has been made.

III Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in raising funds to meet commitments associated with financial instruments that are settled by delivering cash or another financial asset. Liquidity risk may result from an inability to sell a financial asset quickly close to its fair value.

The Company's principal sources of liquidity are cash and cash equivalents and the cash flow is generated from operations. The Company has no outstanding bank borrowings. The Company believes that the working capital is sufficient to meet its current requirements. The company manages the liquidity risk by maintaining adequate funds in cash and cash equivalents. Accordingly no liquidity risk is perceived.

C CAPITAL MANAGEMENT

For the purpose of the Company's capital management, capital includes issued capital and all other equity reserves attributable to the equity share holders of the company. The primary objective of the Company when managing capital is to safeguard its ability to continue as going concern and to maintain an optimal capital structure so as to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. The Company monitors capital using a gearing ratio and is measured by net debt divided by total capital plus net debt. The Company's net debt is equal to trade and other payables less cash and cash equivalents. The Company did not have any borrowings at any time during the year.

As at 31st March 2018, the Company has only one class of equity shares and has no debt. Consequently to such capital structure, there are no externally imposed capital requirements.

31 FIRST TIME ADOPTION OF IND AS

I Transition to Ind AS

These financial statements, for the year ended 31st March 2018, are the first the Company has prepared in accordance with Ind AS. For periods up to and including the year ended 31st March 2017, the Company prepared its financial statements in accordance with Indian GAAP.

The accounting policies set out in Note 1 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 presentation of 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 amount reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP). An explanation of how the transition from previous GAAP to Ind AS has the Company's financial position and financial performance is set out in the following tables and notes.

II Exemptions from Retrospective Application

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

Deemed Cost for Property, Plant and Equipment (PPE)

Ind AS 101 permits first time adopter to continue with the carrying value for all its Property, Plant and Equipments(PPE) and intangible assets as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition. Accordingly, the Company has elected to measure all of its PPE and intangible assets at their previous GAAP carrying values.

III Exceptions from full retrospective application :

a) Estimates

On assessment of estimates made under the previous GAAP financial statements, the Company has concluded that there is no necessity to revise the estimates under Ind AS, as there is no objective evidence of an error in those estimates. However, estimates that were required under Ind AS but not required under previous GAAP are made by the Company for the relevant reporting dates reflecting conditions existing as at that date.

As per Ind AS 101, where application of Ind AS requires an entity to make certain estimates that were not required under IGAAP, those estimates should be made to reflect conditions that existed at the date of transition (for preparing opening Ind AS Balance Sheet) or at the end of the comparative period (for presenting comparative information as per Ind AS).

The Company's estimates under Ind AS are consistent with the above requirements. Key estimates considered in preparation of the Financial Statements that were not required under the previous GAAP are listed below.

- i. Fair valuation of financial instruments carried at FVTPL.
- ii. Impairment of financial assets based on the expected credit loss model.

b) Classification and measurement of Financial Assets

The Company has classified and measured the financial assets on the basis of facts and circumstances that exist at the date of transition to Ind AS.

The remaining mandatory exceptions either do not apply or are not relevant to the Company.

Annual Report 2017-2018

IV Reconciliation under Ind AS 101

a) Reconciliation of Equity as previously reported under IGAAP to Ind AS.

Particulars	Balance Sheet as at 1st April 2016			Balance Sheet as at 31st March 2017		
	IGAAP	Effect of transition to Ind AS	Ind AS	IGAAP	Effect of transition to Ind AS	Ind AS
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Assets						
Non-current Assets						
Property, Plant and Equipment	28,363,339	-	28,363,339	25,018,082	-	25,018,082
Financial Assets						
Investments	19,551,548	19,649,441	39,200,989	19,534,275	41,593,488	61,127,763
Others Financial Assets	938,813	-	938,813	952,727	-	952,727
Deferred tax assets (net)	-	-	-	1,012,299	(1,012,299)	-
Other non-current assets	3,074,778	-	3,074,778	3,074,778	-	3,074,778
Current Assets						
Financial Assets						
Investments	23,381,310	836,271	24,217,581	31,696,592	3,522,891	35,219,483
Trade receivables	10,970,912	-	10,970,912	4,596,909	-	4,596,909
Cash and cash equivalents	8,636,088	-	8,636,088	1,035,079	-	1,035,079
Bank balances other than above	21,154,480	-	21,154,480	32,605,180	-	32,605,180
Loans	16,785,865	-	16,785,865	17,715,871	-	17,715,871
Current Tax Assets (Net)	4,332,107	-	4,332,107	1,638,610	-	1,638,610
Other current assets	2,470,243	-	2,470,243	3,040,730	-	3,040,730
Total Assets	139,659,483	20,485,712	160,145,195	141,921,132	44,104,080	186,025,212
Equity and Liabilities						
Equity						
Share Capital	26,875,000	-	26,875,000	26,875,000	-	26,875,000
Other Equity	106,303,573	18,852,900	125,156,473	110,912,123	35,164,354	146,076,477
Total Equity	133,178,573	18,852,900	152,031,473	137,787,123	35,164,354	172,951,477
Liabilities						
Non-current Liabilities						
Financial liabilities						
Other financial liabilities	1,946,000	-	1,946,000	2,091,300	-	2,091,300
Provisions	106,848	-	106,848	117,101	-	117,101
Deferred Tax Liabilities (Net)	1,016,862	1,632,812	2,649,674	-	8,939,726	8,939,726
Current Liabilities						
Other Current Liabilities	261,865	-	261,865	57,909	-	57,909
Provisions	3,149,335	-	3,149,335	1,867,699	-	1,867,699
Total Equity and Liabilities	139,659,483	20,485,712	160,145,195	141,921,132	44,104,080	186,025,212



b) Reconciliation Statement of Profit and Loss as previously reported under IGAAP to Ind AS

Particulars	Profit & Loss for the year 31 st March 2017		
	IGAAP	Effect of transition to Ind AS	Ind AS
	Rs.	Rs.	Rs.
Income			
Revenue from Operations	10,614,762	-	10,614,762
Other Income	6,303,869	25,544,882	31,848,751
Total Revenue	16,918,631	25,544,882	42,463,513
Expenses			
Employee benefits expense	4,267,456	(210,682)	4,056,774
Finance Costs	-	-	-
Depreciation and amortisation expense	1,852,248	-	1,852,248
Other expenses	7,869,538	914,215	8,783,753
Total Expenses	13,989,242	703,533	14,692,775
Profit before Tax	2,929,389	24,841,349	27,770,738
Tax Expenses			
Current Tax	350,000	-	350,000.00
Deferred Tax	(2,029,161)	8,373,464	6,344,303.00
Total Tax Expenses	(1,679,161)	8,373,464	6,694,303
Profit for the year	4,608,550	16,467,885	21,076,435
Other Comprehensive Income / (Expense) not to be reclassified to Profit / Loss in subsequent Period	-	(210,682)	(210,682)
Re-measurement gains / (losses) on defined benefit plans	-	54,251	54,251
Less : Income tax effect	-	(156,431)	(156,431)
Total Comprehensive Income	4,608,550	16,311,454	20,920,004

c) The transition from Previous GAAP to Ind AS did not have a material impact on statement of cash flows.

The Indian GAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purpose of this note.

Notes : Explanation for Reconciliation of Equity as previously reported under IGAAP to Ind AS

A Non-Current Investments

In the financial statements prepared under Previous GAAP, Non-current Investments of the Company were measured at cost less provision for diminution (other than temporary). Under Ind AS, the Company has recognised such investments as follows :

- Government Securities - At amortised cost
- Debt oriented Mutual Funds - At fair value through Profit and Loss (FVTPL)
- Debenture and Bonds - At fair value through Profit and Loss (FVTPL)
- Quoted Equity Shares - At fair value through Profit and Loss (FVTPL)
- Unquoted Equity Shares - At fair value through Profit and Loss (FVTPL)

Ind AS requires the above investments to be recognised at fair value.

On the date of transition to Ind AS, the difference between the fair value of Non-Current Investments as per Ind AS and their corresponding carrying amount as per financial statements prepared under Previous GAAP, has resulted in an increase in the carrying amount of these investments by Rs. 196.49 lakh which has been recognised directly in retained earnings (Equity). Deferred tax liability (net) has been recognised on which fair valuation gain.

As at 31st March 2017, the difference between the fair value of Non-Current Investments as per Ind AS and their corresponding carrying amount as per financial statements prepared under Previous GAAP, has resulted in an increase in the carrying amount of these investments by Rs. 219.44 lakh.

On such fair valuation, net gain amounting to Rs. 228.58 lakh has been recognised in other income in the Statement of Profit and Loss. Correspondingly, deferred tax expenses has been recognised in the Statement of Profit and Loss.

The above transition has resulted in increase in equity by Rs. 196.49 lakh as at date of transition to Ind AS and by Rs. 219.44 lakh as at 31st March 2017.

B Current Investments

In the financial statements prepared under Previous GAAP, Current Investments of the Company were measured at lower of cost or fair value.

Annual Report 2017-2018

Under Ind AS, these investments have been classified as FVTPL on the date of transition. The fair value changes are recognised on the Statement of Profit and Loss.

On the date of transition to Ind AS, the difference between the fair value of Current Investments as per Ind AS and their corresponding carrying amount as per financial statements prepared under Previous GAAP, has resulted in an increase in the carrying amount of these investments by Rs. 8.38 lakh which has been recognised directly in retained earnings (Equity). Deferred tax liability (net) has been recognised on which fair valuation gain.

As at 31st March 2017, the difference between the fair value of Non-Current Investments as per Ind AS and their corresponding carrying amount as per financial statements prepared under Previous GAAP, has resulted in an increase in the carrying amount of these investments by Rs. 26.87 lakh.

On such fair valuation, net gain amounting to Rs. 24.11 lakh has been recognised in other income in the Statement of Profit and Loss. Correspondingly, deferred tax expenses has been recognised in the Statement of Profit and Loss.

The above transition has resulted in increase in equity by Rs. 8.36 lakh as at date of transition to Ind AS and by Rs. 26.87 lakh as at 31st March 2017.

C Remeasurement benefit of defined benefit plans

In the financial statements prepared under Previous GAAP, remeasurement benefit of defined plans (gratuity and leave encashment), arising primarily due to change in actuarial assumptions was recognised as employee benefit expense in the Statement of Profit and Loss. Under Ind AS, such remeasurement benefits relating to as per defined benefit plans is recognised in OCI as per the requirements of Ind AS 19 - Employee benefits. Consequently, the related tax effect of the same has also been recognised in OCI.

For the year ended 31st March 2017, remeasurement of gratuity / leave encashment resulted in a net deficit of Rs. 2.11 lakh which has now been removed from employee benefits expense in the Statement of Profit and Loss and recognised separately in OCI. This has resulted in decrease in employee benefits by Rs. 2.11 lakh and loss in OCI by Rs. 2.11 lakh for the year ended 31st March 2017. Consequently, tax effect of the same is also recognised separately in OCI.

The above changes do not affect Equity as at date of transition to Ind AS and as at 31st March 2017. However, profit before tax and profit for the year ended 31st March 2017 is increased by Rs. 2.11 lakh.

D Deferred Tax

In the financial statements prepared under Previous GAAP, deferred tax was accounted as per the income statement approach which required creation of deferred tax asset / liability on temporary differences between taxable profit and accounting profit. Under Ind AS, deferred tax is accounted as per the Balance Sheet approach which requires creation of deferred tax asset / liability on temporary differences between the carrying amount of an asset / liability in the Balance Sheet and its corresponding tax base.

The application of Ind AS has resulted in recognition of deferred tax on new temporary differences which were not required to be recognised under Previous GAAP.

In addition, the above mentioned transitional adjustments relating to current / non-current investments have also led to temporary differences and creation of deferred tax thereon.

The above changes have resulted in creation of deferred tax liabilities (net) amounting to Rs. 16.33 lakh as at date of transition to Ind AS and Rs. 73.07 lakh as at 31st March 2017

For the year ended 31st March 2017, it has resulted in an increase in deferred tax expense by Rs. 83.73 lakh in the Statement of Profit and Loss and recognition of deferred tax benefit by Rs. 0.54 lakh in OCI.

- 32 As required under Paragraph (10C) of Ind AS 101, the Company has reclassified items that it recognised in accordance with previous GAAP as one type of asset, liability or component of equity, but are a different type of asset, liability or component of equity in accordance with Ind AS.

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

As per our report of even date attached
For and on behalf of
Shailesh Shah & Associates
Chartered Accountants
Firm Registration No. 109877W
Shailesh A Shah
Proprietor
Membership No. 32205

Tarun Panchal
C.F.O.
Dipshika Khatri
Company Secretary

Rajesh B. Shah Director
Sanwarmal D. Agarwal Director
P. C. Surana Director
P. K. Shashidharan Director
Rutva Acharya Director

Place : Ahmedabad
Date : 28th May, 2018

Place : Ahmedabad
Date : 28th May, 2018

Madhusudan Industries Limited

Regd. Office : Survey No. 359/B, 359/C, 361 and 362, Rakhial - 382 315 Taluka - Dehgam, Dist. Gandhinagar, Gujarat.
Phone : (02716) 267270, E-mail : madhusudan_i@yahoo.in
CIN : L29199GJ1945PLC000443

DP ID	Client ID	Folio No.	No. of shares held

ATTENDANCE SLIP

Annual General Meeting - 2018

at Regd. Office : Survey No. 359/B, 359/C, 361 and 362, Rakhial - 382 315 Taluka - Dehgam, Dist. Gandhinagar, Gujarat.

Name of the attending Member/Proxy (In block letters) :

I hereby record my presence at the Annual General Meeting held at 11.30 a.m. on 25th day of September, 2018.

Member's / Proxy's Signature

- Notes : 1. Please bring this attendance slip to the meeting and handover at the entrance duly filled in.
2. Members are requested to bring copy of Annual Report with them.

Madhusudan Industries Limited

Regd. Office : Survey No. 359/B, 359/C, 361 and 362, Rakhial - 382 315 Taluka - Dehgam, Dist. Gandhinagar, Gujarat.
Phone : (02716) 267270, E-mail : madhusudan_i@yahoo.in
CIN : L29199GJ1945PLC000443

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

PROXY FORM

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

I/We, being a member(s) of _____ shares of Madhusudan Industries Limited, hereby appoint :

- Name : _____
Address : _____
E-mail Id : _____
Signature _____, or failing him
- Name : _____
Address : _____
E-mail Id : _____
Signature _____, or failing him
- Name : _____
Address : _____
E-mail Id : _____
Signature _____

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual General Meeting of the Company to be held on Tuesday, the 25th September, 2018 at 11.30 a.m. at the registered office of the Company at Survey No. 359/B, 359/C, 361 and 362, Rakhial – 382315, Taluka Dehgam, District Gandhinagar, Gujarat. and at any adjournment thereof in respect of such resolutions as are indicated below: PTO

Resolutions:	For	Against
1. To consider and adopt Audited Financial Statements, Reports of Board of Directors and Auditors.		
2. Re-appointment of Shri Sanwamal Agarwal as Director, who retires by rotation		
3. Re-appointment of Shri Rajesh B. Shah as Independent Director.		
4. Re-appointment of Shri Premchand Surana as Independent Director.		
5. Re-appointment of Smt. Rutva Acharya as Independent Director.		

Signed this _____ day of _____ 2018.

Signature of Shareholder(s) _____

Signature of Proxy Holder(s) _____

Affix Revenue Stamp

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

Route Map for Annual General Meeting





If undelivered, please return to :

Madhusudan Industries Limited

Survey No. 359/B, 359/C, 361 and 362, Rakhial - 382 315 Taluka - Dehgam, Dist. Gandhinagar, Gujarat.

Phone : (02716) 267270, E-mail : madhusudan_i@yahoo.in, Website : www.madhusudan-india.com

CIN : L29199GJ1945PLC000443