

# International Conveyors Limited

Corporate Office : 10, Middleton Row  
Post Box No. 9282, Kolkata - 700 071  
CIN : L21300WB1973PLC028854  
Phone : +91-33-2229 6033/1768  
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Mail : icltd@iclbeltting.com  
Url : iclbeltting.com

ICL/NK/2018-19/633

September 24, 2018

## **Calcutta Stock Exchange Limited**

7, Lyons Range,  
Kolkata – 700 001  
Fax No. 22104500  
Kind Attn: Secretary

**Scrip Code No.10019039 (CSE)**

## **Bombay Stock Exchange Limited**

P. J. Towers, Dalal Street,  
Mumbai – 400 001  
Fax No. 22722037/22723121  
Kind Attn: General Manager,  
Department of Corporate Services  
**Scrip Code No. 509709 (BSE)**

Dear Sir,

**Ref: Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**Sub: Annual Report for the Financial Year 2017-18**

Please find enclosed herewith Annual Report for the Financial Year 2017-18 being approved and adopted in the Annual General Meeting of the Company held on September 22, 2018 at the Registered Office of the Company at 2:00 P.M.

We request you to take the same on your records at the earliest.

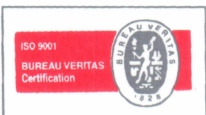
Thanking You,

Yours faithfully,  
For **INTERNATIONAL CONVEYORS LTD**

*Neha Khandelwal*

**Neha Khandelwal**  
**Company Secretary & Compliance Officer**

Encl: As above



Registered Office & Works I :  
Falta SEZ, Sector - II, Near Pump House No. 3  
Village & Mouza - Akalmegh  
Dist. South 24 Parganas, West Bengal-743 504

Works II :  
E-39, M.I.D.C. Area, Chikalthana  
Aurangabad - 431 006  
Maharashtra



International Conveyors Limited

**Annual Report**  
2017-18

## FORWARD-LOOKING STATEMENT

In this Annual Report we have disclosed forward-looking information to enable investors to comprehend our prospects and take informed investment decisions. This report and other statements - written and oral - that we periodically make contain forwardlooking statements that set out anticipated results based on the management's plans and assumptions. 'projects', 'intends', 'plans', 'believes' and words of similar substance in connection with any discussion of future performance. We cannot guarantee that these forward-looking statements will be realized, although we believe we have been prudent in assumptions. The achievement of results is subject to risks, uncertainties and even inaccurate assumptions. Should known or unknown risks or uncertainties materialize, or should underlying assumptions prove inaccurate, actual results could vary materially from those anticipated, estimated or projected. We undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise.

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# Corporate Information

**Directors**

Shri M. P. Jhunjhunwala  
Shri L.K. Tibrawalla  
Shri J. S. Vanzara  
Shri K. T. Reddy  
Shri Sunit Mehra  
Ms. Nandini Khaitan  
Shri Colin William Benjamin

**Managing Director**

Shri R. K. Dabriwala

**Chief Financial Officer**

Shri A. K. Gulgulia

**Company Secretary**

Ms. Ayushi Gupta (Upto 30.04.2017)  
Ms. Neha Khandelwal (From 28.08.2017)

**Auditors**

M/s. G. P. Agrawal & Co.  
Chartered Accountants  
7A, Kiran Shankar Ray Road  
Kolkata - 700 001

**Bankers**

State Bank of India

**Registered Office & Works-I**

Falta SEZ, Sector-II, Near Pump House No.3  
Village & Mouza - Akalmegh  
Dist. South 24 Parganas, West Bengal - 743504  
CIN : L21300WB1973PLC028854  
E-Mail : icltd@icbelting.com

**Works-II**

E-39 and H-19, MIDC Industrial Area  
Chikalthana  
Aurangabad - 431 006  
(Maharashtra)

**Corporate Office**

10, Middleton Row,  
Kolkata - 700 071  
E-Mail : investors@icbelting.com

**Registrar & Share Transfer Agents**

Maheshwari Datamatics Pvt. Ltd.  
23, R. N. Mukherjee Road, 5th Floor  
Kolkata - 700 001

# Directors' Report

*Dear members*

The Board of Directors hereby submits the reports of the business and operations of your Company (International Conveyors Limited), along with the Audited Financial Statements, for the financial year ended March 31, 2018.

Pursuant to the Notification dated February 16, 2015 issued by the Ministry of Corporate Affairs, your company has adopted Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, with effect from April 1, 2017. Accordingly financial statements for the year ended March 31, 2018 have been restated to confirm to Ind AS.

## 1. FINANCIAL RESULTS

(₹ in Lakhs)

Particulars	31.03.2018*	31.03.2017*
<b>Revenue from operations</b>	5143.40	4832.20
Other Income	739.84	672.63
<b>Total</b>	<b>5883.24</b>	<b>5504.83</b>
Profit/ (Loss) before Exceptional items and Taxation	(207.67)	269.66
Exceptional items- Income / (Loss)	-	-
<b>Profit/ (Loss) before Taxation</b>	<b>(207.67)</b>	<b>269.66</b>
<b>Provision for Taxation</b>	<b>158.01</b>	<b>136.82</b>
<b>Net Profit</b>	<b>(365.68)</b>	<b>132.84</b>
<b>Other Comprehensive Income/ (Loss) (net of tax)</b>	<b>3641.30</b>	<b>2612.80</b>
<b>Total Comprehensive Income</b>	<b>3275.62</b>	<b>2745.64</b>

\* All figures are as per Ind AS.

## 2. STATE OF COMPANY'S AFFAIRS AND FUTURE OUTLOOK

Kindly refer to 'Management Discussion and Analysis Report' which forms part of the Annual Report.

## 3. MATERIAL CHANGES AND COMMITMENTS

There are no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year and the date of this Report.

## 4. DIVIDEND

Pursuant to Section 123 read with Companies (Declaration and Payment of Dividend) Rules, 2014, your Directors are pleased to recommend dividend of ₹ 0.05 on Equity Share of ₹ 1/- each (Previous year ₹ 0.05 per share on Equity Share of ₹ 1/- each)

## Directors' Report

for the financial year ended March 31, 2018, the consequent outflow will be ₹ 40.69 Lakhs (Approx) including dividend tax (Previous year ₹ 40.62 lakhs including dividend tax).

### 5. TRANSFER TO RESERVES

In view of the loss, your Board of Directors does not propose any amount to be transferred to General Reserves during the year under review.

### 6. CHANGES IN SHARE CAPITAL

The paid-up Equity Share Capital of the Company as at March 31, 2018 stood at ₹ 675 Lacs. During the year under review, the Company has not issued any further shares.

### 7. RESULT OF OPERATIONS

The turnover of the Company including excise duty for the year amounted to ₹ 4,448 lakhs (Previous year ₹ 4,764 lakhs). However, your Directors are expecting to achieve better results in coming years.

### 8. SUBSIDIARIES & ASSOCIATE COMPANIES

The Company has 3 (Three) wholly owned subsidiaries and 1(One) step-down Subsidiary as on March 31, 2018, the names of which are mentioned herein below:

- i. International Belting Ltd.
- ii. Conveyor Holdings Pte. Ltd.
- iii. International Conveyors America Ltd.
- iv. International Conveyors Australia Pty Ltd. (Step down subsidiary of Conveyor Holdings Pte. Ltd.)

During the year under review, International Belting Limited (100% Subsidiary of International Conveyors Limited) acquired more than 20% shares of Pure Coke Limited, hence making it an associate of the former Company under Section 2(6) of the Companies Act, 2013. The details of the above mentioned is also available in MGT - 9, which forms part of this report.

The Audit Committee reviews the consolidated financial statements of the Company and the investments made by it in unlisted subsidiaries and associate companies. Pursuant to the provisions of Section 129(3) of the Companies Act, 2013 read with Rule 5 of Companies (Accounts) Rules, 2014, a statement containing salient features of Financial Statements of the Subsidiaries and Associate have been provided in Form No. AOC-1, which forms part of this report.

The Company has a policy for determining 'material subsidiaries' which is disclosed on its website at the following link:  
<http://www.iclbelting.com/resources/reports/gnrl/Material%20Subsidiaries.pdf>

### 9. CONSOLIDATED FINANCIAL STATEMENT

The Consolidated Financial Statements (CFS) of your Company duly audited by the Statutory Auditors M/s. G. P. Agrawal & Co., Chartered Accountants for the financial year ended March 31, 2018, prepared in compliance with the provisions of Indian Accounting Standards (Ind AS) issued by the Institute of Chartered Accountants of India (ICAI) and notified by the Ministry of Corporate Affairs (MCA), Government of India also forms part of this Annual Report.

### 10. LISTING WITH STOCK EXCHANGES

Your Company is listed with The Bombay Stock Exchange Limited and The Calcutta Stock Exchange limited and the Company has paid the listing fees to each of the said Exchanges.

### 11. DIRECTORS & KMP

In terms of the Articles of Association of the Company read with Section 152 of the Companies Act, 2013, Ms. Nandini Khaitan (DIN: 06941351) retires by rotation and being eligible, offers herself for re-appointment, is proposed to be re-appointed as Director of the Company from the date of this AGM.

Pursuant to the provision of Section 196 of the Companies Act, 2013 and subject to the approval of the members in the General Meeting, the Board of Directors, on the recommendation of Nomination and Remuneration Committee, re-appointed Shri Rajendra Kumar Dabriwala (DIN: 00086658) as Managing Director effective from October 1, 2018 for a period of 1 year as per the terms specified in the draft agreement to be placed before the ensuing AGM.

## Directors' Report

Pursuant to the provisions of Section 149 of the Act, Shri Jinesh Suryakant Vanzara (DIN: 00239574), Shri Kunchala Thirupal Reddy (DIN: 03330182), Shri Lakshmikant Tibrawalla (DIN: 00423521), Shri Colin William Benjamin (DIN: 07093277) and Shri Mahadeo Prasad Jhunjhunwala (DIN: 00567070) are independent directors of the company. The terms and conditions of appointment of independent directors are as per Schedule IV of the Act. They have submitted a declaration that each of them meets the criteria of independence as provided under section 149(6) of the Act and there has been no change in the circumstances which may affect their status as independent director during the year.

During the year under review, Ms. Ayushi Gupta, Company Secretary & Compliance Officer, resigned from the Company with effect from May 1, 2017 and Ms. Neha Khandelwal has been appointed in her place as the Company Secretary & Compliance Officer, with effect from August 28, 2017.

Shri Rajendra Kumar Dabriwala, Managing Director, Shri Ashok Kumar Gulgulia, Chief Financial Officer and Ms. Neha Khandelwal, Company Secretary & Compliance Officer are the Key Managerial Personnel (KMP) of your Company in terms of Sections 2(51) and 203 of the Companies Act, 2013.

### 12. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, the board of directors, to the best of their knowledge and ability, confirm that:

- i) In the preparation of the annual accounts for the year ended March 31, 2018, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- ii) The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2018 and of the Loss of the Company for that period;
- iii) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) The Directors have prepared the annual accounts of the Company on a 'going concern' basis.
- v) The Directors had laid down internal financial controls to be followed by the Company and that such internal financial control is adequate and operating effectively.
- vi) The directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### 13. NUMBER OF BOARD MEETINGS

The Board met 5 (Five) times during the Financial Year 2017-18. The details have been provided in the Corporate Governance Report in terms of Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015 which is annexed to this report.

### 14. BOARD EVALUATION

According to Regulation 25(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Schedule IV of the Companies Act, 2013, a meeting of Independent Directors was held on February 9, 2018 to review the performance of the Non-Independent Directors and the Board as a whole. The details are given in the Corporate Governance Report.

### 15. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The Company has an optimum combination of executive, non-executive and independent directors to maintain the independence of the Board. As on March 31, 2018, the Board consists of 8(Eight) Directors, 1(one) of whom is executive, 2(Two) of them is non-executive and rest are independent directors. The Board periodically evaluates the need for change in its composition and size.

The Company's policy on directors' appointment and remuneration and other matters provided in Section 178(3) of the Act has been disclosed in the corporate governance report, which forms part of this report.

## Directors' Report

### 16. INTERNAL FINANCIAL CONTROL AND THEIR ADEQUACY

Your Company has in place adequate internal financial control policy and procedure for ensuring the orderly and efficient conduct of its business, including adherence to the 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 disclosures. The details in respect of internal financial control and their adequacy are included in the Management Discussion & Analysis, which forms part of this report.

### 17. AUDIT COMMITTEE

The details pertaining to composition of Audit Committee are included in the corporate governance report, which forms part of this report.

### 18. STATUTORY AUDITORS

M/s. G. P. Agrawal & Co., Chartered Accountants (Firm Registration No.302082E), were appointed as Statutory Auditors of the Company under Section 139 of the Companies Act, 2013 read with provisions of the Companies (Audit and Auditors) Rules, 2014, to hold office for a consecutive period of 5 (Five) years from the conclusion of the 44th AGM until the conclusion of the 49th AGM to be held in the year 2022, subject to ratification by members at every Annual General Meeting.

The Ministry of Corporate Affairs has notified amendments in the provisions of Section 139 of the Companies Act, 2013 and Rules made thereunder with effect from May 7, 2018. Pursuant to the said amendments, the requirement for ratification of appointment of Statutory Auditors by the Shareholders at every subsequent Annual General Meeting till the conclusion of their tenure has been done away with. Accordingly, the matter is not taken up before members for consideration.

The Company has received a certificate from M/s. G. P. Agrawal & Co., Chartered Accountants confirming their eligibility to continue as Auditors of the Company in terms of the provisions of Section 141 of the Companies Act, 2013 and the Rules framed thereunder. Further M/s. G. P. Agrawal & Co., have also confirmed that they hold a valid certificate issued by the Peer Review Board of the ICAI as required under the provisions of Regulation 33 of Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015.

### 19. AUDITORS' REPORT

The Auditors' Report does not contain any reservations, qualifications or adverse remarks. The Auditors' report is attached to the Balance Sheet as at March 31, 2018.

### 20. SECRETARIAL AUDITORS' REPORT

The Board of Directors had appointed M/s V Gulgulia & Co., Company Secretaries to conduct secretarial audit of the Company for the financial year 2017-2018. The Secretarial Auditor's Report does not contain any reservations, qualifications or adverse remarks and the Secretarial Audit Report (in Form MR-3) forms part of this Report.

### 21. RISK MANAGEMENT

Risk management is the process of identification, assessment, and prioritisation of risks followed by coordinated efforts to minimise, monitor and mitigate/control the probability and / or impact of unfortunate events or to maximise the realisation of opportunities.

The Company has in place a Risk Management Policy which was reviewed by the Audit Committee and approved by the Board of Directors of the Company. The objective of risk management is to have a dynamic and an optimum balance between risk and return and ensure regulatory compliance and conformity with the Board approved policies, it starts with the identification and evaluation process which is followed by optimal use of resources to monitor and minimize the risks.

### 22. LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

The full particulars of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

### 23. ANNUAL RETURN

An extract of the Annual Return for the year ended March 31, 2018 pursuant to Sections 92(3) & 134(3)(a) of the Companies Act, 2013 is forming part of the report and is attached separately.



## Directors' Report

### 24. PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197 read with Rule 5(1) of the companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given hereunder:

Sl. No	Name	Designation	Remuneration paid in the FY 2017-18	Remuneration paid in the FY 2016-17	% increase in remuneration from previous year	Ratio of remuneration to Median remuneration of employee
1	Shri Rajendra Kumar Dabriwala	Managing Director	95,00,000	95,93,039	Nil	26.14:1
2	Shri Ashok Kumar Gulgulia	Chief Financial Officer	14,82,250	13,58,000	9.15	4.08:1
3	Ms. Neha Khandelwal	Company Secretary & Compliance Officer	2,36,687*	NA	NA	0.65:1

\* Appointed as the Company Secretary and Compliance Officer w.e.f August 28, 2017. However, details have been given from April 24, 2017, as she has joined the Company from this date.

#### Percentage increase in remuneration of each Managing Director, Chief Financial Officer (CFO), Company Secretary & Compliance Officer in the financial year 2017-18 :

Shri Rajendra Kumar Dabriwala (Managing Director) : Nil  
 Shri Ashok Kumar Gulgulia (Chief Financial Officer) : 9.15  
 Ms. Neha Khandelwal (Company Secretary & Compliance Officer) : N.A

#### Percentage increase in median remunerations of employees in the financial year 2017-18- 8.25 %

#### Explanation of the relationship between average increase in remuneration & Company performance:

The average increase in remuneration is as per the policy of retention of talent.

#### Key parameters for any variable remuneration of directors:

Except for the Managing Director Shri Rajendra Kumar Dabriwala, no directors have been paid any remuneration as only sitting fees are paid to them.

#### Affirmation that remuneration is as per the remuneration policy of the Company:

The Company affirms remuneration is as per the remuneration policy of the Company.

### 25. CORPORATE GOVERNANCE

The Company is committed to maintain the highest standards of corporate governance and adhere to the corporate governance requirements laid down in Regulation 34 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. A report on Corporate Governance together with a Certificate from the Statutory Auditor of the Company confirming compliance with the conditions of Corporate Governance as stipulated under SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 is included as a part of this report.

### 26. DEPOSITS

Pursuant to Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014, the Company has not accepted any deposit from the public/member during the year.

### 27. DECLARATION GIVEN BY INDEPENDENT DIRECTORS

Independent Directors have given the necessary declarations to the Company as required under sub-section (6) of Section 149 of the Companies Act, 2013.

## Directors' Report

### 28. REPORTING OF FRAUDS BY AUDITORS

During the year under review, neither the statutory auditors nor the secretarial auditor has reported to the audit committee, under Section 143(12) of the Companies Act, 2013 any instances of fraud committed against the Company by its officers or employees, the details of which need to be mentioned in the Board's report.

### 29. SECRETARIAL STANDARDS

The Company complies with all applicable secretarial standards.

### 30. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

There were no contracts/ arrangements/ transactions with related parties which could be considered material in accordance with the policy of the Company or materiality of related party transactions, all contracts / arrangements / transactions with related party were on arm's length basis. Information on transactions with related parties pursuant to Section 134(3)(h) of the Act read with Rule 8(2) of the Companies (Accounts) Rules, 2014 are given in Form AOC-2 and the same forms part of this report.

### 31. POLICY ON RELATED PARTY TRANSACTION

Policy on dealing with Related Party Transaction is available on the Company's website at - <http://www.iclbelting.com/resources/reports/gnrl/Related%20Party%20Policy.pdf>.

### 32. FAMILIARISATION PROGRAMME FOR INDEPENDENT DIRECTORS

It is the responsibility of the Directors/ Senior Managerial Personnel of the Company to intimate to the Independent Director about the Company's strategy, operations, product and service offerings, markets, finance, quality etc. to make Independent Directors familiarize with the strategy, operations and functions of the Company.

The details of familiarization programme have been posted in the website of the Company under the link - <http://www.iclbelting.com/resources/reports/gnrl/Familiarisation%20Programme%20for%20Independent%20Director.pdf>.

### 33. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Information relating to energy conservation, technology absorption, foreign exchange earnings and outgo, required under Section 134(3)(m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 are annexed to the Board's Report.

### 34. CORPORATE SOCIAL RESPONSIBILITY (CSR)

In pursuant to the provisions of Section 135 and Schedule VII of the Companies Act, 2013, the Board has constituted a CSR Committee. Details of CSR Committee are given in the Corporate Governance Report. The policy is available on the Company's Website at - <http://www.iclbelting.com/resources/reports/cgr/CorporateSocialResponsibilityPolicy.pdf>.

### 35. VIGIL MECHANISM

In terms of Section 177(9) & (10) of the Companies Act, 2013, a Vigil Mechanism has been established for Directors and employees of the Company to report genuine concerns and the same has been displayed on the website of the company at - <http://www.iclbelting.com/resources/reports/gnrl/Vigil%20Mechanism.pdf>.

### 36. PREVENTION OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT 2013

There were no complaints received and/or disposed off during the year under review.

### 37. ACKNOWLEDGEMENTS

The Directors express their sincere thanks and place on record their deep appreciation for the patronage extended by the shareholders, valued customers, bankers, government authorities and the investors for their continued support and confidence in the company. The Directors also wish to place on record their deep sense of appreciation to all employees for the diligence of the Company.

For and on behalf of the Board of Directors

**R. K. Dabriwala**  
Managing Director  
DIN No. 00086658

**M.P.Jhunjunwala**  
Director  
DIN No. 00567070

Place : Kolkata  
Date : May 30, 2018

## Annexure to the Directors' Report

Information on Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo required to be disclosed under Section 134 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 are provided hereunder:

### A. CONSERVATION OF ENERGY

1. Company has carried out a close monitoring of the Electricity consumption based on KWH.
2. Company is also upgrading its machinery so that it will consume less power and work in low fluctuation e.g. replaced the higher rated motor with lower rating motor in sacolowell 4.
3. Continuous upgradation in machineries to enhance productivity so that it will consume less energy and power e.g. gradually replacing V Belts with Couplings in all pumps.
4. The Company is also endeavoring to maintain the optimum combination of energies and always looking for the alternate sources.
5. Company is gradually replacing the conventional plant light with LED.

### Consumption per unit of production for the year 2017-18 :

Particulars	(KWH)	(₹ in Lakhs)
Purchased Units from Electricity Board	22,78,014	140.84
Units generated (DG)	10,992	2.39
Total	22,89,006	143.23
Rate per unit	-	6.26
Consumption per meter of manufacture	14.52	-

The Company presently has in total 5 Wind Mills. All these Wind Mills are generating green energy in the states of Karnataka, Maharashtra, Gujarat and Telangana and the same is supplied to respective state consumers through state grids. The relevant details are as follows -

Sl. No.	Product Name	Unit of Capacity / production	Installed Capacity 'KWH'	Quantity produced 'KWH'	Capacity utilised (%)	Value of Production (₹ in Lakhs)
1.	Wind Mill at Chitradurga Dist., Karnataka	KWH	14,00,000	10,14,597	72.47%	9.32
2.	Wind Mill at Panchpatta Dist., Maharashtra	KWH	16,00,000	8,68,797	54.30%	11.02
3.	Wind Mill at Kutch Dist., Gujarat	KWH	47,00,000	24,32,046	51.75%	27.10
4.	Wind Mill at Kurnool Dist., Phase - I, Telangana	KWH	17,00,000	11,37,211	66.90%	45.40
5.	Wind Mill at Kurnool Dist., Phase - II, Telangana	KWH	17,00,000	11,90,242	70.01%	45.55

### B. TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION

The Company continues to use the latest technologies for improving the productivity and quality of its services and products.

### C. FOREIGN EXCHANGE EARNING AND OUTGO

(₹ in Lakhs)

Foreign exchange used and earned	2017-18	2016-17
a) Foreign Exchange Earnings	1713.94	5380.47
b) C.I.F. Value of Imports	929.02	1223.42
c) Expenditure/Claims etc. in foreign currency	486.51	457.89

For and on behalf of the Board of Directors

Place : Kolkata  
Date : May 30, 2018

**R. K. Dabriwala**  
Managing Director  
DIN No. 00086658

**M.P.Jhunhunwala**  
Director  
DIN No. 00567070

## 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)

Sl. No.	Particulars	Details
1.	<b>Details of contracts or arrangements or transactions not at arm's length basis:</b>	Not Applicable
2.	<b>Details of material contracts or arrangement or transactions at arm's length basis:</b>	
(a)	Name(s) of the related party and nature of relationship:	International Conveyors Australia Pty Ltd
		International Conveyors America Ltd., INC
(b)	Nature of contracts/arrangements/transactions:	Purchase and sale of goods.
(c)	Duration of the contracts / arrangements/transactions:	As per normal business practice
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	Goods are sold at market rate on arm's length basis
(e)	Date(s) of approval by the Board, if any:	Not applicable, since the contract was entered into in the ordinary course of business and on arm's length price.
(f)	Amount incurred during the year	International Conveyors Australia Pty Ltd - ₹ 4,30,79,644 International Conveyors America Ltd, INC - ₹ 8,25,42,042

For and on behalf of the Board of Directors

Place : Kolkata  
Date : May 30, 2018

**R. K. Dabriwala**  
Managing Director  
DIN No. 00086658

**M.P.Jhunjhunwala**  
Director  
DIN No. 00567070

## Directors' Report

### FORM 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 No. 9 of the Companies  
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,  
The Members,  
**International Conveyors Ltd.**  
CIN: L21300WB1973PLC028854

We have conducted the **Secretarial Audit** of the compliance of applicable statutory provisions and the adherence to good corporate practices by **International Conveyors Ltd.** (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 Company for the financial year ended on March 31, 2018 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made there under;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- v. The following Regulations (as amended from time to time) and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') :-
  - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; (Not applicable to the Company during the Audit Period);
  - d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (Not applicable to the Company during the Audit Period);
  - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (Not applicable to the Company during the Audit Period);
  - f) The Securities and Exchange Board of India (Registrar to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (Not applicable to the Company during the Audit Period); and
  - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (Not applicable to the Company during the Audit Period);

## Directors' Report

vi. Other Laws applicable to the Company namely:

- 1) Air (Prevention and Control of Pollution) Act, 1981 and the rules and standards made thereunder.
- 2) Water (Prevention and Control of Pollution) Act, 1974 and Water (Prevention and Control of Pollution) Rules, 1975.
- 3) The Environment Protection Act, 1986 and the rules, notifications issued thereunder.
- 4) Factories Act, 1948 and allied State Laws.
- 5) The Income Tax Act, 1961
- 6) The Central Excise Act, 1944
- 7) The Finance Act, 1994

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

- i. Secretarial Standards on Meetings of the Board of Directors (SS-1) and on General Meetings (SS-2) issued by The Institute of Company Secretaries of India.
- ii. Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;  
During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

### We further report that:

- I. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Independent Directors and a Woman Director. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act and Listing Regulations.
- II. 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.
- III. Majority decision is carried through, while the dissenting members' views are captured, and recorded as part of the minutes.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines as also represented by the management.

We further report that during the audit period, the company has no specific events/actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

For **V. Gulgulia & Co**  
Company Secretaries

**Vineeta Gulgulia**  
(Proprietor)

ACS No.: 36867 CP No.:13743

Place : Kolkata  
Date : May 30, 2018

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.

## Directors' Report

**'Annexure- A'**

To,  
The Members  
**International Conveyors Ltd.**  
CIN: L21300WB1973PLC028854

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 processes 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 processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of 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 **V. Gulgulia & Co**  
Company Secretaries

**Vineeta Gulgulia**  
(Proprietor)

Place : Kolkata  
Date : May 30, 2018

ACS No.: 36867 CP No.:13743

## 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	L21300WB1973PLC028854
ii)	Registration Date	18/06/1973
iii)	Name of the Company	International Conveyors Ltd.
iv)	Category / Sub-Category of the Company	Company Limited by Shares
v)	Address of the Registered Office	Falta SEZ, Sector-II, near Pump House No. 3 Village & Mouza- Akalmegh, Akalmegh-743504
vi)	Contact details	03174222964
vii)	Whether listed company	Yes
viii)	Name of Registrar and Transfer Agent	Maheshwari Datamatics Pvt. Ltd.
ix)	Address of Registrar and Transfer Agent	23, R.N. Mukherjee Road, 5th Floor, Kolkata - 700 001
x)	Contact details of Registrar and Transfer Agent	2243-5029, 2248-2248

### 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.	PVC Fire Resistant Antistatic Solid Woven Coal Conveyor Belting, Trading goods, Wind Energy	1399	100

### 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.	International Belting Limited, 10, Middleton Row, Kolkata-700071	U25209WB2006PLC110267	Subsidiary	100	2(87)
2.	Conveyor Holdings Pte. Limited, 80 Raffles Place #26-01 UOB Plaza, Singapore, 048624	NA	Subsidiary	100	2(87)
3.	International Conveyors America Limited, INC 2711 Centreville Road, Suite No 400, Wilmington, New Castle 19808	NA	Subsidiary	100	2(87)
4.	International Conveyors Australia Pty Limited, Level 48, 101 Collins Street, Melbourne VIC 3000	NA	Subsidiary	100	2(87)
5.	Pure Coke Limited*, 10, Middleton Row, Kolkata-700071	U27109WB1974PLC029266	Associate	35.99	2(6)

The entire issued and paid up share capital of Company 4 above is held by Company 2 and that of Companies 1, 2 & 3 above is held by International Conveyors Ltd (ICL).

\* More than 20% of shares of Company 5 above is held by Company 1 above and the entire issued and paid up share capital of Company 1 above is held by ICL. The % of shares held in Company 5 above includes that of Company 1 and ICL.



## Directors' Report

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

#### i) Category-wise Share Holding

Category of Shareholders	No of Shares held at the beginning of the year [As on 01-Apr-2017]				No of Shares held at the end of the year [As on 31-Mar-2018]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/ HUF	4922265	0	4922265	7.2922	4922265	0	4922265	7.2922	0.0000
b) Central Govt									
c) State Govt(s)									
d) Bodies Corp.	5081320	0	5081320	7.5279	8390054	0	8390054	12.4297	4.9018
e) Banks/FI									
f) Any other									
<b>Sub-total (A)(1)</b>	<b>10003585</b>	<b>0</b>	<b>10003585</b>	<b>14.8201</b>	<b>13312319</b>	<b>0</b>	<b>13312319</b>	<b>19.7219</b>	<b>4.9018</b>
<b>(2) Foreign</b>									
a) NRIs - Individuals	15234759	0	15234759	22.5700	15234759	0	15234759	22.5700	0.0000
b) Other - Individuals									
c) Bodies Corp.									
d) Banks/FI									
e) Any other									
<b>Sub-total (A)(2)</b>	<b>15234759</b>	<b>0</b>	<b>15234759</b>	<b>22.5700</b>	<b>15234759</b>	<b>0</b>	<b>15234759</b>	<b>22.5700</b>	<b>0.0000</b>
<b>Total shareholding of Promoter (A)=(A)(1)+(A)(2)</b>	<b>25238344</b>	<b>0</b>	<b>25238344</b>	<b>37.3901</b>	<b>28547078</b>	<b>0</b>	<b>28547078</b>	<b>42.2919</b>	<b>4.9018</b>
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds									
b) Banks/FI									
c) Central Govt									
d) State Govt(s)									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIIs	2403000	0	2403000	3.5600	850000	0	850000	1.2593	(2.3007)
h) Foreign Venture Capital Funds									
i) Others (specify)									
Alternate Investment Funds									
Foreign Portfolio Investors	23799400	0	23799400	35.2584	22898397	0	22898397	33.9236	(1.3348)
Provident Funds / Pension Funds									
Qualified Foreign Investor									
<b>Sub-total(B)(1):-</b>	<b>26202400</b>	<b>0</b>	<b>26202400</b>	<b>38.8184</b>	<b>23748397</b>	<b>0</b>	<b>23748397</b>	<b>35.1829</b>	<b>(3.6355)</b>
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian	1146290	30000	1176290	1.7427	1940954	0	1940954	2.8755	1.1328
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital upto ₹ 1 lakh	3118553	221380	3339933	4.9480	4402764	121020	4523784	6.7018	1.7538
ii) Individual shareholders holding nominal share capital in excess of ₹ 1 lakh	11492166	0	11492166	17.0254	8428509	0	8428509	12.4867	(4.5387)



## Directors' Report

Category of Shareholders	No of Shares held at the beginning of the year [As on 01-Apr-2017]				No of Shares held at the end of the year [As on 31-Mar-2018]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
c) Others (Specify)									
Non Resident Indians	13216	0	13216	0.0196	91074	0	91074	0.1349	0.1153
Qualified Foreign Investor									
Custodian of Enemy Property									
Foreign Nationals									
Clearing Members	37651	0	37651	0.0558	84499	0	84499	0.1252	0.0694
Trusts									
Foreign Bodies-D R									
Foreign Portfolio Investors									
NBFCs registered with RBI	0	0	0	0.0000	5585	0	5585	0.0083	0.0083
Employee Trusts									
Domestic Corporate Unclaimed Shares Account									
Investor Education and Protection Fund Authority	0	0	0	0.0000	130120	0	130120	0.1928	0.1928
<b>Sub-total(B)(2):-</b>	<b>15807876</b>	<b>251380</b>	<b>16059256</b>	<b>23.7915</b>	<b>15083505</b>	<b>121020</b>	<b>15204525</b>	<b>22.5252</b>	<b>(1.2663)</b>
<b>Total Public Shareholding (B)= (B)(1)+ (B)(2)</b>	<b>42010276</b>	<b>251380</b>	<b>42261656</b>	<b>62.6099</b>	<b>38831902</b>	<b>121020</b>	<b>38952922</b>	<b>57.7081</b>	<b>(4.9018)</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>									
<b>Grand Total (A+B+C)</b>	<b>67248620</b>	<b>251380</b>	<b>67500000</b>	<b>100.0000</b>	<b>67378980</b>	<b>121020</b>	<b>67500000</b>	<b>100.0000</b>	<b>0.0000</b>

### ii) Shareholding of Promoters-

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% Change in share holding during the year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	
1.	SURBHIT DABRIWALA	8824859	13.0739	0.0000	8824859	13.0739	0.0000	0.0000
2.	YAMINI DABRIWALA	6409900	9.4961	0.0000	6409900	9.4961	0.0000	0.0000
3.	RAJENDRA KUMAR DABRIWALA	2426620	3.5950	0.0000	2426620	3.5950	0.0000	0.0000
4.	DABRI PROPERTIES AND TRADING COMPANY LIMITED	2300000	3.4074	0.0000	2300000	3.4074	0.0000	0.0000
5.	IGE (INDIA) PRIVATE LIMITED	2153800	3.1908	0.0000	5462534	8.0926	0.0000	4.9018
6.	RITU DALMIA	826286	1.2241	0.0000	826286	1.2241	0.0000	0.0000
7.	SUJATA SARAF	800000	1.1852	0.0000	800000	1.1852	0.0000	0.0000
8.	SMITI SOMANY	790000	1.1704	0.0000	790000	1.1704	0.0000	0.0000
9.	R. C. A. LIMITED	627520	0.9297	0.0000	627520	0.9297	0.0000	0.0000
10.	INDU DABRIWALA	48000	0.0711	0.0000	48000	0.0711	0.0000	0.0000
11.	PUSHPA BAGLA	31359	0.0464	0.0000	31359	0.0464	0.0000	0.0000
	<b>TOTAL</b>	<b>25238344</b>	<b>37.3901</b>	<b>0.0000</b>	<b>28547078</b>	<b>42.2919</b>	<b>0.0000</b>	<b>4.9018</b>

## Directors' Report

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

Sl No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	DABRI PROPERTIES AND TRADING COMPANY LIMITED				
	At the beginning of the year	2300000	3.4074		
	<b>At the end of the year</b>	<b>2300000</b>	<b>3.4074</b>	<b>2300000</b>	<b>3.4074</b>
2	IGE (INDIA) PRIVATE LIMITED				
	At the beginning of the year	2153800	3.1908		
	As on 22/03/2018 - Transfer	21800	0.0323	2175600	3.2231
	As on 23/03/2018 - Transfer	400000	0.5926	2575600	3.8157
	As on 26/03/2018 - Transfer	1389116	2.0579	3964716	5.8737
	As on 27/03/2018 - Transfer	998967	1.4800	4963683	7.3536
	As on 28/03/2018 - Transfer	498851	0.7390	5462534	8.0926
	<b>At the end of the year</b>	<b>5462534</b>	<b>8.0926</b>	<b>5462534</b>	<b>8.0926</b>
3	R. C. A. LIMITED				
	At the beginning of the year	627520	0.9297		
	<b>At the end of the year</b>	<b>627520</b>	<b>0.9297</b>	<b>627520</b>	<b>0.9297</b>
4	INDU DABRIWALA				
	At the beginning of the year	48000	0.0711		
	<b>At the end of the year</b>	<b>48000</b>	<b>0.0711</b>	<b>48000</b>	<b>0.0711</b>
5	PUSHPA BAGLA				
	At the beginning of the year	31359	0.0464		
	<b>At the end of the year</b>	<b>31359</b>	<b>0.0464</b>	<b>31359</b>	<b>0.0464</b>
6	YAMINI DABRIWALA				
	At the beginning of the year	6409900	9.4961		
	<b>At the end of the year</b>	<b>6409900</b>	<b>9.4961</b>	<b>6409900</b>	<b>9.4961</b>
7	SURBHIT DABRIWALA				
	At the beginning of the year	8824859	13.0739		
	<b>At the end of the year</b>	<b>8824859</b>	<b>13.0739</b>	<b>8824859</b>	<b>13.0739</b>
8	RAJENDRA KUMAR DABRIWALA				
	At the beginning of the year	2426620	3.595		
	<b>At the end of the year</b>	<b>2426620</b>	<b>3.595</b>	<b>2426620</b>	<b>3.595</b>
9	RITU DALMIA				
	At the beginning of the year	826286	1.2241		
	<b>At the end of the year</b>	<b>826286</b>	<b>1.2241</b>	<b>826286</b>	<b>1.2241</b>
10	SUJATA SARAF				
	At the beginning of the year	800000	1.1852		
	<b>At the end of the year</b>	<b>800000</b>	<b>1.1852</b>	<b>800000</b>	<b>1.1852</b>
11	SMITI SOMANY				
	At the beginning of the year	790000	1.1704		
	<b>At the end of the year</b>	<b>790000</b>	<b>1.1704</b>	<b>790000</b>	<b>1.1704</b>

## Directors' Report

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

Sl No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	DEUTSCHE BANK A.G. *				
	At the beginning of the year	0	0.0000		
	As on 30/03/2018 - Transfer	1000000	1.4815	1000000	1.4815
	<b>At the end of the year</b>	<b>1000000</b>	<b>1.4815</b>	<b>1000000</b>	<b>1.4815</b>
2	LOTUS GLOBAL INVESTMENTS LTD				
	At the beginning of the year	4299400	6.3695		
	<b>At the end of the year</b>	<b>4299400</b>	<b>6.3695</b>	<b>4299400</b>	<b>6.3695</b>
3	ELARA INDIA OPPORTUNITIES FUND LIMITED				
	At the beginning of the year	6500000	9.6296		
	As on 30/03/2018 - Transfer	(1484003)	2.1985	5015997	7.4311
	<b>At the end of the year</b>	<b>5015997</b>	<b>7.4311</b>	<b>5015997</b>	<b>7.4311</b>
4	INDIA MAX INVESTMENT FUND LIMITED				
	At the beginning of the year	2403000	3.5600		
	<b>At the end of the year</b>	<b>2403000</b>	<b>3.5600</b>	<b>2403000</b>	<b>3.5600</b>
5	ERISKA INVESTMENT FUND LTD				
	At the beginning of the year	6500000	9.6296		
	As on 23/03/2018 - Transfer	(20000)	0.0296	6480000	9.6000
	As on 30/03/2018 - Transfer	(300000)	0.4444	6180000	9.1556
	<b>At the end of the year</b>	<b>6180000</b>	<b>9.1556</b>	<b>6180000</b>	<b>9.1556</b>
6	CRESTA FUND LTD				
	At the beginning of the year	6500000	9.6296		
	As on 30/03/2018 - Transfer	(1000000)	1.4815	5500000	8.1481
	<b>At the end of the year</b>	<b>5500000</b>	<b>8.1481</b>	<b>5500000</b>	<b>8.1481</b>
7	VIKASA INDIA EIF I FUND *				
	At the beginning of the year	0	0.0000		
	As on 12/01/2018 - Transfer	600000	0.8889	600000	0.8889
	As on 19/01/2018 - Transfer	250000	0.3704	850000	1.2593
	<b>At the end of the year</b>	<b>850000</b>	<b>1.2593</b>	<b>850000</b>	<b>1.2593</b>
8	SANTOSH KR KEJRIWAL SECURITIES PRIVATE LIMITED *				
	At the beginning of the year	0	0.0000		
	As on 15/12/2017 - Transfer	760300	1.1264	760300	1.1264
	As on 22/12/2017 - Transfer	200000	0.2963	960300	1.4227
	As on 29/12/2017 - Transfer	(200000)	0.2963	760300	1.1264
	As on 30/12/2017 - Transfer	175000	0.2593	935300	1.3856
	As on 05/01/2018 - Transfer	(75000)	0.1111	860300	1.2745
	As on 12/01/2018 - Transfer	(100000)	0.1481	760300	1.1264
	As on 23/03/2018 - Transfer	90850	0.1346	851150	1.2610
	<b>At the end of the year</b>	<b>851150</b>	<b>1.2610</b>	<b>851150</b>	<b>1.2610</b>

## Directors' Report

Sl No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
9	VINIT SURESH SETHI #				
	At the beginning of the year	700000	1.0370		
	As on 15/12/2017 - Transfer	(700000)	1.0370	0	0.0000
	<b>At the end of the year</b>	<b>0</b>	<b>0.0000</b>	<b>0</b>	<b>0.0000</b>
10	MADHURI KELA				
	At the beginning of the year	1615000	2.3926		
	<b>At the end of the year</b>	<b>1615000</b>	<b>2.3926</b>	<b>1615000</b>	<b>2.3926</b>
11	KHUSHALI J VANZARA				
	At the beginning of the year	635000	0.9407		
	<b>At the end of the year</b>	<b>635000</b>	<b>0.9407</b>	<b>635000</b>	<b>0.9407</b>
12	KISHAN KUMAR MODI				
	At the beginning of the year	690000	1.0222		
	As on 12/01/2018 - Transfer	(94341)	0.1398	595659	0.8825
	As on 19/01/2018 - Transfer	(247875)	0.3672	347784	0.5152
	<b>At the end of the year</b>	<b>347784</b>	<b>0.5152</b>	<b>347784</b>	<b>0.5152</b>
13	DEEPSHIKHA KHAITAN #				
	At the beginning of the year	750000	1.1111		
	<b>At the end of the year</b>	<b>750000</b>	<b>1.1111</b>	<b>750000</b>	<b>1.1111</b>
14	MADHUSUDAN KELA				
	At the beginning of the year	1710000	2.5333		
	<b>At the end of the year</b>	<b>1710000</b>	<b>2.5333</b>	<b>1710000</b>	<b>2.5333</b>
15	SHANTANU KEJRIWAL #				
	At the beginning of the year	824600	1.2216		
	As on 22/12/2017 - Transfer	(200000)	0.2963	624600	0.9253
	As on 29/12/2017 - Transfer	(200000)	0.2963	424600	0.6290
	As on 30/12/2017 - Transfer	(175000)	0.2593	249600	0.3698
	As on 05/01/2018 - Transfer	(100000)	0.1481	149600	0.2216
	As on 19/01/2018 - Transfer	(100000)	0.1481	49600	0.0735
	As on 26/01/2018 - Transfer	(49600)	0.0735	0	0.0000
	As on 23/03/2018 - Transfer	160000	0.2370	160000	0.2370
	<b>At the end of the year</b>	<b>160000</b>	<b>0.2370</b>	<b>160000</b>	<b>0.2370</b>

\* Not in the list of Top 10 shareholders as on 01/04/2017 The same has been reflected above since the shareholder was one of the Top 10 shareholders as on 31/03/2018.

# Ceased to be in the list of Top 10 shareholders as on 31/03/2018. The same is reflected above since the shareholder was one of the Top 10 shareholders as on 01/04/2017.



## Directors' Report

### (v) Shareholding of Directors and Key Managerial Personnel:

Sl No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	RAJENDRA KUMAR DABRIWALA				
	At the beginning of the year	2426620	3.5950		
	<b>At the end of the year</b>	<b>2426620</b>	<b>3.5950</b>	<b>2426620</b>	<b>3.5950</b>
2	JINESH SURYAKANT VANZARA				
	At the beginning of the year	0	0.0000	0	0.0000
	<b>At the end of the year</b>	<b>0</b>	<b>0.0000</b>	<b>0</b>	<b>0.0000</b>
3	SUNIT OM PRAKASH MEHRA				
	At the beginning of the year	0	0.0000	0	0.0000
	<b>At the end of the year</b>	<b>0</b>	<b>0.0000</b>	<b>0</b>	<b>0.0000</b>
4	LAKSHMIKANT TIBRAWALLA				
	At the beginning of the year	2930	0.0043		
	<b>At the end of the year</b>	<b>2930</b>	<b>0.0043</b>	<b>2930</b>	<b>0.0043</b>
5	MAHADEO PRASAD JHUNJHUNWALA				
	At the beginning of the year	200	0.0003		
	<b>At the end of the year</b>	<b>200</b>	<b>0.0003</b>	<b>200</b>	<b>0.0003</b>
6	KUNCHALA THIRUPAL REDDY				
	At the beginning of the year	0	0.0000	0	0.0000
	<b>At the end of the year</b>	<b>0</b>	<b>0.0000</b>	<b>0</b>	<b>0.0000</b>
7	NANDINI KHAITAN				
	At the beginning of the year	0	0.0000		
	<b>At the end of the year</b>	<b>0</b>	<b>0.0000</b>	<b>0</b>	<b>0.0000</b>
8	COLIN WILLIAM BENJAMIN				
	At the beginning of the year	0	0.0000	0	0.0000
	<b>At the end of the year</b>	<b>0</b>	<b>0.0000</b>	<b>0</b>	<b>0.0000</b>
9	ASHOK KUMAR GULGULIA				
	At the beginning of the year	0	0.0000	0	0.0000
	<b>At the end of the year</b>	<b>0</b>	<b>0.0000</b>	<b>0</b>	<b>0.0000</b>
10	NEHA KHANDELWAL				
	At the beginning of the year	0	0.0000	0	0.0000
	<b>At the end of the year</b>	<b>0</b>	<b>0.0000</b>	<b>0</b>	<b>0.0000</b>

## Directors' Report

### V. INDEBTEDNESS

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

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	159611060	243095874	0	402706934
ii) Interest due but not paid	354831	382192	0	737023
iii) Interest accrued but not due	150499	0	0	150499
<b>Total (i+ii+iii)</b>	<b>160116390</b>	<b>243478066</b>	<b>0</b>	<b>403594456</b>
Change in Indebtedness during the financial year				
* Addition	18867225	228899106	0	247766331
* Reduction	0	0	0	0
<b>Net Change</b>	<b>18867225</b>	<b>228899106</b>	<b>0</b>	<b>247766331</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	178534062	471969501	0	650503563
ii) Interest due but not paid	350007	407671	0	757678
iii) Interest accrued but not due	99546	0	0	99546
<b>Total (i+ii+iii)</b>	<b>178983615</b>	<b>472377172</b>	<b>0</b>	<b>651360787</b>

### 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 Shri Rajendra Kumar Dabriwala	Total Amount
1.	Gross salary		
	(a) Salary as per provisions contained in Section 17(1) of the Income-tax Act, 1961	60,00,000	60,00,000
	(b) Value of perquisites u/s 17(2) of the Income-tax Act, 1961	35,00,000	35,00,000
	(c) Profits in lieu of salary under Section 17(3) of the Income- tax Act, 1961	NIL	NIL
2.	Stock Option	NIL	NIL
3.	Sweat Equity	NIL	NIL
4.	Commission - as % of profit - others, specify...	NIL	NIL
5.	Others, please specify	NIL	NIL
	<b>Total (A)</b>	<b>95,00,000</b>	<b>95,00,000</b>
	Ceiling as per the Act	1,68,00,000	1,68,00,000



## Directors' Report

### B. Remuneration to other directors:

Sl. No.	Particulars of Remuneration	Name of Directors	Total Amount
1.	Independent Directors		
	* Fee for attending Board /Committee Meetings	Shri M. P. Jhunjhunwala	1,60,000
		Shri L.K. Tibrawalla	1,90,000
		Shri J.S. Vanzara	1,50,000
		Shri K. T. Reddy	60,000
		Shri C. W. Benjamin	-
	* Commission		NIL
	* Others, please specify		NIL
	<b>Total (1)</b>		<b>5,60,000</b>
2.	Other Non-Executive Directors		
	* Fee for attending Board /Committee Meetings	Ms. N. Khaitan	30,000
		Shri S. Mehra	30,000
	* Commission		NIL
	* Others, please specify		NIL
	<b>Total (2)</b>		<b>60,000</b>
	<b>Total (B)=(1+2)</b>		<b>6,20,000</b>
	<b>Total Managerial Remuneration</b>		<b>6,20,000</b>
	Overall Ceiling as per the Act	₹ 1 Lakh per Board or Committee Meeting	

### C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. No.	Particulars of Remuneration	Key Managerial Personnel		
		Company Secretary (Neha Khandelwal)	CFO (Ashok Kumar Gulgulia)	Total
1.	Gross Salary			
	(a) Salary as per provisions contained in Section 17(1) of the Income-tax Act, 1961	1,65,550	8,22,000	9,87,550
	(b) Value of perquisites u/s 17(2) of the Income-tax Act, 1961	71,137	6,60,250	7,31,387
	(c) Profits in lieu of salary under Section 17(3) of the Income-tax Act, 1961	NIL	NIL	NIL
2.	Stock Option	NIL	NIL	NIL
3.	Sweat Equity	NIL	NIL	NIL
4.	Commission - as % of profit - others, specify...	NIL	NIL	NIL
5.	Others, please specify	NIL	NIL	NIL
	<b>Total</b>	<b>2,36,687</b>	<b>14,82,250</b>	<b>17,18,937</b>



## Directors' Report

### VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES :

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

# Management Discussion and Analysis Report

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## OVERVIEW

Your Company is engaged in the manufacture and marketing of solid woven fabric reinforced PVC impregnated and PVC covered fire retardant, anti static conveyor belting in India since 1978 having a rich and valuable experience of around 40 years.

The management's perspective on the financial condition and on the operating performance of the Company for the Financial Year ended March 31, 2018 is illustrated through the following report. The discussions related to the Company's financial condition and result of operations should be read in conjunction with the Company's financial statements, schedules and notes thereto and the other information included elsewhere in the Annual Report. The Company's financial statements have been prepared in compliance with the requirements of the Companies Act, 2013, the Indian Accounting Standards (Ind AS) and guidelines issued by the Securities and Exchange Board of India (SEBI). Despite the slowdown, your Company is seeing bright future for its business and will strive for better performance in coming years.

## INDUSTRY STRUCTURE AND DEVELOPMENTS

International Conveyors Limited is one of the leading market players specializing in production of PVC Fire Resistant Antistatic Solid Woven Coal Conveyor Belt with an annual production of 1,89,120 meters in 2017-18. It is one of the leading exporters of PVC Conveyor Belts in India. It is also in wind power generation with a capacity of 4.65 MW, with locations spread across Gujarat, Maharashtra, Karnataka and Andhra Pradesh. In addition to this, it is also involved in Trading of goods whereby it is the sole distributor of belt fasteners and lacing machines to Mato Industries, UK.

We are well positioned to serve customers globally from our facilities. We serve underground potash and coal mines and also various bulk materials handling in surface applications. Apart from providing easy and uninterrupted logistics support for material handling system it reduces the cost and other overhead expense thereby enabling the user to stay in the market at the most competitive rates. We have a wealth of experience in research and development along with manufacture and marketing of conveyor belts for underground mining operations. The main thrust areas of our specialization are the conveyor Belts for heavy Industries, Coal Mining/ Handling and Potash Mining.

## OPPORTUNITIES AND THREATS

The Indian conveyor belt market is estimated at around USD 250 Million. Although its growth rate has slowed amidst a global slowdown, India remains the world's fastest growing economy and as such an attractive market for the conveyor belt industry.

The Indian mining sector is going through revolutionary times. Today India is the third largest coal producer, second largest cement producer and the third largest steel producer in the world. Hence, it has been a key contributor to the demand for conveyor belts.

The growing demand from power, mining, and manufacturing industries is considered to be one of the major growth drivers in this market. Due to heavy competition, these industries rely heavily on efficient techniques to maintain production costs as low as

## Management Discussion and Analysis Report

possible. The use of industrial conveyor systems enables manufacturers to reduce inventory levels and in turn, reduce overall costs. Moreover, conveyor belts also aid in improving the order-to-delivery cycle. Since the need for swift production and delivery techniques from these industries is likely to increase, this market study estimates that the demand for conveyor belts will only keep escalating during the forecast period.

We at International Conveyors Limited treat fluctuations in demand or competitive pricing as temporary. Some of the threats we encounter are inconsistencies in legislations governing the sector, depletion of natural resources arising out of the use of coal, transportation hindrances along with high carrying cost of coal and lack of availability of highly skilled manpower.

The macro industry in which we operate has high demand and growth potential. We treat every threat as opportunity which helps us to evolve suitably for future.

### SEGMENT-WISE AND PRODUCT-WISE PERFORMANCE

The segment-wise and product-wise performances of the Company are given in the notes to accounts for the year ended March 31, 2018.

### OUTLOOK

The Indian economy is expected to grow further at good pace owing to a series of policy measures, improvement in rating on "ease of doing business", "global competitive index", "logistic performance index" and "global innovation index".

Positive prospects lie ahead for India's underground mining Conveyor Belt Business. At the moment India has set itself an ambitious target of increasing coal production from 630 million tonnes in 2018-19 to 1.5 billion tonnes by 2020 to reduce dependence on imports.

Your Company has the ability to make conveyors up to 2500 kn/m width in strength and belt widths up to 1800mm. This is the widest solid woven product range available from any one company with a manufacturing capacity in excess of 1 million meters per annum.

The share of underground coal mining in India has slumped from 16% to 8% in the last decade. The primary reason is the rise in production from opencast mines, which is increasing at a greater rate than underground mines. The market for Conveyor Belt is expected to increase at the rate of 5-10% per annum including the replacement market. Accordingly, the market potential for Conveyor Belts is estimated to increase.

The growth in production in the coal mining industry in India, which is a major end-user of Conveyor Belts, is expected to drive higher demand for Conveyor Belts during the period 2018-2020.

### RISKS AND CONCERNS

Risks are evaluated based on the probability and impact of each risk. Risk owners prepare their risk plans which include responsibilities and timeliness. These are periodically updated for the actions taken. In the normal course of business, the Company is exposed to certain financial risks, principally payment risk, competitor risk, foreign exchange risk, risk associated with compliance, environment risk, industry risk, industrial relation risk, reputation risk etc. These risks are managed through risk management policies that are designed to minimize the potential adverse effects of these risks on financial performance. The policies are reviewed and approved by the Board. Some of the other risks encountered by the management are as follows:

- Non availability and change in prices of raw materials as well as energy due to market fluctuation and imposition of government duties.
- Fluctuations in interest rates, exchange rates, operating costs and commodity prices may affect the results of operations and also affect the finance cost and profitability.
- The importation of coal may demotivate the producers of coal to produce more coal thereby restricting the demand for PVC conveyor belting.
- Non availability of required talent resources can affect the performance of the Company.
- The Company is also exposed to the defaults by customers in payments.
- The Company is exposed to the risk of Environment and Pollution Controls, which is required to be controlled.

## Management Discussion and Analysis Report

- The increase in competition can create pressure on margins, market share etc.
- Stringent corporate governance regulations and public disclosure requirements have enhanced the need for compliances. Compliance risk is caused by failure in compliance with various domestic and overseas rules and regulations. Non-compliance may lead to penalties and loss of reputation.
- Reputational risk may arise due to negligence of the abovementioned concerns.

However, Company has various due diligence systems in place to mitigate the impact of the risks mentioned above and to ensure transparency and accountability in the day to day business activities.

### INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

Your Company has in place an established Internal Control System including Internal Financial Controls designed to ensure proper recording of financial and operational information, compliance of various internal controls and other regulatory and statutory compliances. Regular monitoring is also conducted by the Audit Committee certifying effectiveness of the internal control system of the Company. Internal Audit is conducted throughout the organization by qualified Internal Auditors. Findings of the Internal Audit Report are reviewed by the Board of Directors and by the Audit Committee and proper follow up action are ensured wherever required. The Statutory Auditors have evaluated the system of internal controls including internal financial control of the Company and have reported that the same are adequate and commensurate with the size of the company and nature of its business.

### ENVIRONMENT, HEALTH AND SAFETY

Environment, Health and Safety (EHS) is one of the primary focus areas for the Company. The Company focuses on achieving excellence in occupational and personal health of employees at all manufacturing sites as well as at its offices. Our goals are: no accidents, no harm to people and no damage to environment. The Company is committed to provide a safe workplace to its employees and safety to the community where it operates. Your Company believes that continuous learning and upgrading of systems and processes are indispensable as we move ahead with our visions of achieving best-in-industry status with respect to safety system and culture.

### FINANCIAL PERFORMANCE

The disclosures under financial performance with respect to operational performance are appearing in the Balance Sheet and the Statement of Profit & Loss Account for the year.

### MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED

Your Company lays great emphasis on building a motivated work force, which can participate constructively in the growth of the Company. Innovative ideas are regularly received from the officers and staff of the Company, many of which were implemented for improvement in areas of quality, cost savings and increased productivity. The strategic thrust of HR has resulted in improvement in the performance of employees by providing them training and development and also to identify employees who are performing well and have potential to take higher responsibilities. The devotion and commitment of our employees has enabled the Company to fulfill its targets and deadlines in time.

The Company considers its human resource as the most valuable ingredient of the functioning of the company and utmost endeavor is made to maintain good relations with the employees at all levels.

### CAUTIONARY STATEMENT

Statements in the Management Discussion & Analysis describing the Company's focal objectives, expectations or anticipations may be forward looking within the meaning of applicable securities, laws and regulations. Actual results may differ materially from the expectations. Important factors that could influence the Company's operations include global and domestic demand and supply conditions affecting selling prices of products, inputs availability and prices, changes in Government regulations/tax laws, economic developments within the country and factors such as litigation and industrial relations.

For and on behalf of the Board of Directors

Place : Kolkata  
Date : May 30, 2018

**R. K. Dabriwala**  
Managing Director  
DIN No. 00086658

**M.P.Jhunjunwala**  
Director  
DIN No. 00567070

# Corporate Governance Report

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## COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Corporate Governance is a set of systems and practices to ensure that the affairs of the Company are being managed in a way which ensures accountability, transparency and fairness in all its transactions. The Company's philosophy on Corporate Governance oversees business strategies and ensures fiscal accountability, ethical behavior and fairness to all stakeholders comprising regulators, employees, customers, vendors, investors and the society at large.

A Report on Compliance with the requirements stipulated under Regulation 17 to 27 read with para C,D and E of Schedule V and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as "Listing Regulations") is given below:

### **(A) BOARD OF DIRECTORS:**

#### **(i) Composition**

The Board of Directors of the Company has an optimum combination of Executive, Non-Executive and Independent Directors who have an in-depth knowledge of business, in addition to the expertise in their areas of specialization. The Board comprises of 8 (Eight) Directors that includes one Woman Director. All the Directors of the Company, except the Managing Director are 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, none of the Directors of the Company was a member of more than 10 Committees or Chairman of more than 5 Committees in companies in which he/she was a Director. Company's Directors promptly notify any change(s) in the committee positions as and when they take place.

#### **(ii) Meetings, agenda and attendance of the Board Meetings**

The Board of Directors of the Company met five times during the year 2017-18 held on May 30, 2017, August 28, 2017, September 13, 2017, November 11, 2017 and February 9, 2018. The maximum time gap between any two consecutive meetings was not more than ninety days.

All the agenda items are backed by necessary supporting information and documents to enable the Board to take informed decisions. The Chairman along with the Managing Director and/or the Chief Financial Officer, Executive Presidents of the Company makes presentation on the quarterly and annual operating & financial performance and on annual operating and capex budget of the Company.

## Corporate Governance Report

The composition and category of the Board of Directors, their relationship with other Directors, their attendance at the Board Meetings held during the year 2017-18 as well as at the last Annual General Meeting, number of Directorships and Committee Memberships/Chairmanships in other Companies as on March 31, 2018 are as follows :

SI No	Name of Directors	Category	No. of Board Meetings attended during the year	Attendance at last AGM	No. of Other Directorship in Public Limited Companies as on March 31, 2018 (Including International Conveyors Limited)*	No. of committee positions held in other Companies**	
						Member	Chairman
1.	Shri R. K. Dabriwala	Executive Director	5	No	3	1	-
2.	Shri M. P. Jhunjhunwala	Non-Executive Independent Director	4	Yes	1	2	-
3.	Shri L. K. Tibrawalla	Non-Executive Independent Director	5	Yes	6	2	1
4.	Ms N. Khaitan	Non-Executive Director	1	No	5	1	1
5.	Shri J. S. Vanzara	Non-Executive Independent Director	4	Yes	1	1	1
6.	Shri K. T. Reddy	Non-Executive Independent Director	2	No	1	-	-
7.	Shri S. Mehra	Non-Executive Director	1	No	1	-	-
8.	Shri C. W. Benjamin	Non-Executive Independent Director	1	No	1	-	-

\*Excludes Private Companies, Foreign Companies and Companies registered under Section 8 of the Companies Act, 2013.

\*\*Only Membership/chairmanship of Audit Committee, Stakeholder's Relationship Committee has been considered.

### (iii) Video Conferencing

The Companies Act, 2013 read with the relevant rules made there under, facilitates the participation of a Director in Board/ Committee Meetings through video conferencing or other audio visual mode. Accordingly, the option to participate in the Meeting through video conferencing was made available for the Directors except in respect of such Meetings/Items which are not permitted to be transacted through video conferencing. During the year 2017-18, one of the directors participated in the Board Meeting through video conferencing.

### (iv) Information Placed before Board of Directors

The Company has complied with Part A of Schedule II of the Listing Regulations read with Regulation 17(7) of the said regulations with regard to information being placed before the Board of Directors.

### INDEPENDENT DIRECTORS

Company has complied with the definition of Independent Director as per the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Company has also obtained declarations from all the Independent Directors as required under Section 149(7) of the Companies Act, 2013.

# Corporate Governance Report

## PERFORMANCE EVALUATION OF DIRECTORS

The Nomination and Remuneration Committee has devised criteria for performance evaluation of all Directors including Independent Directors. The performance evaluation has been done by the entire Board of Directors, except the Director concerned being evaluated. The said criteria for performance evaluation provide certain parameters like attendance at meetings, heading Board Sub-committees, interpersonal skills etc.

## MEETING OF INDEPENDENT DIRECTORS

Meeting of Independent Directors was held on February 09, 2018. Shri M.P Jhunjhunwala, Chairman of the Meeting, in the presence of all other Independent directors, presented their views on matters relating to Board processes and the overall affairs of the Company.

## FAMILIARISATION PROGRAMME FOR INDEPENDENT DIRECTORS

The Company has complied with the terms of Regulation 25(7) of the Listing Regulations whereby the Company is required to conduct familiarization programs for Independent Directors to familiarize them with their roles, rights, responsibilities in the company, nature of the industry in which the Company operates, business model of the Company etc.

Independent Directors are provided with necessary documents, reports and internal policies to enable them to familiarize with the Company's procedures and practices.

The details of familiarization programme have been posted in the website of the Company under the link - <https://www.iclbelting.com/resources/reports/gnrl/Familiarisation%20Programme%20for%20Independent%20Director.pdf>

## (B) COMMITTEES OF THE BOARD OF DIRECTORS

The Board's Committees include Audit Committee, Stakeholder Relationship Committee, Nomination and Remuneration Committee and Corporate Social Responsibility Committee.

### (i) AUDIT COMMITTEE

The Audit Committee of the Company is constituted in line with the provisions of Regulation 18 of Listing Regulations, read with Section 177 of the Companies Act, 2013.

The Audit Committee is responsible for reviewing with the management the financial statements and adequacy of internal audit function and to discuss significant internal audit findings.

## Composition and Meetings

The Committee comprises of

Name of Member	Category	Number of meetings during the financial year 2017-2018	
		Held	Attended
*Shri J. S. Vanzara	Non-Executive Independent Director	5	5
Shri L. K. Tibrawalla	Non-Executive Independent Director	5	5
Shri M. P. Jhunjhunwala	Non-Executive Independent Director	5	5

\*Shri J.S. Vanzara is the Chairman of the Committee.

The Audit Committee invites such of the executives, as it considers appropriate (particularly head of the finance function), representatives of the statutory auditors and representative of the internal auditors to be present at its meetings. Ms. Neha Khandelwal, Company Secretary of the Company acts as Secretary to the Audit Committee. During the year under review, the Committee met on 30.05.2017, 28.08.2017, 13.09.2017, 11.11.2017 and 09.02.2018 and the gap between two meetings did not exceed four months. Each member had attended all Committee Meetings held at the above mentioned dates.

## Corporate Governance Report

### Role of Audit Committee

The role of the Audit Committee pursuant to Schedule II Part C of Listing Regulations is as follows :

1. Overview of the Company's financial reporting process and financial information disclosure;
2. Review with the management, the annual and quarterly financial statements before submission to the board; matters to be included into the Directors Responsibility Statement;
3. Monitoring the auditor's independence and performance, and effectiveness of audit processes;
4. Review with the Management, the Internal and External Audit Reports and adequacy of the internal control systems and risk management system.
5. Review the functioning of the Vigil Mechanism;
6. Recommending the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees and confirm their independence.
7. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

### (ii) NOMINATION AND REMUNERATION COMMITTEE

The Committee is mainly entrusted with the responsibility of formulating criteria for determining the qualifications, positive attributes and independence of the present and proposed Directors as well as recommending a policy to the Board relating to the remuneration of Directors, KMP and other employees.

### Composition and Meetings

As per the requirement of Section 178 of the Act and Regulation 19 of the Listing Regulation, the Nomination and Remuneration Committee comprises of 3 Directors, all of them are Non-Executive as well as Independent Directors.

The Committee comprises of :

Name of Member	Category	Number of meetings during the financial year 2017-2018	
		Held	Attended
*Shri M. P. Jhunjhunwala	Non-Executive Independent Director	1	1
Shri L. K. Tibrawalla	Non-Executive Independent Director	1	1
Shri J. S. Vanzara	Non-Executive Independent Director	1	1

\*Shri M. P. Jhunjhunwala is the Chairman of the Committee.

During the year under review the Committee met on 30.05.2017. Each member had attended the Committee meeting held at the above mentioned date.

### Terms of Reference of the Committee

The terms and reference of the Nomination & Remuneration Committee inter-alia includes the following:

1. To identify persons who are qualified to become Director and who may be appointed in Senior Management Personnel.
2. To carry out evaluation of every Director's performance.
3. To formulate the criteria for determining qualifications, positive attributes and independence of a Director and for evaluation of Independent Directors and the Board.
4. To carry out any other function as is mandated by the Board from time to time.



# Corporate Governance Report

## Details of Directors' Remuneration for the year ended March 31, 2018

(Amount in ₹)

Sl. No.	Name	Salary	Perquisites and Allowances	Sitting Fees	Total
i)	<b>Executive Directors:</b>				
	Shri R. K. Dabriwala, Managing Director	60,00,000	35,00,000	-	95,00,000
ii)	<b>Non-Executive Directors:</b>				
	Shri M.P. Jhunjunwala			1,60,000	1,60,000
	Shri L. K. Tibrawalla			1,90,000	1,90,000
	Shri J.S. Vanzara			1,50,000	1,50,000
	Shri K.T. Reddy			60,000	60,000
	Shri S. Mehra			30,000	30,000
	Ms. N. Khaitan			30,000	30,000
	Shri C. W. Benjamin			-	-

### (iii) STAKEHOLDERS RELATIONSHIP COMMITTEE

The Stakeholder's Relationship Committee has the mandate to review and redress shareholder's complaints.

#### Composition and Meetings

The Committee comprises of :

Name of Member	Category	Number of meetings during the financial year 2017-2018	
		Held	Attended
Shri R. K. Dabriwala	Managing Director	1	1
*Shri L. K. Tibrawalla	Non-Executive Independent Director	1	1
Shri M. P. Jhunjunwala	Non-Executive Independent Director	1	1

\*Shri L. K. Tibrawalla is the Chairman of the Committee.

Ms. Neha Khandelwal, Company Secretary of the Company acted as the Secretary to the Committee. During the year under review, the Committee met on 30.05.2017.

During the year, no investor complaints pending unresolved at the end of the financial year 2017-18.

### (iv) CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Corporate Social Responsibility (CSR) Committee framed a mechanism for implementation of CSR projects or programs or activities undertaken by the Company and also monitor CSR policy from time to time.

#### Composition and Meetings

The Committee comprises of :

Name of Member	Category	Number of meetings during the financial year 2017-2018	
		Held	Attended
*Shri R. K. Dabriwala	Managing Director	1	1
Shri M. P. Jhunjunwala	Non-Executive Independent Director	1	1
Shri L.K. Tibrawalla	Non-Executive Independent Director	1	1

\*Shri R. K. Dabriwala is the Chairman of the Committee.

## Corporate Governance Report

During the year under review, the Committee met on 30.05.2017

### (C) GENERAL BODY MEETINGS:

(i) The last three Annual General Meetings of the Company were held as under:

Financial year	Date	Time	Location	No. of Special Resolution(s) Passed
2016-2017	September 23, 2017	2.00 PM	Falta SEZ, Sector-II, Near Pump House No. 3, Village and Mouza-Akalmegh, Dist. 24 Parganas (S), West Bengal-743504	3
2015-2016	September 24, 2016	2.00 PM	Falta SEZ, Sector-II, Near Pump House No. 3, Village and Mouza-Akalmegh, Dist. 24 Parganas (S), West Bengal-743504	1
2014-2015	September 26, 2015	2.00 PM	Falta SEZ, Sector-II, Near Pump House No. 3, Village and Mouza-Akalmegh, Dist. 24 Parganas (S), West Bengal-743504	1

(ii) Details of Special Resolution Passed in the previous three AGMs:

Date of AGM	Date of AGM Details of the Special Resolutions passed
September 23, 2017	Re-appointment of Shri Rajendra Kumar Dabriwala(DIN : 00086658) as Managing Director Giving Loans/Guarantees or providing securities for and on behalf of Subsidiary Companies (including overseas subsidiaries) and/or making investments in such Subsidiary Companies (including overseas subsidiaries) Authorisation to borrow monies for Company's Business
September 24, 2016	Re-appointment of Shri Rajendra Kumar Dabriwala(DIN : 00086658) as Managing Director
September 26, 2015	Re-appointment of Shri Rajendra Kumar Dabriwala(DIN : 00086658) as Managing Director

(iii) No Extra-Ordinary General Meeting was held during the financial year 2017-18.

(iv) Postal Ballot

During the financial year ended March 31, 2018, no resolution was passed through Postal Ballot.

### (D) DISCLOSURES

(i) Disclosures on materially significant Related Party Transactions

None of the transactions with any of the related parties were in conflict with the Company's interest. The Details of related party transactions are given in the Notes to Accounts (Note) of the Annual Report which have been reviewed / approved by the Audit Committee.

The policy on Related Party Transaction is available on the website of the Company at <https://www.iclbelting.com/resources/reports/gnrl/Related%20Party%20Policy.pdf>.

(ii) Details of non-compliance by the Company, penalties and strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last years

The Company has, complied with all requirements of the Listing Regulations, entered with BSE and CSE, as well as regulations and guidelines of SEBI. Consequently, no penalties or strictures are imposed by SEBI or the Stock Exchanges or any statutory authority for non-compliance of any matter related to the Capital markets.

# Corporate Governance Report

## **(iii) Disclosure of Accounting Treatment**

The Financial Statements of the Company have been prepared in accordance with the applicable accounting standards as issued by the Institute of Chartered Accountants of India and notified by the Central Government under Section 133 of the Companies Act, 2013.

## **(iv) Management Discussion and Analysis Report**

Management Discussion & Analysis Report for the year under review, as stipulated under SEBI (Listing Obligation & Disclosure Requirements) Regulations, 2015 is presented in a separate section forming part of this report.

## **(v) Code of Conduct**

In terms of Regulation 17(5) of the Listing Regulations, there exists a Code of Conduct, laid down by the Board, for all the Board Members and Senior Management Personnel of the Company. The Board Members and Senior Management Personnel have affirmed compliance with this Code in terms of Regulation 26(3) of the Listing Regulations. A declaration to this effect for the financial year 2017-2018 from the Managing Director of the Company is annexed to this Report.

The full text of the Code has been disclosed on the Company's website under the link -  
<https://www.iclbelting.com/resources/reports/gnrl/Code%20of%20Conduct%20for%20Directors.pdf>.

## **(vi) Vigil Mechanism**

The Company promotes ethical behavior in all its business activities and has put in place a mechanism for reporting illegal or unethical behavior. The Company has a Vigil policy and it provides adequate safeguards against victimization of Director(s)/ employee(s) and direct access to the Chairman of the Audit Committee in exceptional cases.

The Vigil Mechanism policy has been disclosed on the Company's website under the link  
<http://www.iclbelting.com/resources/reports/gnrl/Vigil%20Mechanism.pdf> and circulated to all the Directors/ employees.

## **(vii) Status of Non-Mandatory Requirements**

Non-mandatory requirements on Corporate Governance as prescribed in Part E of Schedule II to the Regulation 27 (1) of the Listing Regulation will be implemented by the Company when required and/or deemed necessary by the Board.

## **(viii) CEO/CFO Certification**

The CEO and CFO of the Company has given a certificate to the Board of Directors as per Part B of Schedule II to the Regulation 17 (8) of the Listing Regulation for the year ended March 31, 2018.

## **(ix) Compliance Certificate of the Auditors**

Certificate from the Company's Statutory Auditors M/s. G. P. Agrawal & Co., Chartered Accountants, confirming compliance with conditions of Corporate Governance as stipulated under the Listing Regulations is attached and forms part of the Directors' Report.

## **(x) Subsidiaries & Associates Companies**

The Company has 3 (Three) wholly owned subsidiaries and 1 (One) step-down Subsidiary. During the year under review, one of the wholly owned subsidiaries acquired more than 20% shares in a Company, hence making it an associate Company. The Consolidated Financial Statements of the Company and the investments made by it in its unlisted subsidiary companies are reviewed by the Audit Committee.

The Company has a policy for determining 'material subsidiaries' which is disclosed on its website at the following link-  
<http://www.iclbelting.com/resources/reports/gnrl/Material%20Subsidiaries.pdf>

## **(xi) Means of Communication**

The Financial Results of the Company quarterly/yearly are communicated to the Stock Exchanges where shares of the Company are listed and published in leading newspapers like Business Standard and Kaalantar (Regional). The Company's results and official news releases were displayed on the Company's website [www.iclbelting.com](http://www.iclbelting.com)



## Corporate Governance Report

### (E) GENERAL SHAREHOLDERS' INFORMATION :

(i)	<b>Annual General Meeting</b>	
	<b>45th Annual General Meeting</b>	
	Date	Saturday, September 22, 2018
	Time	2:00 P.M
	Venue	Falta SEZ, Sector-II, Near Pump House No. 3, Village and Mouza - Akalmegh, Dist. 24 Parganas (S), West Bengal-743504
(ii)	<b>Financial Calendar Year</b>	April to March
(iii)	<b>For Adoption of Quarterly Results</b>	<b>Expected Date</b>
	- Quarter ending June 30, 2018	2nd Week of August, 2018
	- Quarter ending September 30, 2018	2nd Week of November, 2018
	- Quarter ending December 31, 2018	2nd Week of February, 2019
	- Year and quarter ending March 31, 2019	Last Week of May, 2019
(iv)	<b>Book Closure</b>	September 15, 2018 to September 22, 2018 (both days inclusive)
(v)	<b>Expected Dividend payment date</b>	Within 30 days from the date of Declaration of Dividend
(vi)	<b>Listing on Stock Exchange</b>	The Company's shares are listed at:-
		(i) <b>The Calcutta Stock Exchange Ltd.</b> 7, Lyons Range, Kolkata - 700 001
		(ii) <b>BSE Ltd.</b> Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400 001
		Listing fees for the year 2018 -2019 have been paid to all the aforesaid Stock Exchanges.
(vii)	<b>Stock Codes</b>	10019039 (CSE) 509709 (BSE)

### (viii) Stock Market Price Data for the year 2017-2018

Month	BSE			SENSEX (BSE)	
	High (₹)	Low (₹)	Volume (BSE)	High	Low
April 2017	26.25	18.50	69,479	30,184.22	29,241.48
May 2017	28.90	22.60	83,824	31,255.28	29,804.12
June 2017	26.50	20.00	52,065	31,522.87	30,680.66
July 2017	29.90	21.55	1,51,499	32,672.66	31,017.11
August 2017	28.80	19.10	98,163	32,686.48	31,128.02
September 2017	27.45	21.15	95,660	32,524.11	31,081.83
October 2017	27.45	22.15	99,117	33,340.17	31,440.48
November 2017	25.50	20.25	71,508	33,865.95	32,683.59
December 2017	36.00	20.10	18,49,224	34,137.97	32,565.16
January 2018	40.00	24.70	15,47,330	36,443.98	33,703.37
February 2018	28.35	22.25	78,332	36,256.83	33,482.81
March 2018	26.35	19.75	44,57,339	34,278.63	32,483.84

### (ix) Registrar & Share Transfer Agents and Shareholders' Correspondence :

The Company has engaged Maheshwari Datamatics Pvt. Ltd. (MDPL), 23, R.N. Mukherjee Road, 5th Floor, Kolkata - 700 001, Phone: (033) 2248 2248, (033) 2243 5029, Fax: (033) 2248 2248, Email: mdplc@yahoo.com; a SEBI registered Share Transfer Agent for processing transfer, sub-division, consolidation, splitting of securities etc.

For transfer/dematerialization of shares and any other query relating to the shares of the Company kindly contact Registrar and Share Transfer Agent.

## Corporate Governance Report

### (x) Unclaimed Dividend/ Shares :

Pursuant to the provisions of Section 123 of the Companies Act, 2013 and other applicable provisions, if any, of the Act, the Company is required to transfer the amount of dividend remained unclaimed for a period of seven years from the date of transfer to the Investor Education and Protection Fund (IEPF).

Accordingly detailed information in respect of the relevant financial years is provided for the benefit of the Company's Investors.

Financial Year	Type	Date of Declaration	Dividend Paid	Unclaimed Dividend as on 31.03.2018		Due date for transfer to IEPF
				₹	%	
2010-2011	Final	28.09.2011	1,01,25,000	69350.55	0.685	27.10.2018
2011-2012	Final	25.07.2012	1,68,75,000	103178.25	0.612	23.08.2019
2012-2013	Final	04.09.2013	1,68,75,000	112791.25	0.668	03.10.2020
2013-2014	Final	26.09.2014	1,68,75,000	53516.75	0.317	25.10.2021
2014-2015	Final	26.09.2015	1,68,75,000	56515.00	0.335	25.10.2022
2015-2016	Final	24.09.2016	33,75,000	14111.40	0.418	23.10.2023
2016-2017	Final	23.09.2017	33,75,000	14434.95	0.428	22.10.2024

### (xi) Transfer of 'Underlying Shares' into Investor Education and Protection Fund (IEPF) (in cases where unclaimed dividends have been transferred to IEPF for a consecutive period of seven years) :

In terms of Section 124 and 125 of the Companies Act, 2013 and Investor Education & Protection Fund (IEPF) Authority (Accounting, Audit, Transfer and Refund) Amendment Rules, 2017, read with all the relevant notifications as issued by the Ministry of Corporate Affairs from time to time, the Company has transferred 1,30,120 equity shares to the Demat Account of IEPF Authority in respect of which dividend had remained unpaid or unclaimed for seven consecutive years or more as on the stipulated due date.

A list of shareholders alongwith their folio number or DP ID/ Client ID., who have not claimed their dividends for the last seven years and whose shares are therefore liable for transfer to IEPF Demat Account, has been displayed on the website of the Company at <https://iclbeltng.com/resources/reports/gnrl/Shares%20due%20for%20transfer%20to%20IEPF.pdf> besides sending individual communication to the concerned shareholders and issuance of public notice.

Further, it may also be noted that in terms of Section 124(6) and 125(3) of the Companies Act, 2013 read with Rule 7 of the IEPF Rules, shares and dividends which have been transferred to the IEPF Authority may be claimed by making an online application in Form No. IEPF-5, which is available at [www.iepf.gov.in](http://www.iepf.gov.in)

### (xii) Share Transfer System

Share transfers are processed and share certificates duly endorsed are dispatched within a period of 15 days from the date of lodgment if the documents are complete in all respects. As per directives issued by the SEBI, it is compulsory to trade in the Company's equity shares in dematerialized form. The Company offers the facility of transfer cum dematerialization to its shareholders.

### (xiii) Distribution of Shareholding as on March 31, 2018

No. of Shares	No. of Shareholders	No. of Shares held	% of holding to total Shares
1-500	1,181	1,97,525	0.2926
501-1000	232	2,05,012	0.3037
1001-2000	142	2,36,153	0.3499
2001-3000	64	1,62,820	0.2412
3001-4000	40	1,43,047	0.2119
4001-5000	29	1,38,679	0.2055
5001-10000	62	4,63,852	0.6872
10001 and above	111	6,59,52,912	97.7080
<b>Total</b>	<b>1,861</b>	<b>6,75,00,000</b>	<b>100.00</b>

## Corporate Governance Report

### (xiv) Pattern of Shareholding as on March 31, 2018

Sl. No.	Category	Total No. of Shares	Percentage of Shareholdings
1.	<b>Promoter Group</b>		
	Individuals / HUF (Indian)	4922265	7.2922
	Individuals (NRI/ Foreign Individuals)	15234759	22.5700
	Bodies Corporate (Indian)	8390054	12.4297
	<b>Total shareholding of promoter and promoter group</b>	<b>28547078</b>	<b>42.2919</b>
2.	<b>Non-Promoter Group</b>		
	Foreign Institutional Investors/ Foreign Portfolio Investors	23748397	35.1828
	NBFCs registered with RBI	5585	0.0083
	Investor Education and Protection Fund Authority	130120	0.1928
	Bodies Corporate	1940954	2.8755
	Non-Resident Individuals	91074	0.1349
	Clearing Member	84499	0.1252
	Individuals	12952293	19.1886
	<b>Total Public Shareholding</b>	<b>38952922</b>	<b>57.7081</b>

### (xv) Dematerialization of Shares

99.821% of the Company's total shares representing 67378980 shares were held in dematerialized form as on March 31, 2018 and the balance 0.179% representing 121020 shares were in physical form.

### (xvi) Demat ISIN Number in NSDL and CDSL

INE575C01027

### (xvii) Number of Employees

Location wise break-up of the number of employees of the Company as on March 31, 2018 :

Location	No. of employees
1) Corporate Office	13
2) Aurangabad Works	58
3) Falta Works and Registered Office	01
<b>Total</b>	<b>72</b>

### (xviii) Factory Locations

- M.I.D.C. Area, Chikalthana, Aurangabad - 431 006, Maharashtra (India).
- Falta SEZ, Sector-II, Near Pump House No. 3, Village and Mouza - Akalmegh, Dist.: 24 Parganas (S), West Bengal-743504.

## Corporate Governance Report

### (xix) Reconciliation of Share Capital and Audit Report

A qualified practicing Company Secretary carried out a share capital audit to reconcile the total admitted share capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital on quarterly basis. The report thereon is submitted to the Stock Exchanges where the Company's shares are listed. The report thereon is submitted to the Stock Exchanges, and is also placed before the Board of Directors. The audit confirms that the total issued/paid-up capital is in agreement with total number of shares in physical forms and total number of dematerialized shares held with NSDL and CDSL.

### (xx) Service of documents through electronic mode

As a part of Green Initiative, the members who wish to receive the notice/documents through e-mail, may kindly intimate their e-mail address to the Company's Registrar and Share Transfer Agent, M/s. Maheshwari Datamatics Pvt. Ltd., 23, R.N. Mukherjee Road, 5th Floor, Kolkata - 700 001.

### (xxi) Outstanding GDR/ADR Warrants or Convertible Bonds

The Company has not issued any of the securities as mentioned above.

For any query on Annual Report etc. please contact:

#### **International Conveyors Limited**

10, Middleton Row,

Kolkata - 700 071

Telephone: 033- 2229 6033

Fax: 033-2217 2269

Designated e-mail ID for Investor Services: investors@iclbeltng.com

Website: www.iclbeltng.com

For and on behalf of the Board of Directors

Place : Kolkata  
Date : May 30, 2018

**R. K. Dabriwala**  
Managing Director  
DIN No. 00086658

**M.P.Jhunhunwala**  
Director  
DIN No. 00567070

## DECLARATION BY THE MANAGING DIRECTOR ON THE CODE OF CONDUCT

A Code of Conduct for the Directors and Senior Management Personnel has already been approved by the Board of Directors of the Company. As stipulated under the provisions of Regulation 26(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, all the Directors and the designated personnel in the Senior Management of the Company have affirmed compliance with the said code for the financial year ended March 31, 2018.

For and on behalf of the Board of Directors

Place : Kolkata  
Date : May 30, 2018

**R. K. Dabriwala**  
Managing Director  
DIN No. 00086658

## Corporate Governance Report

### AUDITOR'S CERTIFICATE REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

To  
The Members of  
**International Conveyors Limited**

1. We have examined the compliance of conditions of Corporate Governance by International Conveyors Limited ('the Company'), for the year ended on March 31, 2018, as stipulated in Regulations 17 to 27 and Clauses (b) to (i) of Regulation 46(2) and para C, D and E of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Listing Regulations').

#### **Managements' Responsibility**

2. The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in Listing Regulations.

#### **Auditor's Responsibility**

3. Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
4. We have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.
5. We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of the Chartered Accountants of India (the ICAI), to the extent relevant, the Standards on Auditing specified under Section 143(10) of the Companies Act 2013, in so far as applicable for the purpose of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
6. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

#### **Opinion**

7. Based on our examination of the relevant records and according to the information and explanations provided to us and the representations provided by the Management, we certify that the Company has complied in all material respects with the conditions of Corporate Governance as stipulated in the above mentioned Listing Regulations during the year ended March 31, 2018.
8. We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

#### **Restriction on use**

9. The certificate is addressed and provided to the members of the Company solely for the purpose to enable the Company to comply with the requirement of the Listing Regulations, and it should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

**For G. P. Agrawal & Co.**  
Chartered Accountants  
Firm's ICAI Registration No.:302082E

Abhishek Shyamsukha  
Partner  
Membership No: 302609

Place: Kolkata  
Date: May 30, 2018



## Corporate Governance Report

### CEO/CFO CERTIFICATION

To,  
The Members of  
**International Conveyors Ltd.**

We, Rajendra Kumar Dabriwala, Managing Director and Ashok Kumar Gulgulia, Chief Financial Officer, hereby certify to the Board that:

- a) We have reviewed the financial statements and the cash flow statement for the year ended March 31, 2018 and that to the best of our knowledge and belief:
  - i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - ii. These statements together present a true and fair view of the Company's affairs and are in compliance with the existing accounting standards, applicable laws and regulations.
- b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year ended March 31, 2018 which are fraudulent, illegal or violative of the Company's code of conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d) We have indicated to the auditors and the Audit Committee that:
  - i. There have been no significant changes in internal control over financial reporting during the year;
  - ii. There have been no significant changes in accounting policies during the period;
  - iii. There have been no instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For **International Conveyors Ltd.**

Place : Kolkata  
Date : May 30, 2018

**Rajendra Kumar Dabriwala**  
Managing Director  
DIN No. 00086658

**Ashok Kumar Gulgulia**  
Chief Financial Officer

## Directors' Report

### ANNUAL REPORT ON CSR ACTIVITIES

(FOR THE FINANCIAL YEAR 2017-18)

During the year, the Company constituted a Corporate Social Responsibility Committee (CSR) pursuant to provisions of Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014 are provided herein below:

1.	A brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and project or programs.	The CSR Committee evolved a policy to spend the amount towards the activities mentioned in Clause i & ii of Schedule VII of the Companies Act, 2013.
	<b>Web link - <a href="http://www.iclbelting.com/resources/reports/cgr/CorporateSocialResponsibilityPolicy.pdf">http://www.iclbelting.com/resources/reports/cgr/CorporateSocialResponsibilityPolicy.pdf</a></b>	
2.	The Composition of CSR Committee	Shri R. K. Dabriwala - Chairman Shri M.P. Jhunjhunwala - Member Shri L.K. Tibrawalla- Member
3.	Average net profit of the Company for last three financial years.	₹ 9030128.99
4.	Prescribed CSR Expenditure (two percent of the amount as in item 3 above).	₹ 180602.58
5.	Details of CSR spent during the financial year:	
	(a) Total amount to be spent for the financial year	₹ 200000.00
	(b) Amount Unspent, if any	NIL

(c) Manner in which the amount spent during the financial year is detailed below :

1	2	3	4	5	6	7	8
Sl. No.	CSR Project or activity Identified	Sector in which the project is covered	Projects or programs- (1) Local area or other (2) Specify the State and district where projects or programs was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs (Sub-heads: 1- Direct expenditure on projects or programs 2- Overheads)	Cumulative expenditure upto the reporting period	Amount spent: Direct or through implementing agency
1	Education-Institutional Development	Promoting education including special education and livelihood enhancement projects.	Hind Charity Trust, Chinchwadgaon, Pune, India.	2,00,000	2,00,000	NA	Direct
			<b>TOTAL</b>	<b>2,00,000</b>	<b>2,00,000</b>	<b>2,00,000</b>	

## Directors' Report

- 6 In case the Company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board Report.

NOT APPLICABLE

- 7 **Responsibility Statement of the CSR Committee that the implementation and monitoring of CSR policy, is in compliance with CSR objectives and policy of the Company.**

We hereby declare that implementation and monitoring of the CSR policy are in compliance with CSR objectives and policy of the Company.

For and on behalf of the Board of Directors

Place : Kolkata  
Date : May 30, 2018

**R. K. Dabriwala**  
*Managing Director*  
DIN No. 00086658

**M.P.Jhunhunwala**  
*Director*  
DIN No. 00567070

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## STANDALONE FINANCIAL STATEMENTS

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# Independent Auditors' Report

## To the Members of International Conveyors Limited

### Report on the Standalone Ind AS Financial Statements

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

### Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the 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.

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

### Auditor's Responsibility

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

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

We conducted our audit of the standalone 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 standalone Ind AS financial statements are free from material misstatement.

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

### Report on the Standalone Ind AS Financial Statements (Contd.)

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

### Opinion

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

## Independent Auditors' Report

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
  - i. 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.
  - ii. 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.
  - iii. The Balance Sheet, the Statement of Profit and Loss, the Cash flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
  - iv. In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.
  - v. On the basis of the written representations received from the directors as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of section 164 (2) of the Act.
  - vi. 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".
  - vii. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - a. The Company has disclosed the impact of pending litigations on its financial position in its standalone Ind AS financial statements -Refer Note No. 38.1 to the financial statements.
    - b. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
    - c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For **G.P. Agrawal & Co.**

*Chartered Accountants*

Firm's ICAI Registration No.:302082E

**CA. Abhishek Shyamsukha**

*Partner*

Membership No: 302609

Place of Signature : Kolkata

Date : May 30, 2018

## Annexure “A” to the Independent Auditors’ Report

### “Annexure A” referred to in our report of even date

Statement referred to in paragraph ‘Report on Other Legal and Regulatory Requirements’ of our report of even date to the members of International Conveyors Limited on the Standalone Ind AS Financial Statements for the year ended March 31, 2018

- (i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
- b) The fixed assets were physically verified during the year by the management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) The inventories have been physically verified during the year by the management at reasonable intervals and no material discrepancies were noticed on such physical verification.
- (iii) According to the information and explanations given to us, the Company has granted unsecured loans to companies which are covered in the register maintained under Section 189 of the Act:
  - (a) In our opinion and according to the information and explanations given to us, the terms and conditions of the grant of loans are prima facie not prejudicial to the interest of the Company,
  - (b) In our opinion and according to the information and explanations given to us, the receipt of principal and interest is regular.
  - (c) In our opinion and according to the information and explanations given to us, in respect of loan given by the Company, there is no overdue amount, as all the loans given are repayable on demand.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Act, with respect to loans and investment made.
- (v) The Company has not accepted any deposit within the meaning of section 73 to 76 or any other relevant provisions of the Act and the rules framed there under. The directives issued by the Reserve Bank of India are not applicable to the Company.
- (vi) According to the information and explanations given to us, the maintenance of cost records under section 148(1) of the Act has not been prescribed and as such, paragraph 3(vi) of the Order is not applicable to the Company.
- vii) a. On the basis of our examination, the Company is regular in depositing 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, to the extent applicable, with appropriate authorities and no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2018 for a period of more than six months from the date of becoming payable.
- b. The disputed statutory dues aggregating to Rs.29.44 lakh that have not been deposited on account of matters pending before appropriate authorities are as under:

Sl. No.	Name of the Statute	Nature of the Dues	Period to which pertain	Amount (₹ in Lakhs)	Forum where the dispute is pending
1	Income Tax Act, 1961	Income Tax	2003-2004	2.00	Commissioner of Income Tax (Appeals) - 17
2	Income Tax Act, 1961	Income Tax	2013-2014	5.16	Commissioner of Income Tax (Appeals) - 17
3	Finance Act, 1994	Service Tax	August, 2012 to March, 2015	22.28	Commissioner of CGST and Central Excise
<b>TOTAL</b>				<b>29.44</b>	



## Annexure “A” to the Independent Auditors’ Report

- viii) In our opinion and according to information and explanations given to us by the management, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions and banks. There were no debenture holders
- ix) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. On the basis of our examination and according to the information and explanations given to us, money raised by way of term loans have been applied for the purpose for which the loans were obtained.
- x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- xii) In our opinion, the Company is not a nidhi company. Therefore, clause (xii) of paragraph 3 of the said order is notapplicable to the Company.
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, clause (xv) of paragraph 3 of the said order is notapplicable to the Company.
- xvi) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For **G.P. Agrawal & Co.**

*Chartered Accountants*

Firm's ICAI Registration No.:302082E

**CA. AbhishekShyamsukha**

*Partner*

Membership No: 302609

Place of Signature : Kolkata

Date : May 30, 2018



## Annexure “B” to the Independent Auditors’ Report

### **“Annexure B” to the Independent Auditor’s Report of Even Date on the Standalone Ind AS Financial Statements of International Conveyors Limited**

#### **Report on the Internal Financial Controls under Clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of International Conveyors Limited (“the Company”) as of March 31, 2018 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

#### **Management’s Responsibility for Internal Financial Controls**

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

#### **Auditor’s Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, to the extent applicable to an audit of internal financial controls, both issued by the ICAI. 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 were established and maintained and if such controls operated effectively in all material respects.

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

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

#### **Meaning of Internal Financial Controls Over Financial Reporting**

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

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company’s assets that could have a material effect on the financial statements.

## Annexure “B” to the Independent Auditors’ Report

### 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 over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For **G.P. Agrawal & Co.**

*Chartered Accountants*

Firm's ICAI Registration No.:302082E

**CA. AbhishekShyamsukha**

*Partner*

Membership No: 302609

Place of Signature : Kolkata

Date : May 30, 2018

## Balance Sheet as at March 31, 2018

(₹ in lakh)

Particulars	Note No.	As at March 31, 2018	As at March 31, 2017	As at March 31, 2016
<b>I. ASSETS</b>				
<b>(1) Non - current assets</b>				
(a) Property, plant and equipment	3	1,754.80	1,951.80	2,206.33
(b) Capital work in progress	3	119.70	120.94	129.70
(c) Intangible assets	4	6.74	9.11	13.43
(d) Financial assets				
(i) Non- current investment	5	15,652.57	11,054.44	8,036.02
(ii) Loans	6	31.16	31.16	36.19
(iii) Other financial assets	7	440.47	342.06	562.41
(f) Non - current tax assets (net)	8	126.52	117.70	109.72
(g) Other non - current assets	9	0.25	33.81	34.06
<b>(2) Current Assets</b>				
(a) Inventories	10	1,048.28	1,137.91	1,233.54
(b) Financial assets				
(i) Trade receivables	11	2,193.34	1,497.18	3,188.59
(ii) Cash and cash equivalents	12	11.46	19.68	65.94
(iii) Bank balances other than cash and cash equivalents	13	25.60	40.37	53.81
(iv) Loans	14	1,704.61	1,649.46	1,335.21
(v) Other financial assets	15	111.17	109.26	68.39
(c) Other current assets	16	1,008.43	230.78	271.44
<b>Total Assets</b>		<b>24,235.10</b>	<b>18,345.66</b>	<b>17,344.78</b>
<b>II. EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
(a) Share capital	17	675.00	675.00	675.00
(b) Other equity	18	15,826.68	12,591.72	9,886.73
<b>Liabilities</b>				
<b>(1) Non- current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	19	0.25	4.54	18.53
(b) Provisions	20	22.64	23.45	22.86
(c) Deferred tax liabilities (net)	21	139.83	348.50	229.15
(d) Other non- current liabilities	22	1.35	2.03	2.70
<b>(2) Current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	23	6,499.30	4,011.02	5,547.11
(ii) Trade payables	24	930.70	514.01	754.56
(iii) Other financial liabilities	25	17.93	24.05	82.69
(b) Other current liabilities	26	48.03	71.71	81.98
(c) Provisions	27	73.39	79.63	43.47
<b>Total Equity and Liabilities</b>		<b>24,235.10</b>	<b>18,345.66</b>	<b>17,344.78</b>

Corporate information

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The accompanying notes 1 to 38 are an integral part of the standalone financial statements.

As per our report of even date attached.

For **G. P. Agrawal & Co.**

For and on behalf of the Board of Directors

Chartered Accountants

Firm's Registration No. - 302082E

**CA. Abhishek Shyamsukha**

Partner

Membership No. 302609

Place of Signature: Kolkata

Date: May 30, 2018

**R. K. Dabriwala**  
Managing Director  
DIN No. 00086658

**A. K. Gulgalia**  
Chief Financial Officer

**M.P.Jhunjhunwala**  
Director  
DIN No. 00567070

**Neha Khandelwal**  
Company Secretary



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

(₹ in lakh)

Particulars	Note No.	Year ended March 31, 2018	Year ended March 31, 2017
I. Revenue from operations	28	5,143.39	4,832.20
II. Other income	29	739.83	672.63
III. <b>Total income (I+II)</b>		<b>5,883.22</b>	<b>5,504.83</b>
IV. <b>Expenses:</b>			
Cost of materials consumed	30	2,431.12	2,080.88
Purchases of stock-in-trade	31	647.49	274.93
Changes in inventories of finished goods, stock-in-trade and work-in-progress	32	(158.96)	(5.02)
Excise duty		298.25	115.11
Employee benefits expense	33	795.04	743.99
Finance costs	34	662.66	596.55
Depreciation and amortisation expense		249.27	291.41
Other Expenses	35	1,166.05	1,137.31
<b>Total expenses</b>		<b>6,090.92</b>	<b>5,235.16</b>
V. <b>Profit/(Loss) before tax (III) - (IV)</b>		<b>(207.70)</b>	<b>269.67</b>
VI. <b>Tax expense:</b>	36		
Current tax		-	-
Tax for earlier year		-	2.00
Deferred tax		158.02	134.82
VII. <b>Profit/(Loss) for the year (V-VI)</b>		<b>(365.72)</b>	<b>132.85</b>
VIII. <b>Other comprehensive income</b>	37		
(i) Items that will not be reclassified to Profit or Loss		3,274.61	2,597.33
(ii) Income tax relating to items that will not be reclassified to Profit or Loss		(366.70)	(15.47)
<b>Total other comprehensive income</b>		<b>3,641.31</b>	<b>2,612.80</b>
IX. <b>Total comprehensive income for the year (VII+VIII) (Comprising Profit/ (Loss) and Other Comprehensive Income for the year)</b>		<b>3,275.59</b>	<b>2,745.65</b>
X. <b>Earnings per equity share (Nominal value per share Re. 1/-) (Refer Note No. 38.5)</b>			
- Basic		(0.54)	0.20
- Diluted		(0.54)	0.20
<b>No. of shares used in computing earnings per share</b>			
- Basic		6,75,00,000	6,75,00,000
- Diluted		6,75,00,000	6,75,00,000

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The accompanying notes 1 to 38 are an integral part of the standalone financial statements.

As per our report of even date attached.

For **G. P. Agrawal & Co.**

Chartered Accountants

Firm's Registration No. - 302082E

**CA. Abhishek Shyamsukha**

Partner

Membership No. 302609

Place of Signature: Kolkata

Date: May 30, 2018

For and on behalf of the Board of Directors

**R. K. Dabriwala**

Managing Director

DIN No. 00086658

**A. K. Gulgulia**

Chief Financial Officer

**M.P.Jhunhunwala**

Director

DIN No. 00567070

**Neha Khandelwal**

Company Secretary

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

(₹ in lakh)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit/(Loss) before tax	(207.70)	269.67
<b>Adjustments to reconcile profit before tax to net cash flow provided by operating activities :</b>		
Depreciation and amortisation expense	249.27	291.41
Loss on sale/discard of property, plant and equipment	0.03	0.39
(Profit)/Loss on sale of non-current investment	—	(26.39)
Liquidated damages / Rebate and discount	113.60	160.51
Dividend from non-current investment	(19.59)	(19.74)
Finance costs	662.66	596.55
Interest income	(621.50)	(559.28)
Sundry balance written back	(4.15)	(2.75)
Provision for doubtful deposit written back	—	(0.50)
<b>Operating profit before working capital changes</b>	<b>172.62</b>	<b>709.87</b>
<b>Adjustments to reconcile operating profit to cash flow provided by changes in working capital :</b>		
(Increase)/ Decrease in inventories	89.63	95.63
(Increase)/ Decrease in other current financial assets	11.19	(37.26)
(Increase)/ Decrease in trade receivables	(809.76)	1,530.90
(Increase)/ Decrease in other non-current and current assets	(777.65)	35.47
Increase/ (Decrease) in trade payables	420.84	(237.30)
Increase/ (Decrease) in other non-current and current liabilities	(24.36)	(10.94)
Increase/ (Decrease) in other financial liabilities	(10.52)	(92.27)
Increase/ (Decrease) in long term and short term provisions	(7.05)	36.75
	<b>(1,107.68)</b>	<b>1,320.98</b>
Cash generated from operations	<b>(935.06)</b>	<b>2,030.85</b>
Direct Taxes (paid)/refund received	(8.82)	(4.79)
<b>Net cash from/(used in) operating activities</b>	<b>(943.88)</b>	<b>2,026.06</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment and intangible assets	(15.11)	(25.52)
Sale of property, plant and equipment	-	1.57
Purchase of investments	(918.49)	-
Proceeds from sale of investments	24.83	44.90
Loan given to parties	(2,571.91)	(2,958.56)
Loan repaid by parties	2,506.03	2,613.43
Dividend received	3.45	0.34
Deposits with bank (original maturity more than 3 months)	(67.91)	252.86
Interest received	179.89	192.28
<b>Net cash from/(used in) investing activities</b>	<b>(859.22)</b>	<b>121.30</b>

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

(₹ in lakh)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of long term borrowings	(4.29)	(13.99)
Proceeds/ (repayment) of short term borrowings (net)	2,488.28	(1,536.09)
Dividend paid (including corporate dividend tax thereon)	(40.62)	(40.66)
Interest paid	(648.49)	(602.88)
<b>Net cash from/(used in) Financing Activities</b>	<b>1,794.88</b>	<b>(2,193.62)</b>
Net Increase/(Decrease) in Cash and Cash Equivalents	<b>(8.22)</b>	(46.26)
Cash and Cash Equivalents at the beginning of the year	19.68	65.94
Cash and Cash Equivalents at the end of the year (Refer Note 12)	<b>11.46</b>	<b>19.68</b>

**Notes :**

- Cash flow statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (Ind AS) - 7 on Statement of Cash Flows.
- Proceeds / (repayment) of short term borrowings qualify for disclosure on net basis.
- Cash and cash equivalents do not include any amount which is not available to the Company for its use.
- Cash and cash equivalents as at the Balance Sheet date consists of :

Particulars	As at March 31, 2018	As at March 31, 2017
Balances with banks on current accounts	5.80	6.74
Cash in hand	5.66	12.94
Closing cash and cash equivalents	<b>11.46</b>	<b>19.68</b>

- Figures in brackets represent cash outflow from respective activities.
- As breakup of Cash and cash equivalents is also available in Note No. 12, reconciliation of items of Cash and cash equivalents as per Cash Flow Statement with the respective items reported in the Balance Sheet is not required and hence not provided.

The accompanying notes 1 to 38 are an integral part of the standalone financial statements.

As per our report of even date attached.

For **G. P. Agrawal & Co.**

Chartered Accountants

Firm's Registration No. - 302082E

**CA. Abhishek Shyamsukha**

Partner

Membership No. 302609

Place of Signature: Kolkata

Date: May 30, 2018

For and on behalf of the Board of Directors

**R. K. Dabriwala**

Managing Director

DIN No. 00086658

**A. K. Gulgulia**

Chief Financial Officer

**M.P.Jhunjhunwala**

Director

DIN No. 00567070

**Neha Khandelwal**

Company Secretary

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

### (a) Equity Share Capital

(₹ in lakh)

For the year ended March 31, 2018			For the year ended March 31, 2017		
Balance as at April 1, 2017	Changes in equity share capital during the year	Balance as at March 31, 2018	Balance as at April 1, 2016	Changes in equity share capital during the year	Balance as at March 31, 2017
675.00	—	675.00	675.00	—	675.00

### (b) Other Equity

Particulars	Reserve and surplus				Other Comprehensive Income	Total
	Capital Reserve	Security Premium Reserve	General Reserve	Retained earnings	Remeasurement of defined benefit plans	
<b>Balance at April 1, 2016</b>	<b>39.42</b>	<b>1,885.50</b>	<b>5,504.58</b>	<b>140.07</b>	<b>2,317.16</b>	<b>9,886.73</b>
Transfer/Adjustments during the year	—	—	—	—	—	—
Profit/(Loss) for the year	—	—	—	132.85	—	132.85
Other Comprehensive Income (net of tax)	—	—	—	(26.35)	2,639.15	2,612.80
<b>Total Comprehensive Income for the year</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>106.50</b>	<b>2,639.15</b>	<b>2,745.65</b>
Transfer to general reserve	—	—	—	—	—	—
Dividend paid	—	—	—	(33.75)	—	(33.75)
Dividend distribution tax	—	—	—	(6.91)	—	(6.91)
<b>Balance at March 31, 2017</b>	<b>39.42</b>	<b>1,885.50</b>	<b>5,504.58</b>	<b>205.91</b>	<b>4,956.31</b>	<b>12,591.72</b>
Transfer/Adjustments during the year	—	—	—	—	—	—
Profit/(Loss) for the year	—	—	—	(365.72)	—	(365.72)
Other Comprehensive Income (net of tax)	—	—	—	26.93	3,634.83	3,661.76
<b>Total Comprehensive Income for the year</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>(338.79)</b>	<b>3,634.83</b>	<b>3,296.04</b>
Transfer to general reserve	—	—	—	—	(20.46)	(20.46)
Dividend paid	—	—	—	(33.75)	—	(33.75)
Dividend distribution tax	—	—	—	(6.87)	—	(6.87)
<b>Balance at March 31, 2018</b>	<b>39.42</b>	<b>1,885.50</b>	<b>5,504.58</b>	<b>(173.50)</b>	<b>8,570.68</b>	<b>15,826.68</b>

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The accompanying notes 1 to 38 are an integral part of the standalone financial statements.

As per our report of even date attached.

For **G. P. Agrawal & Co.**

Chartered Accountants

Firm's Registration No. - 302082E

**CA. Abhishek Shyamsukha**

Partner

Membership No. 302609

Place of Signature: Kolkata

Date: May 30, 2018

For and on behalf of the Board of Directors

**R. K. Dabriwala**  
Managing Director  
DIN No. 00086658

**A. K. Gulgulia**  
Chief Financial Officer

**M.P.Jhunjunwala**  
Director  
DIN No. 00567070

**Neha Khandelwal**  
Company Secretary

## Notes Forming Part of the Financial Statements as at March 31, 2018

### 1. Corporate Information

International Conveyors Limited ("ICL" or "the Company") is a public limited incorporated and domiciled in India. The registered office of the Company is situated at Falta SEZ, Sector-II, near Pump House No. 3 Village & Mouza- Akalmegh, Akalmegh-743504.

The Company's shares are listed on The Bombay Stock Exchange Limited and The Calcutta Stock Exchange Limited.

Its business consists of:

- (a) Manufacturing and trading of Conveyor Belting,
- (b) Trading of Ply Conveyor Belting, Steel Cord Conveyor Belting and fitting and accessories, and
- (c) Generation and Sale of Power.

The financial statements for the year ended March 31, 2018 was approved for issue by the Board of Directors of the Company on May 30, 2018 and is subjected to the adoption by the shareholders in the ensuing Annual General Meeting.

### 2. Significant accounting policies

#### 2.1 Statement of Compliance with Ind AS

In accordance with the notification dated February 16, 2015, issued by the Ministry of Corporate Affairs, the Company has adopted Indian Accounting Standards (referred to as "Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) with effect from April 1, 2016 with restatement of previous year figures presented in this financial statements. Accordingly, the financial statements have been prepared in accordance with Ind AS prescribed under Section 133 of the Companies Act, 2013 ("Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) (Amendment) Rules, 2016.

The Company has adopted all the applicable Ind AS 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 Generally Accepted Accounting Principles in India which comprised of applicable Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, other pronouncements of the Institute of Chartered Accountants of India (ICAI), relevant applicable provisions of the Companies Act, 1956, and the Companies Act, 2013 to the extent applicable and the applicable guidelines issued by the Securities and Exchange Board of India (SEBI) ("Previous GAAP").

These financial statements for the year ended March 31, 2018 are the first financial statements of the Company prepared in accordance with Ind AS. The date of transition to Ind AS is April 1, 2016. Reconciliations and descriptions of the effect of the transition have been summarized in Note No. 38.13.

All the Ind AS issued and notified by the Ministry of Corporate Affairs under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) till the financial statements are approved for issue by the Board of Directors have been considered in preparing these financial statements.

#### 2.2 Basis of preparation

These financial statements have been prepared in accordance with Ind AS under the historical cost basis except for the following:

- i) Certain financial assets and financial liabilities (including derivative instruments) - measured at fair value, and
- ii) Defined benefits plan - plan assets measured at fair value.

Historical cost is generally based on the fair value of the consideration in exchange for goods and services.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other



## Notes Forming Part of the Financial Statements as at March 31, 2018

criteria set out in Schedule III to the Companies Act, 2013. The Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

The financial statements including notes thereon are presented in Indian Rupees ("Rupees" or "Rs."), which is the Company's functional and presentation currency. All amounts disclosed in the financial statements including notes thereon have been rounded off to the nearest lakh as per the requirement of Schedule III to the Act, unless stated otherwise.

### 2.3 Property, plant and equipment (PPE), depreciation and amortization

#### a) Transition to Ind AS

The Company has elected to continue with carrying value of all Property, plant and equipment under the previous GAAP as deemed cost as at the transition date i.e. April 1, 2016.

Under the previous GAAP, Property, plant and equipment were stated at their original cost (net of accumulated depreciation and impairment).

#### b) All Property, plant and equipment are stated at cost of acquisition with subsequent improvements thereto. Cost of acquisition includes taxes, duties, inward freight and installation expenses.

Expenditure incurred on improvements/ modifications of fixed assets that increases the future benefits from the existing asset beyond its previously assessed standard of performance, e.g., increase in capacity / efficiency, are capitalized.

#### c) Depreciation is provided on written down value method as per Schedule II of the Companies Act, 2013 based on the useful life of the assets. In case of certain items of Plant and Equipments where useful life ranging from 10 to 30 years has been considered based on technical assessment, which is different from the useful life prescribed under Schedule II of the Companies Act, 2013. However assets costing ₹ 5,000/- or less are depreciated fully in the year of addition. Leasehold land is amortized over the period of lease.

Additions on account of improvements/ modifications, which becomes an integral part of the existing asset and either do not have separate identity and/or are not capable of being used after the existing asset is disposed off, are depreciated over the remaining useful life of the assets (improved /modified) they are attached with.

#### d) Intangible Assets

Transition to Ind AS:

The Company has elected to continue with carrying value of computer software under the previous GAAP, as deemed cost as at the transition date i.e. April 1, 2016. Under the previous GAAP, computer software were stated at their original cost (net of accumulated amortization and accumulated impairment, if any).

Intangible assets are stated at cost of acquisition less accumulated amortization. Computer software packages are amortized over a period of five year on straight line basis.

### 2.4 Financial instruments

Financial assets and financial liabilities are recognised in the Balance sheet when the Company becomes a party to the contractual provisions of the instrument. The Company determines the classification of its financial assets and financial liabilities at initial recognition based on its nature and characteristics.

#### (a) Financial assets

##### (i) Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. The financial assets include equity and debt securities, trade and other receivables, loans and advances, cash and bank balances and derivative financial instruments.

## Notes Forming Part of the Financial Statements as at March 31, 2018

### (ii) Subsequent measurement

**For the purpose of subsequent measurement, financial assets are classified in the following categories:**

- 1) At amortised cost,
- 2) At fair value through other comprehensive income (FVTOCI), and
- 3) At fair value through profit or loss (FVTPL).

#### **Debt instruments at amortised cost**

**A 'debt instrument' is measured at the amortised cost if both the following conditions are met:**

- 1) The asset is held within a business model whose objective is to hold the asset for collecting contractual cash flows, and
- 2) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR.

#### **Equity investments**

All equity investments in the scope of Ind AS 109 are measured at fair value except in case of investment in subsidiary carried at deemed cost and associate carried at cost. Deemed cost is the carrying amount under the previous GAAP as at the transition date i.e. April 1, 2016.

Equity instruments included within the FVTPL category, if any, are measured at fair value with all changes recognized in profit or loss. The Company may make an irrevocable election to present in OCI subsequent changes in the fair value. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

When the fair value has been determined based on level 3 inputs, the difference between the fair value at initial recognition and the transaction price is deferred and after initial recognition deferred difference is recognised as gain or loss to the extent it arises from change in input to valuation technique.

If the Company decides to classify an equity instrument at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in OCI. There is no recycling of the amounts from OCI to profit or loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

### (iii) De-recognition

The Company derecognises a financial asset only when the contractual rights to the cash flows from the asset expires or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset.

### (b) Financial liabilities

#### (i) Initial recognition and measurement

All financial liabilities are recognised initially at fair value and, in the case of financial liabilities classified at amortised cost, net of directly attributable transaction costs.

The financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, derivative financial instruments, etc.

## Notes Forming Part of the Financial Statements as at March 31, 2018

### (ii) Subsequent measurement

**For the purpose of subsequent measurement, Financial liabilities are classified in two categories:**

- 1) Financial liabilities at amortised cost, and
- 2) Derivative instruments at fair value through profit or loss (FVTPL).

#### **Financial liabilities at amortised cost**

After initial recognition, financial liabilities are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the Statement of Profit and Loss.

### (iii) De-recognition

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

### (c) Derivative financial instruments

#### **Initial recognition and subsequent measurement**

A derivative financial instrument, such as forward currency contracts and interest rate swaps are used to hedge foreign currency risks and interest rate risks respectively and includes options. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value.

Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivatives are taken directly to profit or loss.

When the fair value has been determined based on level 3 inputs, the difference between the fair value at initial recognition and the transaction price is deferred and after initial recognition deferred difference is recognised as gain or loss to the extent it arises from change in input to valuation technique.

### (d) Offsetting of financial instruments

Financial assets and financial liabilities including derivative instruments are offset and the net amount is reported in the Balance sheet, if there is currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis or to realise the assets and settle the liabilities simultaneously.

### (e) Fair value measurement

Fair value is a market-based measurement, not an entity-specific measurement. Under Ind AS, fair valuation of financial instruments is guided by Ind AS 113 "Fair Value Measurement".

For some assets and liabilities, observable market transactions or market information might be available. For other assets and liabilities, observable market transactions and market information might not be available. However, the objective of a fair value measurement in both cases is the same to estimate the price at which an orderly transaction to sell the asset or to transfer the liability would take place between market participants at the measurement date under current market conditions (i.e. an exit price at the measurement date from the perspective of a market participant that holds the asset or owes the liability).

Three widely used valuation techniques specified in the said Ind AS are the market approach, the cost approach and the income approach which have been dealt with separately in the said Ind AS.

## Notes Forming Part of the Financial Statements as at March 31, 2018

Each of the valuation techniques stated as above proceeds on different fundamental assumptions, which have greater or lesser relevance, and at times there is no relevance of a particular methodology to a given situation. Thus, the methods to be adopted for a particular purpose must be judiciously chosen. The application of any particular method of valuation depends on the company being evaluated, the nature of industry in which it operates, the company's intrinsic strengths and the purpose for which the valuation is made.

In determining the fair value of financial instruments, the Company uses a variety of methods and assumptions that are based on market conditions and risks existing at each balance sheet date.

**The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:**

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

**Level 2 :** Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

**Level 3 :** Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

(f) **Share capital**

An equity instrument is a contract that evidences residual interest in the assets of the Company after deducting all of its liabilities. Incremental costs directly attributable to the issuance of new equity shares are recognized as a deduction from equity, net of any tax effects.

### 2.5 Inventories

- a) Inventories are valued at lower of the cost and net realizable value. The cost in respect of raw materials and stores and spares is determined on FIFO basis and in respect of finished goods and stock in process is determined on average basis. Cost of raw materials and stores and spares include the taxes and duties other than those recoverable from taxing authorities and expenses incidental to the procurement of the same. Cost in case of stock-in-process and finished goods represent prime cost and appropriate portion of overheads.
- b) Custom duty on bonded materials and excise duty on finished goods at factory are accounted for and included in cost of inventory.

### 2.6 Impairments of Assets

(a) **Non-financial assets**

Property, plant and equipment and intangible assets are reviewed at each Balance Sheet date for impairment. In case events and circumstances indicate any impairment, recoverable amounts of fixed assets is determined. An impairment loss is recognized, whenever the carrying amount of assets belonging to the Cash Generating Unit (CGU) exceeds recoverable amount. The recoverable amount is the greater of assets net selling price or its value in use. In assessing the value in use, the estimated future cash flows from the use of assets are discounted to their present value as appropriate. An impairment loss is reversed if there has been change in the recoverable amount and such loss either no longer exists or has decreased. Impairment loss/reversal thereof is adjusted to the carrying value of the respective assets, which in case of CGU, are allocated to its assets on a prorate basis.

(b) **Financial assets**

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss.

ECL impairment loss allowance is measured at an amount equal to lifetime ECL.

## Notes Forming Part of the Financial Statements as at March 31, 2018

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income or expense in the Statement of Profit and Loss. This amount is reflected under the head "Other expenses" in the profit or loss. ECL is presented as an allowance, i.e. as an integral part of the measurement of those assets in the Balance sheet. The allowance reduces the net carrying amount.

Until the asset meets write-off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

### 2.7 Foreign Currency Transaction

Transactions in Foreign Currencies are accounted for at the exchange rate prevailing as on the date of the transaction. Foreign Currency monetary assets and liabilities at the year end are translated using closing rates whereas non monetary assets are translated at the rate on the date of transaction. The loss or gain thereon and also on the exchange differences on settlement of the foreign currency transaction during the year are recognized as revenue or expenses in the Statement of Profit and Loss.

### 2.8 Revenue Recognition

Revenue is recognized to the extent it is probable that economic benefits would flow to the Company and the revenue can be reliably measured, regardless of when the revenue proceeds is received from customers.

Revenue is measured at fair value of the consideration received/receivable taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the Government.

The specific recognition criteria for revenue recognition are as follows:

a) Sale of goods

Revenue from sale of goods is recognized at the point of dispatch to the customers. Gross sales include excise duty, Goods and Service Tax (GST) and rebate, discounts, claims, returns, central sales tax (CST) / value added tax (VAT) etc., are excluded there from.

b) Sale of Electricity

Sale of Electricity is accounted for on delivery of Electricity to grid in terms of agreement with the Electricity Board.

c) Interest income

For all debt instruments measured at amortized cost, interest income is recognized using the effective interest rate (EIR). Interest income is included in "Other income" in the Statement of Profit and Loss.

d) Insurance and other claims are accounted for as and when admitted or realized.

e) Dividend is recognized when the right to receive is established.

f) All other income are accounted for on accrual basis.

### 2.9 Expenses

All expenses are accounted for on accrual basis.

Expenses under primary heads such as salary, wages, consumption of stores etc., are being shown under respective heads and have not been functionally reclassified.

### 2.10 Employee Benefits

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

The Company has Defined Contribution Plan for its employees retirement benefits comprising of Provident Fund and Pension Fund. The Company makes regular contribution to Provident Fund, which are fully funded and administered by the Government. Contributions are recognized in Statement of Profit and Loss on accrual basis.

## Notes Forming Part of the Financial Statements as at March 31, 2018

The Company has Defined Benefit Plan comprising of Gratuity and Leave Encashment schemes. The Company contributes to the Gratuity Fund under the Group Gratuity Cash Accumulation Scheme with Life Insurance Corporation (LIC) for future payment of gratuity liability to its employees. Consequent to the adoption of Indian Accounting Standard 19 (Ind AS 19) on "Employee Benefits", the liability for the Gratuity and Leave Encashment as at the year end has been determined on the basis of an independent actuarial valuation in accordance with the method stated in Ind AS 19 Revised and such liability has been adjusted/ provided in these financial statements.

The actuarial gain and losses comprise experience judgment and are recognized in the Statement of Profit and Loss in the year in which they arise.

### 2.11 Grants

Government Grants are recognized at fair value when there is reasonable assurance that the grant would be received and the Company would comply with all the conditions attached with them.

### 2.12 Borrowing Cost

Borrowing Cost incurred in relation to acquisition or construction of property, plant and equipment are allocated to the property, plant and equipment. Other borrowing cost are recognized as finance cost in the year in which they are incurred.

### 2.13 Taxes

Income tax expense comprises current tax and deferred tax and is recognized in the Statement of Profit and Loss except to the extent it relates to items directly recognized in Equity or in OCI.

#### a) Current income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities using the tax rates and tax laws that are enacted or substantively enacted by the balance sheet date and applicable for the period.

Current tax items in correlation to the underlying transaction relating to OCI and Equity are recognized in OCI and in Equity respectively.

Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

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 realise the assets and settle the liabilities simultaneously.

#### b) Deferred income tax

Deferred income tax is recognized using the balance sheet approach. Deferred income tax assets and liabilities are recognized for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount in financial statements, except when the deferred income tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profits or loss at the time of the transaction.

Deferred tax assets are recognized for deductible temporary differences, the carry forward of unused tax credits and any unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised.

## Notes Forming Part of the Financial Statements as at March 31, 2018

Unrecognised deferred tax assets are re-assessed at each balance sheet date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date.

Deferred tax assets include Minimum Alternate Tax (MAT) paid in accordance with the tax laws to the extent it is likely to give future economic benefits in the form of availability to set off against future income tax liability. Accordingly, MAT is recognised as deferred tax asset in the balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with the asset will be realised.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off deferred tax assets against deferred tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

### 2.14 Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Assets are neither recognized nor disclosed in the financial statement. Contingent Liabilities, if material, are disclosed by way of notes.

### 2.15 Earnings per share

- (a) Basic earnings per share are computed by dividing the net profit/(loss) after tax by the weighted average number of equity shares outstanding during the year.
- (b) Diluted earnings per share are computed by dividing the net profit/(loss) after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares which could be issued on the conversion of all dilutive potential equity shares. Dilutive potential equity shares are determined as at the end of each period presented. Dilutive potential equity shares are determined independently for each period presented.

### 2.16 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decisionmaker (CODM).

The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Managing Director who makes strategic decisions.

The accounting policies adopted for segment reporting are in line with the accounting policies adopted for preparing and presenting the Financial Statements of the Company as a whole. In addition, the following specific accounting policies have been followed for segment reporting:

- a) Segment revenue includes sales and other income directly identifiable with/allocable to the segment including inter segment transfers.  
  
Inter segment transfers are accounted for based on the transaction price agreed to between the segments which is at cost in case of transfer of Company's intermediate and final products and estimated realisable value in case of by-products.
- b) Revenue, expenses, assets and liabilities are identified to segments on the basis of their relationship to the operating activities of the segment. Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on direct and/or on a reasonable basis, have been disclosed as "Unallocable".

## Notes Forming Part of the Financial Statements as at March 31, 2018

### 2.17 Cash and cash equivalents

Cash and cash equivalents in the Balance sheet comprise cash on hand, cheques on hand, balance with banks on current accounts and short term, highly liquid investments with an original maturity of three months or less and which carry insignificant risk of changes in value.

For the purpose of the Cash Flow Statement, Cash and cash equivalents consist of Cash and cash equivalents, as defined above and net of outstanding book overdrafts as they are considered an integral part of the Company's cash management.

### 2.18 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit/loss before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing flows. The cash flows from operating, investing and financing activities of the Company are segregated.

### 2.19 Recent Accounting Pronouncements

**Recent accounting pronouncements Appendix B to Ind AS 21, Foreign currency transactions and advance consideration:** On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Companies (Indian Accounting Standards) Amendment Rules, 2018 containing Appendix B to Ind AS 21, Foreign currency transactions and advance consideration which clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income, when an entity has received or paid advance consideration in a foreign currency.

The amendment will come into force from April 1, 2018. The Company has evaluated the effect of this on the financial statements and the impact is not material.

**Ind AS 115 - Revenue from Contract with Customers :** On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Ind AS 115, Revenue from Contract with Customers. The core principle of the new standard is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Further the new standard requires enhanced disclosures about the nature, amount, timing and uncertainty of revenue and cash flows arising from the entity's contracts with customers.

The standard permits two possible methods of transition:

- Retrospective approach - Under this approach the standard will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8- Accounting Policies, Changes in Accounting Estimates and Errors,
- Retrospectively with cumulative effect of initially applying the standard recognized at the date of initial application (Cumulative catch - up approach)

The effective date for adoption of Ind AS 115 is financial periods beginning on or after April 1, 2018.

The Company will adopt the standard on April 1, 2018 by using the cumulative catch-up transition method and accordingly comparatives for the year ending or ended March 31, 2018 will not be retrospectively adjusted. The effect on adoption of Ind AS 115 is expected to be insignificant.



## Notes Forming Part of the Financial Statements as at March 31, 2018

### 3. PROPERTY, PLANT AND EQUIPMENT AND CAPITAL WORK-IN-PROGRESS

(₹ in lakh)

Particulars	Freehold land	Leashold land	Buildings	Plant and Equipment	Wind Mill	Electrical Installation	Office equipment	Furniture and Fixtures	Vehicles	Total	Capital Work-in-progress
<b>Gross Block</b>											
<b>Gross Carrying Amount as at April 1, 2017</b>	8.50	0.45	399.73	1,273.36	465.66	18.69	9.79	13.24	38.49	2,227.91	120.94
Additions during the year	–	–	–	45.53	–	–	1.06	0.60	–	47.19	–
Adjustments/ deductions during the year	–	–	–	–	–	–	0.38	–	–	0.38	1.24
<b>Gross Carrying Amount as at March 31, 2018</b>	<b>8.50</b>	<b>0.45</b>	<b>399.73</b>	<b>1,318.89</b>	<b>465.66</b>	<b>18.69</b>	<b>10.47</b>	<b>13.84</b>	<b>38.49</b>	<b>2,274.72</b>	<b>119.70</b>
<b>Accumulated depreciation/amortisation as at April 1, 2017</b>	0.17	0.01	38.51	177.05	39.58	5.20	3.23	3.83	8.53	276.11	–
Depreciation/amortisation for the year	0.14	0.01	34.52	155.89	35.77	3.69	2.48	2.25	9.41	244.16	–
Adjustments/ deductions during the year	–	–	–	–	–	–	0.35	–	–	0.35	–
<b>Accumulated depreciation as at March 31, 2018</b>	<b>0.31</b>	<b>0.02</b>	<b>73.03</b>	<b>332.94</b>	<b>75.35</b>	<b>8.89</b>	<b>5.36</b>	<b>6.08</b>	<b>17.94</b>	<b>519.92</b>	<b>–</b>
<b>Net Carrying Amount as at March 31, 2018</b>	<b>8.19</b>	<b>0.42</b>	<b>326.71</b>	<b>985.96</b>	<b>390.31</b>	<b>9.80</b>	<b>5.11</b>	<b>7.75</b>	<b>20.54</b>	<b>1,754.80</b>	<b>119.70</b>
<b>Gross Block</b>											
<b>Gross Carrying Amount as at 1st April, 2016</b>	8.50	0.45	399.73	1,247.28	465.66	18.69	8.00	12.88	45.14	2,206.33	129.70
Additions during the year	–	–	–	31.07	–	–	2.48	0.36	–	33.91	–
Adjustments/ deductions during the year	–	–	–	4.99	–	–	0.69	–	6.65	12.33	8.76
<b>Gross Carrying Amount as at March 31, 2017</b>	<b>8.50</b>	<b>0.45</b>	<b>399.73</b>	<b>1,273.36</b>	<b>465.66</b>	<b>18.69</b>	<b>9.79</b>	<b>13.24</b>	<b>38.49</b>	<b>2,227.91</b>	<b>120.94</b>
<b>Accumulated depreciation/amortisation as at April 1, 2016</b>	–	–	–	–	–	–	–	–	–	–	–
Depreciation/amortisation for the year	0.17	0.01	38.51	181.59	39.58	5.20	3.88	3.83	13.71	286.48	–
Adjustments/ deductions during the year	–	–	–	4.54	–	–	0.65	–	5.18	10.37	–
<b>Accumulated depreciation as at March 31, 2017</b>	<b>0.17</b>	<b>0.01</b>	<b>38.51</b>	<b>177.05</b>	<b>39.58</b>	<b>5.20</b>	<b>3.23</b>	<b>3.83</b>	<b>8.53</b>	<b>276.11</b>	<b>–</b>
<b>Net Carrying Amount as at March 31, 2017</b>	<b>8.33</b>	<b>0.44</b>	<b>361.22</b>	<b>1,096.31</b>	<b>426.08</b>	<b>13.49</b>	<b>6.56</b>	<b>9.41</b>	<b>29.96</b>	<b>1,951.80</b>	<b>120.94</b>
<b>Net Carrying Amount as at April 1, 2016</b>	<b>8.50</b>	<b>0.45</b>	<b>399.73</b>	<b>1,247.28</b>	<b>465.66</b>	<b>18.69</b>	<b>8.00</b>	<b>12.88</b>	<b>45.14</b>	<b>2,206.33</b>	<b>129.70</b>

3.1 Refer Note 19(a)(i) and 23 in respect of charges created.

### 4. INTANGIBLE ASSETS

Particulars	Computer Software
<b>Gross Block</b>	
<b>Gross Carrying Amount as at April 1, 2017</b>	<b>14.04</b>
Additions during the year	2.74
Adjustments/ deductions during the year	–
<b>Gross Carrying Amount as at March 31, 2018</b>	<b>16.78</b>
<b>Accumulated depreciation/amortisation as at April 1, 2017</b>	<b>4.93</b>
Depreciation/amortisation for the year	5.11
Adjustments/ deductions during the year	–
<b>Accumulated depreciation as at March 31, 2018</b>	<b>10.04</b>
<b>Net Carrying Amount as at March 31, 2018</b>	<b>6.74</b>
<b>Gross Block</b>	
<b>Gross Carrying Amount as at April 1, 2016</b>	<b>13.43</b>
Additions during the year	0.61
Adjustments/ deductions during the year	–
<b>Gross Carrying Amount as at March 31, 2017</b>	<b>14.04</b>
<b>Accumulated depreciation/amortisation as at April 1, 2016</b>	<b>–</b>
Depreciation/amortisation for the year	4.93
Adjustments/ deductions during the year	–
<b>Accumulated depreciation as at March 31, 2017</b>	<b>4.93</b>
<b>Net Carrying Amount as at March 31, 2017</b>	<b>9.11</b>
<b>Net Carrying Amount as at April 1, 2016</b>	<b>13.43</b>



## Notes Forming Part of the Financial Statements as at March 31, 2018

### 5. NON- CURRENT INVESTMENTS

(₹ in lakh)

Particulars	Ref Note No.	As at March 31, 2018		As at March 31, 2017		As at March 31, 2016	
		No. of Shares	Value	No. of Shares	Value	No. of Shares	Value
<b>(i) Investment in Equity Instruments</b>							
(Fully paid-up unless otherwise stated)							
<b>Quoted :</b>							
<b>(Valued at fair value through Other Comprehensive Income)</b>							
Uco Bank (Face Value of Share ₹ 10/- each)		–	–	–	–	200	0.08
Garware-Wall Ropes Limited (Face Value of Share ₹ 10/- each)		–	–	–	–	350	1.19
Oil Country Tubular Limited (Face Value of Share ₹ 10/- each)		–	–	–	–	6,000	1.45
Dunlop India Limited (Face Value of Share ₹ 10/- each)		25	0.00	25	0.00	25	0.00
Radaan Media Works (I) Limited (Face Value of Share ₹ 2/- each)		63,190	1.30	63,190	0.80	73,190	1.28
Tide Water Oil (India) Limited (Face Value of Share ₹ 5/- each)		445	27.22	795	47.85	1,536	100.58
Elpro International Limited * (Face Value of Share ₹ 1/- each)		2,01,89,160	8,802.47	1,00,94,580	5,541.93	1,00,94,580	2,861.81
R.C.A.Limited (Face Value of Share ₹ 5/- each)		27,096	1.35	27,096	1.35	13,548	2.03
		<b>2,02,79,916</b>	<b>8,832.34</b>	<b>1,01,85,686</b>	<b>5,591.93</b>	<b>1,01,89,429</b>	<b>2,968.42</b>
<b>Unquoted :</b>							
<b>Trade (At cost)</b>							
<b>In Equity Shares of subsidiary Companies</b>							
International Belting Limited (Face Value of Share ₹ 10/- each)		7,50,000	729.00	7,50,000	729.00	7,50,000	729.00
Conveyor Holdings Pte Ltd. (Face Value of Share \$1/- each)		15,00,100	951.55	5,00,100	304.06	5,00,100	304.06
International Conveyors America Limited (Face Value of Share \$.0001 each)		10,000	0.00	10,000	0.00	10,000	0.00
		<b>22,60,100</b>	<b>1,680.55</b>	<b>12,60,100</b>	<b>1,033.06</b>	<b>12,60,100</b>	<b>1,033.06</b>
<b>Others (Valued at fair value through Other Comprehensive Income)</b>							
<b>In Equity Shares of other bodies corporate:</b>							
I G E (India) Private Limited (Face Value of Share ₹ 1/- each)		7,750	37.13	7,750	37.13	7,750	41.52
Pure Coke Ltd. (Face Value of Share ₹ 10/- each)		28,64,560	271.00	1,54,560	0.00	1,54,560	0.00
Dabri Properties and Trading Company Limited (Face Value of Share ₹ 10/- each)		60	0.02	60	0.02	60	0.02
		<b>28,72,370</b>	<b>308.15</b>	<b>1,62,370</b>	<b>37.15</b>	<b>1,62,370</b>	<b>41.54</b>

## Notes Forming Part of the Financial Statements as at March 31, 2018

### 5. NON- CURRENT INVESTMENTS (Contd.)

(₹ in lakh)

Particulars	Ref Note No.	As at March 31, 2018		As at March 31, 2017		As at March 31, 2016	
		No. of Shares	Value	No. of Shares	Value	No. of Shares	Value
<b>Investment In Preference Shares</b>							
<b>In 12 % Non-Convertible Preference Shares of Other body corporate</b>							
Elpro International Limited (Face Value of Share ₹ 10/- each)^		15,00,000	4,831.53	15,00,000	4,392.30	15,00,000	3,993.00
		<b>15,00,000</b>	<b>4,831.53</b>	<b>15,00,000</b>	<b>4,392.30</b>	<b>15,00,000</b>	<b>3,993.00</b>
			<b>15,652.57</b>		<b>11,054.44</b>		<b>8,036.02</b>
Aggregate amount of Quoted Investments			<b>8,832.34</b>		5,591.93		2,968.42
Aggregate market value of Quoted Investments			<b>8,832.34</b>		5,591.93		2,968.42
Aggregate amount of impairment in value of investments			<b>17.68</b>		17.68		17.68
Aggregate amount of Un-Quoted Investments			<b>6,820.23</b>		5,462.51		5,067.60

#### Note:

- \* The face value of equity shares of Elpro International Limited of ₹ 2/- each has been sub divided into the face value of ₹ 1/- per equity share during the year.
- ^ These preference shares will have the maximum term of 15 years from the date of allotment. However, these shares can be redeemed earlier at the option of the Company. The dividend on these preference shares will be cumulative and will be receivable at the rate of 12% p.a.

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>6 LOANS (Unsecured, considered good)</b>			
Security deposit	31.16	31.16	36.19
	<b>31.16</b>	<b>31.16</b>	<b>36.19</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>7 OTHER FINANCIAL ASSETS</b>			
<b>Non-current (Unsecured, considered good)</b>			
Fixed deposit with banks (Bank deposits with more than 12 months maturity)	356.88	274.61	514.36
Dividend receivable	83.59	67.45	48.05
	<b>440.47</b>	<b>342.06</b>	<b>562.41</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>8 NON- CURRENT TAX ASSETS (NET)</b>			
<b>(Unsecured, considered good)</b>			
Advance tax including tax deducted at source	2,346.10	2,337.28	2,327.30
Less: Provision for taxation	2,220.84	125.26	2,218.84
Advance fringe benefit tax	13.50	13.50	13.50
Less: Provision for taxation	12.24	1.26	12.24
	<b>126.52</b>	<b>117.70</b>	<b>109.72</b>



## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>9 OTHER NON- CURRENT ASSETS</b>			
(Unsecured, considered good)			
Capital advances	–	33.56	33.81
Advances other than capital advances			
- With statutory authorities	0.25	0.25	0.25
	<b>0.25</b>	<b>33.81</b>	<b>34.06</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>10 INVENTORIES</b>			
(Valued at lower of cost and net realisable value)			
Raw materials	192.58	406.75	396.51
Raw materials in transit	11.65	20.25	110.79
Work-in-process	497.65	350.93	269.23
Finished goods	294.61	215.21	326.58
Finished goods in transit	2.34	50.56	52.37
Stock in trade	32.55	73.01	53.53
Stock in trade in transit	–	3.29	1.55
Stores and spares	15.73	14.87	16.57
Loose tools	1.17	3.04	6.41
	<b>1,048.28</b>	<b>1,137.91</b>	<b>1,233.54</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>11 TRADE RECEIVABLES</b>			
<b>Unsecured</b>			
Trade receivables outstanding for a period exceeding six months from the date they are due for payment			
Considered Good	259.29	178.89	121.83
Considered Doubtful	12.14	12.14	12.14
Less: Allowance for doubtful receivables	(12.14)	(12.14)	(12.14)
	259.29	178.89	121.83
Others	1,934.05	1,318.29	3,066.76
Considered good			
	<b>2,193.34</b>	<b>1,497.18</b>	<b>3,188.59</b>

## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>12 CASH AND CASH EQUIVALENTS</b>			
<b>Balances with banks</b>			
On Current accounts	5.80	6.74	57.93
Fixed deposit with bank (With original maturity of less than 3 months)	–	–	2.10
Cash on hand	5.66	12.94	5.91
	<b>11.46</b>	<b>19.68</b>	<b>65.94</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>13 BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS</b>			
Fixed deposit with bank (Original maturity period upto 12 months)	21.36	35.72	48.82
Unpaid dividend accounts	4.24	4.65	4.99
	<b>25.60</b>	<b>40.37</b>	<b>53.81</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>14 LOANS</b>			
<b>Unsecured, considered good</b>			
Loans and advances to related parties (Refer Note No. 38.9)	1,130.65	1,218.00	1,265.21
Loans and advances to other bodies corporate	450.00	350.00	–
Security deposits	103.73	61.23	49.77
Others	20.23	1,704.61	20.23
Unsecured, considered doubtful	14.70	14.70	15.20
Less : Provision for doubtful deposit	(14.70)	–	(15.20)
	<b>1,704.61</b>	<b>1,649.46</b>	<b>1,335.21</b>

### Note :

- Disclosure pursuant to Regulation 34(3) of Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015

Loans and advances in the nature of loan to subsidiaries	Amount outstanding as at March 31, 2018	Maximum amount outstanding during the year ended 2017-18	Amount outstanding as at March 31, 2017	Maximum amount outstanding during the year ended 2016-17	Amount outstanding as at April 1, 2016	Maximum amount outstanding during the year ended 2015-16
International Belting Limited	–	1.00	–	5.00	–	87.29
Conveyor Holdings Pte Limited	585.72	585.72	515.58	515.58	259.87	259.87
International Conveyors America Limited, INC	494.02	494.02	449.82	449.82	109.80	109.80

- Loans and advances are receivable on demand. The purpose of the utilisation of loan by the loanee Company is for general corporate purpose.



## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
<b>15 OTHER FINANCIAL ASSETS</b>						
(Unsecured, considered good)						
Interest accrued but not due on						
Fixed deposits with banks	31.75		15.59		13.16	
Others	–	31.75	3.06	18.65	1.88	15.04
<b>Others</b>						
- Insurance claim receivable	66.37		77.75		52.54	
- CMPDI Fees	3.59		3.34		0.81	
- Receivable on account of derivative contract	9.46	79.42	9.52	90.61	–	53.35
	<b>111.17</b>		<b>109.26</b>		<b>68.39</b>	

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
<b>16 OTHER CURRENT ASSETS</b>						
(Unsecured, considered good)						
Advances other than capital advances						
Other advances						
- With statutory authorities	279.04		143.70		170.08	
- Advances to suppliers and others	15.09		3.14		6.01	
- Others	714.30		83.94		95.35	
	<b>1,008.43</b>		<b>230.78</b>		<b>271.44</b>	

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	No. of shares	Amount	No. of shares	Amount	No. of shares	Amount
<b>17 EQUITY SHARE CAPITAL</b>						
(a) <b>Authorised</b>						
Equity shares of par value ₹ 1/- each	9,80,00,000	980.00	9,80,00,000	980.00	9,80,00,000	980.00
Preference shares of par value ₹ 100/- each	20,000	20.00	20,000	20.00	20,000	20.00
	<b>1,000.00</b>		<b>1,000.00</b>		<b>1,000.00</b>	
(b) <b>Issued, subscribed and fully paid up</b>						
Equity shares of par value ₹ 1/- each	6,75,00,000	675.00	6,75,00,000	675.00	6,75,00,000	675.00
	<b>675.00</b>		<b>675.00</b>		<b>675.00</b>	
(c) <b>Forfeited shares</b>	250	`- @	250	`- @	250	`- @
	<b>675.00</b>		<b>675.00</b>		<b>675.00</b>	

`@ ₹ 250/- shown as nil due to rounding off.

## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

- (d) There is no movement in the number of shares outstanding at the beginning and at the end of the reporting period.
- (e) Out of the above issued shares, the Company has only one class of equity shares having a par value of ₹ 1/- each. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting. Each holder of equity shares is entitled to one vote per share. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount in proportion of their shareholding.
- (f) **Details of the shareholders holding more than 5% shares of the total number of equity shares issued by the Company:**

Name of the shareholder	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	No. of shares held	% of holding	No. of shares held	% of holding	No. of shares held	% of holding
Surbhit Dabriwala	88,24,859	13.07%	88,24,859	13.07%	88,24,859	13.07%
Yamini Dabriwala	64,09,900	9.50%	64,09,900	9.50%	64,09,900	9.50%
Elara India Opportunities Fund Limited	50,15,997	7.43%	65,00,000	9.63%	65,00,000	9.63%
Cresta Fund Limited	50,00,000	7.41%	65,00,000	9.63%	65,00,000	9.63%
Eriska Investment Fund Limited	61,80,000	9.16%	65,00,000	9.63%	65,00,000	9.63%
Lotus Global Investments Limited	42,99,400	6.37%	42,99,400	6.37%	42,99,400	6.37%
I G E (India) Private Limited	54,62,534	8.09%	NA	NA	NA	NA

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>18 OTHER EQUITY</b>			
<b>(a) Capital reserves</b>			
Balances as per last account	<b>39.42</b>	<b>39.42</b>	<b>39.42</b>
<b>(b) General reserve</b>	5,504.58	5,504.58	5,523.78
Less: Transfer to surplus	—	—	(19.20)
	<b>5,504.58</b>	<b>5,504.58</b>	<b>5,504.58</b>
<b>(c) Securities Premium</b>			
Balances as per last account	<b>1,885.50</b>	<b>1,885.50</b>	<b>1,885.50</b>
<b>(d) Retained earnings</b>			
Balance as per last account	205.91	140.07	239.11
Add: Net profit/(loss) for the year	(365.72)	132.85	(118.24)
Add: Transfer from general reserve	—	—	19.20
Add: Transfer from other comprehensive income	20.46		
Less: Appropriations			
Actuarial gain (net of tax)	6.47	(26.35)	—
Equity dividend	(33.75)	(33.75)	—
Tax on equity dividend	(6.87)	(6.91)	—
	<b>(173.50)</b>	<b>205.91</b>	<b>140.07</b>



## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>(e) Other comprehensive income</b>			
Balances as per last account	4,956.31	2,317.16	(89.23)
Add: Other comprehensive income for the year	3,634.83	2,639.15	2,406.39
Less: Transferred to retained earnings	(20.46)	—	—
	<b>8,570.68</b>	<b>4,956.31</b>	<b>2,317.16</b>
<b>Other Equity (a+b+c+d+e)</b>	<b>15,826.68</b>	<b>12,591.72</b>	<b>9,886.73</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>19 NON- CURRENT BORROWINGS</b>			
Carried at amortized cost			
<b>Secured loans</b>			
<b>Vehicle finance loan</b>			
From bank	—	—	7.42
From others	—	2.27	5.01
Unsecured Loan			
Sales Tax Deferment Loan	0.25	2.27	6.10
	<b>0.25</b>	<b>4.54</b>	<b>18.53</b>

### (a) Nature of securities

- (i) Vehicle finance loan from banks and others are secured by hypothecation of vehicles acquired against the said loan.

### (b) Terms of repayment

Name of the banks/entities	Rate of interest (ROI)	Amount outstanding as at March 31, 2018		Amount outstanding as at March 31, 2017		Amount outstanding as at March 31, 2016		Period of maturity w.r.t the balance sheet date as at March 31, 2018	No. of installments outstanding as at March 31, 2018	Amount of each installments
		Current	Non current	Current	Non current	Current	Non current			
HDFC Bank	10.00%	—	—	2.23	—	12.63	2.23	—	—	—
Axis Bank	10.50%	—	—	—	—	2.71	5.19	—	—	—
HDFC Bank	12.26%	—	—	—	—	1.32	—	—	—	—
Kotak Mahindra Prime Ltd. #	11.71%	2.27	—	2.45	2.27	2.18	4.72	10 months	10	0.24
Toyota Finance Service India Ltd.	10.14%	—	—	0.29	—	3.65	0.29	—	—	—
Sales tax deferment loan	Interest free	2.84	0.25	5.34	2.27	7.73	6.10	2 years	2	Note –2
<b>Total</b>		<b>5.11</b>	<b>0.25</b>	<b>10.31</b>	<b>4.54</b>	<b>30.22</b>	<b>18.53</b>			

#### Note:

- # Installment includes interest.
- Installment Rs. 3.18 lakh and Rs. 0.28 lakh for the financial year 2018-19 and 2019-20 respectively.



## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>20 LONG TERM PROVISIONS</b>			
Provision for employee benefits- unavailed leave (Refer Note No. 38.6)	14.98	16.54	16.63
Provision for decommissioning of assets	7.66	6.91	6.23
	<b>22.64</b>	<b>23.45</b>	<b>22.86</b>

### 21 DEFERRED TAX LIABILITIES (NET)

As at March 31, 2018

Particulars	Opening Balance	Recognized in profit or loss	Recognized in other comprehensive income	Closing Balance
<b>Tax effect of items constituting deferred tax liabilities</b>				
Property, plant and equipment	16.83	121.77	–	138.60
Investment	488.55	84.11	(369.59)	203.07
	<b>505.38</b>	<b>205.88</b>	<b>(369.59)</b>	<b>341.67</b>
<b>Tax effect of items constituting deferred tax assets</b>				
Expenses allowable on payment basis	33.28	(3.09)	(2.89)	27.30
Unabsorbed depreciation	114.31	51.94	–	166.25
Provision for doubtful debt and deposit	9.29	(1.00)	–	8.29
	<b>156.88</b>	<b>47.85</b>	<b>(2.89)</b>	<b>201.84</b>
<b>Net deferred tax liability</b>	<b>348.50</b>	<b>158.03</b>	<b>(366.70)</b>	<b>139.83</b>

As at March 31, 2017

Particulars	Opening Balance	Recognized in profit or loss	Recognized in other comprehensive income	Closing Balance
<b>Tax effect of items constituting deferred tax liabilities</b>				
Property, plant and equipment	(2.21)	19.04	–	16.83
Investment	351.89	138.18	(1.52)	488.55
	<b>349.68</b>	<b>157.22</b>	<b>(1.52)</b>	<b>505.38</b>
<b>Tax effect of items constituting deferred tax assets</b>				
Expenses allowable on payment basis	20.80	(1.47)	13.95	33.28
Unabsorbed depreciation	90.27	24.04	–	114.31
Provision for doubtful debt and deposit	9.46	(0.17)	–	9.29
	<b>120.53</b>	<b>22.40</b>	<b>13.95</b>	<b>156.88</b>
<b>Net deferred tax liability</b>	<b>229.15</b>	<b>134.82</b>	<b>(15.47)</b>	<b>348.50</b>



## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>22 OTHER NON CURRENT LIABILITIES</b>			
Deferred gain on changes in value of financial liabilities	1.35	2.03	2.70
	<b>1.35</b>	<b>2.03</b>	<b>2.70</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>23 SHORT TERM BORROWINGS</b>			
Secured Loan			
<b>From Bank</b>			
- Working capital facilities from banks (Repayable on demand)	1,553.44	1,264.69	2,078.09
- Others	229.63 1,783.07	324.17 1,588.86	203.92 2,282.01
<b>Unsecured Loan</b>			
Others	4,716.23	2,422.16	3,265.10
	<b>6,499.30</b>	<b>4,011.02</b>	<b>5,547.11</b>

### Nature of securities

Working Capital facility from Bank are secured by hypothecation of Company's entire stock, book debts and other current assets both present and future and also secured by first charge on fixed assets of the Company including land and building (both units at Aurangabad and Falta). This is further secured by personal guarantee by one of the directors of the Company.

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>24 TRADE PAYABLES</b>			
Trade payables			
Total outstanding dues of micro enterprises and small enterprises (Refer Note No. 38.3)	117.56	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	813.14 930.70	514.01 514.01	754.56 754.56
	<b>930.70</b>	<b>514.01</b>	<b>754.56</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>25 OTHER CURRENT FINANCIAL LIABILITIES</b>			
Current maturities of long-term loan	-	-	21.74
Current maturities of vehicle finance loan	2.27	4.97	22.49
Current maturities of sales tax deferment loan	2.84	5.34	7.73
Interest accrued but not due on borrowings	1.00	1.50	0.88
Interest accrued and due on borrowings	7.58	7.37	3.28
Other payables			
Forward payable (net)	-	-	20.98
Unpaid dividend	4.24	4.65	4.99
Others	-	0.22	0.60
	<b>17.93</b>	<b>24.05</b>	<b>82.69</b>

## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>26 OTHER CURRENT LIABILITIES</b>			
Statutory Liabilities	48.03	71.71	81.98
	<b>48.03</b>	<b>71.71</b>	<b>81.98</b>

\* Includes excise duty on closing stock - 24.81 40.09

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>27 SHORT TERM PROVISIONS</b>			
Provision for employee benefits			
- Unavailed leave	12.80	13.28	11.84
- Gratuity (Refer Note No. 38.6)	60.59 73.39	66.35 79.63	31.63 43.47
	<b>73.39</b>	<b>79.63</b>	<b>43.47</b>

## Notes Forming Part of the Financial Statements for the year ended March 31, 2018

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>28 REVENUE FROM OPERATIONS</b>		
<b>Sale of Products</b>		
PVC fire resistant antistatic solid woven coal conveyor belting	3,390.53	4,200.67
Trading Goods		
Ply and steel cord conveyor belting	529.11	76.73
Fittings and accessories	288.86 817.97	244.75 321.48
Wind Energy*	239.51	241.97
	4,448.01	4,764.12
<b>Other Operating Revenue</b>		
Miscellaneous sales	8.42	9.28
Sundry balance written back	4.15	2.75
Duty credit scrip received	682.81	31.91
Duty drawback received	- 695.38	24.14 68.08
	<b>5,143.39</b>	<b>4,832.20</b>

\* Total number of units generated and sold# (in Kwh units)

# Net of 16416 units (Previous year 14505 units) being transmission loss

66,26,476

65,73,828

**Notes Forming Part of the Financial Statements** for the year ended March 31, 2018

(₹ in lakh)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>29 OTHER INCOME</b>		
Interest income on financial assets carried at amortized cost	621.50	559.28
Dividend income	19.59	19.74
Rent	0.30	0.30
Foreign exchange gain (net)	78.85	56.68
Profit on sale of non-current investment	-	26.39
Other receipts	19.59	10.24
	<b>739.83</b>	<b>672.63</b>

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>30 COST OF MATERIALS CONSUMED</b>		
Polyester yarn	779.55	672.51
Spun yarn	21.67	22.45
Cotton yarn	198.07	164.60
Chemicals		
(i) PVC Resin	509.14	429.81
(ii) Phosphate Plasticizer	491.69	315.64
(iii) Others	431.00	475.87
	<b>2,431.12</b>	<b>2,080.88</b>

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>31 PURCHASE</b>		
Purchase of stock in trade:		
Ply and steel cord conveyor belting	501.55	69.47
Fittings and accessories	145.94	205.46
	<b>647.49</b>	<b>274.93</b>

## Notes Forming Part of the Financial Statements for the year ended March 31, 2018

(₹ in lakh)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>32 CHANGE IN INVENTORIES OF FINISHED GOODS, WORK IN PROGRESS AND STOCK IN TRADE</b>		
<b>Opening stock</b>		
Finished goods (including in transit )	265.77	378.95
Less : Excise duty	24.81	40.09
	240.96	338.86
Work-in-process	350.93	269.23
Stock in trade (including in transit )	76.30	55.08
	<b>668.19</b>	<b>663.17</b>
<b>Less : Closing stock</b>		
Finished goods (including in transit )	296.95	265.77
Less : Excise duty	—	24.81
	296.95	240.96
Work-in-process	497.65	350.93
Stock in trade (including in transit )	32.55	76.30
	<b>827.15</b>	<b>668.19</b>
	<b>(158.96)</b>	<b>(5.02)</b>

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>33 EMPLOYEE BENEFIT EXPENSE</b>		
Salaries and allowances	730.33	682.37
Contribution to provident and other funds	31.15	26.71
Staff welfare expenses	33.56	34.91
	<b>795.04</b>	<b>743.99</b>

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>34 FINANCE COST</b>		
Interest expense	623.86	573.48
Other Borrowing Cost	33.45	19.83
Applicable loss on foreign currency transaction and translation	5.35	3.24
	<b>662.66</b>	<b>596.55</b>



## Notes Forming Part of the Financial Statements for the year ended March 31, 2018

(₹ in lakh)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>35 OTHER EXPENSES</b>		
Consumption of Stores and Spare Parts	11.99	14.39
Power and fuel	163.82	141.74
Rent	60.09	10.75
Repairs		
Buildings	0.03	15.92
Machinery	33.24	18.80
Others	48.02	61.95
Insurance	18.99	16.18
Rates and taxes	4.34	10.02
Travelling and conveyance	64.06	78.57
Directors' fees	6.21	5.45
Payment to auditor		
As auditor for statutory audit	1.70	1.70
For taxation matters	0.40	0.40
For other services	3.56	4.35
Transport, packing and forwarding	319.52	363.46
Commission on sales	50.64	96.90
Legal and professional fees	173.57	78.39
Subscription and donation	2.55	12.93
Loss on sale of property, plant and equipment	0.03	0.39
Miscellaneous expenses	203.29	205.02
	<b>1,166.05</b>	<b>1,137.31</b>

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>36 TAX EXPENSE</b>		
<b>A. Amount recognised in profit or loss</b>		
Current tax	–	–
Income Tax for earlier years	–	2.00
<b>Total current tax</b>	<b>–</b>	<b>2.00</b>
Deferred tax	158.02	134.82
<b>Total</b>	<b>158.02</b>	<b>136.82</b>

## Notes Forming Part of the Financial Statements for the year ended March 31, 2018

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>36 TAX EXPENSE (Contd.)</b>		
<b>B. Amount recognised in Other Comprehensive Income</b>		
<b>Deferred tax</b>		
On items that will not be reclassified to profit or loss		
Remeasurement gains/(losses) on defined benefit plans	2.89	(13.95)
Equity instruments through other comprehensive income	(369.59)	(1.52)
<b>Total</b>	<b>(366.70)</b>	<b>(15.47)</b>
<b>Reconciliation of Tax Expense</b>		
Profit before tax	(207.70)	269.67
Applicable tax rate	30.900%	34.608%
<b>Computed tax expense (A)</b>	<b>(64.18)</b>	<b>93.33</b>
<b>Adjustments for:</b>		
Income exempt for tax purpose	(6.05)	(15.96)
CSR expenditure	0.62	3.98
Effect of tax relating to uncertain tax positions	227.63	53.47
Adjustments recognised in the current year in relation to the current tax of prior years	—	2.00
<b>Net adjustments (B)</b>	<b>222.20</b>	<b>43.49</b>
<b>Tax expense recognised in profit or loss (A + B)</b>	<b>158.02</b>	<b>136.82</b>

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>37 OTHER COMPREHENSIVE INCOME</b>		
Items that will not be reclassified to profit or loss		
Re-measurement of defined benefit plans	9.36	(40.30)
Gains/(Losses) on measuring equity instruments through other comprehensive income	3,265.25	2,637.63
	3,274.61	2,597.33
Less: Income tax relating to items that will not be reclassified to profit or loss	(366.70)	(15.47)
	<b>3,641.31</b>	<b>2,612.80</b>

**Notes Forming Part of the Financial Statements** as at March 31, 2018

(₹ in lakh)

**38 OTHER DISCLOSURES****1. Contingent liabilities and commitments (to the extent not provided for) in respect of :**

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>(a) Contingent liabilities</b>			
<b>a) Claims against the company not acknowledged as debt :</b>			
(i) Entry Tax Payable	–	–	1.35
(ii) Income Tax matter under Appeal	32.62	32.62	18.75
(iii) Service Tax matter under Appeal	24.09	–	–
<b>b) Guarantees :</b>			
(i) Guarantees given by bank on behalf of the Company	862.70	846.50	788.89
(ii) Corporate Guarantees given by the Company (Refer Note 1(b))	–	1,450.00	1,721.29

1(a) The Company's pending litigation comprises of claim against the Company and proceeding pending tax/statutory/Government authorities. The Company has reviewed all its pending litigations and proceedings and has made adequate provisions, and disclosed the contingent liabilities, where applicable, in its Financial Statements. The Company does not expects the outcome of these proceedings to have a material impact on its financial position. Future cash outflows in respect of [a (i), (ii) & (iii)] above are dependent upon the outcome of judgments / decisions.

1(b) Disclosure pursuant to Section 186(4) of the Companies Act, 2013

Guarantee given on behalf of	Purpose	Date of Guarantee	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Elpro International Limited	Rent Securitization Loan	March 25, 2013	–	1,450.00	1,450.00
International Conveyors Australia Pty Limited	Credit Limit	October 1, 2015	–	–	271.29
<b>Total</b>			–	<b>1,450.00</b>	<b>1,721.29</b>

**(b) Estimated amount of contracts remaining to be executed and not provided for :**

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
a) On capital account	–	–	2.76

**2** The Company has certain cancellable operating lease arrangements for office/ residential accomodation and for use of machineries with a lease period of one to five years which can be further extended after mutual consent and agreement. The lease agreement can be terminated after giving a notice as per the terms of the lease by either of the party. Expenditure incurred on account of operating lease rentals during the year and recognised in the Statement of Profit and Loss amounts to ₹ 10.57 lakh (Previous Year ₹ 10.43 lakh).

**3** Based on the information/documents available with the Company, information as per the requirement of section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 with respect to trade payables and payable to supplier of capital goods are as follows :



## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

### DISCLOSURES UNDER SECTION 22 OF THE MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006 AND SCHEDULE III TO THE COMPANIES ACT, 2013 :

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Balance of Trade Payables as at the end of the year*			
- Principal amount due to Micro Enterprises and Small Enterprises	117.56	—	—
- Interest amount due to Micro Enterprises and Small Enterprises	0.58	—	—
	118.14	—	—
Paid during the year			
Principal amount (including interest) paid to Micro Enterprises and Small Enterprises beyond the appointed date			
- Principal amount	131.41	—	—
- Interest thereon	—	—	—
Principal amount (excluding interest) paid to Micro Enterprises and Small Enterprises beyond the appointed date			
Others			
- The amount of interest accrued and remaining unpaid during the year	—	—	—
- The amount of further interest remaining due and payable even in the succeeding years	—	—	—
	131.41	—	—

Dues to Micro Enterprises and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

\* Included in the line item "Total outstanding dues of micro enterprises and small enterprises" under Note No. 24

4 Expenditure on Corporate Social Responsibility (CSR) activities:	2017-18	2016-17
(a) Gross amount required to be spent by the Company during the year	1.81	11.19
(b) Amount spent during the year in cash	2.00	11.51

5 Earning Per Share (EPS) :	Year ended 31.03.2018	Year ended 31.03.2017
(a) Profit / (Loss) attributable to Shareholders (₹ in lakh)	(365.72)	132.85
(b) Weighted average number of Equity Shares	6,75,00,000	6,75,00,000
(c) Nominal Value of Equity Share (₹)	1	1
(d) Basic and Diluted EPS (₹)	(0.54)	0.20

### 6 Employee Benefits:

As per Indian Accounting Standard- 19 "Employee Benefits", the disclosures of Employee Benefits are as follows:

a) Contributions to Defined Contribution Plan recognized as expenses for the year are as under:

Particulars	2017-18	2016-17
Employer's Contribution to Provident Fund	6.13	6.61
Employer's Contribution to Pension Fund	7.88	9.64
Employer's Contribution to Employees State Insurance Scheme	1.98	1.40

b) The disclosure as per the Indian Accounting Standard 19 (AS-19) "Employee Benefits" are given below:

The Company operates post retirement benefit plans as following:

Funded: Gratuity.

Non Funded: Leave Encashment

**Notes Forming Part of the Financial Statements** as at March 31, 2018

(₹ in lakh)

**38 OTHER DISCLOSURES** (Contd.)**6 Employee Benefits** (Contd.)**Disclosures for defined benefit plans based on actuarial reports as on March 31, 2018**

(₹ in lakh)

Particulars	Gratuity (Funded)	
	2017-18	2016-17
<b>A. Expenses recognised in the Statement of Profit and Loss :</b>		
Current Service Cost	7.23	7.95
Past Service Cost	3.76	–
Net Interest on the net defined benefit liability/asset	4.18	1.12
Curtailment	–	–
Settlement	–	–
<b>Total Expenses recognized in the Statement of Profit and Loss*</b>	<b>15.17</b>	<b>9.07</b>
<b>B. Other comprehensive Income:</b>		
Actuarial (Gain)/Loss arising from :		
- Change in demographic assumptions	–	0.26
- Change in financial assumptions	(3.34)	5.39
- Change in experience assumptions	(4.85)	34.92
(Return)/Loss on plan assets excluding amount included in Interest Income	(1.18)	(0.27)
<b>Components of defined costs recognised in Other Comprehensive Income</b>	<b>(9.37)</b>	<b>40.30</b>
<b>C. Change in the Fair Value of Assets:</b>		
Fair Value of Plan Assets at the beginning of the year	183.50	178.68
Interest Income	11.93	14.37
Contributions by the Employer	11.70	14.65
Mortality Charges and Taxes	(0.13)	–
Benefits paid	(32.88)	(23.56)
Return on plan assets, excluding amount recognised in interest Income - Gains/ (Loss)	1.18	0.27
<b>Fair Value of Plan Assets at the end of the year</b>	<b>175.30</b>	<b>184.41</b>
<b>D. Change in Defined Benefit Obligations :</b>		
Present Value of Defined Benefit Obligations as at the beginning of the year	249.85	210.31
Current Service Cost	7.23	7.95
Past Service Cost	3.76	–
Interest Cost	16.11	15.49
Benefits Paid	(32.88)	(23.56)
Remeasurements on obligation - (Gains)/ Loss	(8.18)	40.57
<b>Present Value of Defined Benefit Obligations as at the end of the year</b>	<b>235.89</b>	<b>250.76</b>
<b>E. Net Asset / (Liability) recognised in the Balance Sheet as at the year end:</b>		
Present Value of Defined Benefit Obligations	235.89	250.76
Fair Value of Plan Assets	175.30	184.41
<b>Liability /(Assets) recognized in the Balance Sheet</b>	<b>60.59</b>	<b>66.35</b>

## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	Gratuity (Funded)	
	2017-18	2016-17
<b>F. Principal Actuarial Assumptions used :</b>		
Discounted Rate (per annum) Compound	7.50%	6.90%
Expected Rate of return on Plan Assets	6.90%	7.80%
Rate of Salary increase (per annum)	7.00%	7.00%
Retirement Age ( Year )	60	60
Mortality Rate	IALM(2006-08) Ultimate	IALM(2006-08) Ultimate
<b>G. Major category of Plan assets as a % of the Total Plan Assets as at the year end :</b>		
Government of India Securities	0.00%	0.00%
High quality corporate bonds	0.00%	0.00%
Equity shares of listed Companies	0.00%	0.00%
Property	0.00%	0.00%
Special deposit scheme	0.00%	0.00%
Funds managed by the insurer	100.00%	100.00%
Others	0.00%	0.00%
<b>H. Maturity analysis of the Benefit Payments :</b>		
Year 1	151.09	155.18
Year 2	14.74	219.90
Year 3	12.36	142.90
Year 4	26.30	12.04
Year 5	11.91	20.00
Next 5 Years	71.87	64.95
The company has contributed ₹ 11.70 Lakhs (Previous year ₹14.65 Lakhs) to its gratuity fund in 2017. The company has informed me that it intends to contribute ₹ 61.00 Lakhs (Previous year ₹ 12.00 Lakhs) towards its gratuity fund in 2019.		
<b>I. Sensitivity analysis on Present value of Defined Benefit Obligations:</b>		
Discount rate + 100 basis point	230.75	244.02
Discount rate - 100 basis point	241.57	256.32
Salary increase rate + 100 basis point	240.49	254.53
Salary increase rate - 100 basis point	231.65	245.34
Withdrawal rate + 100 basis point	236.01	249.86
Withdrawal rate - 100 basis point	235.76	249.83
Sensitivity analysis indicates the influence of a reasonable change in certain significant assumptions on the outcome of the Present value of obligation (PVO) and aids in understanding the uncertainty of reported amounts. Sensitivity analysis is done by varying one parameter at a time and studying its impact.		

**Notes Forming Part of the Financial Statements** as at March 31, 2018

(₹ in lakh)

**38 OTHER DISCLOSURES (Contd.)****6 Employee Benefits (Contd.)**

Disclosures for defined benefit plans based on actuarial reports as on March 31, 2018

Particulars	Leave Encashment (Non Funded)	
	2017-18	2016-17
<b>A. Expenses recognized in the Statement of Profit and Loss :</b>		
Current Service Cost	3.54	3.38
Acquisition (Gain)/Loss	—	—
Past Service Cost	—	—
Net Interest (Income)/Expense	1.92	2.07
Curtailment	—	—
Settlement	—	—
Remeasurements Cost/ (credit) for the year	(3.51)	(0.11)
<b>Total Expenses recognized in the Statement of Profit and Loss *</b>	<b>1.95</b>	<b>5.34</b>
<b>B. Change in the Fair Value of Assets:</b>		
Fair Value of Plan Assets at the beginning of the year	—	—
Interest Income	—	—
Contributions by the Employer	—	—
Mortality Charges and Taxes	—	—
Benefits paid	—	—
Amount paid on settlement	—	—
Return/(Loss) on plan assets excluding amount included in Interest Income- Gain/(Loss)	—	—
<b>Fair Value of Plan Assets at the end of the year</b>	<b>—</b>	<b>—</b>
<b>C. Change in Defined Benefit Obligations :</b>		
Present Value of Defined Benefit Obligations as at the beginning of the year	29.82	28.47
Current Service Cost	3.54	3.38
Interest Cost	1.92	2.07
Benefits Paid	(3.99)	(3.99)
Actuarial (Gains)/ Losses	(3.51)	(0.11)
<b>Present Value of Defined Benefit Obligations as at the end of the year</b>	<b>27.78</b>	<b>29.82</b>
<b>D. Reconciliation of Present value of Defined Benefit Obligation and the Fair Value of Assets:</b>		
Present Value of Defined Benefit Obligations as at the end of the year	27.78	29.82
Fair Value of Plan Assets at the end of the year	—	—
<b>Liability /(Assets) recognized in the Balance Sheet</b>	<b>27.78</b>	<b>29.82</b>
<b>E. Principal Actuarial Assumptions used :</b>		
Discounted Rate (per annum) Compound	7.50%	6.90%
Expected Rate of return on Plan Assets	—	—
Rate of Salary increase (per annum)	<b>7.00%</b>	<b>7.00%</b>
<b>F. Maturity analysis of the Benefit Payments : (Refer Note)</b>		
Year 1	12.80	13.28
Year 2	1.56	1.50
Year 3	0.93	1.49
Year 4	2.82	1.03
Year 5	1.19	2.80
Next 5 Years	12.25	13.00

## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	Leave Encashment (Non Funded)	
	2017-18	2016-17
<b>G. Sensitivity analysis on Present value of Defined Benefit Obligations: (Refer Note)</b>		
Discount rate + 100 basis point	26.66	28.50
Discount rate - 100 basis point	29.04	31.32
Salary increase rate + 100 basis point	28.86	31.11
Salary increase rate - 100 basis point	26.79	28.65
Sensitivity analysis indicates the influence of a reasonable change in certain significant assumptions on the outcome of the Present value of obligation (PVO) and aids in understanding the uncertainty of reported amounts. Sensitivity analysis is done by varying one parameter at a time and studying its impact.		

\*Included in "Salaries, Wages and Bonus" and "Contribution to Provident Fund, Gratuity and Other Funds" under "EMPLOYEE BENEFITS EXPENSE" on Note 33.

The expected return on Plan Assets is based on the actuarial expectation of the average long-term rate of return expected. The discount rate is based on the prevailing market yields on Government bonds as at the balance sheet date.

### 7 Segment Reporting disclosures as per Ind AS-108 "Operating Segments":

#### Operating Segments:

a) Conveyor Belting    b) Wind Energy    c) Trading Goods

#### Identification of Segments:

The chief operating decision maker monitor the operating results of its business segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements. Operating segments have been identified on the basis of the nature of products/services and have been identified as per the quantitative criteria specified in the Ind AS.

#### Segment Revenue and Results:

The expenses and incomes which are not attributable to any business segment are shown as unallocated expenditure (net of unallocated income)

#### Segment Assets and Liabilities:

Segment assets include all operating assets used by the operating segment and mainly consist of property, plant and equipments, trade and other receivables, cash and cash equivalents, bank balance other than cash and cash equivalents etc.

Segment liabilities primarily includes trade payables, borrowings and other liabilities.

Common assets and liabilities which cannot be allocated to any of the segments are shown as a part of unallocated Corporate assets/liabilities.

## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

### 38 OTHER DISCLOSURES (Contd.)

#### 7 Segment Reporting disclosures as per Ind AS-108 "Operating Segments": (Contd.)

##### (a) Information about primary business segments :

Particulars	Conveyor Belting		Wind Energy		Trading Goods		Unallocated Corporate		Total Amount	
	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17
<b>Segment Revenue</b>										
Sale and Services to External customers	3,390.53	4,200.67	239.51	241.97	817.97	321.48	–	–	4,448.01	4,764.12
Other operating revenue	–	–	–	–	–	–	695.38	68.08	695.38	68.08
<b>Revenue from operations (Gross)</b>	<b>3,390.53</b>	<b>4,200.67</b>	<b>239.51</b>	<b>241.97</b>	<b>817.97</b>	<b>321.48</b>	<b>695.38</b>	<b>68.08</b>	<b>5,143.39</b>	<b>4,832.20</b>
Less : Excise Duty	298.25	115.11							298.25	115.11
<b>Net Turnover</b>	<b>3,092.28</b>	<b>4,085.56</b>	<b>239.51</b>	<b>241.97</b>	<b>817.97</b>	<b>321.48</b>	<b>695.38</b>	<b>68.08</b>	<b>4,845.14</b>	<b>4,717.09</b>
<b>Segment Results</b>	<b>(216.82)</b>	<b>274.00</b>	<b>101.06</b>	<b>137.58</b>	<b>84.09</b>	<b>55.40</b>	<b>–</b>	<b>–</b>	<b>(31.67)</b>	<b>466.98</b>
Unallocated Corporate Expenses	–	–	–	–	–	–	(134.87)	(186.43)	(134.87)	(186.43)
	(216.82)	274.00	101.06	137.58	84.09	55.40	(134.87)	(186.43)	(166.54)	280.55
Interest Expenses	–	–	–	–	–	–	(662.66)	(596.55)	(662.66)	(596.55)
Interest Income	–	–	–	–	–	–	621.50	559.28	621.50	559.28
Profit/(Loss) from investment	–	–	–	–	–	–	–	26.39	–	26.39
<b>Profit/(Loss) before Tax</b>	<b>(216.82)</b>	<b>274.00</b>	<b>101.06</b>	<b>137.58</b>	<b>84.09</b>	<b>55.40</b>	<b>(176.03)</b>	<b>(197.31)</b>	<b>(207.70)</b>	<b>269.67</b>
Income Tax	–	–	–	–	–	–	158.02	136.82	158.02	136.82
<b>Profit After Tax</b>	<b>(216.82)</b>	<b>274.00</b>	<b>101.06</b>	<b>137.58</b>	<b>84.09</b>	<b>55.40</b>	<b>(334.05)</b>	<b>(334.13)</b>	<b>(365.72)</b>	<b>132.85</b>

##### (b) Other information :

Particulars	Conveyor Belting			Wind Energy			Trading Goods			Unallocated Corporate			Total Amount		
	2017-18	2016-17	2015-16	2017-18	2016-17	2015-16	2017-18	2016-17	2015-16	2017-18	2016-17	2015-16	2017-18	2016-17	2015-16
<b>Segment Assets</b>	<b>5,611.96</b>	<b>4,393.37</b>	<b>6,391.81</b>	<b>462.38</b>	<b>481.81</b>	<b>539.36</b>	<b>113.78</b>	<b>133.94</b>	<b>101.25</b>				<b>6,188.12</b>	<b>5,009.12</b>	<b>7,032.42</b>
Unallocated Corporate Assets	–	–	–	–	–	–	–	–	–	18,046.98	13,336.54	10,312.36	18,046.98	13,336.54	10,312.36
<b>Total Assets</b>	<b>5,611.96</b>	<b>4,393.37</b>	<b>6,391.81</b>	<b>462.38</b>	<b>481.81</b>	<b>539.36</b>	<b>113.78</b>	<b>133.94</b>	<b>101.25</b>	<b>18,046.98</b>	<b>13,336.54</b>	<b>10,312.36</b>	<b>24,235.10</b>	<b>18,345.66</b>	<b>17,344.78</b>
<b>Segment liabilities</b>	<b>(1,283.39)</b>	<b>(1,012.70)</b>	<b>(1,174.87)</b>	<b>(16.99)</b>	<b>(25.65)</b>	<b>(6.87)</b>	<b>(41.82)</b>	<b>(23.40)</b>	<b>–</b>				<b>(1,342.20)</b>	<b>(1,061.75)</b>	<b>(1,181.74)</b>
Unallocated Corporate Liabilities	–	–	–	–	–	–	–	–	–	(6,391.22)	(4,017.19)	(5,601.31)	(6,391.22)	(4,017.19)	(5,601.31)
<b>Total Liabilities</b>	<b>(1,283.39)</b>	<b>(1,012.70)</b>	<b>(1,174.87)</b>	<b>(16.99)</b>	<b>(25.65)</b>	<b>(6.87)</b>	<b>(41.82)</b>	<b>(23.40)</b>	<b>–</b>	<b>(6,391.22)</b>	<b>(4,017.19)</b>	<b>(5,601.31)</b>	<b>(7,733.42)</b>	<b>(5,078.94)</b>	<b>(6,783.05)</b>
Cost incurred during the period to acquire segment fixed assets	49.14	34.14	–	–	–	–	–	–	–	0.79	0.38	–	49.93	34.52	–
Depreciation / Amortisation	203.40	236.58	–	35.77	39.58	–	–	–	–	10.10	15.25	–	249.27	291.41	–

- Note : (i) Conveyor Belting segment includes manufacturing and sale of PVC Conveyor Belting.  
(ii) Wind Energy Segment includes generation, supply and sale of Wind Power (Electricity).  
(iii) Unallocated / Corporate Segment includes Corporate, Administrative and Financing activity.

## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

### 7 Segment Reporting disclosures as per Ind AS-108 "Operating Segments": (Contd.)

#### (c) Reconciliations of amounts reflected in the financial statements

##### (i) Reconciliation of assets

Particulars	As at March 31, 2018	As at March 31, 2017	As at March 31, 2016
Segment operating assets	24,235.10	18,345.66	17,344.78
<b>Total assets</b>	<b>24,235.10</b>	<b>18,345.66</b>	<b>17,344.78</b>

##### (ii) Reconciliation of liabilities

Particulars	As at March 31, 2018	As at March 31, 2017	As at March 31, 2016
Segment operating liabilities	7,733.42	5,078.94	6,783.05
<b>Total liabilities</b>	<b>7,733.42</b>	<b>5,078.94</b>	<b>6,783.05</b>

#### (d) Information about secondary business segments :

##### (i) Reconciliation of assets

Particulars	As at March 31, 2018	As at March 31, 2017	As at March 31, 2016
<b>Revenue by geographical market</b>			
<b>Sale of products</b>			
Domestic	2,475.91	1,466.48	2,833.75
Export	1,972.09	3,297.64	4,932.83
<b>Total</b>	<b>4,448.01</b>	<b>4,764.12</b>	<b>7,766.58</b>
<b>Assets</b>			
Trade receivables (net of provision for doubtful debt)			
Within India	992.39	575.01	234.30
Outside India	1,200.94	922.17	2,954.29
<b>Total</b>	<b>2,193.34</b>	<b>1,497.18</b>	<b>3,188.59</b>

**Notes Forming Part of the Financial Statements** as at March 31, 2018

(₹ in lakh)

**38 OTHER DISCLOSURES (Contd.)****8 Details of loan given, investments made, guarantee or security provided covered under section 186 (4) of the Companies Act, 2013 :**

All loans, investments, guarantees and securities as disclosed in respective notes are provided for business purposes.

## i) Details of Loans given:

The particulars of loans given are as under:

Name of the Loanee	Loan given	Loan refunded	Amount of loan outstanding on 31.03.2018 (₹)	Purpose of loan taken by the loanee
Elpro Estates Ltd.	755.00 (-)	755.00 (-)	- (-)	General corporate purpose
International Belting Ltd.	1.00 (6.60)	1.00 (6.60)	- (-)	General corporate purpose
Elpro International Ltd.	790.00 (2,748.65)	807.15 (2,765.80)	7.90 (17.15)	General corporate purpose
Pure Coke Ltd.	464.19 (1,385.39)	651.13 (2,045.50)	43.01 (235.44)	General corporate purpose
P C Chanda & Co Pvt. Ltd.	100.00 (250.00)	- (-)	350.00 (250.00)	General corporate purpose
Espeea Promoters & Developers Pvt. Ltd.	50.00 (100.00)	50.00 (-)	100.00 (100.00)	General corporate purpose
Conveyor Holdings Pte Ltd.	- (240.74)	- (-)	585.72 (515.58)	General corporate purpose
International Conveyors America Ltd., Inc	- (334.40)	- (-)	494.02 (449.82)	General corporate purpose
<b>Total</b>	<b>2,160.19</b> <b>(5,065.78)</b>	<b>2,264.28</b> <b>(4,817.90)</b>	<b>1,580.66</b> <b>(1,567.99)</b>	

**Note :** Figures in bracket relating to previous year.

## (ii) Details of Investments made :

The particulars of investments made are given under "Non-current investment" under note no. 5.

## (iii) Details of guarantee given and security provided:

The Company has not given any guarantee and has not provided any security.

**9 Related party disclosures :****(a) Name of the related parties and description of relationship :**(i) **Subsidiaries (control exists) :**

- 1) International Belting Limited,
- 2) Conveyor Holdings Pte Limited, Singapore,
- 3) International Conveyors America Limited, INC,
- 4) International Conveyors Australia Pty Limited (Australia)  
(100% subsidiary of Conveyor Holdings Pte Limited, Singapore).

(ii) **Key Management Personnel :**

Shri R. K. Dabriwala - Managing Director

## (iii) Enterprises where key management personnel and their relatives have substantial interest and/or significant influence:

- 1) R.C.A. Limited
- 2) Pure Coke Limited
- 3) Elpro International Limited
- 4) I G E (India) Private Limited



# Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

## 38 OTHER DISCLOSURES (Contd.)

### 9 Related party disclosures : (Contd.)

#### (b) Details of transaction made with related parties during the year :

Nature of transaction	International Belting Limited		Conveyor Holdings Pte Limited		International Conveyors Australia Pty Limited		International Conveyors America Ltd., Inc		R.C.A. Limited		Pure Coke Limited		I.G.E. (India) Private Limited		Elpro International Limited		Key Management	
	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17
Director Remuneration	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	97.88	98.82
Interest on Loan Received	-	0.04	49.76	34.39	-	-	40.34	22.56	-	-	-	-	-	-	8.78	19.06	-	-
Paid	0.89	-	-	-	-	-	-	-	-	0.67	6.10	-	-	-	-	-	-	-
Interest received on Preference Shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-	439.23	399.30	-	-
Rent Received	-	-	-	-	-	-	-	-	0.30	0.30	-	-	-	-	-	-	-	-
Dividend Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
On Preferential Shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-	18.00	18.00	-	-
On Equity Shares	-	-	-	-	-	-	-	-	0.27	0.27	-	-	-	-	-	-	-	-
Inter Corporate Deposit :	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loan Given	1.00	6.60	-	240.74	-	-	-	334.40	-	-	464.19	2,246.30	-	18.29	790.00	2,765.80	-	-
Repayment of Loan	1.00	6.60	-	-	-	-	-	-	-	-	651.13	2,045.50	-	18.29	807.15	2,765.80	-	-
Loan Taken	29.00	14.00	-	-	-	-	-	-	-	190.00	777.87	-	-	-	-	847.36	-	-
Loan Repaid	29.00	14.00	-	-	-	-	-	-	-	190.00	777.87	-	-	331.71	-	1,109.20	-	-
Reimbursement of Expenses (Net)	-	0.02	-	-	72.37	41.63	160.02	64.98	-	-	-	-	1.51	1.34	-	-	-	-
Recovery of Expenses (Net)	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.07	-	-
Commission on Export Sales	-	-	-	-	-	-	36.26	87.76	-	-	-	-	-	-	-	-	-	-
Sale of Materials/ Services	-	-	-	-	430.80	1,066.81	825.42	354.93	-	-	-	-	-	-	-	-	-	-



# Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

## 38 OTHER DISCLOSURES (Contd.)

### 9 Related party disclosures : (Contd.)

#### (b) Details of transaction made with related parties during the year :

(₹ in lakh)

Nature of transaction	Conveyor Holdings Pte Limited		International Conveyors Australia Pty Limited		International Conveyors America Ltd., Inc		Pure Coke Limited		I.G.E. (India) Private Limited		Elpro International Limited	
	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17
<b>Balance Outstanding:</b>												
Loan Given	585.72	515.58	-	-	494.02	449.82	109.80	43.01	235.44	895.55	7.90	17.15
Loan Taken	-	-	-	-	-	-	-	-	-	-	-	261.84
Sale of Materials/Services	-	-	-	-	161.30	95.61	460.61	-	-	-	-	-
Export Sales Commission Payable	-	-	570.14	818.93	63.65	25.98	62.12	-	-	-	-	-
Dividend Receivable	-	-	-	-	-	-	-	-	-	-	83.59	67.45
Investment in preference share	-	-	-	-	-	-	-	-	-	-	4,831.53	4,392.30
Reimbursement of Expenses	-	-	-	-	20.57	-	-	-	-	0.60	-	-
Recovery of Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Corporate Guarantee given and outstanding	-	-	-	271.29	-	-	-	-	-	-	-	1,450.00

**Note :** (a) The transactions with related parties have been entered at amounts which are not materially different from those on normal commercial terms.  
(b) No amount has been written back/written off during the year in respect of due to /from related parties.  
(c) The amount due from related parties is good and hence no provision for doubtful debts in respect of dues from such related parties is required.

# Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

## 38 OTHER DISCLOSURES (Contd.)

### 10 Financial instruments - Accounting, Classification and Fair Value measurements :

#### A. Financial instruments by category

Particulars	Refer Note No.	March 31, 2018			March 31, 2017			April 1, 2016		
		FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost
<b>Financial Assets</b>										
Investments	5	–	9,140.49	6,512.08	–	5,629.08	5,425.36	–	3,009.96	5,026.06
Trade receivables	11	–	–	2,193.34	–	–	1,497.18	–	–	3,188.59
Cash and cash equivalents	12	–	–	11.46	–	–	19.68	–	–	65.94
Bank balances other than cash and cash equivalents	13	–	–	25.60	–	–	40.37	–	–	53.81
Loans	6 and 14	–	–	1,735.77	–	–	1,680.62	–	–	1,371.40
Other financial assets	7 and 15	–	–	551.64	–	–	451.32	–	–	630.80
<b>Total</b>		–	<b>9,140.49</b>	<b>11,029.89</b>	–	<b>5,629.08</b>	<b>9,114.53</b>	–	<b>3,009.96</b>	<b>10,336.60</b>
<b>Financial Liabilities</b>										
Borrowings	19 and 23	–	–	6,499.55	–	–	4,015.56	–	–	5,565.64
Trade payables	24	–	–	930.70	–	–	514.01	–	–	754.56
Other financial liabilities	25	–	–	17.93	–	–	24.05	–	–	82.69
<b>Total</b>		–	–	<b>7,448.18</b>	–	–	<b>4,553.62</b>	–	–	<b>6,402.89</b>

#### B. Fair value hierarchy

The fair value of the financial assets and financial liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

- Fair value of cash and cash equivalents, bank balances other than cash and cash equivalents, trade receivables, other financial assets, short term loans from borrowings from banks and financial institutions, trade payables and other financial liabilities approximate their carrying amounts due to the short-term maturities of these instruments.

The Company uses the following fair value hierarchy for determining and disclosing the fair value of financial instruments:

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

**Level 2 :** Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

**Level 3 :** Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

The following tables provide the fair value hierarchy of the Company's assets and liabilities measured at fair value on a recurring basis:

- Financial assets and financial liabilities measured at fair value on a recurring basis :

Particulars	Date of Valuation	Level 1	Level 2	Level 3	Total
<b>As at March 31, 2018</b>					
<b>Financial Assets</b>					
At FVTOCI					
Investment in equity instruments	31.3.2018	8,832.34	–	6,820.23	<b>15,652.57</b>
<b>Total Financial Assets</b>		<b>8,832.34</b>	–	<b>6,820.23</b>	<b>15,652.57</b>

**Notes Forming Part of the Financial Statements** as at March 31, 2018

(₹ in lakh)

**38 OTHER DISCLOSURES (Contd.)****10 Financial instruments - Accounting, Classification and Fair Value measurements : (Contd.)**

Particulars	Date of Valuation	Level 1	Level 2	Level 3	Total
<b>As at March 31, 2017</b>					
<b>Financial Assets</b>					
At FVTOCI					
Investment in equity instruments	31.3.2017	5,591.93	—	5,462.51	<b>11,054.44</b>
<b>Total Financial Assets</b>		<b>5,591.93</b>	<b>—</b>	<b>5,462.51</b>	<b>11,054.44</b>

Particulars	Date of Valuation	Level 1	Level 2	Level 3	Total
<b>As at March 31, 2017</b>					
<b>Financial Assets</b>					
At FVTOCI					
Investment in equity instruments	01.04.2016	2,968.42	—	5,067.60	8,036.02
<b>Total Financial Assets</b>		<b>2,968.42</b>	<b>—</b>	<b>5,067.60</b>	<b>8,036.02</b>

**(ii) Fair value of financial assets and liabilities measured at amortised cost**

Name of the banks/entities	March 31, 2018		March 31, 2017		April 1, 2016	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value	Carrying Amount	Fair Value
<b>Financial Assets</b>						
Investments	15,652.57	15,652.57	11,054.44	11,054.44	8,036.02	8,036.02
Trade receivables	2,193.34	2,193.34	1,497.18	1,497.18	3,188.59	3,188.59
Cash and cash equivalents	11.46	11.46	19.68	19.68	65.94	65.94
Bank balances other than cash and cash equivalents	25.60	25.60	40.37	40.37	53.81	53.81
Loans	1,735.77	1,735.77	1,680.62	1,680.62	1,371.40	1,371.40
Other financial assets	551.64	551.64	451.32	451.32	630.80	630.80
<b>Total</b>	<b>20,170.38</b>	<b>20,170.38</b>	<b>14,743.61</b>	<b>14,743.61</b>	<b>13,346.56</b>	<b>13,346.56</b>
<b>Financial Liabilities</b>						
Borrowings	6,499.55	6,499.55	4,015.57	4,015.57	5,565.66	5,565.66
Trade payables	930.70	930.70	514.01	514.01	754.56	754.56
Other financial liabilities	17.93	17.93	24.05	24.05	82.69	82.69
<b>Total</b>	<b>7,448.18</b>	<b>7,448.18</b>	<b>4,553.63</b>	<b>4,553.63</b>	<b>6,402.91</b>	<b>6,402.91</b>

**11 Financial instruments - Accounting, Classification and Fair Value measurements :**

The Company's principal financial liabilities includes borrowings, trade payables and other financial liabilities. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include trade receivables, cash and cash equivalents and other financial assets that derive directly from its operations.

The Company is exposed to credit risk, liquidity risk and market risk. The Company's senior management oversees the management of these risks and the appropriate financial risk governance framework for the Company. The senior management provides assurance that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. All

## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

### 38 OTHER DISCLOSURES (Contd.)

#### 11 Financial instruments - Accounting, Classification and Fair Value measurements : (Contd.)

derivative activities for risk management purposes are carried out by specialist team that have the appropriate skills, experience and supervision. It is the Company's policy that derivatives are used exclusively for hedging purposes and not for trading or speculative purposes.

The Board of Directors reviews and agrees policies for managing each of these risks, which are summarized below :

##### (a) Market risk

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

##### (i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates.

The Company manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings. To manage this, the Company enters into interest rate swaps as and when required, in which it agrees to exchange, at specified intervals, the difference between fixed and variable rate interest amounts calculated by reference to an agreed-upon notional principal amount.

##### (ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's foreign currency denominated borrowings. This foreign currency risk is covered by using foreign exchange forward contracts and cross currency swap contracts.

##### Foreign currency exposure as at March 31, 2018 :

Particulars	USD
Borrowings	3.54

##### Foreign currency exposure as at March 31, 2017 :

Particulars	USD
Borrowings	4.98

##### Foreign currency exposure as at April 1, 2016 :

Particulars	USD
Borrowings	3.08

**Notes Forming Part of the Financial Statements** as at March 31, 2018

(₹ in lakh)

**38 OTHER DISCLOSURES (Contd.)****11 Financial instruments - Accounting, Classification and Fair Value measurements : (Contd.)****Foreign currency sensitivity**

1% increase or decrease in foreign exchange rates will have no material impact on Profit.

Unhedged Foreign Currency exposures are as follows :-

Nature	Currency	As at March 31, 2018	As at March 31, 2017	As at March 31, 2016
Amount receivable on account of sale of goods, loans and advances, interest, etc.	USD	12.41	11.35	9.28
	SGD	5.64	5.20	-
	CDN	6.02	-	24.75
	AUD	6.14	16.03	12.78
Amount payable on account of purchase of goods and services, loans and advances, interest, etc.	USD	2.51	1.98	5.97
	GBP	0.13	-	0.30
	CDN	1.36	0.53	1.24

**(b) Credit risk**

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss.

The impairment for financial assets are based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's past history, existing market conditions as well as forward looking estimates at the end of each balance sheet date.

Financial assets are written off when there is no reasonable expectation of recovery, however, the Company continues to attempt to recover the receivables. Where recoveries are made, these are recognised in the Statement of Profit and Loss.

**(i) Trade receivables**

Customer credit risk is managed based on Company's established policy, procedures and control relating to customer credit risk management.

Trade receivables are non-interest bearing and are generally on credit terms of 3 to 60 days.

An impairment analysis is performed at each balance sheet date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively. The maximum exposure to credit risk at the balance sheet date is the carrying value of each class of financial assets disclosed in note no. 11.

The ageing analysis of the receivables (gross) has been considered from the date the invoice falls due:

Particulars	(₹ in lakh)
<b>As at March 31, 2018 :</b>	
Upto 6 months	1,934.05
6 to 12 months	101.98
More than 12 months	157.31
	<b>2,193.34</b>

## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

### 38 OTHER DISCLOSURES (Contd.)

#### 11 Financial instruments - Accounting, Classification and Fair Value measurements : (Contd.)

Particulars	(₹ in lakh)
<b>As at March 31, 2017 :</b>	
Upto 6 months	1,318.29
6 to 12 months	131.02
More than 12 months	47.87
	<b>1,497.18</b>
<b>Particulars</b>	<b>(₹ in lakh)</b>
<b>As at March 31, 2016 :</b>	
Upto 6 months	3,069.65
6 to 12 months	97.54
More than 12 months	21.40
	<b>3,188.59</b>

#### (ii) Balances with banks

Credit risk from balances with banks is managed in accordance with the Company's policy. Investments of surplus funds are made only with approved counterparties.

The Company's maximum exposure to credit risk for the components of the balance sheet as at March 31, 2018, March 31, 2017 and April 1, 2016 is the carrying amounts as stated in note no. 12 and 13.

#### (c) Liquidity risk

The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of cash credit facilities and short term loans.

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

Sl. No.	Particulars	Less than 1 year	1 to 5 years	>5 years	Total
<b>A.</b>	<b>As at March 31, 2018</b>				
(i)	Borrowings	6,499.30	0.25	—	6,499.55
(ii)	Other financial liabilities	17.93	—	—	17.93
(iii)	Trade payables	930.70	—	—	930.70
	<b>Total</b>	<b>7,447.93</b>	<b>0.25</b>	<b>—</b>	<b>7,448.18</b>
<b>B.</b>	<b>As at March 31, 2017</b>				
(i)	Borrowings	4,011.02	4.54	—	4,015.56
(ii)	Other financial liabilities	24.05	—	—	24.05
(iii)	Trade payables	514.01	—	—	514.01
	<b>Total</b>	<b>4,549.08</b>	<b>4.54</b>	<b>—</b>	<b>4,553.62</b>
<b>C.</b>	<b>As at 1st April, 2016</b>				
(i)	Borrowings	5,547.11	18.53	—	5,565.64
(ii)	Other financial liabilities	82.69	—	—	82.69
(iii)	Trade payables	754.56	—	—	754.56
	<b>Total</b>	<b>6,384.36</b>	<b>18.53</b>	<b>—</b>	<b>6,402.89</b>

#### (d) Lien

The fair values of the fixed deposits under lien aggregated to ₹ 565.29 lakh as at April 1, 2016 which was placed with bank in order to fulfil the requirements for the derivatives contracts.



## Notes Forming Part of the Financial Statements as at March 31, 2018

### 38 OTHER DISCLOSURES (Contd.)

#### 12 Explanation of transition to Ind AS

These financial statements, for the year ended on March 31, 2018, are the first financial statements, the Company has prepared in accordance with Ind AS.

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for years ending on March 31, 2018, together with the comparative period data as at and for the year ended on March 31, 2017, as described in the summary of significant accounting policies [Refer Note No. 2].

In preparing these financial statements, the Company's opening balance sheet was prepared as at April 1, 2016, i.e. the Company's date of transition to Ind AS.

This note explains the principal adjustments made by the Company and an explanation on how the transition from previous GAAP to Ind AS has affected its financial statements, including the Balance Sheet as at April 1, 2016 and the financial statements as at and for the year ended March 31, 2017.

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

- (a) As per Ind AS 101, at the date of transition, an entity may elect not to restate business combinations that occurred before the transition date. If the entity restates any business combinations that occurred before the date of transition, then it restates all later business combinations, and also applies Ind AS 110 Consolidated financial statements from that same date.

The Company has, however, elected to apply Ind AS 103 requirements prospectively to business combinations occurring after its transition date. Business combinations occurring prior to the transition date have not been restated. Therefore, use of this exemption requires that the previous GAAP carrying amounts of assets and liabilities, that are required to be recognized under Ind-AS, is their deemed cost at the date of the acquisition. After the date of the acquisition, measurement is in accordance with Ind-AS. Assets and liabilities that do not qualify for recognition under Ind-AS are excluded from the opening Ind-AS balance sheet.

The Company has not recognized or excluded any previously recognized amounts as a result of Ind-AS recognition requirements.

- (b) The Company has elected to continue with carrying value of all Property, plant and equipment under the previous GAAP as deemed cost as at the transition date i.e. April 1, 2016. Under the previous GAAP, Property, plant and equipments were stated at their original cost (net of accumulated depreciation, amortization and impairment), if any, adjusted by revaluation of certain assets.
- (c) The Company has elected to continue with the carrying value for Capital work in progress as recognized under the previous GAAP as deemed cost as at the transition date.
- (d) The Company has elected to continue with the carrying value for computer software as recognized under the previous GAAP as deemed cost as at the transition date. Under the previous GAAP, Computer Software was stated at its original cost, net of accumulated amortization.
- (e) A first time adopter is encouraged, but not required, to apply Ind AS 102 - Share based payment to equity instruments that vested before date of transition to Ind AS. The Company has granted equity settled stock options and has followed intrinsic value method of accounting. The Company has decided to apply Ind AS 102 prospectively.
- (f) Appendix C to Ind AS 17 requires an entity to assess whether a contract or arrangement contains a lease. In accordance with Ind AS 17, this assessment should be carried out at the inception of the contract or arrangement. However, the Company has used Ind AS 101 exemption and assessed all arrangements based for embedded leases based on conditions in place as at the date of transition.
- (g) The Company has elected to apply previous GAAP carrying amount of its investment in its subsidiary as deemed cost as at the date of transition.

Under Ind AS 109, at initial recognition of a financial asset, an entity may make an irrevocable election to present subsequent changes in the fair value of an investment in an equity instrument in other comprehensive income. Ind AS 101 allows such designation of previously recognized financial assets, as 'FVOCI' on the basis of the facts and circumstances that existed at the date of transition to Ind AS.



## Notes Forming Part of the Financial Statements as at March 31, 2018

(₹ in lakh)

### 38 OTHER DISCLOSURES (Contd.)

#### 12 Explanation of transition to Ind AS

Accordingly, the Company has designated its investments in certain equity instruments at fair value through other comprehensive income on the basis of the facts and circumstances that existed as at the date of transition to Ind AS.

However, since, the fair valuation has been done based on level 3 inputs, difference in fair value and cost as on the date of transition has been deferred and has been considered and shown as "Deferred gain on changes in fair value of financial assets" under Other Current Liabilities.

- (h) The estimates as at April 1, 2016 and as at March 31, 2017 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies).
- (i) The Company uses derivative financial instruments, such as forward currency contracts and interest rate swaps, to hedge its foreign currency risks and interest rate risks respectively.  
Under previous GAAP, there is no mandatory standard that deals comprehensively with hedge accounting, which has resulted in the adoption of varying practices. The Company has not applied for hedge accounting on or after the transition date.
- (j) Ind AS 101 requires the de-recognition requirements of Ind AS 109 to be applied prospectively to transactions occurring on or after the date of transition. Therefore, the Company has not recognized financial assets and liabilities under Ind AS which were derecognized under previous GAAP as a result of a transaction that occurred before the date of transition
- (k) The Company has applied the requirements in Ind AS 109 and Ind AS 20 prospectively to government loans existing at the date of transition to Ind AS.

#### 13 Disclosure as required by Ind AS - 101 - First Time Adoption of Indian Accounting Standards - Reconciliation between Previous GAAP and Ind AS :

##### (a) Reconciliation of equity as at April 1, 2016 (date of Transition to Ind AS):

Particulars	Notes to first-time adoption	Previous GAAP *	Adjustments	Ind AS
<b>ASSETS</b>				
<b>Non-current assets</b>				
a) Property, plant and equipment	3	2,200.86	5.47	2,206.33
b) Capital work-in-progress	3	129.70	—	129.70
c) Intangibles assets	4	13.43	—	13.43
d) Intangible Assets Under Development		—	—	—
e) Financial assets				
(i) Non-current investments	5	5,277.75	2,758.27	8,036.02
(ii) Loans	6	36.19	—	36.19
(iii) Other financial assets	7	568.36	(5.95)	562.41
f) Non-current tax asset (net)	8	109.72	—	109.72
g) Other non-current assets	9	34.06	—	34.06
<b>Current assets</b>				
a) Inventories	10	1,233.54	—	1,233.54
b) Financial assets		—	—	—
(i) Trade receivables	11	3,188.59	—	3,188.59
(ii) Cash and cash equivalents	12	65.94	—	65.94
(iii) Bank balances other than cash and cash equivalents	13	53.81	—	53.81
(iv) Loans	14	1,335.21	—	1,335.21
(v) Other financial assets	15	68.39	—	68.39
c) Other current assets		268.37	3.07	271.44
d) Current Tax Assets		—	—	—
<b>Total Assets</b>		<b>14,583.92</b>	<b>2,760.86</b>	<b>17,344.78</b>

**Notes Forming Part of the Financial Statements** as at March 31, 2018**38 OTHER DISCLOSURES (Contd.)****13 Disclosure as required by Ind AS - 101 - First Time Adoption of Indian Accounting Standards - Reconciliation between Previous GAAP and Ind AS : (Contd.)**

(₹ in lakh)

Particulars	Notes to first-time adoption	Previous GAAP *	Adjustments	Ind AS
<b>Equity and liabilities</b>				
<b>Equity</b>				
a) Share capital	17	675.00	–	675.00
b) Other equity	18	7,429.50	2,457.23	9,886.73
<b>Non-current liabilities</b>				
a) Financial liabilities				
(i) Borrowings	19	21.23	(2.70)	18.53
b) Provisions	20	16.63	6.23	22.86
c) Deferred tax liabilities (net)	21	(122.74)	351.89	229.15
d) Other non-current liabilities	22	–	2.70	2.70
<b>Current liabilities</b>				
a) Financial liabilities				
(i) Borrowings	23	5,547.11	–	5,547.11
(ii) Trade payables	24	754.56	–	754.56
(iii) Other financial liabilities	25	96.52	(13.83)	82.69
b) Other current liabilities	26	81.98	–	81.98
c) Provisions	27	84.13	(40.66)	43.47
<b>Total equity and liabilities</b>		<b>14,583.92</b>	<b>2,760.86</b>	<b>17,344.78</b>

\* previous GAAP figures have been reclassified to conform to Ind AS presentation requirements.

**(b) Reconciliation of equity as at March 31, 2017**

Particulars	Notes to first-time adoption	Previous GAAP *	Adjustments	Ind AS
<b>ASSETS</b>				
<b>Non-current assets</b>				
a) Property, plant and equipment	3	1,957.53	(5.73)	1,951.80
b) Capital work-in-progress	3	120.94	–	120.94
c) Intangibles assets	4	9.11	–	9.11
d) Financial assets				
(i) Non-current investments	5	5,259.23	5,795.21	11,054.44
(ii) Loans	6	31.16	–	31.16
(iii) Other financial assets	7	346.61	(4.55)	342.06
e) Non-current tax asset (net)	8	117.70	–	117.70
f) Other non-current assets	9	33.81	–	33.81

## Notes Forming Part of the Financial Statements as at March 31, 2018

### 38 OTHER DISCLOSURES (Contd.)

### 13 Disclosure as required by Ind AS - 101 - First Time Adoption of Indian Accounting Standards - Reconciliation between Previous GAAP and Ind AS :

#### (b) Reconciliation of equity as at March 31, 2017 (Contd.)

Particulars	Notes to first-time adoption	Previous GAAP *	Adjustments	Ind AS
<b>Current assets</b>				
a) Inventories	10	1,137.91	–	1,137.91
b) Financial assets				
(i) Trade receivables	11	1,497.18	–	1,497.18
(ii) Cash and cash equivalents	12	19.68	–	19.68
(iii) Bank balances other than cash and cash equivalents	13	40.37	–	40.37
(iv) Loans	14	1,649.46	–	1,649.46
(v) Other financial assets	15	152.01	(42.75)	109.26
c) Other current assets	16	230.78	–	230.78
<b>Total Assets</b>		<b>12,603.48</b>	<b>5,742.18</b>	<b>18,345.66</b>

(Rs. in lakh)

Particulars	Notes to first-time adoption	Previous GAAP *	Adjustments	Ind AS
<b>Equity and liabilities</b>				
<b>Equity</b>				
a) Share capital	17	675.00	–	675.00
b) Other equity	18	7,299.59	5,292.13	12,591.72
<b>Non-current liabilities</b>				
a) Financial liabilities				
(i) Borrowings	19	5.73	(1.19)	4.54
b) Provisions	20	26.54	(3.09)	23.45
c) Deferred tax liabilities (net)	21	(140.05)	488.55	348.50
d) Other non-current liabilities	22	–	2.03	2.03
<b>Current liabilities</b>				
a) Financial liabilities				
(i) Borrowings	23	4,011.02	–	4,011.02
(ii) Trade payables	24	514.01	–	514.01
(iii) Other financial liabilities	25	60.30	(36.25)	24.05
b) Other current liabilities	26	71.71	–	71.71
c) Provisions	27	79.63	–	79.63
<b>Total equity and liabilities</b>		<b>12,603.48</b>	<b>5,742.18</b>	<b>18,345.66</b>

\* previous GAAP figures have been reclassified to conform to Ind AS presentation requirements

**Notes Forming Part of the Financial Statements** as at March 31, 2018**38 OTHER DISCLOSURES (Contd.)****13 Disclosure as required by Ind AS - 101 - First Time Adoption of Indian Accounting Standards - Reconciliation between Previous GAAP and Ind AS : (Contd.)****(c) Reconciliation of Statement of Profit and Loss for the year ended March 31, 2017**

				(Rs. in lakh)
Particulars	Notes to first-time adoption	Previous GAAP *	Adjustments	Ind AS
Revenue from operations	28	4,832.20	–	4,832.20
Other income	29	290.47	382.16	672.63
<b>Total Income</b>		<b>5,122.67</b>	<b>382.16</b>	<b>5,504.83</b>
<b>Expenses</b>				
Cost of material consumed	30	2,080.88	–	2,080.88
Purchase of stock in trade	31	274.93	–	274.93
Changes in Inventories of Finished Goods, Work in Progress & Stock in Trade	32	(5.02)	–	(5.02)
Excise duty		115.11	–	115.11
Employee benefits expense	33	784.29	(40.30)	743.99
Finance costs	34	590.18	6.37	596.55
Depreciation and amortisation		290.21	1.20	291.41
Other expenses	35	1,137.31	–	1,137.31
<b>Total (b)</b>		<b>5,267.89</b>	<b>(32.73)</b>	<b>5,235.16</b>
<b>Profit before tax</b>		<b>(145.22)</b>	<b>414.89</b>	<b>269.67</b>
Tax Expense:				
Current tax		–	–	–
Tax for earlier year		2.00		2.00
Deferred tax charge/(credit)		(17.31)	152.13	134.82
		<b>(15.31)</b>	<b>152.13</b>	<b>136.82</b>
<b>Profit for the year</b>		<b>(129.91)</b>	<b>262.76</b>	<b>132.85</b>
<b>Other comprehensive income</b>				
(i) Items that will not be reclassified to Profit or Loss		–	2,597.33	2,597.33
(ii) Income tax relating to items that will not be reclassified to Profit or Loss		–	15.47	15.47
<b>Total Comprehensive Income for the year (Comprising Profit/ (Loss) and Other Comprehensive Income for the year)</b>		<b>(129.91)</b>	<b>2,875.56</b>	<b>2,745.65</b>

**(d) First time adoption - Mandatory exceptions and optional exemptions :****a) Overall Principle**

The Company has prepared the opening balance sheet as per Ind AS as of April 1, 2016 (the transition date) by recognising all assets and liabilities whose recognition is required by Ind AS, not recognising items of assets or liabilities which are not permitted by Ind AS, by reclassifying certain items from previous GAAP to Ind AS as required under the Ind AS, and applying Ind AS in the measurement of recognised assets and liabilities. However, this principle is subject to certain mandatory exceptions and certain optional exemptions availed by the Company as detailed below.

## Notes Forming Part of the Financial Statements as at March 31, 2018

### 38 OTHER DISCLOSURES (Contd.)

#### 13 Disclosure as required by Ind AS - 101 - First Time Adoption of Indian Accounting Standards - Reconciliation between Previous GAAP and Ind AS : (Contd.)

**b) Derecognition of financial assets and financial liabilities**

The Company has applied the derecognition requirements of financial assets and financial liabilities prospectively for transactions occurring on or after April 1, 2016 (the transition date).

**c) Classification and measurement of financial assets**

Ind AS 101 requires an entity to assess classification and measurement of financial assets (investment in debt instruments) on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

**d) Deemed cost**

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. Necessary provision for site restoration has to be made at present value alongwith corresponding effect in property, plant and equipment from the date of inception of lease. The net impact of unwinding and depreciation has to be adjusted with opening Retained Earnings. This exemption can also be used for intangible assets covered by Ind AS 38.

**e) Fair valuation of investments**

Under the previous GAAP, investments in equity instruments were classified as long-term investments or current investments based on the intended holding period and realisability. Long-term investments were carried at cost less provision for other than temporary decline in the value of such investments. Current investments were carried at lower of cost and fair value. Under Ind AS, these investments are required to be measured at fair value.

**f) Deferred tax**

Previous GAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable profits and accounting profits for the period. Ind AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. The application of Ind AS 12 approach has resulted in recognition of deferred tax on new temporary differences which was not required under previous GAAP. In addition, the various transitional adjustments lead to temporary differences and consequently deferred tax adjustments have been recognized in correlation to the underlying transactions in retained earnings.

**g) Borrowings**

Ind AS 109 requires transaction costs incurred towards origination of borrowings to be deducted from the carrying amount of borrowings on initial recognition. These costs are recognised in the profit or loss over the tenure of the borrowing as part of the interest expense by applying the effective interest rate method.

Under previous GAAP, these transaction costs were charged to profit or loss as and when incurred. Accordingly, borrowings as at March 31, 2017 have been reduced with a corresponding adjustment to retained earnings. The total equity increased by an equivalent amount. The profit for the year ended March 31, 2017 reduced by result of the additional interest expense.

**h) Remeasurements of post-employment benefit obligations**

Under previous GAAP, actuarial gains and losses related to the defined benefit schemes for gratuity and pension plans and liabilities towards employee leave encashment were recognised in profit or loss. Under Ind AS, the actuarial gains and losses form part of remeasurement of the net defined benefit liability/asset which is recognised in OCI. Consequently, the tax effect of the same has also been recognised in OCI instead of profit or loss.

**i) Financial instruments- derivative**

Under previous GAAP, the Forwards Contract premium were amortized over the contract period and realignment gains/losses arising on reporting date were charged to P&L. MTM Losses were recognized in P&L or adjusted to the cost of the assets as the case may be. MTM gains were not recognized. Under Ind AS, the gains/losses recognized in the books of account as per Previous GAAP have been reversed. The MTM losses as on April 1, 2016 have been recorded as liability with consequential impact in retained earnings.

## Notes Forming Part of the Financial Statements as at March 31, 2018

### 38 OTHER DISCLOSURES (Contd.)

### 13 Disclosure as required by Ind AS - 101 - First Time Adoption of Indian Accounting Standards - Reconciliation between Previous GAAP and Ind AS : (Contd.)

#### j) Other comprehensive income

Under Ind AS, all items of income and expense recognised in a period should be included in profit or loss for the period, unless a standard requires or permits otherwise. Items of income and expense that are not recognised in profit or loss but are shown in the statement of profit and loss as 'other comprehensive income' includes remeasurements of defined benefit plans and fair value gains or (losses) on FVOCI equity instruments. The concept of other comprehensive income did not exist under previous GAAP.

### 14 Previous Years Figures

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

As per our report of even date attached.

For **G. P. Agrawal & Co.**

*Chartered Accountants*

Firm's Registration No. - 302082E

**CA. Abhishek Shyamsukha**

*Partner*

Membership No. 302609

Place of Signature: Kolkata

Date: May 30, 2018

For and on behalf of the Board of Directors

**R. K. Dabriwala**

*Managing Director*

DIN No. 00086658

**A. K. Gulgia**

*Chief Financial Officer*

**M.P.Jhunhunwala**

*Director*

DIN No. 00567070

**Neha Khandelwal**

*Company Secretary*

# Notes Forming Part of the Financial Statements as at March 31, 2018

## Form No. AOC-1

Statement pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014 in the prescribed Form AOC-1 relating to subsidiary companies

Sl.No	Name of the Subsidiary Company	Reporting Currency	Exchange Rate	Share Capital	Other Equity	Total Assets	Total Liabilities	Investments	Turnover	Profit before Taxation	Provision for Taxation	Profit after Taxation	Proposed Dividend	% of Shareholding
1.	International Belting Limited	INR	1	75.00	1,041.95	1,148.30	31.35	527.43	-	49.59	14.00	35.59	-	100.00
2.	Conveyor Holdings PTE Limited *	USD	65.0746	976.18	(1,404.97)	900.24	1,329.03	-	1,226.22	(369.80)	10.40	(380.20)	-	100.00
3.	International Conveyors America Limited, INC.	USD	65.0746	0.00	(269.23)	322.23	591.46	-	828.57	(7.93)	-	(7.93)	-	100.00

### Notes :

- Indian rupee equivalents of the figures given in foreign currencies in the accounts of the subsidiary companies, are based on the exchange rates as on 31.03.2018
- \* Includes information of its wholly owned subsidiary International Conveyors Australia Pty Limited.

For **G. P. Agrawal & Co.**  
Chartered Accountants  
Firm's Registration No. - 302082E

**CA. Abhishek Shyamsukha**  
Partner  
Membership No. 302609  
Place of Signature: Kolkata  
Date: May 30, 2018

For and on behalf of the Board of Directors

**R. K. Dabiriwala**  
Managing Director  
DIN No. 00086658

**M.P.Jhunjhunwala**  
Director  
DIN No. 00567070

**A. K. Gulgulia**  
Chief Financial Officer

**Neha Khandelwal**  
Company Secretary

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## CONSOLIDATED FINANCIAL STATEMENTS

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## Independent Auditors' Report

### To The Members of INTERNATIONAL CONVEYORS LIMITED

#### Report on the Consolidated Ind AS Financial Statements

We have audited the accompanying consolidated Ind AS financial statements of **INTERNATIONAL CONVEYORS LIMITED** (hereinafter referred to as "the Holding Company" or "the Parent") and its Subsidiary (the Parent Company and its subsidiary together referred to as "the Group") and its associate, comprising the Consolidated Balance Sheet as at March 31, 2018, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated Ind AS financial statements").

#### Management's Responsibility for the Consolidated Ind AS Financial Statements

The Parent's Board of Directors is responsible for the preparation of these consolidated Ind AS financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and statement of changes in equity of the Group including its associate in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act. The respective Board of Directors of the companies included in the Group and of its associate are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its associate and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated Ind AS financial statements by the Directors of the Parent, as aforesaid.

#### Auditor's Responsibility

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

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated 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 consolidated Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated 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 Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated Ind AS financial statements.

#### Report on the Consolidated Ind AS Financial Statements (Contd.)

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated Ind AS financial statements.

#### Opinion

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of the other auditors on separate financial statements of the subsidiaries and associate referred to in the Other Matters paragraph, the aforesaid consolidated Ind AS financial statements give the information required by the Act in the manner so required

## Independent Auditors' Report

and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the consolidated financial position of the Group as at March 31, 2018, and its consolidated financial performance (including other comprehensive income), its consolidated changes in equity and its consolidated cash flows for the year then ended.

### Other Matters

- (a) We did not audit the financial statements / financial information of three subsidiaries (including one step down subsidiary), whose financial statements / financial information reflect total assets of Rs. 2,048.06 Lakh as at March 31, 2018, total revenues of Rs. 1,360.79 Lakh and net cash outflows amounting to Rs. 8.60 lakh for the year ended on that date, as considered in the consolidated Ind AS financial statements. These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the Management of the Parent Company and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of subsection (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, is based solely on the reports of the other auditors.
- (b) We did not audit the financial statements of one subsidiary, whose financial statements reflect total assets of Rs. 322.06 lakh as at March 31, 2018 and total revenues of Rs. 857.99 lakh for the year ended on that date, as considered in the consolidated Ind AS financial statements. The consolidated Ind AS financial statement also include the Group's share of net loss of Rs. 166.92 lakh for the year ended March 31, 2018, in respect of one associate, whose financial statements have not been audited by us. These financial statements are unaudited, have been certified by the management of the respective subsidiary / associate and furnished to us by the Management of the Parent Company and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiary and associate and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary and associate is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Management of the Parent Company, these unaudited financial statements are not material to the consolidated Ind AS financial statements.

Our opinion on the consolidated Ind AS financial statements above, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

- (c) The comparative financial information of the group for the year ended March 31, 2017 and the transition date opening Balance Sheet as at April 1, 2016 included in these consolidated Ind AS financial statements, are based on the statutory consolidated financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by the previous auditors whose report for the year ended March 31, 2017 and March 31, 2016 dated May 30, 2017 and May 30, 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 consolidated Ind AS financial statements and our report on Other Legal and Regulatory Requirements below is not modified in respect of these matters.

### Report on Other Legal and Regulatory Requirements

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

- i. 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 of the aforesaid consolidated Ind AS financial statements.
- ii. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books and the report of the other auditors.
- iii. The consolidated Balance Sheet, the consolidated Statement of Profit and Loss, consolidated Statement of Changes in Equity and the consolidated Statement of Cash Flows dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated Ind AS financial statements.
- iv. In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Act, read with relevant rules issued thereunder.

## Independent Auditors' Report

- v. On the basis of the written representations received from the directors of the Holding Company as on March 31, 2018 taken on record by the Board of Directors of the Holding Company and the report of the statutory auditor of its subsidiary companies and associate company, none of the Directors of the Group companies is disqualified as on March 31, 2018 from being appointed as a Director in terms of section 164 (2) of the Act.
- vi. With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate Report in "Annexure A", which is based on the auditor's reports of the Parent, subsidiary companies and associate company, which are companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Parent's, subsidiary company's and associate company's internal financial controls over financial reporting.
- vii. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - a. The consolidated Ind AS financial statements disclose the impact of pending litigations on the consolidated financial position of the Group— Refer Note No. 33.1 to the consolidated Ind AS financial statements.
  - b. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts during the year ended March 31, 2018.
  - c. There has been no delay in transferring amounts, to the investor education and protection fund by the Holding Company during the year ended March 31, 2018. There were no amounts which were required to be transferred to the investor education and protection fund by the subsidiaries and associate during the year ended March 31, 2018.

For **G.P. Agrawal & Co.**

*Chartered Accountants*

Firm's ICAI Registration No.:302082E

**CA. AbhishekShyamsukha**

*Partner*

Membership No: 302609

Place of Signature : Kolkata

Date : May 30, 2018

## **Annexure “A” to the Independent Auditors’ Report**

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

In conjunction with our audit of the consolidated Ind AS financial statements of the Group as of and for the year ended March 31, 2018, we have audited the internal financial controls over financial reporting of International Conveyors Limited (“the Holding Company”), its subsidiaries and associate as of that date.

#### **Management’s Responsibility for Internal Financial Controls**

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

#### **Auditor’s Responsibility**

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

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

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditor in terms of their report referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

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

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

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the Company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company’s assets that could have a material effect on the financial statements.

## Annexure “A” to the Independent Auditors’ Report

### 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 Holding Company, subsidiaries and associate have 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 over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

### Other Matters

Our aforesaid report under section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to one subsidiary and one associate incorporated in India, is based on the corresponding report of the auditors of such companies.

For **G.P. Agrawal & Co.**

*Chartered Accountants*

Firm's ICAI Registration No.:302082E

**CA. AbhishekShyamsukha**

*Partner*

Membership No: 302609

Place of Signature: Kolkata

Date: May 30, 2018

# Consolidated Balance Sheet as at March 31, 2018

(₹ in lakh)

Particulars	Note No.	As at March 31, 2018	As at March 31, 2017	As at March 31, 2016
<b>I. ASSETS</b>				
<b>(1) Non - current assets</b>				
(a) Property, plant and equipment	3	1,767.03	1,966.10	2,222.47
(b) Capital work in progress	3	119.70	120.94	129.70
(c) Goodwill on consolidation		101.14	101.14	101.14
(d) Intangible assets	4	6.75	9.12	13.43
(e) Financial assets				
(i) Investment	5	14,332.53	10,127.09	7,121.15
(ii) Loans	6(i)	31.16	31.16	36.19
(iii) Other financial assets	7(i)	440.47	342.06	531.66
(f) Non - current tax assets (net)	8	108.25	91.36	110.41
(g) Other non - current assets	9(i)	0.25	33.81	64.80
<b>(2) Current Assets</b>				
(a) Inventories	10	1,303.75	1,626.58	1,899.61
(b) Financial assets				
(i) Trade and other receivables	11	2,178.45	826.80	1,636.75
(ii) Cash and cash equivalents	12	220.41	209.43	313.06
(iii) Bank balances other than cash and cash equivalents	13	25.60	40.37	53.81
(iv) Loans	6(ii)	1,226.02	1,686.87	1,903.67
(v) Other financial assets	7(ii)	111.17	109.26	68.39
(c) Other current assets	9(ii)	1,009.68	246.52	289.44
<b>Total Assets</b>		<b>22,982.36</b>	<b>17,568.61</b>	<b>16,495.68</b>
<b>II. EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
(a) Equity share capital	14	675.00	675.00	675.00
(b) Other equity	15	14,279.96	11,724.34	8,795.92
<b>Liabilities</b>				
<b>(1) Non- current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	16(i)	0.25	4.54	186.43
(b) Provisions	17(i)	22.64	23.45	22.86
(c) Deferred tax liabilities (net)	18	152.02	333.61	214.25
(d) Other non-current liabilities	19(i)	1.35	2.03	2.70
<b>(2) Current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	16(ii)	6,499.30	4,012.28	5,547.17
(ii) Trade payables	20	1,212.30	617.73	835.12
(iii) Other financial liabilities	21	18.12	24.05	82.69
(b) Other current liabilities	19(ii)	48.03	71.95	90.07
(c) Provisions	17(ii)	73.39	79.63	43.47
<b>Total Equity and Liabilities</b>		<b>22,982.36</b>	<b>17,568.61</b>	<b>16,495.68</b>

The accompanying notes 1 to 33 are an integral part of the consolidated financial statements.

As per our report of even date attached.

For **G. P. Agrawal & Co.**

Chartered Accountants

Firm's Registration No. - 302082E

**CA. Abhishek Shyamsukha**

Partner

Membership No. 302609

Place of Signature: Kolkata

Date: May 30, 2018

For and on behalf of the Board of Directors

**R. K. Dabriwala**  
Managing Director  
DIN No. 00086658

**A. K. Gulgalia**  
Chief Financial Officer

**M.P.Jhunjunwala**  
Director  
DIN No. 00567070

**Neha Khandelwal**  
Company Secretary

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

(₹ in lakh)

Particulars	Note No.	Year ended March 31, 2018	Year ended March 31, 2017
I. Revenue from operations	22	5,922.17	6,106.63
II. Other income	23	777.33	809.87
III. <b>Total income (I+II)</b>		<b>6,699.50</b>	<b>6,916.50</b>
IV. <b>Expenses:</b>			
Cost of materials consumed	24	2,735.67	2,302.91
Purchases of stock-in-trade	25	647.49	525.68
Changes in inventories of finished goods, stock-in-trade and work-in-progress	26	74.25	172.39
Excise duty		298.25	115.11
Employee benefits expense	27	1,022.00	1,082.43
Finance costs	28	664.39	605.70
Depreciation and amortisation expense	29	251.33	293.77
Other Expenses	30	1,400.43	1,321.63
<b>Total expenses (IV)</b>		<b>7,093.81</b>	<b>6,419.62</b>
V. <b>Profit/(Loss) before tax (III) - (IV)</b>		<b>(394.31)</b>	<b>496.88</b>
VI. <b>Tax expense:</b>	31		
Current tax		24.29	32.00
Deferred tax		158.02	134.83
VII. <b>Profit/(Loss) for the year (V-VI)</b>		<b>(576.62)</b>	<b>330.05</b>
VIII. Share of profit / (loss) of associate		(166.92)	-
IX. <b>Profit/(Loss) after share of profit/(loss) of associate (VII+VIII)</b>		<b>(743.54)</b>	<b>330.05</b>
X. <b>Other comprehensive income</b>	32		
(i) <b>Items that will not be reclassified to Profit or Loss</b>		2,960.39	2,623.56
(ii) <b>Income tax relating to above items</b>		(339.61)	(15.47)
<b>Other Comprehensive income /(expense) for the year, net of tax</b>		<b>3,300.00</b>	<b>2,639.03</b>
XI. <b>Total comprehensive income for the year (VII+VIII)</b>		<b>2,556.46</b>	<b>2,969.08</b>
XII. <b>Profit / (loss) for the year</b>			
Attributable to :			
Owners of the parent		(743.54)	330.05
Non-controlling interests		NA	NA
XIII. <b>Total comprehensive income for the year</b>			
Attributable to :			
Owners of the parent		2,556.46	2,969.08
Non-controlling interests		NA	NA
XIV. <b>Earnings per equity share (Nominal value per share Re. 1/-)</b>			
Basic		(1.10)	0.49
Diluted		(1.10)	0.49

The accompanying notes 1 to 33 are an integral part of the consolidated financial statements.

As per our report of even date attached.

For **G. P. Agrawal & Co.**

Chartered Accountants

Firm's Registration No. - 302082E

**CA. Abhishek Shyamsukha**

Partner

Membership No. 302609

Place of Signature: Kolkata

Date: May 30, 2018

For and on behalf of the Board of Directors

**R. K. Dabriwala**

Managing Director

DIN No. 00086658

**A. K. Gulgulia**

Chief Financial Officer

**M.P.Jhunhunwala**

Director

DIN No. 00567070

**Neha Khandelwal**

Company Secretary



## Consolidated Statement of Cash Flow for the year ended March 31, 2018

(₹ in lakh)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before tax	(394.31)	496.88
Adjustments for		
Depreciation	251.33	293.77
Finance costs	664.39	605.70
Interest Income	(607.97)	(631.19)
Dividend Income	(19.59)	(19.74)
Profit on sale of investment	-	(26.39)
Sundry balances written back	(0.17)	-
Loss on sale of property, plant and equipment	0.03	0.39
<b>Operating profit before working capital changes</b>	<b>(106.29)</b>	<b>719.42</b>
Increase / (Decrease) in Trade payable	594.56	(217.39)
Increase / (Decrease) in Non-current and current provisions	2.31	(3.55)
Decrease / (Increase) in Trade receivables	(1,351.65)	809.96
Decrease / (Increase) in Inventories	322.83	273.03
Increase / (Decrease) in Other current liabilities	(24.60)	(18.79)
Increase / (Decrease) in Other financial liabilities	0.15	(21.37)
(Increase) / Decrease in Other financial assets	11.57	(36.92)
(Increase) / Decrease in Other current assets	(763.15)	73.66
<b>Cash generated from operations</b>	<b>(1,314.27)</b>	<b>1,578.05</b>
Direct Taxes Paid	(41.18)	(12.95)
<b>Net cash flow from/(used in) operating activities</b>	<b>(1,355.45)</b>	<b>1,565.10</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment and intangible assets	(15.11)	(26.04)
Proceeds from sale of property, plant and equipment	(0.00)	1.57
Proceeds / (investment) in fixed deposits / deposits	(84.05)	207.73
(Increase) / decrease in investments	(1,381.54)	(315.69)
Loan given received back	460.86	216.79
Interest Received	594.86	627.58
Dividend Received	19.59	19.74
<b>Net cash flow from / (used in) investing activities</b>	<b>(405.39)</b>	<b>731.68</b>

**Consolidated Statement of Cash Flow** for the year ended March 31, 2018

(₹ in lakh)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds of Long Term Borrowings	(9.48)	(223.54)
Proceeds of Short Term Borrowings (net)	2,487.02	(1,534.89)
Dividend and Dividend distribution tax	(41.03)	(40.99)
Interest Paid	(664.69)	(600.99)
<b>Net cash flow from financing activities</b>	<b>1,771.82</b>	<b>(2,400.41)</b>
<b>Increase / (Decrease) in cash and cash equivalents (A+B+C)</b>	<b>10.98</b>	<b>(103.63)</b>
Cash and cash equivalents at beginning of the year	209.43	313.06
<b>Cash and cash equivalents at end of the year</b>	<b>220.41</b>	<b>209.43</b>

**Notes :**

1. **Cash and cash equivalents at the end of the year consists of:**

Particulars	March 31, 2018	March 31, 2017
Cash on hand	5.70	12.94
Balance with banks		
On current accounts	214.71	196.49
<b>Closing cash and cash equivalents for the purpose of cash flow statement (Refer note 12)</b>	<b>220.41</b>	<b>209.43</b>

2. The above Cash Flow Statement has been prepared under the " Indirect Method " as set out in the Indian Accounting Standard (IND AS) 7 on Statement of Cash Flows.
3. Cash and cash equivalents do not include any amount which is not available to the Company for its use.
4. Figure in brackets represent cash outflow from respective activities.
5. Change in liability arising from financing activities :

Particulars	Borrowings	
	Non-current	Current
As at 01.04.2016	186.43	5,547.17
Cash flow during the year*	(181.89)	(1,534.89)
As at 31.03.2017	4.54	4,012.28
Cash flow during the year*	(4.29)	2,487.02
As at 31.03.2018	0.25	6,499.30

\* Current maturities of term loan is transferred to current financial liabilities.

The accompanying notes 1 to 33 are an integral part of the consolidated financial statements.

As per our report of even date attached.

For **G. P. Agrawal & Co.**

Chartered Accountants

Firm's Registration No. - 302082E

**CA. Abhishek Shyamsukha**

Partner

Membership No. 302609

Place of Signature: Kolkata

Date: May 30, 2018

For and on behalf of the Board of Directors

**R. K. Dabriwala**

Managing Director

DIN No. 00086658

**A. K. Gulgia**

Chief Financial Officer

**M.P.Jhunhunwala**

Director

DIN No. 00567070

**Neha Khandelwal**

Company Secretary

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

(a) Equity Share Capital		(₹ in lakh)	
Particulars	Balance at the beginning of the year	Changes in equity share capital during the year	Balance at the end of the year
For the year ended March 31, 2017	675.00	—	675.00
For the year ended March 31, 2018	675.00	—	675.00

(b) Other Equity		Reserve and surplus					Attributable to owners of the parent		Non-controlling interests		Total
Particulars	Capital Reserve	General Reserve	Security Premium Reserve	Retained earnings	Equity instruments through other comprehensive income	Foreign currency translation reserve	Other Comprehensive Income		Attributable to owners of the parent		Total
<b>Balance at April 1, 2016</b>	39.42	5,504.58	2,515.50	(1,805.47)	2,435.11	106.78			8,795.92		8,795.92
<b>Changes in equity during the year ended March 31, 2017</b>											
Profit/(Loss) for the year	—	—	—	330.05	—	—	—		—		330.05
Other comprehensive income/(loss) for the year	—	—	—	(26.35)	2,626.68	38.70	38.70		2,639.03		2,639.03
Transfer from other comprehensive income	—	—	—	—	—	—	—		—		—
Dividend paid	—	—	—	(33.75)	—	—	—		—		(33.75)
Dividend distribution tax	—	—	—	(6.91)	—	—	—		—		(6.91)
<b>Balance at March 31, 2017</b>	<b>39.42</b>	<b>5,504.58</b>	<b>2,515.50</b>	<b>(1,542.43)</b>	<b>5,061.79</b>	<b>145.48</b>	<b>145.48</b>		<b>11,724.34</b>		<b>11,724.34</b>
Profit/(Loss) for the year	—	—	—	(743.54)	—	—	—		—		(743.54)
Other comprehensive income/(loss) for the year	—	—	—	6.47	3,649.70	(316.39)	(316.39)		3,339.78		3,339.78
Dividend paid	—	—	—	(33.75)	—	—	—		—		(33.75)
Dividend distribution tax	—	—	—	(6.87)	—	—	—		—		(6.87)
<b>Balance at March 31, 2018</b>	<b>39.42</b>	<b>5,504.58</b>	<b>2,515.50</b>	<b>(2,320.12)</b>	<b>8,711.49</b>	<b>(170.91)</b>	<b>(170.91)</b>		<b>14,279.96</b>		<b>14,279.96</b>

\*The accompanying notes 1 to 33 are an integral part of the consolidated financial statements.

As per our report of even date

For **G. P. Agrawal & Co.**

Chartered Accountants

Firm's Registration No. - 302082E

**CA. Abhishek Shyamsukha**

Partner

Membership No. 302609

Place of Signature: Kolkata

Date: May 30, 2018

For and on behalf of the Board of Directors

**R. K. Dabhiwala**

Managing Director

DIN No. 00086658

**M.P. Jhunjhunwala**

Director

DIN No. 00567070

**A. K. Gulgalia**

Chief Financial Officer

**Neha Khandelwal**

Company Secretary

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

### 1. Corporate Information

International Conveyors Limited ("ICL" or "the Group") is a public limited incorporated and domiciled in India. The registered office of the Company is situated at Falta SEZ, Sector-II, near Pump House No. 3 Village & Mouza- Akalmegh, Akalmegh-743504.

The Company's shares are listed on The Bombay Stock Exchange Limited and The Calcutta Stock Exchange Limited.

Its business consists of:

- (a) Manufacturing and trading of Conveyor Belting,
- (b) Trading of Ply Conveyor Belting, Steel Cord Conveyor Belting and fitting and accessories, and
- (c) Generation and Sale of Power.

International Conveyors Limited together with its subsidiaries is hereinafter referred to as 'the Group'.

The financial statements of the Group for the year ended March 31, 2018 was approved for issue by the Board of Directors of the Group on May 30, 2018 and is subjected to the adoption by the shareholders in the ensuing Annual General Meeting.

### 2. Significant accounting policies

#### 2.1 Statement of Compliance with Ind AS

In accordance with the notification dated February 16, 2015, issued by the Ministry of Corporate Affairs, the Group has adopted Indian Accounting Standards (referred to as "Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) with effect from April 1, 2016 with restatement of previous year figures presented in this financial statements. Accordingly, the financial statements have been prepared in accordance with Ind AS prescribed under Section 133 of the Companies Act, 2013 ("Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) (Amendment) Rules, 2016.

The Group has adopted all the applicable Ind AS 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 Generally Accepted Accounting Principles in India which comprised of applicable Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, other pronouncements of the Institute of Chartered Accountants of India (ICAI), relevant applicable provisions of the Companies Act, 1956, and the Companies Act, 2013 to the extent applicable and the applicable guidelines issued by the Securities and Exchange Board of India (SEBI) ("Previous GAAP").

These financial statements for the year ended March 31, 2018 are the first financial statements of the Group prepared in accordance with Ind AS. The date of transition to Ind AS is April 1, 2016. Reconciliations and descriptions of the effect of the transition have been summarized in Note No. 33.12.

All the Ind AS issued and notified by the Ministry of Corporate Affairs under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) till the financial statements are approved for issue by the Board of Directors have been considered in preparing these financial statements.

#### 2.2 Basis of preparation

These financial statements have been prepared in accordance with Ind AS under the historical cost basis except for the following:

- i) Certain financial assets and financial liabilities (including derivative instruments) - measured at fair value, and
- ii) Defined benefits plan – plan assets measured at fair value.

Historical cost is generally based on the fair value of the consideration in exchange for goods and services.

All assets and liabilities have been classified as current or non-current as per the Group's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. The Group has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

The financial statements including notes thereon are presented in Indian Rupees ("Rupees" or "Rs."), which is the Group's functional and presentation currency. All amounts disclosed in the financial statements including notes thereon have been rounded off to the nearest lakh as per the requirement of Schedule III to the Act, unless stated otherwise.

### 2.3 Basis of Consolidation

The Consolidated Financial Statements (CFS) includes the financial statements of the Company and its subsidiaries together with the share of the total comprehensive income of associate.

Subsidiaries are entities controlled by the Group. Associate is an entity over which the Group exercise significant influence but does not control.

Control, significant influence is assessed annually with reference to the voting power (usually arising from equity shareholdings and potential voting rights) and other rights (usually contractual) enjoyed by the Group in its capacity as an investor that provides it the power and consequential ability to direct the investee's activities and significantly affect the Group's returns from its investment. Such assessment requires the exercise of judgement and is disclosed by way of a note to the Financial Statements. The Group is considered not to be in control of entities where it is unclear as to whether it enjoys such power over the investee.

The assets, liabilities, income and expenses of subsidiaries are aggregated and consolidated, line by line, from the date control is acquired by any Group entity to the date it ceases. Profit or loss and each component of other comprehensive income are attributed to the Group as owners and to the non-controlling interests. The Group presents the non-controlling interests in the Balance Sheet within equity, separately from the equity of the Group as owners. The excess of the Group's investment in a subsidiary over its share in the net worth of such subsidiary on the date control is acquired is treated as goodwill while a deficit is considered as a capital reserve in the CFS. On disposal of the subsidiary, attributable amount on goodwill is included in the determination of the profit or loss and recognised in the Statement of Profit and Loss. Impairment loss, if any, to the extent the carrying amount exceeds the recoverable amount is charged off to the Statement of Profit and Loss as it arises and is not reversed. For impairment testing, goodwill is allocated to Cash Generating Unit (CGU) or a group of CGUs to which it relates, which is not larger than an operating segment, and is monitored for internal management purposes.

An investment in an associate is initially recognized at cost on the date of the investment, and inclusive of any goodwill/capital reserve embedded in the cost, in the Balance Sheet. The proportionate share of the Group in the net profits / losses as also in the other comprehensive income is recognised in the Statement of Profit and Loss and the carrying value of the investment is adjusted by a like amount (referred as 'equity method'). All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

### 2.4 Property, plant and equipment (PPE), depreciation and amortization

#### a) Transition to Ind AS

The Group has elected to continue with carrying value of all Property, plant and equipment under the previous GAAP as deemed cost as at the transition date i.e. April 1, 2016.

Under the previous GAAP, Property, plant and equipment were stated at their original cost (net of accumulated depreciation and impairment).

#### b) All Property, plant and equipment are stated at cost of acquisition with subsequent improvements thereto. Cost of acquisition includes taxes, duties, inward freight and installation expenses.

Expenditure incurred on improvements/ modifications of fixed assets that increases the future benefits from the existing asset beyond its previously assessed standard of performance, e.g., increase in capacity / efficiency, are capitalized.

#### c) Depreciation is provided on written down value method as per Schedule II of the Companies Act, 2013 based on the useful life of the assets. In case of certain items of Plant and Equipments where useful life ranging from 10 to 30 years has been considered based on technical assessment, which is different from the useful life prescribed under Schedule II of the Companies Act, 2013. However assets costing ₹ 5,000/- or less are depreciated fully in the year of addition. Leasehold land is amortized over the period of lease.

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

Additions on account of improvements/ modifications, which becomes an integral part of the existing asset and either do not have separate identity and/or are not capable of being used after the existing asset is disposed off, are depreciated over the remaining useful life of the assets (improved /modified) they are attached with.

### d) Intangible Assets

#### Transition to Ind AS:

The Group has elected to continue with carrying value of computer software under the previous GAAP, as deemed cost as at the transition date i.e. April 1, 2016. Under the previous GAAP, computer software were stated at their original cost (net of accumulated amortization and accumulated impairment, if any).

Intangible assets are stated at cost of acquisition less accumulated amortization. Computer software packages are amortized over a period of five year on straight line basis.

## 2.5 Financial instruments

Financial assets and financial liabilities are recognised in the Balance sheet when the Group becomes a party to the contractual provisions of the instrument. The Group determines the classification of its financial assets and financial liabilities at initial recognition based on its nature and characteristics.

### (a) Financial assets

#### (i) Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. The financial assets include equity and debt securities, trade and other receivables, loans and advances, cash and bank balances and derivative financial instruments.

#### (ii) Subsequent measurement

**For the purpose of subsequent measurement, financial assets are classified in the following categories:**

- At amortised cost,
- At fair value through other comprehensive income (FVTOCI), and
- At fair value through profit or loss (FVTPL).

#### Debt instruments at amortised cost

**A 'debt instrument' is measured at the amortised cost if both the following conditions are met:**

- The asset is held within a business model whose objective is to hold the asset for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR.

#### Equity investments

All equity investments in the scope of Ind AS 109 are measured at fair value except in case of investment in associate (consolidated as per equity method).

Equity instruments included within the FVTPL category, if any, are measured at fair value with all changes recognized in profit or loss. The Group may make an irrevocable election to present in OCI subsequent changes in the fair

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

value. The Group makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

When the fair value has been determined based on level 3 inputs, the difference between the fair value at initial recognition and the transaction price is deferred and after initial recognition deferred difference is recognised as gain or loss to the extent it arises from change in input to valuation technique.

If the Group decides to classify an equity instrument at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in OCI. There is no recycling of the amounts from OCI to profit or loss, even on sale of investment. However, the Group may transfer the cumulative gain or loss within equity.

### (iii) De-recognition

The Group derecognises a financial asset only when the contractual rights to the cash flows from the asset expires or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset.

## (b) Financial liabilities

### (i) Initial recognition and measurement

All financial liabilities are recognised initially at fair value and, in the case of financial liabilities classified at amortised cost, net of directly attributable transaction costs.

The financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, derivative financial instruments, etc.

### (ii) Subsequent measurement

**For the purpose of subsequent measurement, Financial liabilities are classified in two categories :**

- Financial liabilities at amortised cost, and
- Derivative instruments at fair value through profit or loss (FVTPL).

#### **Financial liabilities at amortised cost**

After initial recognition, financial liabilities are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the Statement of Profit and Loss

### (iii) De-recognition

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

## (c) Derivative financial instruments

### **Initial recognition and subsequent measurement**

A derivative financial instrument, such as forward currency contracts and interest rate swaps are used to hedge foreign currency risks and interest rate risks respectively and includes options. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value.

Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivatives are taken directly to profit or loss.

When the fair value has been determined based on level 3 inputs, the difference between the fair value at initial recognition and the transaction price is deferred and after initial recognition deferred difference is recognised as gain or loss to the extent it arises from change in input to valuation technique.

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

### (d) Offsetting of financial instruments

Financial assets and financial liabilities including derivative instruments are offset and the net amount is reported in the Balance sheet, if there is currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis or to realise the assets and settle the liabilities simultaneously.

### (e) Fair value measurement

Fair value is a market-based measurement, not an entity-specific measurement. Under Ind AS, fair valuation of financial instruments is guided by Ind AS 113 "Fair Value Measurement".

For some assets and liabilities, observable market transactions or market information might be available. For other assets and liabilities, observable market transactions and market information might not be available. However, the objective of a fair value measurement in both cases is the same to estimate the price at which an orderly transaction to sell the asset or to transfer the liability would take place between market participants at the measurement date under current market conditions (i.e. an exit price at the measurement date from the perspective of a market participant that holds the asset or owes the liability).

Three widely used valuation techniques specified in the said Ind AS are the market approach, the cost approach and the income approach which have been dealt with separately in the said Ind AS.

Each of the valuation techniques stated as above proceeds on different fundamental assumptions, which have greater or lesser relevance, and at times there is no relevance of a particular methodology to a given situation. Thus, the methods to be adopted for a particular purpose must be judiciously chosen. The application of any particular method of valuation depends on the Group being evaluated, the nature of industry in which it operates, the Group's intrinsic strengths and the purpose for which the valuation is made.

In determining the fair value of financial instruments, the Group uses a variety of methods and assumptions that are based on market conditions and risks existing at each balance sheet date.

**The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:**

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

**Level 2:** Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

**Level 3:** Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

### (f) Share capital

An equity instrument is a contract that evidences residual interest in the assets of the Group after deducting all of its liabilities. Incremental costs directly attributable to the issuance of new equity shares are recognized as a deduction from equity, net of any tax effects.

## 2.6 Inventories

- a) Inventories are valued at lower of the cost and net realizable value. The cost in respect of raw materials and stores and spares is determined on FIFO basis and in respect of finished goods and stock in process is determined on average basis. Cost of raw materials and stores and spares include the taxes and duties other than those recoverable from taxing authorities and expenses incidental to the procurement of the same. Cost in case of stock-in-process and finished goods represent prime cost and appropriate portion of overheads.
- b) Custom duty on bonded materials and excise duty on finished goods at factory are accounted for and included in cost of inventory.



## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

### 2.7 Impairments of Assets

#### (a) Non- financial assets

Property, plant and equipment and intangible assets are reviewed at each Balance Sheet date for impairment. In case events and circumstances indicate any impairment, recoverable amounts of fixed assets is determined. An impairment loss is recognized, whenever the carrying amount of assets belonging to the Cash Generating Unit (CGU) exceeds recoverable amount. The recoverable amount is the greater of assets net selling price or its value in use. In assessing the value in use, the estimated future cash flows from the use of assets are discounted to their present value as appropriate. An impairment loss is reversed if there has been change in the recoverable amount and such loss either no longer exists or has decreased. Impairment loss/reversal thereof is adjusted to the carrying value of the respective assets, which in case of CGU, are allocated to its assets on a prorate basis.

#### (b) Financial assets

The Group recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss.

ECL impairment loss allowance is measured at an amount equal to lifetime ECL.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income or expense in the Statement of Profit and Loss. This amount is reflected under the head "Other expenses" in the profit or loss. ECL is presented as an allowance, i.e. as an integral part of the measurement of those assets in the Balance sheet. The allowance reduces the net carrying amount.

Until the asset meets write-off criteria, the Group does not reduce impairment allowance from the gross carrying amount.

### 2.8 Foreign Currency Transaction

Transactions in Foreign Currencies are accounted for at the exchange rate prevailing as on the date of the transaction. Foreign Currency monetary assets and liabilities at the year end are translated using closing rates whereas non monetary assets are translated at the rate on the date of transaction. The loss or gain thereon and also on the exchange differences on settlement of the foreign currency transaction during the year are recognized as revenue or expenses in the Statement of Profit and Loss.

### 2.9 Revenue Recognition

Revenue is recognized to the extent it is probable that economic benefits would flow to the Group and the revenue can be reliably measured, regardless of when the revenue proceeds is received from customers.

Revenue is measured at fair value of the consideration received/receivable taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the Government.

The specific recognition criteria for revenue recognition are as follows:

#### a) Sale of goods

Revenue from sale of goods is recognized at the point of dispatch to the customers. Gross sales include excise duty, Goods and Service Tax (GST) and rebate, discounts, claims, returns, central sales tax (CST) / value added tax (VAT) etc., are excluded there from.

#### b) Sale of Electricity

Sale of Electricity is accounted for on delivery of Electricity to grid in terms of agreement with the Electricity Board.

#### c) Interest income

For all debt instruments measured at amortized cost, interest income is recognized using the effective interest rate (EIR). Interest income is included in "Other income" in the Statement of Profit and Loss.

d) Insurance and other claims are accounted for as and when admitted or realized.

e) Dividend is recognized when the right to receive is established.

f) All other income are accounted for on accrual basis.

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

### 2.10 Expenses

All expenses are accounted for on accrual basis.

Expenses under primary heads such as salary, wages, consumption of stores etc., are being shown under respective heads and have not been functionally reclassified.

### 2.11 Employee Benefits

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

The Group has Defined Contribution Plan for its employees retirement benefits comprising of Provident Fund and Pension Fund. The Group makes regular contribution to Provident Fund, which are fully funded and administered by the Government. Contributions are recognized in Statement of Profit and Loss on accrual basis.

The Group has Defined Benefit Plan comprising of Gratuity and Leave Encashment schemes. The Group contributes to the Gratuity Fund under the Group Gratuity Cash Accumulation Scheme with Life Insurance Corporation (LIC) for future payment of gratuity liability to its employees. Consequent to the adoption of Indian Accounting Standard 19 (Ind AS 19) on "Employee Benefits", the liability for the Gratuity and Leave Encashment as at the year end has been determined on the basis of an independent actuarial valuation in accordance with the method stated in Ind AS 19 Revised and such liability has been adjusted/ provided in these financial statements.

The actuarial gain and losses comprise experience judgment and are recognized in the Statement of Profit and Loss in the year in which they arise.

### 2.12 Grants

Government Grants are recognized at fair value when there is reasonable assurance that the grant would be received and the Group would comply with all the conditions attached with them.

### 2.13 Borrowing Cost

Borrowing Cost incurred in relation to acquisition or construction of property, plant and equipment are allocated to the property, plant and equipment. Other borrowing costs are recognized as finance cost in the year in which they are incurred.

### 2.14 Taxes

Income tax expense comprises current tax and deferred tax and is recognized in the Statement of Profit and Loss except to the extent it relates to items directly recognized in Equity or in OCI.

#### a) Current income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities using the tax rates and tax laws that are enacted or substantively enacted by the balance sheet date and applicable for the period.

Current tax items in correlation to the underlying transaction relating to OCI and Equity are recognized in OCI and in Equity respectively.

Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

The Group 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 realise the assets and settle the liabilities simultaneously.

#### b) Deferred income tax

Deferred income tax is recognized using the balance sheet approach. Deferred income tax assets and liabilities are recognized for deductible and taxable temporary differences arising between the tax base of assets and liabilities and

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

their carrying amount in financial statements, except when the deferred income tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profits or loss at the time of the transaction.

Deferred tax assets are recognized for deductible temporary differences, the carry forward of unused tax credits and any unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised.

Unrecognised deferred tax assets are re-assessed at each balance sheet date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date.

Deferred tax assets include Minimum Alternate Tax (MAT) paid in accordance with the tax laws to the extent it is likely to give future economic benefits in the form of availability to set off against future income tax liability. Accordingly, MAT is recognised as deferred tax asset in the balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with the asset will be realised.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off deferred tax assets against deferred tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

### 2.15 Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Assets are neither recognized nor disclosed in the financial statement. Contingent Liabilities, if material, are disclosed by way of notes.

### 2.16 Earnings per share

- (a) Basic earnings per share are computed by dividing the net profit/(loss) after tax by the weighted average number of equity shares outstanding during the year.
- (b) Diluted earnings per share are computed by dividing the net profit/(loss) after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares which could be issued on the conversion of all dilutive potential equity shares. Dilutive potential equity shares are determined as at the end of each period presented. Dilutive potential equity shares are determined independently for each period presented.

### 2.17 Operating Segment

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM).

The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Managing Director who makes strategic decisions.

The accounting policies adopted for segment reporting are in line with the accounting policies adopted for preparing and presenting the Financial Statements of the Group as a whole. In addition, the following specific accounting policies have been followed for segment reporting:

- a) Segment revenue includes sales and other income directly identifiable with/allocable to the segment including inter segment transfers.

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

Inter segment transfers are accounted for based on the transaction price agreed to between the segments which is at cost in case of transfer of Group's intermediate and final products and estimated realisable value in case of by-products.

- b) Revenue, expenses, assets and liabilities are identified to segments on the basis of their relationship to the operating activities of the segment. Revenue, expenses, assets and liabilities which relate to the Group as a whole and are not allocable to segments on direct and/or on a reasonable basis, have been disclosed as "Unallocable".

### 2.18 Cash and cash equivalents

Cash and cash equivalents in the Balance sheet comprise cash on hand, cheques on hand, balance with banks on current accounts and short term, highly liquid investments with an original maturity of three months or less and which carry insignificant risk of changes in value.

For the purpose of the Cash Flow Statement, Cash and cash equivalents consist of Cash and cash equivalents, as defined above and net of outstanding book overdrafts as they are considered an integral part of the Group's cash management.

### 2.19 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit/loss before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing flows. The cash flows from operating, investing and financing activities of the Group are segregated.

## 3. Use of estimates and judgement

The preparation of financial statements in conformity with Ind AS requires that management of the Group makes estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as of the date of the financial statements.

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

### 1. Control :

The Group assessed whether or not it has control on its investees based on whether, as an investor, it has the power/ rights and consequently the practical ability to direct the relevant activities of its investees unilaterally. In making this judgement, the Group considered the absolute size of its holding, the relative size of and dispersion of other shareholders, and whether any contractual arrangements exist between the Company (and its subsidiaries) and other shareholders of the investees. Based on this, and in accordance with its Accounting Policy, the Group has determined that the entities listed in the notes to the financial statements are the only entities over which Group has control.

### 2. Significant influence :

The Group assessed whether or not it has significant influence on its investees based on its practical ability to participate in the financial and operating policy decisions of the investee, though it is not in control or in joint control of these policies. Based on such assessment, the Group determined that the entities listed in the notes to the financial statements are the only entities over which the Group has significant influence, and accordingly associates.

### 3. Defined Benefit Plan

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in future. These include the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

### 3. PROPERTY, PLANT AND EQUIPMENT AND CAPITAL WORK-IN-PROGRESS

Particulars	Freehold land	Leashold land	Buildings	Plant and Equipment	Wind Mill	Electrical Installation	Office equipment	Furniture and Fixtures	Vehicles	Total	Capital Work-in-progress
<b>Gross Block</b>											
<b>Gross Carrying Amount as at April 1, 2017</b>	8.50	0.45	399.73	1,273.36	465.66	18.69	12.28	13.32	52.58	2,244.57	120.94
Additions during the year	—	—	—	45.53	—	—	1.05	0.60	—	47.18	—
Adjustments/ deductions during the year	—	—	—	—	—	—	0.38	—	—	0.38	1.24
<b>Gross Carrying Amount as at March 31, 2018</b>	<b>8.50</b>	<b>0.45</b>	<b>399.73</b>	<b>1,318.89</b>	<b>465.66</b>	<b>18.69</b>	<b>12.95</b>	<b>13.92</b>	<b>52.58</b>	<b>2,291.37</b>	<b>119.70</b>
<b>Accumulated depreciation/amortisation as at April 1, 2017</b>	0.17	0.01	38.51	177.05	39.58	5.20	3.85	3.85	10.25	278.47	—
Depreciation for the year	0.14	0.01	34.52	155.89	35.77	3.69	2.56	2.25	11.39	246.22	—
Adjustments/ deductions during the year	—	—	—	—	—	—	0.35	—	—	0.35	—
<b>Accumulated depreciation as at March 31, 2018</b>	<b>0.31</b>	<b>0.02</b>	<b>73.03</b>	<b>332.94</b>	<b>75.35</b>	<b>8.89</b>	<b>6.06</b>	<b>6.10</b>	<b>21.64</b>	<b>524.34</b>	<b>—</b>
<b>Net Carrying Amount as at March 31, 2018</b>	<b>8.19</b>	<b>0.43</b>	<b>326.70</b>	<b>985.95</b>	<b>390.31</b>	<b>9.80</b>	<b>6.89</b>	<b>7.82</b>	<b>30.94</b>	<b>1,767.03</b>	<b>119.70</b>
<b>Gross Block</b>											
<b>Gross Carrying Amount as at April 1, 2016</b>	8.50	0.45	399.73	1,247.28	465.66	18.69	9.97	12.96	59.23	2,222.47	129.70
Additions during the year	—	—	—	31.07	—	—	3.00	0.36	—	34.43	—
Adjustments/ deductions during the year	—	—	—	4.99	—	—	0.69	—	6.65	12.33	8.76
<b>Gross Carrying Amount as at March 31, 2017</b>	<b>8.50</b>	<b>0.45</b>	<b>399.73</b>	<b>1,273.36</b>	<b>465.66</b>	<b>18.69</b>	<b>12.28</b>	<b>13.32</b>	<b>52.58</b>	<b>2,244.57</b>	<b>120.94</b>
<b>Accumulated depreciation as at April 1, 2016</b>	—	—	—	—	—	—	—	—	—	—	—
Depreciation for the year	0.17	0.01	38.51	181.59	39.58	5.20	4.50	3.85	15.43	288.84	—
Adjustments/ deductions during the year	—	—	—	4.54	—	—	0.65	—	5.18	10.37	—
<b>Accumulated depreciation as at March 31, 2017</b>	<b>0.17</b>	<b>0.01</b>	<b>38.51</b>	<b>177.05</b>	<b>39.58</b>	<b>5.20</b>	<b>3.85</b>	<b>3.85</b>	<b>10.25</b>	<b>278.47</b>	<b>—</b>
<b>Net Carrying Amount as at March 31, 2017</b>	<b>8.33</b>	<b>0.44</b>	<b>361.22</b>	<b>1,096.31</b>	<b>426.08</b>	<b>13.49</b>	<b>8.43</b>	<b>9.47</b>	<b>42.33</b>	<b>1,966.10</b>	<b>120.94</b>
<b>Net Carrying Amount as at April 1, 2016</b>	<b>8.50</b>	<b>0.45</b>	<b>399.73</b>	<b>1,247.28</b>	<b>465.66</b>	<b>18.69</b>	<b>9.97</b>	<b>12.96</b>	<b>59.23</b>	<b>2,222.47</b>	<b>129.70</b>

\*Refer Note 16 nature of securities of borrowings for the charge created on the aforesaid property, plant and equipments.

### 4. INTANGIBLE ASSETS

Particulars	Computer Software
<b>Gross Block</b>	
<b>Gross Carrying Amount as at April 1, 2017</b>	<b>14.05</b>
Additions during the year	2.74
Adjustments/ deductions during the year	—
<b>Gross Carrying Amount as at March 31, 2018</b>	<b>16.79</b>
<b>Accumulated depreciation/amortisation as at April 1, 2017</b>	<b>4.93</b>
Depreciation/amortisation for the year	5.11
Adjustments/ deductions during the year	—
<b>Accumulated depreciation as at March 31, 2018</b>	<b>10.04</b>
<b>Net Carrying Amount as at March 31, 2018</b>	<b>6.75</b>
<b>Gross Block</b>	
<b>Gross Carrying Amount as at April 1, 2016</b>	<b>13.43</b>
Additions during the year	0.62
Adjustments/ deductions during the year	—
<b>Gross Carrying Amount as at March 31, 2017</b>	<b>14.05</b>
<b>Accumulated depreciation/amortisation as at April 1, 2016</b>	<b>—</b>
Depreciation/amortisation for the year	4.93
Adjustments/ deductions during the year	—
<b>Accumulated depreciation as at March 31, 2017</b>	<b>4.93</b>
<b>Net Carrying Amount as at March 31, 2017</b>	<b>9.12</b>
<b>Net Carrying Amount as at April 1, 2016</b>	<b>13.43</b>



# Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

## 5. INVESTMENTS

Particulars	Face Value (₹)	As at March 31, 2018		As at March 31, 2017		As at March 31, 2016	
		No. of Shares	Value	No. of Shares	Value	No. of Shares	Value
<b>i) Equity instruments :</b>							
<b>Fully paid up :</b>							
<b>Associate (At cost)</b>							
<b>Unquoted</b>							
Pure Coke Limited							
Cost of acquisition (including goodwill Rs. 693.04 lakh)	10	70,84,860	693.04	1,54,560	0.00	1,54,560	0.00
Add: Share of profit / (loss) of associates			(166.92)		–		–
		70,84,860	526.12	1,54,560	0.00	1,54,560	0.00
<b>Others (at fair value other comprehensive income)</b>							
<b>Quoted :</b>							
Uco Bank	10	–	–	–	–	200	0.08
Garware-Wall Ropes Limited	10	–	–	–	–	350	1.19
Oil Country Tubular Limited	10	–	–	–	–	6,000	1.45
Dunlop India Limited	10	25	0.00	25	0.00	25	0.00
Radaan Media Works (I) Limited	2	63,190	1.30	63,190	0.80	73,190	1.28
Tide Water Oil (India) Limited	5	445	27.22	795	47.85	1,536	100.58
Elpro International Limited*	1	2,01,89,160	8,802.47	1,00,94,780	5,542.25	1,00,94,780	2,862.14
R.C.A.Limited	5	27,096	1.35	27,096	1.35	13,548	2.03
		2,02,79,916	8,832.34	1,01,85,886	5,592.25	1,01,89,629	2,968.75
<b>Unquoted :</b>							
I G E (India) Private Limited	1	29,750	142.52	29,750	142.52	29,750	159.38
Dabri Properties and Trading Company Limited	10	60	0.02	60	0.02	60	0.02
		29,810	142.54	29,810	142.54	29,810	159.40
<b>ii) Preference shares :</b>							
<b>Fully paid up :</b>							
<b>Value at amortised cost</b>							
<b>Quoted :</b>							
12% Non-convertible preference shares							
Elpro International Limited^	10	15,00,000	4,831.53	15,00,000	4,392.30	15,00,000	3,993.00
		15,00,000	4,831.53	15,00,000	4,392.30	15,00,000	3,993.00
			14,332.53		10,127.09		7,121.15
Aggregate amount of Quoted Investments			8,832.34		5,592.25		2,968.75
Aggregate market value of Quoted Investments			8,832.34		5,592.25		2,968.75
Aggregate amount of impairment in value of investments			17.68		17.68		17.68
Aggregate amount of Unquoted Investments			4,974.07		4,534.84		4,152.40

### Note:

\* The face value of equity shares of Elpro International Limited of Rs.2/- each has been sub divided into the face value of Re.1/- per equity share during the year.

^These preference shares will have the maximum term of 15 years from the date of allotment. However, these shares can be redeemed earlier at the option of the Company. The dividend on these preference shares will be cumulative and will be receivable at the rate of 12% p.a.

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>6 LOANS</b>			
<b>(i) Non-current</b>			
Security deposit	31.16	31.16	36.19
	<b>31.16</b>	<b>31.16</b>	<b>36.19</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>(ii) Current</b>			
<b>Unsecured, considered good</b>			
Loans and advances			
Related parties (Refer Note No. 33(9))	614.70	1,254.02	1,832.28
Other body corporates	485.47	350.00	–
Security deposits	105.12	62.62	51.16
Others	20.73	20.23	20.23
	<b>1,226.02</b>	<b>1,686.87</b>	<b>1,903.67</b>
<b>Unsecured, considered doubtful</b>			
Deposits to body corporate	14.70	14.70	15.20
Less: Provision For Doubtful Deposit	(14.70)	(14.70)	(15.20)
	<b>–</b>	<b>–</b>	<b>–</b>
	<b>1,226.02</b>	<b>1,686.87</b>	<b>1,903.67</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>7 OTHER FINANCIAL ASSETS</b>			
(Unsecured, considered good)			
<b>(i) Non-current</b>			
Fixed deposit with banks (Bank deposits with more than 12 months maturity)	356.88	274.61	514.36
Others	83.59	67.45	17.30
	<b>440.47</b>	<b>342.06</b>	<b>531.66</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>(ii) Current</b>			
<b>Interest Accrued and not due on</b>			
Fixed deposits with banks	31.75	15.59	13.16
Others	–	3.06	1.88
<b>Others</b>			
Insurance Claim Receivable	66.37	77.75	52.54
CMPDI Fees	3.59	3.34	0.81
Receivable on account of Derivative Contract	9.46	9.52	–
	<b>111.17</b>	<b>109.26</b>	<b>68.39</b>



## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>8 NON- CURRENT TAX ASSETS</b>			
Tax deducted at source and Advance Tax	216.69	2,418.88	2,405.93
Less: Provision for taxation	(109.70)	(2,328.78)	(2,296.78)
	106.99	90.10	109.15
Advance fringe benefit tax	13.50	13.50	13.50
Less: Provision for taxation	(12.24)	(12.24)	(12.24)
	1.26	1.26	1.26
	<b>108.25</b>	<b>91.36</b>	<b>110.41</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>9 OTHER ASSETS (Unsecured, considered good)</b>			
<b>(i) Non-current</b>			
Capital advances	–	33.56	33.81
Advances other than Capital advances			
With statutory authorities	0.25	0.25	0.25
Others	–	–	30.74
	<b>0.25</b>	<b>33.81</b>	<b>64.80</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>(ii) Current</b>			
Advances other than Capital advances			
Advances to suppliers and others	15.09	3.14	6.01
Cenvat, GST and other Taxes/ Duties	279.04	144.02	172.09
Prepaid expenses	1.25	3.71	15.99
Others*	714.30	95.65	95.35
	<b>1,009.68</b>	<b>246.52</b>	<b>289.44</b>

\* Include Incentive receivable, etc.

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>10 INVENTORIES</b>			
(Valued at lower of cost and net realisable value)			
Raw Materials	192.58	406.74	396.51
Raw Materials In Transit	11.65	20.25	110.78
Work-In-Process	497.65	350.93	269.23
Finished Goods	550.08	703.88	992.66
Finished Goods In Transit	2.34	50.57	52.38
Stock In Trade	32.55	73.01	53.53
Stock In Trade In Transit	–	3.29	1.55
Stores And Spares	15.73	14.87	16.57
Loose Tools	1.17	3.04	6.40
	<b>1,303.75</b>	<b>1,626.58</b>	<b>1,899.61</b>



## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>11 TRADE AND OTHER RECEIVABLES</b>			
Unsecured, considered good			
Unsecured, considered doubtful	135.29	179.01	121.83
Less: Provision for doubtful debts	12.14	12.14	12.14
	(12.14)	(12.14)	(12.14)
	135.29	179.01	121.83
Other receivables			
Unsecured, considered good	2,043.16	647.79	1,514.92
	<b>2,178.45</b>	<b>826.80</b>	<b>1,636.75</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>12 CASH AND CASH EQUIVALENTS</b>			
Balance with schedule banks :			
In Current Accounts	214.71	196.49	304.57
Fixed deposit with bank (With original maturity of less than 3 months)	—	—	2.10
Cash in hand	5.70	12.94	6.39
	<b>220.41</b>	<b>209.43</b>	<b>313.06</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>13 BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS</b>			
Earmarked balances			
In Unpaid Dividend Account	4.24	4.65	4.99
Fixed deposits with banks			
Original maturity period more than 3 months up to 12 months	21.36	35.72	48.82
	<b>25.60</b>	<b>40.37</b>	<b>53.81</b>

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	No. of shares	Amount	No. of shares	Amount	No. of shares	Amount
<b>14 EQUITY SHARE CAPITAL</b>						
(a) <b>Authorised</b>						
Equity shares of par value Re. 1/- each	9,80,00,000	980.00	9,80,00,000	980.00	9,80,00,000	980.00
Preference shares of par value Rs. 100/- each	20,000	20.00	20,000	20.00	20,000	20.00
	<b>1,000.00</b>		<b>1,000.00</b>		<b>1,000.00</b>	
(b) <b>Issued, subscribed and fully paid up</b>						
Equity shares of par value Re. 1/- each	6,75,00,000	675.00	6,75,00,000	675.00	6,75,00,000	675.00
	<b>675.00</b>		<b>675.00</b>		<b>675.00</b>	
(c) <b>Forfeited shares</b>						
Equity shares of par value Re. 1/- each*	250	0.00	250	0.00	250	0.00
	<b>0.00</b>		<b>0.00</b>		<b>0.00</b>	

\* Nil due to rounding off figures

**Notes Forming Part of the Consolidated Financial Statements** as at March 31, 2018

(₹ in lakh)

**(d) Reconciliation of number and amount of equity shares outstanding:**

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	No. of shares	Amount	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	6,75,00,000	675.00	6,75,00,000	675.00	6,75,00,000	675.00
At the end of the year	6,75,00,000	675.00	6,75,00,000	675.00	6,75,00,000	675.00

(e) Out of the above issued shares, the Company has only one class of equity shares having a par value of Re. 1/- each. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting. Each holder of equity shares is entitled to one vote per share. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount in proportion of their shareholding.

**(f) Shareholders holding more than 5 % of the equity shares in the Company :**

Name of the shareholder	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	No. of shares held	% of holding	No. of shares held	% of holding	No. of shares held	% of holding
Surbhit Dabriwala	88,24,859	13.07%	88,24,859	13.07%	88,24,859	13.07%
Yamini Dabriwala	64,09,900	9.50%	64,09,900	9.50%	64,09,900	9.50%
Elara India Opportunities Fund Limited	50,15,997	7.43%	65,00,000	9.63%	65,00,000	9.63%
Cresta Fund Limited	50,00,000	7.41%	65,00,000	9.63%	65,00,000	9.63%
Eriska Investment Fund Limited	61,80,000	9.16%	65,00,000	9.63%	65,00,000	9.63%
Lotus Global Investments Limited	42,99,400	6.37%	42,99,400	6.37%	42,99,400	6.37%
I G E (India) Private Limited	54,62,534	8.09%	NA	NA	NA	NA

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>15 OTHER EQUITY</b>			
<b>(a) Capital reserves</b>			
Balance as per last account	39.42	39.42	39.42
<b>(b) General reserve</b>			
Balance as per last account	5,504.58	5,504.58	5,523.78
Less : Transfer to retained earnings	–	–	(19.20)
Closing balance	5,504.58	5,504.58	5,504.58
<b>(c) Securities Premium</b>			
Balance as per last account	2,515.50	2,515.50	2,515.50
<b>(d) Retained earnings</b>			
Balance as per last account	(1,542.43)	(1,805.47)	
Add: Net Profit for the year	(743.54)	330.05	
Add: Other comprehensive income for the year	6.47	(26.35)	
Amount available for appropriation			
Less : Appropriations:			
Dividend	(33.75)	(33.75)	
Tax on Dividend	(6.87)	(6.91)	
Closing balance	(2,320.12)	(1,542.43)	(1,805.47)
<b>(e) Other comprehensive income</b>			
Balance as per last account	5,207.27	2,541.89	
Add : Other comprehensive income for the year	3,333.31	2,665.38	
Closing balance	8,540.58	5,207.27	2,541.89
<b>Total</b>	<b>14,279.96</b>	<b>11,724.34</b>	<b>8,795.92</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>16 BORROWINGS</b>			
<b>(i) Non-current</b>			
<b>Vehicle loan</b>			
<b>Secured</b>			
From banks	–	–	7.42
From others	–	2.27	5.02
<b>Others</b>			
<b>Unsecured</b>			
From banks	–	–	167.89
Sales tax deferment loan	0.25	2.27	6.10
	<b>0.25</b>	<b>4.54</b>	<b>186.43</b>

**Notes Forming Part of the Consolidated Financial Statements** as at March 31, 2018

(₹ in lakh)

**(a) Nature of securities**

- (i) Vehicle finance loan from banks and others are secured by hypothecation of vehicles acquired against the said loan.

**(b) Terms of repayment**

Name of the banks/entities	Interest rate	Amount outstanding as at March 31, 2018		Amount outstanding as at March 31, 2017		Amount outstanding as at April 1, 2016	
		Current	Non current	Current	Non current	Current	Non current
1. HDFC Bank	10.00%	–	–	2.23	–	12.63	2.23
2. Axis Bank	10.50%	–	–	–	–	2.71	5.19
3. HDFC Bank	12.26%	–	–	–	–	1.32	–
4. Kotak Mahindra Prime Ltd.#	11.71%	2.27	–	2.45	2.27	2.18	4.73
5. Toyota Finance Service India Ltd.	10.14%	–	–	0.29	–	3.65	0.29
6. Sales tax deferment loan #	Interest free	2.85	0.25	5.34	2.27	7.74	6.10
7. Other bank^	5.70%	–	–	–	–	–	167.89
<b>Total</b>		<b>5.12</b>	<b>0.25</b>	<b>10.31</b>	<b>4.54</b>	<b>30.23</b>	<b>186.43</b>

**Note:**

^ The bank loan were denominated in Australian dollar, trade related in nature, unsecured by step down subsidiary company "International Conveyors Australia Pty Ltd". The bank loan is placed under non-current liabilities as it was expected that the loan will be renewed after its expiry date but the same has been fully repaid during the financial year.

# Period of maturity w.r.t the balance sheet date as at March 31, 2018 - Kotak Mahindra Prime Ltd.- 10 months and Sales tax deferment loan - 2 years.

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>(ii) Current</b>			
<b>Loans repayable on demand</b>			
<b>Secured</b>			
<b>From banks</b>			
Working capital facilities from bank	1,553.44	1,265.94	2,078.09
Others	229.63	324.18	203.98
<b>Unsecured</b>			
From other than banks	4,716.23	2,422.16	3,265.10
	<b>6,499.30</b>	<b>4,012.28</b>	<b>5,547.17</b>

**Nature of securities :**

Working Capital facility from Bank are secured by hypothecation of Company's entire stock, book debts and other current assets both present and future and also secured by first charge on fixed assets of the Company including land and building (both units at Aurangabad and Falta). This is further secured by personal guarantee by one of the directors of the Company.

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>17 PROVISIONS</b>			
<b>(i) Non-current</b>			
Provision for employee benefits (Refer Note No. 33(6))			
Unavailed leave	14.98	16.54	16.63
Provision for decommissioning liability	7.66	6.91	6.23
	<b>22.64</b>	<b>23.45</b>	<b>22.86</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>(ii) Current</b>			
Provision for employee benefits (Refer Note No. 33(6))			
Gratuity	60.59	66.35	31.63
Unavailed Leave	12.80	13.28	11.84
	<b>73.39</b>	<b>79.63</b>	<b>43.47</b>

### 18 DEFERRED TAX LIABILITIES (NET)

As at March 31, 2018

Particulars	Opening Balance	Recognized in profit or loss	Recognized in other comprehensive income	Closing Balance
<b>Tax effect of items constituting deferred tax liabilities</b>				
Property, plant and equipment	16.83	121.77	–	138.60
Investment	488.56	84.10	(342.50)	230.16
	<b>505.39</b>	<b>205.87</b>	<b>(342.50)</b>	<b>368.76</b>
<b>Tax effect of items constituting deferred tax assets</b>				
Expenses allowable on payment basis	33.28	(3.09)	(2.89)	27.30
Unabsorbed depreciation	114.31	51.94	–	166.25
Provision for doubtful debt and deposit	9.29	(1.00)	–	8.29
MAT credit entitlement	14.90	–	–	14.90
	<b>171.78</b>	<b>47.85</b>	<b>(2.89)</b>	<b>216.74</b>
<b>Net deferred tax liability</b>	<b>333.61</b>	<b>158.02</b>	<b>(339.61)</b>	<b>152.02</b>



# Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

As at March 31, 2017

Particulars	Opening Balance	Recognized in profit or loss	Recognized in other comprehensive income	Closing Balance
<b>Tax effect of items constituting deferred tax liabilities</b>				
Property, plant and equipment	(2.21)	19.04	–	16.83
Investment	351.89	138.19	(1.52)	488.56
	<b>349.68</b>	<b>157.23</b>	<b>(1.52)</b>	<b>505.39</b>
<b>Tax effect of items constituting deferred tax assets</b>				
Expenses allowable on payment basis	20.80	(1.47)	13.95	33.28
Unabsorbed depreciation	90.27	24.04	–	114.31
Provision for doubtful debt and deposit	9.46	(0.17)	–	9.29
MAT credit entitlement	14.90	–	–	14.90
	<b>135.43</b>	<b>22.40</b>	<b>13.95</b>	<b>171.78</b>
<b>Net deferred tax liability</b>	<b>214.25</b>	<b>134.83</b>	<b>(15.47)</b>	<b>333.61</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>19 OTHER LIABILITIES</b>			
<b>(i) Non-current</b>			
Deferred gain on changes in value of financial liabilities	1.35	2.03	2.70
	<b>1.35</b>	<b>2.03</b>	<b>2.70</b>

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>(ii) Current</b>			
Statutory dues*	48.03	71.71	81.98
Finance lease obligation	–	–	8.03
Others	–	0.24	0.06
	<b>48.03</b>	<b>71.95</b>	<b>90.07</b>

\* Includes excise duty on closing stock

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>20 TRADE PAYABLES</b>			
Total outstanding dues of micro and small enterprises (Refer Note No. 33(3))	117.56	–	–
Total outstanding dues of creditors other than micro and small enterprises	1,094.74	617.73	835.12
	<b>1,212.30</b>	<b>617.73</b>	<b>835.12</b>

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>21 OTHER CURRENT FINANCIAL LIABILITIES</b>			
Current maturities of long term debt*			
Term loan	–	–	21.74
Vehicle loan	2.27	4.97	22.49
Sales tax deferment loan	2.84	5.34	7.73
Interest accrued but not due on borrowings	1.00	1.50	0.88
Interest accrued and due on borrowings	7.58	7.37	3.28
Unpaid dividends^	4.24	4.65	4.99
Others			
Forward Payable (Net)	–	–	20.98
Others	0.19	0.22	0.60
	<b>18.12</b>	<b>24.05</b>	<b>82.69</b>

\* Refer Note No. 16(i) for nature of securities and terms of repayment respectively.

^ There are no amounts due and outstanding to be credited to Investor Education and Protection Fund.

## Notes Forming Part of the Consolidated Financial Statements for the year ended March 31, 2018

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>22 REVENUE FROM OPERATIONS</b>		
<b>Sale of Products</b>		
PVC Fire Resistant Antistatic Solid Woven Coal Conveyor Belting	4,169.30	5,234.97
Trading Goods	817.97	561.61
Wind Energy	239.51	241.97
<b>Other Operating Revenue</b>		
Miscellaneous Sales	8.43	9.28
Sundry Balance Written Back	59.43	2.75
Duty Credit Scrip Received (IXU)	623.38	31.91
Duty Drawback	4.15	24.14
	<b>5,922.17</b>	<b>6,106.63</b>

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>23 OTHER INCOME</b>		
Interest income on financial assets carried at amortised cost	607.97	631.19
Dividend income	19.59	19.74
Rent	0.30	0.30
Foreign exchange gain (Net)	60.96	54.48
Profit on sale of investment	–	26.39
Sundry balances written back	0.17	–
Other receipts	88.34	77.77
	<b>777.33</b>	<b>809.87</b>



## Notes Forming Part of the Consolidated Financial Statements for the year ended March 31, 2018

(₹ in lakh)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>24 COST OF MATERIALS CONSUMED</b>		
Polyester yarn	779.55	672.51
Spun yarn	21.67	22.45
Cotton yarn	198.07	164.60
Chemicals		
(i) PVC Resin	509.14	429.81
(ii) Phosphate Plasticizer	491.69	315.64
(iii) Others	431.00	475.87
Others	304.55	222.03
	<b>2,735.67</b>	<b>2,302.91</b>

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>25 PURCHASE OF STOCK IN TRADE</b>		
Ply and steel cord conveyor belting	501.55	69.47
Fittings and accessories	145.94	205.46
Trading goods	–	250.75
	<b>647.49</b>	<b>525.68</b>

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>26 CHANGE IN INVENTORIES OF FINISHED GOODS, STOCK IN TRADE AND WORK IN PROGRESS</b>		
<b>Opening stock</b>		
Finished goods (including in transit)	754.45	1,045.04
Less : Excise duty	24.81	40.09
	729.64	1,004.95
Work-in-process	350.93	269.23
Stock in trade (including in transit)	76.30	55.08
	<b>1,156.87</b>	<b>1,329.26</b>
<b>Less : Closing stock</b>		
Finished goods (including in transit)	552.42	754.45
Less : Excise duty	–	24.81
	552.42	729.63
Work-in-process	497.65	350.93
Stock in trade (including in transit)	32.55	76.30
	<b>1,082.62</b>	<b>1,156.87</b>
	<b>74.25</b>	<b>172.39</b>



## Notes Forming Part of the Consolidated Financial Statements for the year ended March 31, 2018

(₹ in lakh)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>27 EMPLOYEE BENEFIT EXPENSE</b>		
Salaries, wages and bonus	937.96	1,010.89
Contribution to provident and other funds	35.30	30.22
Staff welfare	48.74	41.32
	<b>1,022.00</b>	<b>1,082.43</b>

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>28 FINANCE COST</b>		
Interest		
On borrowings	623.05	580.40
Other borrowing costs	35.99	22.06
Applicable loss on foreign currency transaction and translation	5.35	3.24
	<b>664.39</b>	<b>605.70</b>

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>29 DEPRECIATION AND AMORTIZATION EXPENSE</b>		
Depreciation and amortization expense		
On property, plant and equipment	246.22	288.84
On intangible assets	5.11	4.93
	<b>251.33</b>	<b>293.77</b>

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>30 OTHER EXPENSES</b>		
Consumption of stores and spare parts	11.99	14.39
Advertising	0.29	4.90
Power And Fuel	163.82	141.74
Rent	100.86	30.45
Repairs-Buildings	0.03	15.92
Repairs-Machinery	33.24	18.80
Repairs-Others	48.02	61.95
Insurance Charges	21.91	40.33
Rates And Taxes	11.72	17.50
Travelling And Conveyance	96.25	109.42
Directors Fees	6.21	5.45
Auditors Remuneration	6.26	7.02
Transport, Packing And Forwarding	319.52	363.60
Commission On Sales	13.84	2.23
Legal And Professional Fees	300.87	203.16
Subscription And Donation	0.55	1.67
Corporate Social Responsibility (Refer Note 33(4))	2.00	11.51
Loss on Sale of Property, Plant and Equipment	0.03	0.39
Miscellaneous Expenses	263.02	271.20
	<b>1,400.43</b>	<b>1,321.63</b>



## Notes Forming Part of the Consolidated Financial Statements for the year ended March 31, 2018

(₹ in lakh)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>31 TAX EXPENSE</b>		
<b>A. Amount recognised in profit or loss</b>		
Current tax	–	–
Income Tax for earlier years	24.29	32.00
Total current tax	24.29	32.00
Deferred tax	158.02	134.83
<b>Total</b>	<b>182.31</b>	<b>166.83</b>
<b>B. Amount recognised in Other Comprehensive Income</b>		
<b>Deferred tax</b>		
On items that will not be reclassified to profit or loss		
Remeasurement gains/(losses) on defined benefit plans	2.89	(13.95)
Equity instruments through other comprehensive income	(342.50)	(1.52)
<b>Total</b>	<b>(339.61)</b>	<b>(15.47)</b>
<b>Reconciliation of Tax Expense</b>		
Profit before tax	(743.54)	330.05
Applicable tax rate	30.900%	34.608%
<b>Computed tax expense (A)</b>	<b>(229.75)</b>	<b>114.22</b>
<b>Adjustments for:</b>		
Effect of tax relating to uncertain tax positions	387.77	20.61
Adjustments recognised in the current year in relation to the current tax of prior years	24.29	32.00
<b>Net adjustments (B)</b>	<b>412.06</b>	<b>52.61</b>
<b>Tax expense recognised in profit or loss (A + B)</b>	<b>182.31</b>	<b>166.83</b>

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>32 OTHER COMPREHENSIVE INCOME</b>		
<b>Items that will not be reclassified to profit or loss</b>		
Re-measurements of defined benefit plans	9.36	(40.30)
Gains/(Losses) on measuring Equity Instruments through Other comprehensive income	3,267.42	2,625.16
Exchange difference in translating foreign operations	(316.39)	38.70
	2,960.39	2,623.56
Less: Income tax relating to items that will not be reclassified to profit or loss	(339.61)	(15.47)
	<b>3,300.00</b>	<b>2,639.03</b>

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

### 33 OTHER DISCLOSURES

#### 1. Contingent liabilities and commitments (to the extent not provided for) in respect of :

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>(i) Contingent liabilities</b>			
a) <b>Claims against the Group not acknowledged as debt :</b>			
Entry Tax Payable	–	–	1.35
Income Tax matter under Appeal	32.62	32.62	18.75
Service Tax matter under Appeal	24.09	–	–
b) <b>Guarantees :</b>			
Guarantees given by bank on behalf of the Company	862.70	846.50	788.89
<b>(ii) Capital commitment</b>			
Estimated amount of capital contracts remaining to be executed and not provided for	–	0.00	2.76

The Group's pending litigation comprises of claim against the Group and proceeding pending tax/statutory/Government authorities. The Group has reviewed all its pending litigations and proceedings and has made adequate provisions, and disclosed the contingent liabilities, where applicable, in its Financial Statements. The Group does not expects the outcome of these proceedings to have a material impact on its financial position. Future cash outflows in respect of [a (i), (ii) & (iii)] above are dependent upon the outcome of judgments / decisions.

- The Group has certain cancellable operating lease arrangements for office/ residential accomodation and for use of machineries with a lease period of one to five years which can be further extended after mutual consent and agreement. The lease agreement can be terminated after giving a notice as per the terms of the lease by either of the party. Expenditure incurred on account of operating lease rentals during the year and recognised in the Statement of Profit and Loss amounts to Rs. 10.57 lakh (Previous Year Rs. 10.43 lakh).
- Based on the information/documents available with the Company, detail as per the requirement of section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 are as follows:

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
I. The principal amount remaining unpaid to suppliers*	117.56	–	–
II. The interest due thereon remaining unpaid to suppliers	0.58	–	–
III. The amount of interest paid in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to supplier beyond the appointed day	–	–	–
IV. The amount of interest due and payable for the period of delay in making payment ( which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006	–	–	–

\* Included in the line item "Total outstanding dues of micro enterprises and small enterprises" under note no. 20.

4 Expenditure on Corporate Social Responsibility (CSR) activities :	2017-18	2016-17
(a) Gross amount required to be spent by the Group during the year	1.81	11.19
(b) Amount spent during the year in cash	2.00	11.51

**Notes Forming Part of the Consolidated Financial Statements** as at March 31, 2018

<b>5 Earning Per Share (EPS) :</b>	<b>Year ended 31.03.2018</b>	<b>Year ended 31.03.2017</b>
(a) Profit / (Loss) attributable to Shareholders (₹ in lakh)	(743.54)	330.05
(b) Weighted average number of Equity Shares	6,75,00,000	6,75,00,000
(c) Nominal Value of Equity Share (₹)	1	1
(d) Basic and Diluted EPS (₹)	(1.10)	0.49

**6 Employee Benefits:**

As per Indian Accounting Standard- 19 "Employee Benefits", the disclosures of Employee Benefits are as follows:

a) Contributions to Defined Contribution Plan recognized as expenses for the year are as under:

<b>Particulars</b>	<b>2017-18</b>	<b>2016-17</b>
Employer's Contribution to Provident Fund	6.13	6.61
Employer's Contribution to Pension Fund	7.88	9.64
Employer's Contribution to Employees State Insurance Scheme	1.98	1.40

b) The disclosure as per the Indian Accounting Standard 19 (AS-19) "Employee Benefits" are given below:

The Group operates post retirement benefit plans as following:

Funded: Gratuity.

Non Funded: Leave Encashment

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

### 33 OTHER DISCLOSURES (Contd.)

#### 6 Employee Benefits (Contd.)

#### Disclosures for defined benefit plans based on actuarial reports as on March 31, 2018

(₹ in lakh)

Particulars	Gratuity (Funded)	
	2017-18	2016-17
<b>A. Expenses recognised in the Statement of Profit and Loss :</b>		
Current Service Cost	7.23	7.95
Past Service Cost	3.76	—
Net Interest on the net defined benefit liability/asset	4.18	1.12
Curtailment	—	—
Settlement	—	—
<b>Total Expenses recognized in the Statement of Profit and Loss*</b>	<b>15.17</b>	<b>9.07</b>
<b>B. Other comprehensive Income:</b>		
Actuarial (Gain)/Loss arising from :		
- Change in demographic assumptions	—	0.26
- Change in financial assumptions	(3.34)	5.39
- Change in experience assumptions	(4.85)	34.92
(Return)/Loss on plan assets excluding amount included in Interest Income	(1.18)	(0.27)
<b>Components of defined costs recognised in Other comprehensive Income</b>	<b>(9.37)</b>	<b>40.30</b>
<b>C. Change in the Fair Value of Assets:</b>		
Fair Value of Plan Assets at the beginning of the year	183.50	178.68
Interest Income	11.93	14.37
Contributions by the Employer	11.70	14.65
Mortality Charges and Taxes	(0.13)	—
Benefits paid	(32.88)	(23.56)
Return on plan assets, excluding amount recognised in interest Income - Gains/ (Loss)	1.18	0.27
<b>Fair Value of Plan Assets at the end of the year</b>	<b>175.30</b>	<b>184.41</b>
<b>D. Change in Defined Benefit Obligations :</b>		
Present Value of Defined Benefit Obligations as at the beginning of the year	249.85	210.31
Current Service Cost	7.23	7.95
Past Service Cost	3.76	—
Interest Cost	16.11	15.49
Benefits Paid	(32.88)	(23.56)
Remeasurements on obligation - (Gains)/ Loss	(8.18)	40.57
<b>Present Value of Defined Benefit Obligations as at the end of the year</b>	<b>235.89</b>	<b>250.76</b>
<b>E. Net Asset / (Liability) recognised in the Balance Sheet as at the year end:</b>		
Present Value of Defined Benefit Obligations	235.89	250.76
Fair Value of Plan Assets	175.30	184.41
<b>Liability /(Assets) recognized in the Balance Sheet</b>	<b>60.59</b>	<b>66.35</b>



## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

Particulars	Gratuity (Funded)	
	2017-18	2016-17
<b>F. Principal Actuarial Assumptions used :</b>		
Discounted Rate (per annum) Compound	7.50%	6.90%
Expected Rate of return on Plan Assets	6.90%	7.80%
Rate of Salary increase (per annum)	7.00%	7.00%
Retirement Age ( Year )	60	60
Mortality Rate	IALM(2006-08) Ultimate	IALM(2006-08) Ultimate
<b>G. Major category of Plan assets as a % of the Total Plan Assets as at the year end :</b>		
Government of India Securities	0.00%	0.00%
High quality corporate bonds	0.00%	0.00%
Equity shares of Listed Companies	0.00%	0.00%
Property	0.00%	0.00%
Special deposit scheme	0.00%	0.00%
Funds managed by the insurer	100.00%	100.00%
Others	0.00%	0.00%
<b>H. Maturity analysis of the Benefit Payments :</b>		
Year 1	151.09	155.18
Year 2	14.74	219.90
Year 3	12.36	142.90
Year 4	26.30	12.04
Year 5	11.91	20.00
Next 5 Years	71.87	64.95
<b>I. Sensitivity analysis on Present value of Defined Benefit Obligations:</b>		
Discount rate + 100 basis point	230.75	244.02
Discount rate - 100 basis point	241.57	256.32
Salary increase rate + 100 basis point	240.49	254.53
Salary increase rate - 100 basis point	231.65	245.34
Withdrawal rate + 100 basis point	236.01	249.87
Withdrawal rate - 100 basis point	235.76	249.83
Sensitivity analysis indicates the influence of a reasonable change in certain significant assumptions on the outcome of the Present Value of Obligation (PVO) and aids in understanding the uncertainty of reported amounts. Sensitivity analysis is done by varying one parameter at a time and studying its impact.		

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

### 33 OTHER DISCLOSURES (Contd.)

#### 6 Employee Benefits (Contd.)

Disclosures for defined benefit plans based on actuarial reports as on March 31, 2018

	Leave Encashment (Non Funded)	
	2017-18	2016-17
<b>A. Expenses recognized in the Statement of Profit and Loss :</b>		
Current Service Cost	3.54	3.38
Acquisition (Gain)/Loss	—	—
Past Service Cost	—	—
Net Interest (Income)/Expense	1.92	2.07
Curtailment	—	—
Settlement	—	—
Remeasurements Cost/ (credit) for the year	(3.51)	(0.11)
<b>Total Expenses recognized in the Statement of Profit and Loss *</b>	<b>1.95</b>	<b>5.34</b>
<b>B. Change in Defined Benefit Obligations :</b>		
Present Value of Defined Benefit Obligations as at the beginning of the year	29.82	28.47
Current Service Cost	3.54	3.38
Interest Cost	1.92	2.07
Benefits Paid	(3.99)	(3.99)
Actuarial (Gains)/ Losses	(3.51)	(0.11)
<b>Present Value of Defined Benefit Obligations as at the end of the year</b>	<b>27.78</b>	<b>29.82</b>
<b>C. Principal Actuarial Assumptions used :</b>		
Discounted Rate (per annum) Compound	7.50%	6.90%
Expected Rate of return on Plan Assets	NA	NA
Rate of Salary increase (per annum)	7.00%	7.00%
<b>D. Maturity analysis of the Benefit Payments : (Refer Note)</b>		
Year 1	12.80	13.28
Year 2	1.56	1.50
Year 3	0.93	1.49
Year 4	2.82	1.03
Year 5	1.19	2.80
Next 5 Years	12.25	13.00
<b>E. Sensitivity analysis on Present value of Defined Benefit Obligations: (Refer Note)</b>		
Discount rate + 100 basis point	26.66	28.50
Discount rate - 100 basis point	29.04	31.32
Salary increase rate + 100 basis point	28.86	31.11
Salary increase rate - 100 basis point	26.79	28.65

Sensitivity analysis indicates the influence of a reasonable change in certain significant assumptions on the outcome of the Present Value of Obligation (PVO) and aids in understanding the uncertainty of reported amounts. Sensitivity analysis is done by varying one parameter at a time and studying its impact.

\*Included in "Salaries, Wages and Bonus" and "Contribution to Provident Fund, Gratuity and Other Funds" under "Employee benefit expenses" on Note 27.

The expected return on Plan Assets is based on the actuarial expectation of the average long-term rate of return expected. The discount rate is based on the prevailing market yields on Government bonds as at the balance sheet date.

NA represents the figures are not available in actuarial reports.

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

### 33 OTHER DISCLOSURES (Contd.)

#### 7 Segment Reporting disclosures as per Ind AS-108 "Operating Segments":

##### Operating Segments:

a) Conveyor Belting    b) Wind Energy    c) Trading Goods

##### Identification of Segments:

The chief operating decision maker monitor the operating results of its business segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements. Operating segments have been identified on the basis of the nature of products/services and have been identified as per the quantitative criteria specified in the Ind AS.

##### Segment Revenue and Results:

The expenses and incomes which are not attributable to any business segment are shown as unallocated expenditure (net of unallocated income).

##### Segment Assets and Liabilities:

Segment assets include all operating assets used by the operating segment and mainly consist of property, plant and equipments, trade and other receivables, cash and cash equivalents, bank balance other than cash and cash equivalents etc.

Segment liabilities primarily includes trade payables, borrowings and other liabilities.

Common assets and liabilities which cannot be allocated to any of the segments are shown as a part of unallocated Corporate assets/liabilities.



## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

### 33 OTHER DISCLOSURES (Contd.)

#### 7 Segment Reporting disclosures as per Ind AS-108 "Operating Segments": (Contd.)

##### (a) Information about primary business segments :

Particulars	Conveyor Belting		Wind Energy		Trading Goods		Unallocated Corporate		Total Amount	
	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17
Segment Revenue										
Sale and Services to External customers	4,169.30	5,234.97	239.51	241.97	817.97	561.61	–	–	5,226.78	6,038.55
Other operating revenue	–	–	–	–	–	–	695.39	68.08	695.39	68.08
<b>Revenue from operations (Gross)</b>	<b>4,169.30</b>	<b>5,234.97</b>	<b>239.51</b>	<b>241.97</b>	<b>817.97</b>	<b>561.61</b>	<b>695.39</b>	<b>68.08</b>	<b>5,922.17</b>	<b>6,106.63</b>
Less : Excise Duty	298.25	115.11							298.25	115.11
<b>Net Turnover</b>	<b>3,871.05</b>	<b>5,119.86</b>	<b>239.51</b>	<b>241.97</b>	<b>817.97</b>	<b>561.61</b>	<b>695.39</b>	<b>68.08</b>	<b>5,623.92</b>	<b>5,991.52</b>
<b>Segment Results</b>	<b>(438.08)</b>	<b>321.59</b>	<b>101.06</b>	<b>137.58</b>	<b>84.09</b>	<b>135.40</b>	<b>–</b>	<b>–</b>	<b>(252.93)</b>	<b>594.57</b>
Unallocated Corporate Expenses	–	–	–	–	–	–	(84.96)	(149.57)	(84.96)	(149.57)
	(438.08)	321.59	101.06	137.58	84.09	135.40	(84.96)	(149.57)	(337.89)	445.00
Interest Expenses	–	–	–	–	–	–	(664.39)	(605.70)	(664.39)	(605.70)
Interest Income	–	–	–	–	–	–	607.97	631.19	607.97	631.19
<b>Profit/(Loss) from investment</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>26.39</b>	<b>–</b>	<b>26.39</b>
<b>Profit/(Loss) before Tax</b>	<b>(438.08)</b>	<b>321.59</b>	<b>101.06</b>	<b>137.58</b>	<b>84.09</b>	<b>135.40</b>	<b>(141.38)</b>	<b>(97.69)</b>	<b>(394.31)</b>	<b>496.88</b>
Income Tax		–		–		–	182.31	166.83	182.31	166.83
<b>Profit After Tax</b>	<b>(438.08)</b>	<b>321.59</b>	<b>101.06</b>	<b>137.58</b>	<b>84.09</b>	<b>135.40</b>	<b>(323.69)</b>	<b>(264.52)</b>	<b>(576.62)</b>	<b>330.05</b>

##### (b) Other information :

Particulars	Conveyor Belting			Wind Energy			Trading Goods			Unallocated Corporate			Total Amount		
	2017-18	2016-17	2015-16	2017-18	2016-17	2015-16	2017-18	2016-17	2015-16	2017-18	2016-17	2015-16	2017-18	2016-17	2015-16
<b>Segment Assets</b>	3,327.94	2,513.31	5,541.45	462.38	481.81	539.36	113.78	133.94	101.25				3,904.10	3,129.06	6,182.06
Unallocated Corporate Assets		–			–			–		19,078.26	14,439.55	10,313.60	19,078.26	14,439.55	10,313.62
<b>Total Assets</b>	3,327.94	2,513.31	5,541.45	462.38	481.81	539.36	113.78	133.94	101.25	19,078.26	14,439.55	10,313.60	22,982.36	17,568.61	16,495.68
<b>Segment liabilities</b>	(1,545.88)	(1,079.95)	(1,186.17)	(16.99)	(25.65)	(6.87)	(60.29)	(49.88)	(16.16)		–		(1,623.15)	(1,155.48)	(1,209.19)
Unallocated Corporate Liabilities		–			–			–		(6,252.23)	(3,680.18)	(5,601.31)	(6,252.23)	(3,680.18)	(5,601.31)
<b>Total Liabilities</b>	(1,545.88)	(1,079.95)	(1,186.17)	(16.99)	(25.65)	(6.87)	(60.29)	(49.88)	(16.16)	(6,252.23)	(3,680.18)	(5,601.31)	(7,875.38)	(4,835.66)	(6,810.51)
Cost incurred during the period to acquire segment fixed assets	49.13	34.67	NA	–	–	NA	–	–	NA	0.78	0.38	NA	49.92	35.05	NA
Depreciation / Amortisation	205.44	238.92	NA	35.77	39.58	NA	0.02	0.02	NA	10.10	15.25	NA	251.33	293.77	NA

- Note : (i) Conveyor Belting segment includes manufacturing and sale of PVC Conveyor Belting.  
(ii) Wind Energy Segment includes generation, supply and sale of Wind Power (Electricity).  
(iii) Unallocated / Corporate Segment includes Corporate, Administrative and Financing activity

**Notes Forming Part of the Consolidated Financial Statements** as at March 31, 2018

(₹ in lakh)

**33 OTHER DISCLOSURES** (Contd.)**7 Segment Reporting disclosures as per Ind AS-108 "Operating Segments":** (Contd.)**(c) Reconciliations of amounts reflected in the financial statements****(i) Reconciliation of assets**

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Segment operating assets	22,982.36	17,568.61	16,495.68
<b>Total assets</b>	<b>22,982.36</b>	<b>17,568.61</b>	<b>16,495.68</b>

**(ii) Reconciliation of liabilities**

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Segment operating liabilities	7,875.38	4,835.66	6,810.51
<b>Total liabilities</b>	<b>7,875.38</b>	<b>4,835.66</b>	<b>6,810.51</b>

**(d) Information about secondary business segments :****(i) Reconciliation of assets**

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>Revenue by geographical market</b>			
<b>Sale of products</b>			
Domestic	2,475.91	1,706.60	NA
Export	2,750.87	4,331.95	NA
<b>Total</b>	<b>5,226.78</b>	<b>6,038.55</b>	<b>NA</b>
<b>Assets</b>			
Trade receivables (net of provision for doubtful debt)			
Within India	992.52	575.14	238.24
Outside India	1,185.93	251.66	1,398.51
<b>Total</b>	<b>2,178.45</b>	<b>826.80</b>	<b>1,636.75</b>

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

### 33 OTHER DISCLOSURES (Contd.)

#### 8 Details of loan given, investments made, guarantee or security provided covered under section 186 (4) of the Companies Act, 2013 :

All loans, investments, guarantees and securities as disclosed in respective notes are provided for business purposes.

##### (i) Details of Loans given:

The particulars of loans given are as under:

Name of the Loanee	Loan given	Loan refunded	Amount of loan outstanding on 31.03.2018	Purpose of loan taken by the loanee
Elpro Estates Ltd.	755.00 (-)	755.00 (-)	- (-)	General corporate purpose
Elpro International Ltd.	790.00 (2,748.65)	807.15 (2,765.80)	7.90 (17.15)	General corporate purpose
Pure Coke Ltd.	464.19 (1,385.39)	651.13 (2,045.50)	43.01 (235.44)	General corporate purpose
P C Chanda & Co Pvt. Ltd.	100.00 (250.00)	- (-)	350.00 (250.00)	General corporate purpose
Espeea Promoters & Developers Pvt. Ltd.	50.00 (100.00)	50.00 (-)	100.00 (100.00)	General corporate purpose
<b>Total</b>	<b>2,159.19</b> <b>(4,484.04)</b>	<b>2,263.28</b> <b>(4,811.30)</b>	<b>500.91</b> <b>(602.59)</b>	

**Note :** Figures in bracket relating to previous year.

##### (ii) Details of Investments made :

The particulars of investments made are given under "Non-current investment " under note no. 5.

##### (iii) Details of guarantee given and security provided :

The Company has not given any guarantee and has not provided any security during the year.

### 9 Related party disclosures :

#### (a) Name of the related parties and description of relationship :

##### (i) Associate :

Pure Coke Limited

##### (ii) Enterprises where key management personnel and their relatives have substantial interest and/or significant influence:

- R.C.A. Limited
- Elpro International Limited
- I G E (India) Private Limited

##### (iii) Key Management Personnel :

Shri R. K. Dabhiwala – Managing Director

**Notes Forming Part of the Consolidated Financial Statements** as at March 31, 2018

(₹ in lakh)

**33 OTHER DISCLOSURES (Contd.)****9 Related party disclosures : (Contd.)****(b) Details of transaction made with related parties during the year :**

Nature of Transaction	R.C.A. Limited		Pure Coke Limited		I.G.E. (India) Private Limited		Elpro International Limited		KMP	
	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17
<b>Interest on Loan</b>										
Received	–	–	–	38.49	–	–	8.78	19.06	–	–
Paid	–	0.67	6.10	–	–	–	–	–	–	–
Interest received on Preference Shares	–	–	–	–	–	–	439.23	399.30	–	–
Rent Received	0.30	0.30	–	–	–	–	–	–	–	–
<b>Dividend Income</b>										
On Preferential Shares	–	–	–	–	–	–	18.00	18.00	–	–
On Equity Shares	0.27	0.27	–	–	–	–	–	–	–	–
<b>Inter Corporate Deposit :</b>										
Loan Given	–	–	464.19	2,246.30	–	18.29	790.00	2,765.80	–	–
Repayment of Loan	–	–	651.13	2,045.50	–	18.29	807.15	2,765.80	–	–
Loan Taken	–	190.00	777.87	–	–	–	–	847.36	–	–
Loan Repaid	–	190.00	777.87	–	–	331.71	–	1,109.20	–	–
Reimbursement of Expenses (Net)	–	–	–	–	1.51	1.34	–	–	–	–
Recovery of Expenses (Net)	–	–	–	–	–	–	–	0.07	–	–
Commission on Export Sales	–	–	–	–	–	–	–	–	–	–
Sale of Materials/Services	–	–	–	–	–	–	–	–	–	–

<b>Key Management Personnel :</b>	<b>2017-18</b>	<b>2016-17</b>
Short-term employee benefits	97.88	98.82
Post-employment benefits	NA*	NA*
Other long-term employee benefits	NA*	NA*
Director's Sitting Fees	6.21	5.45

\* Separate figures not available in actuarial report

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

### 33 OTHER DISCLOSURES (Contd.)

#### 9 Related party disclosures : (Contd.)

##### (b) Details of transaction made with related parties during the year : (Contd.)

(₹ in lakh)

Nature of Transaction	Pure Coke Limited			I.G.E. (India) Private Limited			Elpro International Limited		
	2017-18	2016-17	2015-16	2017-18	2016-17	2015-16	2017-18	2016-17	2015-16
<b>Balance Outstanding:</b>									
Loan Given	43.01	235.44	895.55	-	-	331.71	7.90	17.15	-
Loan Taken	-	-	-	-	-	-	-	-	261.84
Sale of Materials/Services	-	-	-	-	-	-	-	-	-
Export Sales Commission Payable	-	-	-	-	-	-	-	-	-
Dividend Receivable	-	-	-	-	-	-	83.59	67.45	48.04
Investment in preference share	-	-	-	-	-	-	4,831.53	4,392.30	3,993.00
Reimbursement of Expenses	-	-	-	-	0.22	0.60	-	-	-
Recovery of Expenses	-	-	-	-	-	-	-	-	0.29
Corporate Guarantee given and outstanding	-	-	-	-	-	-	-	1,450.00	1,450.00

**Note :** (a) The transactions with related parties have been entered at amounts which are not materially different from those on normal commercial terms.

(b) No amount has been written back/written off during the year in respect of due to /from related parties.

(c) The amount due from related parties is good and hence no provision for doubtful debts in respect of dues from such related parties is required.



## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

### 33 OTHER DISCLOSURES (Contd.)

#### 10 Financial instruments - Accounting, Classification and Fair Value measurements :

##### A. Financial instruments by category

Particulars	Refer Note No.	March 31, 2018			March 31, 2017			April 1, 2016		
		FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost
<b>Financial Assets</b>										
Investments	5	–	8,974.88	4,831.53		5,734.79	4,392.30		3,128.15	3,993.00
Trade receivables	11	–	–	2,178.45	–	–	826.80	–	–	1,636.75
Cash and cash equivalents	12	–	–	220.41	–	–	209.43	–	–	313.06
Bank balances other than cash and cash equivalents	13	–	–	25.60	–	–	40.37	–	–	53.81
Loans	6	–	–	1,257.18	–	–	1,718.03	–	–	1,939.86
Other financial assets	7	–	–	551.64	–	–	451.32	–	–	600.05
<b>Total</b>		–	<b>8,974.88</b>	<b>9,064.81</b>	–	<b>5,734.79</b>	<b>7,638.25</b>	–	<b>3,128.15</b>	<b>8,536.53</b>
<b>Financial Liabilities</b>										
Borrowings	16	–	–	6,499.55	–	–	4,016.82	–	–	5,733.60
Trade payables	20	–	–	1,212.30	–	–	617.73	–	–	835.12
Other financial liabilities	21	–	–	18.12	–	–	24.05	–	–	82.69
<b>Total</b>		–	–	<b>7,729.97</b>	–	–	<b>4,658.60</b>	–	–	<b>6,651.41</b>

##### B. Fair value hierarchy

The fair value of the financial assets and financial liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

**The following methods and assumptions were used to estimate the fair values:**

Fair value of cash and cash equivalents, bank balances other than cash and cash equivalents, trade receivables, other financial assets, short term loans from borrowings from banks and financial institutions, trade payables and other financial liabilities approximate their carrying amounts due to the short-term maturities of these instruments.

The Company uses the following fair value hierarchy for determining and disclosing the fair value of financial instruments:

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

**Level 2** : Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

**Level 3** : Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

**The following tables provide the fair value hierarchy of the Company's assets and liabilities measured at fair value on a recurring basis:**

##### (i) Financial assets and financial liabilities measured at fair value on a recurring basis :

Particulars	Level 1	Level 2	Level 3	Total
<b>As at March 31, 2018</b>				
<b>Financial Assets</b>				
At FVTOCI / Amortised Cost				
Investment in equity instruments	8,832.34	4,831.53	142.54	<b>13,806.41</b>
<b>Total Financial Assets</b>	<b>8,832.34</b>	<b>4,831.53</b>	<b>142.54</b>	<b>13,806.41</b>
<b>Particulars</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>As at March 31, 2017</b>				
<b>Financial Assets</b>				
At FVTOCI / Amortised Cost				
Investment in equity instruments	5,592.25	4,392.30	142.54	<b>10,127.09</b>
<b>Total Financial Assets</b>	<b>5,592.25</b>	<b>4,392.30</b>	<b>142.54</b>	<b>10,127.09</b>

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

### 33 OTHER DISCLOSURES (Contd.)

#### 10 Financial instruments - Accounting, Classification and Fair Value measurements : (Contd.)

Particulars	Level 1	Level 2	Level 3	Total
<b>As at April 1, 2016</b>				
<b>Financial Assets</b>				
At FVTOCI / Amortised Cost				
Investment in equity instruments	2,968.75	3,993.00	159.40	7,121.15
<b>Total Financial Assets</b>	<b>2,968.75</b>	<b>3,993.00</b>	<b>159.40</b>	<b>7,121.15</b>

#### (ii) Fair value of financial assets and liabilities measured at amortised cost

Name of the banks/entities	March 31, 2018		March 31, 2017		April 1, 2016	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value	Carrying Amount	Fair Value
<b>Financial Assets</b>						
Investments	4,831.53	4,831.53	4,392.30	4,392.30	3,993.00	3,993.00
Trade receivables	2,178.45	2,178.45	826.80	826.80	1,636.75	1,636.75
Cash and cash equivalents	220.41	220.41	209.43	209.43	313.06	313.06
Bank balances other than cash and cash equivalents	25.60	25.60	40.37	40.37	53.81	53.81
Loans	1,257.18	1,257.18	1,718.03	1,718.03	1,939.86	1,939.86
Other financial assets	551.64	551.64	451.32	451.32	600.05	600.05
<b>Total</b>	<b>9,064.81</b>	<b>9,064.81</b>	<b>7,638.25</b>	<b>7,638.25</b>	<b>8,536.53</b>	<b>8,536.53</b>
<b>Financial Liabilities</b>						
Borrowings	6,499.55	6,499.55	4,016.82	4,016.82	5,733.60	5,733.60
Trade payables	1,212.30	1,212.30	617.73	617.73	835.12	835.12
Other financial liabilities	18.12	18.12	24.05	24.05	82.69	82.69
<b>Total</b>	<b>7,729.97</b>	<b>7,729.97</b>	<b>4,658.60</b>	<b>4,658.60</b>	<b>6,651.41</b>	<b>6,651.41</b>

#### 11 Financial risk management objectives and policies

The Group's principal financial liabilities includes borrowings, trade payables and other financial liabilities. The main purpose of these financial liabilities is to finance the Group's operations. The Group's principal financial assets include trade receivables, cash and cash equivalents and other financial assets that derive directly from its operations.

The Group is exposed to credit risk, liquidity risk and market risk. The management oversees these risks and appropriate financial risk governance framework for the Group. The management provides assurance that the Group's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Group's policies and risk objectives. All derivative activities for risk management purposes are carried out by specialist team that have the appropriate skills, experience and supervision. It is the Group's policy that derivatives are used exclusively for hedging purposes and not for trading or speculative purposes.

The Board of Directors reviews and agrees policies for managing each of these risks, which are summarized below :

##### (a) Market risk

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

**Notes Forming Part of the Consolidated Financial Statements** as at March 31, 2018

(₹ in lakh)

**33 OTHER DISCLOSURES (Contd.)****11 Financial instruments - Accounting, Classification and Fair Value measurements : (Contd.)****(i) Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to the risk of changes in market interest rates relates primarily to the Group's long-term debt obligations with floating interest rates.

The Group manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings. To manage this, the Group enters into derivative contracts as and when required, in which it agrees to exchange, at specified intervals, the difference between fixed and variable rate interest amounts calculated by reference to an agreed-upon notional principal amount.

**(ii) Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's foreign currency denominated borrowings. This foreign currency risk is covered by using foreign exchange forward contracts.

**Foreign currency sensitivity**

1% increase or decrease in foreign exchange rates will have no material impact on Profit.

Unhedged Foreign Currency exposures are as follows :-

Nature	Currency	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Amount receivable on account of sale of goods, loans and advances, interest, etc.	USD	12.41	11.35	9.28
	SGD	5.64	5.20	–
	CDN	6.02	–	24.75
	AUD	6.14	16.03	12.78
Amount payable on account of purchase of goods and services, loans and advances, interest, etc.	USD	2.51	1.98	5.97
	GBP	0.13	–	0.30
	CDN	1.36	0.53	1.24

**(b) Credit risk**

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss.

The impairment for financial assets are based on assumptions about risk of default and expected loss rates. The Group uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the Group's past history, existing market conditions as well as forward looking estimates at the end of each balance sheet date.

Financial assets are written off when there is no reasonable expectation of recovery, however, the Group continues to attempt to recover the receivables. Where recoveries are made, these are recognised in the Statement of Profit and Loss.

**(i) Trade receivables**

Customer credit risk is managed based on Group's established policy, procedures and control relating to customer credit risk management.

Trade receivables are non-interest bearing and are generally on credit terms of 3 to 60 days.

An impairment analysis is performed at each balance sheet date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively.



## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

(₹ in lakh)

### 33 OTHER DISCLOSURES (Contd.)

#### 11 Financial instruments - Accounting, Classification and Fair Value measurements : (Contd.)

The maximum exposure to credit risk at the balance sheet date is the carrying value of each class of financial assets disclosed in note no. 11.

##### (ii) Balances with banks

Credit risk from balances with banks is managed in accordance with the Group's policy. Investments of surplus funds are made only with approved counterparties.

The Group's maximum exposure to credit risk for the components of the balance sheet as at March 31, 2018, March 31, 2017 and April 1, 2016 is the carrying amounts as stated in note no. 12 and 13.

##### (c) Liquidity risk

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of cash credit facilities and short term loans.

The table below summarises the maturity profile of the Group's financial liabilities based on contractual undiscounted payment :

Sl. No.	Particulars	Less than 1 year	1 to 5 years	>5 years	Total
<b>A.</b>	<b>As at March 31, 2018</b>				
(i)	Borrowings	6,499.30	0.25	–	6,499.55
(ii)	Trade payables	1,212.30	–	–	1,212.30
(iii)	Other financial liabilities	18.12	–	–	18.12
	<b>Total</b>	<b>7,729.72</b>	<b>0.25</b>	<b>–</b>	<b>7,729.97</b>
<b>B.</b>	<b>As at March 31, 2017</b>				
(i)	Borrowings	4,012.28	4.54	–	4,016.82
(ii)	Trade payables	617.73	–	–	617.73
(iii)	Other financial liabilities	24.05	–	–	24.05
	<b>Total</b>	<b>4,654.06</b>	<b>4.54</b>	<b>–</b>	<b>4,658.60</b>
<b>C.</b>	<b>As at April 1, 2016</b>				
(i)	Borrowings	5,547.17	186.43	–	5,733.60
(ii)	Trade payables	835.12	–	–	835.12
(iii)	Other financial liabilities	82.69	–	–	82.69
	<b>Total</b>	<b>6,464.98</b>	<b>186.43</b>	<b>–</b>	<b>6,651.41</b>

##### (d) Lien

The fair values of the fixed deposits under lien aggregated to Rs. 565.29 lakh as at April 1, 2016 which was placed with bank in order to fulfil the requirements for the derivatives contracts.



## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

### 33 OTHER DISCLOSURES (Contd.)

#### 12 Explanation of transition to Ind AS

These financial statements, for the year ended on March 31, 2018, are the first financial statements, the Group has prepared in accordance with Ind AS.

Accordingly, the Group has prepared financial statements which comply with Ind AS applicable for years ending on March 31, 2018, together with the comparative period data as at and for the year ended on March 31, 2017, as described in the summary of significant accounting policies [Refer Note No. 2].

In preparing these financial statements, the Group's opening balance sheet was prepared as at April 1, 2016, i.e. the Group's date of transition to Ind AS.

This note explains the principal adjustments made by the Group and an explanation on how the transition from previous GAAP to Ind AS has affected its financial statements, including the Balance Sheet as at April 1, 2016 and the financial statements as at and for the year ended March 31, 2017.

#### i) **Set out below are the applicable Ind AS 101 optional exemptions and mandatory exceptions applied in the transition from previous GAAP to Ind AS:**

- (a) As per Ind AS 101, at the date of transition, an entity may elect not to restate business combinations that occurred before the transition date. If the entity restates any business combinations that occurred before the date of transition, then it restates all later business combinations, and also applies Ind AS 110 Consolidated Financial Statements from that same date.

The Group has, however, elected to apply Ind AS 103 requirements prospectively to business combinations occurring after its transition date. Business combinations occurring prior to the transition date have not been restated. Therefore, use of this exemption requires that the previous GAAP carrying amounts of assets and liabilities, that are required to be recognized under Ind-AS, is their deemed cost at the date of the acquisition. After the date of the acquisition, measurement is in accordance with Ind-AS. Assets and liabilities that do not qualify for recognition under Ind-AS are excluded from the opening Ind-AS balance sheet.

The Group has not recognized or excluded any previously recognized amounts as a result of Ind-AS recognition requirements.

- (b) The Group has elected to continue with carrying value of all Property, plant and equipment under the previous GAAP as deemed cost as at the transition date i.e. April 1, 2016. Under the previous GAAP, Property, plant and equipments were stated at their original cost (net of accumulated depreciation, amortization and impairment), if any.
- (c) The Group has elected to continue with the carrying value for Capital work in progress as recognized under the previous GAAP as deemed cost as at the transition date.
- (d) The Group has elected to continue with the carrying value for computer software as recognized under the previous GAAP as deemed cost as at the transition date. Under the previous GAAP, Computer Software was stated at its original cost, net of accumulated amortization.
- (e) Appendix C to Ind AS 17 requires an entity to assess whether a contract or arrangement contains a lease. In accordance with Ind AS 17, this assessment should be carried out at the inception of the contract or arrangement. However, the Group has used Ind AS 101 exemption and assessed all arrangements based for embedded leases based on conditions in place as at the date of transition.
- (f) Under Ind AS 109, at initial recognition of a financial asset, an entity may make an irrevocable election to present subsequent changes in the fair value of an investment in an equity instrument in other comprehensive income. Ind AS 101 allows such designation of previously recognized financial assets, as 'FVOCI' on the basis of the facts and circumstances that existed at the date of transition to Ind AS.

Accordingly, the Group has designated its investments in certain equity instruments at fair value through other comprehensive income on the basis of the facts and circumstances that existed as at the date of transition to Ind AS.

However, since, the fair valuation of certain financial instruments has been done based on level 3 inputs, difference in fair value and cost as on the date of transition has been deferred and has been considered and shown as "Deferred gain on changes in fair value of financial assets" under Other Current Liabilities.

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

### 33 OTHER DISCLOSURES (Contd.)

#### 12 Explanation of transition to Ind AS (Contd.)

- (g) The estimates as at April 1, 2016 and as at March 31, 2017 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies).
- (h) The Group uses derivative financial instruments, such as forward currency contracts, to hedge its foreign currency risks and interest rate risks respectively.  
Under previous GAAP, there is no mandatory standard that deals comprehensively with hedge accounting, which has resulted in the adoption of varying practices. The Group has not applied for hedge accounting on or after the transition date.
- (i) Ind AS 101 requires the de-recognition requirements of Ind AS 109 to be applied prospectively to transactions occurring on or after the date of transition. Therefore, the Group has not recognized financial assets and liabilities under Ind AS which were derecognized under previous GAAP as a result of a transaction that occurred before the date of transition.
- (j) The Group has applied the requirements in Ind AS 109 and Ind AS 20 prospectively to government loans existing at the date of transition to Ind AS.

#### (ii) A. Reconciliation of total comprehensive income for the year ended March 31, 2017 is summarised as follows:

(₹ in lakhs)

Particulars	Notes	For the year ended March 31, 2017
<b>Profit After Tax as reported under previous GAAP</b>		<b>39.04</b>
Add/(Less) - Effect of transition to Ind AS		
(i) Reclassification of actuarial gains/(losses), arising in respect of employee benefit schemes, to Other Comprehensive Income (OCI)	(iii) d(ix)	40.30
(ii) Effect on income recognition on financial instruments	(iii) d(v)	429.75
(iii) Effect on fair valuation of forward / derivative	(iii) d(x)	(20.33)
(iv) Others	(iii) d	(6.57)
(v) Deferred tax on above	(iii) d(vi)	(152.14)
<b>Net impact of Ind AS adjustments</b>		<b>291.01</b>
<b>Profit After Tax as reported under Ind AS</b>		<b>330.05</b>
Other Comprehensive Income (net of tax)		
(i) Re-measurement of defined benefit plans	(iii) d(ix)	(40.30)
(ii) Effect of change in fair value of equity instruments	(iii) d(v)	2,663.86
(iii) Deferred tax on above	(iii) d(vi)	15.47
<b>Total Comprehensive Income as reported under Ind AS</b>		<b>2,969.08</b>

**Notes Forming Part of the Consolidated Financial Statements** as at March 31, 2018**33 OTHER DISCLOSURES (Contd.)****12 Explanation of transition to Ind AS (Contd.)****B. Reconciliation of equity as reported under previous GAAP is summarized as follows:**

(₹ in lakhs)

Particulars	Notes	As at April 1, 2016 (Date of transition)	As at March 31, 2017 (end of last period presented under previous GAAP)
<b>Equity as reported under previous GAAP</b>		<b>6,895.72</b>	<b>7,001.75</b>
Add/(Less) - Effect of transition to Ind AS			
(i) Gain on fair valuation of investments	(iii) d(v)	2,758.28	5,795.21
(ii) Financial assets carried at amortised cost	(iii) d(viii)	3.18	5.69
(iii) Effect of derivatives on recognition on mark to market basis	(iii) d(x)	13.82	(6.50)
(iv) Depreciation and Amortisation	—	—	(1.19)
(v) Proposed dividend and tax	—	40.66	—
(vi) Other adjustments	(iii) d	111.15	92.94
(vi) Tax on above adjustments	(iii) d(vi)	(351.89)	(488.56)
<b>Net impact of Ind AS adjustments</b>		<b>2,575.20</b>	<b>5,397.59</b>
<b>Equity as reported under Ind AS</b>		<b>9,470.92</b>	<b>12,399.34</b>

**(iii) First time adoption - Mandatory exceptions and optional exemptions :****i) Overall Principle**

The Group has prepared the opening balance sheet as per Ind AS as of April 1, 2016 (the transition date) by recognising all assets and liabilities whose recognition is required by Ind AS, not recognising items of assets or liabilities which are not permitted by Ind AS, by reclassifying certain items from previous GAAP to Ind AS as required under the Ind AS, and applying Ind AS in the measurement of recognised assets and liabilities. However, this principle is subject to certain mandatory exceptions and certain optional exemptions availed by the Group as detailed below.

**ii) Derecognition of financial assets and financial liabilities**

The Group has applied the derecognition requirements of financial assets and financial liabilities prospectively for transactions occurring on or after April 1, 2016 (the transition date).

**iii) Classification and measurement of financial assets**

Ind AS 101 requires an entity to assess classification and measurement of financial assets (investment in debt instruments) on the basis of the facts and circumstances that exist at the date of transition to Ind AS

**iv) Deemed cost**

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. Necessary provision for site restoration has to be made at present value alongwith corresponding effect in property, plant and equipment from the date of inception of lease. The net impact of unwinding and depreciation has to be adjusted with opening Retained Earnings. This exemption can also be used for intangible assets covered by Ind AS 38.

**v) Fair valuation of investments**

Under the previous GAAP, investments in equity instruments were classified as long-term investments or current investments based on the intended holding period and realisability. Long-term investments were carried at cost less provision for other than temporary decline in the value of such investments. Current investments were carried at lower of cost and fair value. Under Ind AS, these investments are required to be measured at fair value.

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

### 33 OTHER DISCLOSURES (Contd.)

#### 12 Explanation of transition to Ind AS (Contd.)

##### (iii) First time adoption - Mandatory exceptions and optional exemptions : (Contd.)

###### vi) Deferred tax

Previous GAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable profits and accounting profits for the period. Ind AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. The application of Ind AS 12 approach has resulted in recognition of deferred tax on new temporary differences which was not required under previous GAAP. In addition, the various transitional adjustments lead to temporary differences and consequently deferred tax adjustments have been recognized in correlation to the underlying transactions in retained earnings.

###### vii) Foreign currency translation reserve

The group elected to reset the balance appearing in the foreign currency translation reserve to zero as at April 1, 2016. Accordingly, translation reserve balance under previous GAAP has been transferred to other comprehensive income. There is no impact on total equity as a result of this adjustment.

###### viii) Borrowings

Under previous GAAP, these transaction costs were charged to profit or loss as and when incurred. Accordingly, borrowings as at March 31, 2017 have been reduced with a corresponding adjustment to retained earnings. The total equity increased by an equivalent amount. The profit for the year ended March 31, 2017 reduced by result of the additional interest expense. Ind AS 109 requires transaction costs incurred towards origination of borrowings to be deducted from the carrying amount of borrowings on initial recognition. These costs are recognised in the profit or loss over the tenure of the borrowing as part of the interest expense by applying the effective interest rate method.

###### ix) Remeasurements of post-employment benefit obligations

Under previous GAAP, actuarial gains and losses related to the defined benefit schemes for gratuity and pension plans and liabilities towards employee leave encashment were recognised in profit or loss. Under Ind AS, the actuarial gains and losses form part of remeasurement of the net defined benefit liability/asset which is recognised in OCI. Consequently, the tax effect of the same has also been recognised in OCI instead of profit or loss.

###### x) Financial instruments- derivative

Under previous GAAP, the Forwards Contract premium were amortized over the contract period and realignment gains/losses arising on reporting date were charged to Profit or Loss. MTM Losses were recognized in Profit or Loss or adjusted to the cost of the assets as the case may be. MTM gains were not recognized. Under Ind AS, the gains/losses recognized in the books of account as per Previous GAAP have been reversed. The MTM losses as on April 1, 2016 have been recorded as liability with consequential impact in retained earnings.

###### xi) Other comprehensive income

Under Ind AS, all items of income and expense recognised in a period should be included in profit or loss for the period, unless a standard requires or permits otherwise. Items of income and expense that are not recognised in profit or loss but are shown in the statement of profit and loss as 'other comprehensive income' includes remeasurements of defined benefit plans and fair value gains or (losses) on FVOCI equity instruments. The concept of other comprehensive income did not exist under previous GAAP.

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

### 33 OTHER DISCLOSURES (Contd.)

#### 13. Additional information requirement as per Schedule III of the Companies Act, 2013

13.1 In accordance with Indian Accounting Standard 110 "Consolidated Financial Statements", the Consolidated Financial Statements of the Group include the financial statements of the Holding Company, its subsidiaries and associate.

The subsidiaries and Associate considered in the preparation of these consolidated financial statements are:-

Name of the Party & Nature of relationship	Country of Origin	% Holding	% Holding	% Holding
		As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
<b>Subsidiaries</b>				
International Belting Limited	India	100.00%	100.00%	100.00%
Conveyor Holdings Pte Limited	Singapore	100.00%	100.00%	100.00%
International Conveyors America Limited, INC	USA	100.00%	100.00%	100.00%
<b>Step-down subsidiary</b>				
International Conveyors Australia Pty Limited	Australia	100.00%	100.00%	100.00%
<b>Associate of 100% Subsidiary</b>				
Pure Coke Limited	India	35.99%	NA	NA

#### 13.2 Additional Information as per Schedule III of the Companies Act, 2013

As at March 31, 2018

Name of the entity	Net Assets, i.e. total assets minus total liabilities		Share in profit or loss		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount (Rs. in lakh)	As % of consolidated profit or loss	Amount (₹ in lakh)	As % of consolidated other comprehensive income	Amount (₹ in lakh)	As % of consolidated total comprehensive income	Amount (₹ in lakh)
<b>Parent</b>								
1 International conveyors limited	91.33%	13,658.19	(210.20%)	(1,562.89)	100.75%	3,324.91	68.93%	1,762.02
<b>Subsidiaries</b>								
1 International Belting Limited	7.02%	1,049.46	4.67%	34.70	(0.75%)	(24.91)	0.38%	9.79
2 Conveyor Holdings Pte Limited and its subsidiary	0.02%	3.31	65.99%	490.65	–	–	19.19%	490.65
3 International Conveyors America Limited, INC	1.63%	244.00	61.99%	460.92	–	–	18.03%	460.92
<b>Minority Interests in subsidiaries</b>	–	–	–	–	–	–	–	–
<b>Associate of 100% Subsidiary (investment as per equity method)</b>								
1 Pure coke limited	–	–	(22.45%)	(166.92)	–	–	(6.53%)	(166.92)
<b>TOTAL</b>	<b>100.00%</b>	<b>14,954.96</b>	<b>100.00%</b>	<b>(743.54)</b>	<b>100.00%</b>	<b>3,300.00</b>	<b>100.00%</b>	<b>2,556.46</b>

Note: Figures are after elimination of related party transactions between entities considered for consolidation.

## Notes Forming Part of the Consolidated Financial Statements as at March 31, 2018

### 33 OTHER DISCLOSURES (Contd.)

#### 14. Standards issued but not yet effective:

The standard issued, but not yet effective up to the date of issuance of the Group financial statements is disclosed below. The Group intends to adopt this standard when it becomes effective.

##### **Ind AS 115 Revenue from Contracts with Customers**

Ind AS 115 was issued in February, 2015 and establishes a five step model to account for revenue arising from contracts with customers. Under Ind AS 115 revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The new revenue standard will supersede all current revenue recognition requirements under Ind AS. This standard will come into force from accounting period commencing on or after April 1, 2018. The Group will adopt the new standard on the required effective date. During the current year, the Group performed a preliminary assessment of Ind AS 115, which is subject to changes arising from a more detailed ongoing analysis.

15. The previous year's including figures as at the date of transition have been reworked, regrouped, rearranged and reclassified wherever necessary. Amounts and other disclosures for the preceding year including figures as at the date of transition are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

As per our report of even date  
For **G. P. Agrawal & Co.**  
Chartered Accountants  
Firm's Registration No. - 302082E

**CA. Abhishek Shyamsukha**  
Partner  
Membership No. 302609  
Place of Signature : Kolkata  
Date : May 30, 2018

For and on behalf of the Board of Directors

**R. K. Dabriwala**  
Managing Director  
DIN No. 00086658

**A. K. Gululia**  
Chief Financial Officer

**M.P.Jhunjunwala**  
Director  
DIN No. 00567070

**Neha Khandelwal**  
Company Secretary

## FINANCIAL HIGHLIGHTS 2014-2018

₹ in lakhs

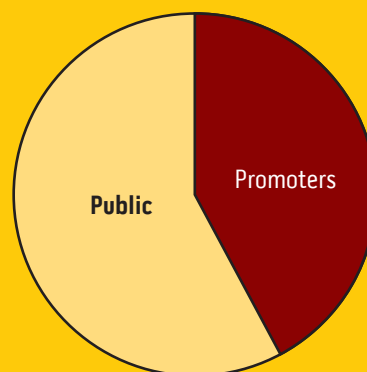
	2014	2015	2016	2017	2018
<b>TURNOVER</b>	13860.01	10044.41	7766.58	4764.12	4448.01
<b>OPERATING PROFIT</b>	1864.28	1099.90	127.06	561.08	41.57
<b>DEPRECIATION</b>	600.32	480.05	336.46	291.41	249.27
<b>PROFIT/(LOSS) BEFORE TAX</b>	1263.96	619.85	(209.40)	269.67	(207.70)
<b>TAX</b>	426.75	192.25	(80.98)	136.82	158.02
<b>PROFIT/(LOSS) AFTER TAX</b>	837.20	427.60	(128.42)	132.85	(365.72)
<b>PROPOSED DIVIDEND PAYOUT</b>	197.43	203.10	40.66	40.62	40.69
<b>RETAINED EARNINGS</b>	639.77	224.49	140.07	205.91	(173.50)
<b>EQUITY</b>	8125.31	8273.58	10561.73	13266.72	16501.68
<b>BORROWINGS</b>	5472.73	5834.64	5617.60	4025.87	6504.67
<b>GROSS FIXED ASSETS</b>	6755.13	6782.25	2219.76	2241.95	2291.50
<b>DEBT EQUITY RATIO</b>	1:1.48	1:1.42	1:1.88	1:3.30	1:2.54
<b>EARNING PER SHARE (₹)</b>	1.24	0.63	(0.19)	0.20	(0.54)
<b>PROPOSED DIVIDEND PER SHARE (₹)</b>	0.25	0.25	0.05	0.05	0.05
<b>NET WORTH PER SHARE (₹)</b>	12.04	12.26	15.65	19.65	24.45

Figures on or after 2015-16 are IND AS compliant and may not be fully comparable to previous years.

### SHARE DATA (As on 31.03.2018)

NO. OF SHARES ISSUED	:	67500000
MARKET CAPITALISATION (₹ in Lakhs)	:	15963.75
NO. OF SHAREHOLDERS	:	1816
LISTING AT	:	Kolkata & Mumbai

Share Holding Pattern		
Promoters	<div style="width: 42.29%;"></div>	42.29%
Public	<div style="width: 57.71%;"></div>	57.71%







**International Conveyors Limited**

10, Middleton Row, Kolkata - 700 071