



# *KAVIT INDUSTRIES LIMITED*

*Annual Report 2014 - 2015*

**KAVIT INDUSTRIES LIMITED**  
**(CIN: L23100GJ1990PLC014692)**  
**(Formerly known as Atreya Petrochem Limited)**

**Corporate Information**

**BOARD OF DIRECTORS**

Jayesh Raichandbhai Thakkar (DIN: 01631093):	Managing Director
Jigar Premchand Motta (DIN: 02824824):	Independent Director
Kiran Jethalal Soni (DIN: 02853275):	Independent Director
Nikhil Pranay Pednekar (DIN: 03326402):	Independent Director
Amit Tarachand Shah (DIN: 03326801):	Independent Director
Kavit Jayeshbhai Thakkar (DIN: 06576294):	Additional Director
Chirag Vinodchandra Thakkar (DIN: 06844583):	Additional Director
Hirenkumar Pravinsinh Rao (DIN: 06883515):	Additional Director

**BANKERS:**

Bank of India, Vadodara  
UCO Bank, Vadodara  
HDFC Bank, Vadodara  
INDUSIND Bank, Vadodara  
ICICI Bank, Vadodara  
AXIS Bank, Vadodara  
ING VYSYA Bank, Vadodara  
Dhanlaxmi Bank, Vadodara

**STATUTORY AUDITORS:**

M/s. Sheetal Samariya & Associates  
Chartered Accountants  
02, Shirhari Complex,  
Besides Express Hotel Lane,  
Alkapuri, Vadodara -390005.  
Email:ssabaroda@gmail.com

**REGISTERED OFFICE AND WORKS**

Village: Tundao, Taluka: Savli,  
Vadodara- 391775, Gujarat.

**STOCK EXCHANGE(S)**

Bombay Stock Exchange Ltd.  
Vadodara Stock Exchange Ltd.  
Ahmedabad Stock Exchange Ltd.

**REGISTRAR AND TRANSFER AGENTS:**

M/s. Link Intime India Pvt. Ltd.  
C-13,  
Pannalal Silk Mills Compound,  
L.B.S. Marg, Bhandup (w),  
Mumbai- 400078.  
Tel. (22) 25963838,  
Fax: (22) 25946969,  
E-mail:

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## NOTICE

NOTICE is hereby given that the Annual General Meeting of the members of **KAVIT INDUSTRIES LIMITED** (formally known as Atreya Petrochem Limited) will be held on Friday, 25th September 2015 at 10:00 A.M. at its Registered Office situated at village Tundao, Taluka: Savli, Vadodara -391775, Gujarat to transact the following Business:

### ORDINARY BUSINESSES:

1. To receive, consider and adopt the Financial Statements including Audited Balance Sheet, Statement of Profit and Loss account and Cash Flow Statement for the year ended March 31, 2015 along with the Reports of the Auditors' and Boards' thereon.
2. To reappoint Auditors of the Company and fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** M/s. Sheetal Samriya & Associates, Chartered Accountants (Firm Registration No. 011478C), be and are hereby reappointed as Statutory Auditors' of the Company, to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting of the Company at such remuneration as shall be fixed by the Board of Directors of the Company."

3. To appoint a Director in place of Mr. Kavit Jayeshbhai Thakkar who retires by rotation and, being eligible, offers himself for reappointment.

### SPECIAL BUSINESSES:

4. To consider and if thought fit, to pass, with or without modifications, the following Resolution as a Special Resolution:

**"RESOLVED THAT**, pursuant to the provisions of Sections 196, 197, 203 and other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), read with Schedule V to the Companies Act, 2013 and subject to such approval from the Central Government or any other authority, as may be required, the consent of the Members be and is hereby accorded to the re-appointment of Mr. Jayesh Raichandbhai Thakkar as the 'Managing Director' of the Company, who will accordingly be not liable to retire by rotation, whose terms of office shall considered effective from 28<sup>th</sup> December, 2014 and will expire on 28<sup>th</sup> December, 2019, on the terms and conditions, including the terms of remuneration as set out in his letter of reappointment given to him laid before the meeting for the purpose of inspection and briefed in Explanatory Statement annexed to this Notice ("Terms of Remuneration"), with liberty to the Board of the Company to alter and vary the Terms of Remuneration within the overall limits prescribed under Section 197 or Schedule V of the Companies Act, 2013.

#### Remuneration:

1. Basic salary: Rs. 50000/- p.m. and Board empowered to determine the remuneration from time to time.
2. Perquisites and fixed allowances such as Paid day, Bonus, leave Encashment, provident fund, gratuity and other allowances as may be approved by the Board subject to prevailing policy of the Company;



**RESOLVED FURTHER THAT** , notwithstanding anything to the contrary herein contained, where in any financial year during the currency of tenure of Mr. Jayesh Thakkar the Company has no profits or its profits are inadequate, the Company will pay the remuneration by way of salary, perquisites and allowances as may be fixed by the Board (which term shall be deemed to include the Nomination & Remuneration Committee), subject to compliance with the applicable provisions of Schedule V of the Act and, if and to the extent necessary, with the approval of the Central Government;

**RESOLVED FURTHER THAT** , the Board be and is hereby authorised to take all such steps as may be necessary, proper or expedient to give effect to this Resolution."

5. To consider and if thought fit, to pass, with or without modifications, the following Resolution as an Ordinary Resolution:

**"RESOLVED THAT** , pursuant to the provisions of Section 51 and 13 and other applicable provisions, if any, of the Companies Act, 2013, the Rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) and such approvals as may be necessary and pursuant to the provisions of the Memorandum and Articles of Association of the Company, the existing Authorised Share Capital of the Company of Rs. 46,45,00,000/- (Rupees Forty-six crores and Forty-five lacs only) divided into 4,64,50,000 (Four Crore Sixty-four lacs and Fifty thousand only) Equity Shares of Rs. 10/- (Rupees Ten only) each, be and is hereby increased to Rs. 66,45,00,000 (Rupees Sixty-six Crores and Forty-five lacs Only) comprising of 6,64,50,000 (Six Crore and Sixty-four lacs and Fifty thousand) Equity Shares of Rs. 10/- (Rupees Ten Only) each and the existing Clause V of the Memorandum of Association of the Company relating to the Share Capital be substituted with the following clause:

"V. The authorised share capital of the Company is Rs. 66,45,00,000 (Rupees Sixty-six Crores and Forty-five lacs Only) divided into 6,64,50,000 (Six Crore and Sixty-four lacs and Fifty thousand) Equity Shares of Rs. 10/- (Rupees Ten Only) each.;"

**RESOLVED FURTHER THAT** any one of the Directors of the Company be and is hereby authorised to take all necessary action for giving effect to the above resolution and file relevant e/forms with the Registrar of Companies, as required under the provisions of the Companies Act, 2013."

6. To consider and if thought fit, to pass, with or without modifications, the following Resolution as a Special Resolution:

**"RESOLVED THAT** in accordance with Section 63 and other applicable provisions of the Companies Act, 2013, read with Rule 14 of the Companies (Share Capital & Debentures) Rules, 2014 (including any statutory modification(s) or re enactment thereof for the time being in force), pursuant to Clause no. 200 of the Articles of Association & the relevant provisions of the Memorandum of Association of the Company and the recommendation of the Board of Directors of the Company and subject to the regulations issued by the Securities and Exchange Board of India (SEBI), including the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (as amended from time to time) and applicable permissions, sanctions and approvals as may be required in this regard, consent of the Members be and is hereby accorded to the Board of Directors for capitalization of such sum as may be standing to the credit of the Securities

Premium Account or Capital Redemption Reserve or any other Reserve, as are permissible to be utilized for the purpose, as per the audited accounts of the Company for the financial year ended 31 March, 2015 and that the said amount be transferred to the Share Capital Account and be applied for issue and allotment of around 1,55,13,333 (One Crore Fifty-five lakhs Thirteen thousand Three hundred and thirty-three) Equity Shares of Rs. 10/- (Rupees ten only) each as Bonus Equity Shares, credited as fully paid-up shares to the holders of the existing equity shares of the Company, whose names appear in the Register of Members maintained by the Company's Registrar and Share Transfer Agents and the List of Beneficial Owners, as received from the National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL), on such date ("Record Date") as may be fixed in this regard by the Board of Directors, in the proportion of 1(one) equity share for every 3(Three) existing fully paid-up equity share held by the Members and that the Bonus Shares so distributed shall, for all purposes, be treated as an increase in the nominal amount in the Capital of the Company held by each such member, and not as income;

**RESOLVED FURTHER THAT** the issue of Bonus shares to Non-Resident Shareholder(s) of the Company, if any, shall be subject, as required, to the approval of the Reserve Bank of India under the provisions of Foreign Exchange Management Act, 1999 and rules and regulations made thereunder ;

**RESOLVED FURTHER THAT** the Bonus Shares so allotted shall rank *pari passu* all respects with fully paid-up Equity Shares of the Company as existing on the Record Date and shall be subject to the terms and conditions contained in the Memorandum and Articles of Association of the Company;

**RESOLVED FURTHER THAT** no letter of allotment shall be issued in respect of the Bonus Shares but in the case of Members who hold Equity Shares in dematerialized form, the Bonus Shares shall be credited to the respective beneficiary accounts of the Members with their respective Depository Participants and in the case of Members who hold Equity Shares in physical form, the share certificates in respect of the Bonus Shares shall be dispatched, within such time as prescribed by law and the relevant authorities;

**RESOLVED FURTHER THAT** the Board be and is hereby authorized, severally, to do all such acts, deeds, matters and things and to take all such steps as may be necessary to give effect to the aforesaid resolution and to determine all terms and conditions of the issue of bonus shares as they may in their absolute discretion deem fit."

For and on behalf of the Board  
For, Kavit Industries Limited

Date: 31/08/2015

Place: Vadodara

SD/-  
Jayesh R. Thakkar  
Chairman

**Name of the Company:**

Kavit Industries Limited (formally known as Atreya Petrochem Limited)

**CIN:**

L23100GJ1990PLC014692

Email ID: [kavitindustrieslimited@gmail.com](mailto:kavitindustrieslimited@gmail.com)

**Registered Office:**

Village Tundao, Taluka: Savli, Vadodara-391775.

**Website:** [www.atreyapetrochem.com](http://www.atreyapetrochem.com)

**Phone No.:** 0265-2362000, 2361100

**FAX:** 0265-2361551

**NOTES:**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING ('the Meeting') IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON POLL ON HIS BEHALF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY.

A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company.

A proxy form, in order to be effective, must be received at the Registered Office of the Company's situated at Village Tundao, Taluka: Savli, Vadodara-391775, not less than 48 hours before the commencement of the meeting. A blank proxy form is enclosed and can also be downloaded from the website of the company.

2. An explanatory statement pursuant to Section 102 of the Companies Act, 2013, relating to the Special Business to be transacted at the meeting is annexed hereto.
3. The Register of Members and Share Transfer Books of the Company will remain closed from Friday, 18/09/2015 to Friday, 25/09/2015 (both days inclusive).
4. The Securities and Exchange Board of India (SEBI) has mandated the submission of copy of PAN card to the Company/ Depository Participants as the case may be. Members holding shares in physical form should submit their PAN details to the Company/Registrar and Share Transfer Agent of the Company.
5. Members are requested to notify any change of address:
  - a) to their Depository Participants (DP) in respect of shares held in dematerialized form, and;
  - b) To Registrar and Share Transfer Agent of the Company- M/s. Link Intime India Pvt. Ltd. B Tower, 102 B and 103, Shangrila Complex, 1st Floor, Opp. HDFC Bank, Near Radhakrishna Chhar Rasta, Akota, Vadodara 390020., in respect of shares in physical form, to notify their change of address/residential status/email-id, bank details etc., if any, under their signatures and quoting respective folio number.
6. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.
7. Members are requested to bring their Client ID and DP ID or Folio Numbers, as may be applicable, at the meeting for easy identification of attendance.
8. Corporate Members intending to send their authorized representatives to attend the Meeting are requested to send a certified copy of Board resolution(s) authorizing their representative (ies) to attend and vote on their behalf at the Meeting.
9. Members desirous of getting any information about the accounts and operations of the Company are requested to submit their queries addressed to the



Compliance Officer at least 7 days in advance of the meeting so that the information called for can be made available at the meeting.

10. Kindly bring your copies of the Annual Report as sent by the Company at the meeting.
11. Electronic copy of the Annual Report for the financial Year ended on 31<sup>st</sup> March, 2015 is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copy of the Annual Report is being sent in the permitted mode.
12. Electronic copy of the Notice of the Annual General Meeting of the Company *inter alia* indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copy of the Notice of the Annual General Meeting of the Company *inter alia* indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent in the permitted mode.
13. Members may also note that the Notice of the Annual General Meeting and the Annual Report for the financial Year ended on 31<sup>st</sup> March 2015 will also be available on the Company's website [www.atreyapetrochem.com](http://www.atreyapetrochem.com) for their download. The physical copies of the aforesaid documents will also be available at the Company's Registered Office situated at Village Tundao, Taluka: Savli, Vadodara for inspection during normal business hours on working days. Even after registering for e-communication, members are entitled to receive such communication in physical form, upon making a request for the same, by post free of cost. For any communication, the shareholders may also send requests to the Company's investor email id: [kavitindustrieslimited@gmail.com](mailto:kavitindustrieslimited@gmail.com).
14. Members are requested to bring their attendance slips duly completed and signed mentioning therein details of their DP ID and Client ID/ Folio No.
15. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote at the Meeting.

#### 16. Voting through electronic means

In compliance with the provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management & Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their voting rights at the Annual General Meeting (AGM) by electronic means and the business may be transacted through 'remote e-voting' services provided by Central Depository Services (India) Ltd. (CDSL).

**The instructions for shareholders voting electronically are as under:**

- (i) The remote e-voting period begins on 22<sup>nd</sup> September, 2015 at 9:00 am (IST) and ends on 24<sup>th</sup> September, 2015 at 5.00 pm (IST). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form,

as on the **cut-off date of 18th September, 2015**, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

- (ii) A member whose name is recorded in the register of members or in the register of beneficial owners as maintained by the Depository/ies as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the Meeting.
- (iii) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- (iv) Click on Shareholders.
- (v) Now Enter your User ID  
  
For CDSL: 16 digits beneficiary ID,  
For NSDL: 8 Character DP ID followed by 8 Digits Client ID,  
Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:

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

<b>Bank Details</b>	Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).
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- (viii) After entering these details appropriately, click on "SUBMIT" tab.
- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant "Kavit Industries Limited" on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you Assent to the Resolution and option NO implies that you Dissent to the Resolution.
- (xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xvii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xviii) **Note for Non – Individual Shareholders and Custodians**



Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporate.

A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).

After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.

The list of accounts should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.

A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

- (xix) Those persons, who have acquired shares and have become Members of the Company after the dispatch of Notice of the AGM by the Company and whose names appear in the Register of Members or Register of beneficial holders as on cut-off date i.e. 17<sup>th</sup> September, 2015 shall view the Notice of the AGM on the Company's website or on the website of CDSL. Such Members shall exercise their voting rights through remote e-voting by following the procedure as mentioned above or by voting at the AGM.
- (xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
- (xxi) M/s M. Buha & Co., Practicing Company Secretaries, Vadodara, has been appointed as a Scrutinizer to scrutinize the remote e-voting and voting process at the AGM in a fair and transparent manner. E-Voting is optional to the shareholders, the shareholders can alternatively vote in the AGM by physically attending the AGM. The facility for voting, through ballot paper shall also be made available at the venue of the AGM. The members attending the meeting, who have not already cast their vote through remote e-voting shall be able to exercise their voting rights at the meeting. The members who have already cast their vote through remote e-voting may attend the meeting but shall not be entitled to cast their vote again at the AGM. A Member can opt for only one mode of voting i.e. either through e-voting or in physical form. If a Member casts his/her vote by both modes, then voting done through e-voting shall prevail and the vote by ballot shall be treated as invalid.
- (xxii) The Voting Results along with the Consolidated Scrutinizer's report shall be placed on the Company's website and on the website of CDSL not later than three days of conclusion of the AGM of the Company and communicated to the Bombay Stock Exchange (BSE) and other stock exchanges where the securities of the Company being listed.

**ANNEXURE TO THE NOTICE OF ANNUAL GENERAL MEETING  
STATEMENT FORMING PART OF THE NOTICE CALLING 29<sup>TH</sup> ANNUAL GENERAL  
MEETING PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013**

**Item No. 4:**

Mr. Jayesh Thakkar continued as Managing Director of the Company since 28<sup>th</sup> December, 2011 and putting their dedicated efforts for the betterment of the Company.

While considering academics facet, Mr. Jayesh Thakkar is Commerce Graduate having around 25 years of experience in various industries. He is associated with the Company since year 2011. He has attained wide range of expertise and resultant the Company is performing well even in slack market conditions.

The approval of the members is being sought to the terms, conditions and stipulations for the appointment of Mr. Jayesh Thakkar as Managing Director and the remuneration payable to him. The terms and conditions proposed are keeping in line with the remuneration package that is necessary to continue to encourage good professional managers with a sound career record to important position such as that occupied by them.

The material terms of re-appointment and remuneration as contained in the letter of appointment are given below:

**Terms of re-appointment:**

Mr. Jayesh Thakkar shall re-appointed as Managing Director w.e.f. 28<sup>th</sup> December, 2014 till the period end on 28<sup>th</sup> December, 2019.

**Terms of Remuneration:**

Monthly Remuneration by way of salary, dearness allowance, perquisites and other allowances not exceeding of Rs. 50000/- (Rupees Fifty Thousand Rupees only) per month subject to Section 197 and Schedule V of the Companies Act, 2013 read with applicable provisions and rule(s) framed thereunder, however, the Board may, at any time, revise the salary and other terms & conditions for appointment in line with referred provisions of the Act.

**Perquisites:**

- i) Contribution of provided fund, superannuation fund or annuity fund to the extent singly or put together are not taxable under the Income-tax Act, 1961;
- ii) Gratuity payable at a rate not exceeding half a month's salary for each completed year of service;
- iii) Encashment of Leave at the end of tenure;
- iv) The Managing Director shall be entitled to other perquisites as are allowed to executives in the Company based on the approval of the Board of Directors from time to time.

Minimum Remuneration, calculated in accordance with provisions of Schedule V of the Companies Act, 2013 shall be paid in the event of loss or inadequacy of profits in any financial year during their tenure as Managing Director of the Company.

Letter of appointment for renewal of terms of appointment and the Register maintained in pursuance of Section 170 of the Companies Act, 2013 would be

available for inspection by the members at the Registered Office of the Company during normal business hours on any working day upto and including the date of the Annual General Meeting.

Mr. Jayesh Thakkar is interested in the resolutions as set out at Item No. 4 of the Notice, which pertains to his reappointments and remuneration payable to him.

Similarly, the relatives of Mr. Jayesh Thakkar may be deemed to be interested in the resolutions set out at Item No. 4 of the Notice, to the extent of their shareholding interest, if any, in the Company.

Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in these resolutions.

The Board recommends the Special Resolution as set out at Item No. 4 of the Notice for approval by the shareholders.

The detailed profile of Mr. Jayesh Thakkar is set out separately in this report.

**Item No. 5:**

In order to enable the Company capitalization of reserves or profits by issuing fully paid-up Bonus equity shares, the existing Authorised Share Capital may not be sufficient for this purpose. It is therefore considered necessary to increase the Authorised Share Capital of the Company to the extent mentioned in item No.5.

The provisions of the Companies Act, 2013, require the Company to seek the approval of the members for increase in the Authorized Share Capital and for the alteration of Capital Clause of the Memorandum of Association of the Company and accordingly the Board recommends the relevant resolutions for the approval of the Members.

None of the Directors of the Company or Key Managerial Personnel or their relatives are, in any way, concerned or interested in the resolution.

**Item No. 6:**

The equity shares of your Company are listed and traded on the Bombay Stock Exchange Limited. With a view to encouraging the participation of small investors by making equity shares of the Company affordable, increasing the liquidity of the equity shares and to expand the retail shareholder base, the Board in its meeting held on 31<sup>st</sup> August, 2015 considered and approved a bonus issue of one(1) equity share for every Three (3) equity share held, as on a record date as to be determined by the Board of Directors of the Company.

The bonus issue of equity shares is subject to Members' approval in terms of Section 63 of the Companies Act, 2013 and any other applicable statutory and regulatory approvals. Accordingly, the resolution set out at Item No. 6 seek Members' approval for capitalization of the amount standing to the credit of securities premium / general reserve / capital redemption reserve account, if any, and issue of bonus shares on the terms and conditions set out in the resolution.

No Director, Key Managerial Personnel or their relatives are in any way concerned or interested in the Resolution of the Notice except to the extent of their shareholding in

the Company. The Board recommends the resolutions set forth in the Notice for the approval of the Members.

For and on behalf of the Board  
For, Kavit Industries Limited

**Date:** 31/08/2015

**Place:** Vadodara

SD/-

**Jayesh R. Thakkar**  
Chairman

**Name of the Company:**

Kavit Industries Limited (formally known as  
Atreya Petrochem Limited)

**CIN:**

L23100GJ1990PLC014692

Email ID: [kavitindustrieslimited@gmail.com](mailto:kavitindustrieslimited@gmail.com)

**Registered Office:**

Village Tundao, Taluka: Savli, Vadodara-  
391775.

**Website:** [www.atreyapetrochem.com](http://www.atreyapetrochem.com)

**Phone No.:** 0265-2362000, 2361100

**FAX:** 0265-2361551

**DETAILS OF DIRECTORS SEEKING APPOINTMENT / REAPPOINTMENT BY THE  
SHAREHOLDERS OF THE COMPANY AT THE ENSUING ANNUAL GENERAL  
MEETING (IN PURSUANCE OF CLAUSE 49 OF THE LISTING AGREEMENT)**

Name of Director	Kavit Jayeshbhai Thakkar	Jayesh Raichandbhai Thakkar
Date of Birth	17/07/1993	01/06/1964
Date of appointment	12/03/2014	28/01/2011
Qualifications	BBA	B.Com
Experience	1 year	25 years
Names of other Companies in which Directorship is held	1. Raghuvir International Private Limited 2. Shree Saibaba Exim Private Limited 3. N.A. Corporation Private Limited	1. Pacific Finstock Limited 2. Natural Expo Agro Industries Limited 3. Prabhav Industries Limited 4. Jatan Developers Private Limited 5. Look Vision Infrastructure Private Limited 6. Cameron Realty Private Limited 7. Longseal Machinery Private Limited 8. Cameron Constructions Private Limited 9. Raghuvir International Private Limited 10. Kavit Green Energy Private Limited
No. of Shares held	NIL	13,02,600



**Director's Report**

To,  
The Members,  
**Kavit Industries Limited**  
(Formerly known as Atreya Petrochem Limited)

Your Directors have pleasure in presenting the Report on the business and operations of the Company together with the Audited Accounts for the year ended 31st March, 2015.

**FINANCIAL HIGHLIGHTS AND STATE OF COMPANY'S AFFAIRS : (Stand Alone )**

Particulars	Year Ended March 31, 2015	Year Ended March 31, 2014
<b>(Amt. in Rupees)</b>		
Turnover		74,33,691.81
Other Income		64,62,963.64
Expenditure		1,31,37,881.11
Profit(Loss) Before Taxes		7,58,774.34
Taxes expenses		
Current Tax		58,450.00
Deferred Tax		NIL
Profit after Tax available for appropriation		7,00,324.34
Dividend		NIL
Balance carried forward to Balance Sheet	10,20,855.34	7,00,324.34

The Indian economy is witness of the downturn in all industries during the financial year 2014-15. Due to struggling environment the turnover of the Company was reduced considerably however due to conservative approach of the Company the expenditures of the Company are also reduced substantially as compared to previous financial year and the Company has earned more than 1.5 times of profit against the profit of previous financial year.

No material changes and commitments occurred between the end of the financial year and date of report which affects financial position.

**CONSOLIDATED FINANCIAL STATEMENT:**

In accordance with the Companies Act, 2013 and Accounting Standard (AS) – 21 on the consolidated financial statement read with AS – 23 on accounting for investment in associates and AS – 27 on financial reporting of interests in joint ventures, the audited consolidated financial statement is provided in the Annual Report.

**SUBSIDIARY COMPANY:**

During the year under review, the Company has incorporated a new subsidiary, Kavit Green Energy Private Limited.

**MEETINGS OF THE BOARD:**

During the year 6 (six) Board Meetings were convened and held. The details of which are given as under Corporate Governance.

**DIRECTORS' RESPONSIBILITY STATEMENT:**

In terms of Section 134(5) of the Companies Act, 2013, the Directors state that:

- i. In the preparation of the Annual Accounts of the Company for the year ended on 31st March, 2015, the applicable accounting standards have been followed and there are no material departures for the same;
- ii. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the year under review;
- 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 on a going concern basis;
- v. The directors have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and operating effectively; and
- vi. The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

**DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

During the year the company has reappointed following persons as an independent director in pursuance of the section 149 of the Companies Act, 2013:

1. Kiran Jethalal Soni
2. Nikhil Pranay Pednekar
3. Amit Tarachand Shah
4. Jigar Premchand Motta

Similarly, the following persons erstwhile appointed as an Additional Director and their appointments were confirmed in last Annual General Meeting:

1. Chirag Vinodchandra Thakkar
2. Hirenkumar Pravinsinh Rao
3. Kavit Jayeshbhai Thakkar



In accordance with the provisions of the Act and the Articles of Association of the Company, Mr. Kavit Jayeshbhai Thakkar, Director of the company, retire by rotation at the ensuing Annual General Meeting and being eligible have offered himself for re-appointment. Your Directors recommend his re-appointment for your approval.

The Company has received declarations from all the Independent Directors of the Company confirming that they meet the criteria of independence as prescribed both under section 149(6) of the Companies Act, 2013 and Clause 49 of the Listing Agreement with the Stock Exchanges.

Company's policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under section 178(3) of Companies Act, 2013 is appended with Corporate Governance Report and MGT-9.

#### **AUDITORS AND THEIR REPORT:**

Sheetal Samriya & Associates, Chartered Accountants, retire as Auditors of the Company at the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. Your directors recommend their re-appointment. They have furnished a Certificate to the effect that their appointment, if made, will be in accordance with the limits specified in Section 139 (1) of the Companies Act, 2013.

The Auditors report and notes on financial statement as referred in their report are self-explanatory and do not call for any further comments. The Auditors' Report does not contain any qualification, reservation or adverse remarks.

#### **PARTICULARS OF LOAN, GUARANTEES OR INVESTMENTS:**

Details of loan, guarantee and investments covered under the provision of section 186 of Companies Act, 2013 are given in the notes to the financial statements.

#### **RELATED PARTY DISCLOSURES:**

The Company usually carried-out contracts or transactions with related parties on Arms length basis, thus, it doesn't attracts the provisions of Section 188 of the Companies Act, 2013. During the year under Consideration, the Company was not entered into contracts or transactions with related parties.

#### **DIVIDENDS:**

In view of long term interests of the company, your Directors do not recommend any dividend.

#### **INSURANCE:**

Movable and fixed Assets are adequately insured.

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

**Conservation of Energy**

The Company does not have material information required under Section 134 (3)(m) of the Companies Act, 2013 read with the Rule 8 of the Companies (Accounts) Rules, 2014 to offer and hence no particulars have been furnished.

**Foreign Exchange Earning/Outgo**

There were no foreign exchange earnings or outgo during the year.

**RISK MANAGEMENT:**

Your company has policy on risk management and your Management, from time-to-time, identifies, analyses, evaluate and mitigate the industrial, economical, financial, other risk emerges in the course of business.

**BOARD EVALUATION:**

Pursuant to the provision of the Companies Act, 2013 and Clause 49 of the Listing Agreement, the Nomination Committee has carried out an annual performance evaluation of the Board as well as the working of its committees. The manner in which the evaluation has been carried out has been explained in the Corporate Governance Report.

**REMUNERATION POLICY:**

The Board has, on the recommendation of remuneration committee framed a policy for selection and appointment of directors, senior management and their remuneration. The remuneration policy is stated in the Corporate Governance Report.

**COMMITTEES OF THE BOARD:**

The Company has constituted following Committees:

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholders Relationship Committee

Composition and scope of work of such Committees is elaborated separately under the Corporate Governance Report.

**PREFERENTIAL ALLOTMENT:**

Initially, the Company had issued convertible warrants of Rs. 40 Crores on preferential basis. During the year, those warrants was converted into 4,00,00,000 equity shares of Rs. 10.00 each.

**EXTRACT OF ANNUAL RETURN:**

Company has annexed herewith as Annexure extract of Annual Return in MGT-9.

**MANAGEMENT DISCUSSION AND ANALYSIS REPORT:**

As per Clause 49 of the Listing Agreement with the Stock Exchanges, the Management Discussion and Analysis, is appended to this report.

**CORPORATE GOVERNANCE:**

As per Clause 49 of the Listing Agreement with the Stock Exchanges, a separate section on Corporate Governance practices followed by the company, together with a certificate from the company's auditor/s confirming compliance, forms an integral part of this report.

**INDUSTRIAL RELATIONS:**

The relationship between the workmen and staff remained cordial and harmonious during the year and management received full co-operation from employees.

**OTHER INFORMATION:**

Your Directors hereby states that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. The Provision of Section 135 of the Act with respect to Corporate Social Responsibility (CSR) is not applicable to the Company, hence, there is no need to develop policy on CSR and take initiative thereon.
2. The Company couldn't complied with Section 203, 204 of the Companies Act, 2013, however, it endeavor to comply the same in next financial year.
3. In order to conserve financial resources of the Company, none of the directors of the Company drawn remuneration during the year hence it need not required to disclose Ratio of remuneration of each director to the median to the employee's remuneration
4. The Company has not accepted deposits during the year within the provision of Section 134 (3)(g) & Rule 8(5)(v) & (vi) of the Companies (Accounts) Rules, 2014.
5. No significant material orders were passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.
6. Your directors states that during the year under review, there were no cases filed pursuant to the sexual harassment of women at work place (Prevention, Prohibition and Redressal) Act, 2013.
7. In pursuant to the provisions of section 177(9) & (10) of the Companies Act, 2013, a Vigil Mechanism for directors and employees to report genuine concerns has been established.

**ACKNOWLEDGEMENTS**

The Directors would like to thank clients, shareholders, vendors, government agencies, bankers & all other business associates for their continued support during the year. We place on record our appreciation for the contributions made by the employees at all levels.

For and on behalf of the Board

Date: 31/08/2015

Place: Vadodara

SD/-

**Jayesh R. Thakkar**  
Chairman

## FORM NO. MGT 9

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

## EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31/03/2015

## I REGISTRATION &amp; OTHER DETAILS:

i	CIN	L23100GJ1990PLC014692
ii	Registration Date	23/11/1990
iii	Name of the Company	KAVIT INDUSTRIES LIMITED
iv	Category of the Company	Public Company
v	<b>Address of the Registered office &amp; contact details</b>	
	Address :	VILL : TUNDAO, TAL: SALVI
	Town / City :	VADODARA
	State :	GUJARAT - 391775
	Country Name :	India
	Telephone (with STD Code) :	0265-2362000, 2361100,
	Fax Number :	0265-2361551
	Email Address :	kavitindustrieslimited@gmail.com
	Website, if any:	www.atrayapetrochem.com
vi	Whether listed company	Yes

vii	<b>Name and Address of Registrar &amp; Transfer Agents ( RTA ):-</b>	
	Name of RTA:	M/s. Link Intime India Pvt. Ltd
	Address :	B- 102 & 103, Shangrila Complex, 1st Floor, Opp. HDFC Bank, Near Radhakrishna Char Rasta, Akota
	Town / City :	Vadodara
	State :	Gujarat
	Pin Code:	39-1775
	Telephone :	0265 - 2356573, 2356794
	Fax Number :	0265 - 2356791
	Email Address :	vadodara@linktime.co.in

## II. PRINCIPAL BUSINESS ACTIVITY OF THE COMPANY

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

1

Sl. No.	Name and Description of main products / services	NIC Code of the Product / service	% to total turnover of the company
1	MANUFACTURE OF COKE, REFINED PETROLEUM PRODUCTS AND NUCLEAR FUEL	23	100%

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -**

No. of Companies for which information is being filled			1		
Sr. No.	Name and Address of Company	CIN/GLN	Holding /Subsidiary /Associate	% of shares held	Applicable Section
1	Kavit Green Energy Private Limited 9th floor, Galav Chambers, Opp. Sardar Patel Statue, Sayajigunj, Vadodara - 390020, Gujarat.	U74140GJ2015PTC081718	Subsidiary	100	2(87)

**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			No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares
<b>A. Promoters</b>								
<b>(1) Indian</b>								
a) Individual/ HUF	21,49,700	3,15,900	24,65,600	38.23%	21,73,700	2,91,300	24,65,000	5.31%
b) Central Govt	-	-	-	0.00%	-	-	-	0.00%
c) State Govt(s)	-	-	-	0.00%	-	-	-	0.00%
d) Bodies Corp.	-	-	-	0.00%	1,60,00,000	-	1,60,00,000	34.45%
e) Banks / FI	-	-	-	0.00%	-	-	-	0.00%
f) Any other	-	-	-	0.00%	-	-	-	0.00%





<b>2. Non-Institutions</b>										
a) Bodies Corp.										
i) Indian	1,74,525	36,000	2,10,525	3.26%	2,41,19,086	33,000	2,41,52,086	52.00%	48.73%	
ii) Overseas	-	-	-	0.00%	-	-	-	0.00%	0.00%	
b) Individuals										
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	2,69,922	24,46,100	27,16,022	42.11%	2,70,020	24,13,300	26,83,320	5.78%	-36.33%	
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	3,53,200	5,31,200	8,84,400	13.71%	6,45,724	3,55,100	10,00,824	2.15%	-11.56%	
c) Others (specify)										
Clearing members	25,753	-	25,753	0.40%	570	-	570	0.00%	-0.40%	
Non Resident Indians	-	7,700	7,700	0.12%	500	7,700	8,200	0.02%	-0.10%	
Sub-total (B)(2):-	8,23,400	30,21,000	38,44,400	59.60%	2,50,35,900	1,46,02,100	2,78,45,000	59.95%	0.34%	
Total Public Shareholding (B)=(B)(1)+ (B)(2)	8,23,400	31,61,000	39,84,400	61.77%	2,50,35,900	1,47,42,100	2,79,85,000	60.25%	-1.53%	
C. Shares held by Custodian for GDRs & ADRs	-	-	-	0.00%	-	-	-	-	0.00%	
Grand Total (A+B+C)	29,73,100	34,76,900	64,50,000	100%	4,32,09,600	1,46,02,100	4,64,50,000	100%	0.00%	

*ii. Shareholding of Promoters*

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding 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	Jayeshbhai Raichand Bhai Thakkar	12,88,400	2.77%	0%	12,88,400	2.77%	0%	0.00%
2	Artiben Jayeshbhai Thakkar	2,98,400	0.64%	0%	2,98,400	0.64%	0%	0.00%
3	Somabhai S Thakkar	99,800	-0.21%	0%	99,800	0.21%	0%	0.00%
4	Jaysurya Gases Ltd	99,700	0.21%	0%	99,100	0.21%	0%	0.00%
5	Patel Bharatbhai Limjibhai	99,400	0.21%	0%	99,400	0.21%	0%	0.00%
6	Jaswant Raichand Thakkar	88,900	0.19%	0%	88,900	0.19%	0%	0.00%
7	Jagdish R Thakkar	78,400	0.17%	0%	78,400	0.17%	0%	0.00%
8	Mitul Jagdishbhai Thakkar	69,800	0.15%	0%	69,800	0.15%	0%	0.00%
9	Santosh Kahar	55,400	0.12%	0%	55,400	0.12%	0%	0.00%
10	Hasmukhbhai Dhanjibhai Thakkar	50,000	0.11%	0%	50,000	0.11%	0%	0.00%
11	Thakkar Kokila H	49,900	0.11%	0%	49,900	0.11%	0%	0.00%
12	Hansaben Jaswantbhai Thakkar	49,700	0.11%	0%	49,700	0.11%	0%	0.00%
13	Santosh R Kahar	40,100	0.09%	0%	40,100	0.09%	0%	0.00%
14	Artiben J Thakkar	21,000	0.05%	0%	21,000	0.05%	0%	0.00%
15	Artiben J Thakkar	19,100	0.04%	0%	19,100	0.04%	0%	0.00%
16	Jashvantbhai R Thakkar	11,100	0.02%	0%	11,100	0.02%	0%	0.00%
17	Himmatbhai H Nanda	10,000	0.02%	0%	10,000	0.02%	0%	0.00%
18	Jayesh R Thakkar	8,300	0.02%	0%	8,300	0.02%	0%	0.00%
19	Hemraj Hirji Nanda	7,500	0.02%	0%	7,500	0.02%	0%	0.00%
20	Jasubhai R Thakkar	6,500	0.01%	0%	6,500	0.01%	0%	0.00%
21	Jayesh R Thakkar	5,900	0.01%	0%	5,900	0.01%	0%	0.00%
22	Himmatbhai Nanda	3,000	0.01%	0%	3,000	0.01%	0%	0.00%
23	Himmatbhai H Nanda	2,500	0.01%	0%	2,500	0.01%	0%	0.00%

24	Artiben J Thakkar	1,100	0.00%	0%	1,100	0.00%	0%	0.00%
25	Bharat L Patel	600	0.00%	0%	600	0.00%	0%	0.00%
26	Somabhai S Thakkar	500	0.00%	0%	500	0.00%	0%	0.00%
27	Hansaben J Thakkar	300	0.00%	0%	300	0.00%	0%	0.00%
28	Mitul Jagdish Thakkar	200	0.00%	0%	200	0.00%	-	0.00%
29	Kokilaben H Thakkar	100	0.00%	0%	100	0.00%	0%	0.00%
30	Raghuvir International Private Limited	0	0.00%	0%	90,00,000	19.38%	0%	19.38%
31	Shree Saibaba Exim Private Limited	0	0.00%	0	7000000	15.07%	0	15.07%
	<b>TOTAL</b>	<b>24,65,600</b>	<b>5.31%</b>	<b>0%</b>	<b>1,84,65,000</b>	<b>39.75%</b>	<b>0%</b>	<b>34.44%</b>

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

		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year		24,65,600	5.31%	24,65,600	5.31%
Changes During the Year					
<b>Increase</b>					
<b>Date</b>	<b>Reason for Increase</b>				
	Allotment (Preferential allotment)	1,60,00,000	34.45%	1,84,65,600	34.45%
	Bonus	-	0.00%	-	0.00%
	Sweat	-	0.00%	-	0.00%
	Other	-	0.00%	-	0.00%
<b>Decrease</b>					
<b>Date</b>	<b>Reason for Decrease</b>				
	Transfer	600	0.00%	1,84,65,000	39.75%
	Other	-	0.00%	-	0.00%
At the End of the year		<b>1,84,65,000</b>	<b>39.75%</b>	<b>1,84,65,000</b>	<b>39.75%</b>

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

Sl No.	Name	Shareholding at the beginning and end of the year( 1/4/2014 to 31/03/2015)		Date	Increase/ Decrease	Reason	Cumulative Shareholding during the year	
		No. of Share at beginning 1/4/2014 to 31/03/2015	% Total shares of the Company				No. of Shares	% Total shares of the Company
1	Bhavesh Jayantibhai Desai*	96200	1.49%	01/04/2014	-			
		96200	0.21%	31/03/2015			96200	0.21%
2	Westlite Infraprojects Pvt. Ltd.*	94600	1.47%	01/04/2014				
				-	-69600	Market Sell		
		25000	0.05%	31/03/2015			25000	0.05%
		62500	0.97%	01/04/2014				
3	Ashok Prataprai Parekh*	54350	0.12%	31/03/2015				
		50000	0.78%	01/04/2014	-8150	Market Sell	54350	0.12%
4	Bank of India - BOI Mutual*	50000	0.11%	31/03/2015				
		50000	0.78%	01/04/2014	-		50000	0.11%
5	Bank of India - BOI Mutual*	50000	0.11%	31/03/2015				
		49200	0.76%	01/04/2014	-		50000	0.11%
6	Rajkumari Agrawal*	49000	0.11%	31/03/2015				
		48000	0.74%	01/04/2014	-200	Market Sell	49000	0.11%
7	C.A. Prajapati*	48000	0.10%	31/03/2015			48000	0.10%

8	Ketan B Patel*	46900	0.73%	01/04/2014	-				
		46900	0.10%	31/03/2015			46900		0.10%
9	Raghuvir International Pvt Ltd	0	0	01/04/2014					
				23/07/2014	9000000	Preferential allotment	9000000		19.38%
		9000000	19.38%	31/03/2015			9000000		19.38%
10	Shree Saibabuxim Pvt Ltd	0	0	01/04/2014					
				23/07/2014	7000000	Preferential allotment	7000000		15.07%
		7000000	15.07%	31/03/2015			7000000		15.07%
11	Silvercade Trading Pvt Ltd	6,639	0	01/04/2014					
				23/07/2014	4006639	Preferential allotment	4006639		8.63%
		4006639	8.63%	31/03/2015			4006639		8.63%
12	Krystalklear Properties Pvt Ltd	0	0	01/04/2014					
				23/07/2014	3900000	Preferential allotment	3900000		8.40%
		3900000	8.40%	31/03/2015			3900000		8.40%
13	Aprateem Trading Pvt Ltd	0	0	01/04/2014					
				23/07/2014	3600000	Preferential allotment	3600000		7.75%
		3600000	7.75%	31/03/2015			3600000		7.75%
14	Ethan Constructions Pvt Ltd	0	0	01/04/2014					
				23/07/2014	3300000	Preferential allotment	3300000		7.10%
		3300000	7.10%	31/03/2015			3300000		7.10%
		0	0	01/04/2014					
15	Saint Infrastructure Pvt Ltd			23/07/2014	3200000	Preferential allotment	3200000		6.89%
		3200000	6.89%	31/03/2015			3200000		6.89%



16	Gill Entertainment Pvt Ltd	0	0	01/04/2014					
				23/07/2014	3100000	Preferential allotment	3100000		6.67%
		3100000	6.67%	31/03/2015			3100000		6.67%
17	Indivar Traders Pvt Ltd	0	0	01/04/2014					
				23/07/2014	2900000	Preferential allotment	2900000		6.24%
		2900000	6.24%	31/03/2015			2900000		6.24%
18	Rameshbhai B. Prajapati #	100000	1.55%	01/04/2014					
				23/07/2014	-2500	Market Sell	97500		0.21%
		97500	0.21%	31/03/2015			97500		0.21%

\* Ceased to be in the list of Top 10 shareholders as on 31/03/2015. The same is reflected above since the shareholders were one of the Top 10 shareholders as on 01/04/2014.

# The same reflected above are the shareholders which are one of the Top 10 shareholder as on 01/04/2014 and also on 31/03/2015.

#### v. Shareholding of Directors and Key Managerial Personnel:

Sl No.	Name	Shareholding at the beginning and end of the year( 1/4/2014 to 31/03/2015)		Date	Increase/ Decrease	Reason	Cumulative Shareholding during the year	
		No. of Shares	% Total shares of the Company				No. of Shares	% Total shares of the Company
1	Jayesh Raichandbhai Thakkar	1302600	20.20%	01/04/2014				
					N.A.	N.A.		
		1302600	2.80%	31/03/2015			1302600	2.80%

## V

## INDEBTEDNESS

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

Indebtedness at the beginning of the financial year	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
i) Principal Amount	-	25404462.34	0.00	25404462.34
ii) Interest due but not paid	-	0.00	0.00	0.00
iii) Interest accrued but not due	-	0.00	0.00	0.00
<b>Total (i+ii+iii)</b>	-	<b>25404462.34</b>	<b>0.00</b>	<b>25404462.34</b>
Change in Indebtedness during the financial year	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
* Addition	-	11094.00	0.00	11094.00
* Reduction	-	12663194.00	0.00	12663194.00
<b>Net Change</b>	-	<b>-12652100.00</b>	<b>0.00</b>	<b>-12652100.00</b>
Indebtedness at the end of the financial year	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
i) Principal Amount	-	12752360.50	0.00	12752360.50
ii) Interest due but not paid	-	0.00	0.00	0.00
iii) Interest accrued but not due	-	0.00	0.00	0.00
<b>Total (i+ii+iii)</b>	-	<b>12752360.50</b>	<b>0.00</b>	<b>12752360.50</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/WTD/ Manager				Total Amount
		A	B	C	D	
1	Gross salary	-	-	-	-	-
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	Not Applicable			
2	Stock Option	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-
4	Commission	-	-	-	-	-
	- as % of profit	-	-	-	-	-
	- others, specify	-	-	-	-	-
5	Others, please specify	-	-	-	-	-
	Total (A)	-	-	-	-	-
	Ceiling as per the Act	-	-	-	-	-

*B. Remuneration to other directors:*

Sl. no.	Particulars of Remuneration	Name of Directors				Total Amount
		A	B	C	D	
1	<b>Independent Directors</b>					
	• Fee for attending board committee meetings	-	-	-	-	-
	• Commission	-	-	-	-	-
	• Others, please specify	-	Not Applicable			
	Total (1)					
2	<b>Other Non-Executive Directors</b>					
	• Fee for attending board committee meetings	-	-	-	-	-

	<ul style="list-style-type: none"> <li>Commission</li> <li>Others, please specify</li> </ul>	-	-	-	-	-
	Total (2)	-	-	-	-	-
	Total (B) = (1+2)	-	-	-	-	-
	Total Managerial Remuneration	-	-	-	-	-
	Overall Ceiling as per the Act	-	-	-	-	-

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

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross salary	-	-	-	-
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Not Applicable			
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission				
	- as % of profit	-	-	-	-
	- others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	Total	-	-	-	-

**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	-	-	-	-	-
Compounding	-	-	-	-	-
<b>B. DIRECTORS</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

For and on behalf of the Board

Date: 31/08/2015  
Place: Vadodara

SD/-  
Jayesh R. Thakkar  
Chairman

## REPORT ON CORPORATE GOVERNANCE

The directors present the Company's report on Corporate Governance which sets out systems and processes of the Company as set out in Clause 49 of the Listing Agreement and some of the practices followed by the Company on Corporate Governance for the financial year ended on 31<sup>st</sup> March, 2015.

SEBI vide its Circular No. CIR/CFD/POLICY CELL/2/2014 dated 17<sup>th</sup> April 2014 and as subsequently amended by circular dated 15<sup>th</sup> September 2014 notified the revised clause 49 of the Listing Agreement to be applicable to all listed companies with effect from 1<sup>st</sup> October 2014.

### 1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE:

Corporate governance is an ethically driven business process that is committed to values and conduct aimed at enhancing an organization's wealth generating capacity. This is ensured by taking ethical business decisions and conducting the business with a firm commitment to values, while meeting stakeholders' expectations. Good governance practices stem from the culture and mindset of the organization and at KAVIT INDUSTRIES we are committed to meet the aspirations of all our stakeholders and believes in adopting best corporate practices for ethical conduct of business. It is well recognized that an effective Board of Directors is a pre-requisite for strong and effective corporate governance. Our Board and Committees thereof are formed as per requirement of Companies Act, 2013 read with listing agreement which oversees how the Management serves and protects the long-term interests of all our stakeholders. For effective implementation of the Corporate Governance practices, KAVIT INDUSTRIES has a well-defined policy framework, full filling the criteria of Companies Act and any other Act applicable to the Company.

### 2. BOARD OF DIRECTORS:

#### a. Composition of Board of Directors:

The Board of KAVIT INDUSTRIES comprise of optimum combination of Executive (Whole-time) and Non-Executive (Non whole-time) Directors. The composition of the Board of Directors as on 31.03.2015 is given below:-

NAME	CATEGORY
Jayesh Raichandbhai Thakkar	Managing Director
Jigar Premchand Motta	Independent Director
Kiran Jethalal Soni	Independent Director
Nikhil Pranay Pednekar	Independent Director
Amit Tarachand Shah	Independent Director
Kavit Jayeshbhai Thakkar	Director
Chirag Vinodchandra Thakkar	Director
Hirenkumar Rao	Director

**b. Board Meetings:**

The Board of Directors oversees the overall functioning of the Company and has set strategic goals in order to achieve its Vision. The Board defines the Company's policy and oversees its implementation in attaining its goal. The Board has constituted various committees as per the provisions of the Companies Act, 2013 to facilitate the smooth and efficient flow of decision making process.

As per section 165 of the Companies Act, 2013 none of the Director is holding directorship in more than 10(ten) Public Limited Companies. As per Clause 49 of the Listing Agreement, none of the Independent Director is serving as an Independent Director in more than 7(seven) Listed Companies. None of the Directors on the Board is a member of more than 10 Committees or Chairman of more than 5 Committees across all the companies in which he / she is a Director.

The Board of Directors meets at least once in every quarter to approve the financial results in compliance with the Listing Agreement and more often, if necessity prevails.

During the year, six Board Meetings were held on 06<sup>th</sup> May 2014, 30<sup>th</sup> May 2014, 23<sup>rd</sup> July 2014, 13<sup>th</sup> August 2014, 13<sup>th</sup> November 2014, and 13th February 2015.

**c. Attendance of each Director at Board Meetings held during 2014-15 and last Annual General Meeting:**

NAME	No. of Board meetings attended during 2014-15	Whether present at the last AGM
Jayesh Thakkar	6	Yes
Jigar Premchand Motta	3	No
Kiran Jethalal Soni	3	No
Nikhil Pranay Pednekar	3	No
Amit Tarachand Shah	3	Yes
Kavit Jayeshbhai Thakkar	6	Yes
Chirag Thakkar	6	Yes
Hirenkumar Rao	4	Yes

**d. Independent Directors' meeting:**

In compliance with Schedule IV to the Companies Act, 2013 and revised clause 49 of the Listing Agreement, the independent directors held their separate meeting on 24 March 2015, without the attendance of non-independent directors and members of management, to inter alia:

- review the performance of non-independent directors and the Board as a whole;
- review the performance of the Chairperson of the Company, taking into account the views of executive directors and non-executive directors;



**e. Maximum tenure of independent directors**

The maximum tenure of independent directors is in accordance with the Companies Act, 2013 and clause 49 of the Listing Agreement.

**f. Formal Letter of appointment to independent directors:**

The Company issues a formal letter of appointment to independent directors in the manner as provided in the Companies Act, 2013 and clause 49 of the Listing Agreement. The terms and conditions of appointment of independent directors will be available on the Company's website [www.atrevapetrochem.com](http://www.atrevapetrochem.com).

**g. Board Business:**

The normal business of the Board includes:

- framing and overseeing progress of the Company's annual plan and operating framework;
- framing strategies for shaping of portfolio and direction of the Company and for corporate resource allocation; reviewing financial plans of the Company;
- reviewing quarterly and annual business performance of the Company;
- reviewing the Annual Report and accounts for adoption by the Members;
- reviewing the progress of various functions and businesses of the Company;
- reviewing the functioning of the Board and its Committees;
- reviewing the functioning of the subsidiary companies;
- considering and approving declaration / recommendation of dividend;
- reviewing and resolving fatal or serious accidents or dangerous occurrences, any materially significant effluent or pollution problems or significant labour issues, if any;
- reviewing the details of significant development in human resources and industrial relations front;
- reviewing details of foreign exchange exposure and steps taken by the management to limit the risks of adverse exchange rate movement;
- reviewing compliance with all relevant legislations and regulations and litigation status, including materially important show cause, demand, prosecution and penalty notices, if any;
- reviewing Board remuneration policy and individual remuneration packages of Directors;
- advising on corporate restructuring such as merger, acquisition, joint venture or disposals, if any;
- appointing Directors on the Board and Management Committee;
- reviewing Corporate Social Responsibility activities of the Company;
- reviewing details of risk evaluation and internal controls;
- reviewing reports on progress made on the ongoing projects;

**h. Code of Conduct:**

The Code of Conduct for the Directors and Senior Management Personnel of the Company has been laid down by the Board, which has been circulated to all concerned persons. The Directors and Senior Management personnel of the Company have affirmed compliance with the provisions of the KAVIT INDUSTRIES Code of Conduct for the financial year ended 31.03.2015.

**3. COMMITTEES OF THE BOARD:**

Currently there are 3 (three) Board Committees:

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholders Relationship Committee

The terms of reference of the Board Committees are determined by the Board from time to time. The role and composition of these committees, including the number of meetings held during the financial year and the related attendance, are provided below:

**3.1 AUDIT COMMITTEE:**

The Audit Committee has been constituted in line with the provisions of Clause 49 of the Listing Agreement and also meets the requirements of Section 177 of the Companies Act, 2013. The members of the Audit Committee have requisite financial and management expertise. The terms of reference and powers of the Audit Committee are as mentioned in clause 49 II (D) of the Listing Agreement entered into with stock exchanges.

Name	Designation	Category of director	No. of audit committee meetings attended during 2014-15
Jigar Motta	Chairman	Independent Director	6
Kiran Soni	Member	Independent Director	4
Nikhil Pednekar	Member	Independent Director	5
Amit Shah	Member	Executive Director	4

During the year and as per the requirement of the Act, six Audit Committee Meetings were held on 06<sup>th</sup> May 2014, 30<sup>th</sup> May 2014, 23<sup>rd</sup> July 2014, 13<sup>th</sup> August 2014, 13<sup>th</sup> November 2014, and 13<sup>th</sup> February 2015.

**a. Powers of Audit Committee:**

The audit committee shall have powers, which should include the following:

1. To investigate any activity within its terms of reference.
2. To seek information from any employee.
3. To obtain outside legal or other professional advice.
4. To secure attendance of outsiders with relevant expertise, if it considers necessary.

**b. Role of Audit Committee:**

The role of the audit committee shall include the following:

1. Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
2. Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
4. Reviewing, with the management, the annual financial statements before submission to the board for approval, with particular reference to:
  - Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of sub-section (5) of section 134 of the Companies Act, 2013.
  - Changes, if any, in accounting policies and practices and reasons for the same.
  - Major accounting entries involving estimates based on the exercise of judgment by management.
  - Significant adjustments made in the financial statements arising out of audit findings.
  - Compliance with listing and other legal requirements relating to financial statements.
  - Disclosure of any related party transactions.
  - Qualifications in the draft audit report.
5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval.
  - 5A. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the

monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter.

6. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems.
7. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
8. Discussion with internal auditors any significant findings and follow up there on.
9. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
10. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
11. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
12. To review the functioning of the Whistle Blower mechanism, in case the same is in existence.
13. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

### **c. Subsidiary companies**

The Company has subsidiary viz. Kavit Green Energy Private Limited, which however are not 'material' subsidiaries as prescribed under clause 49. Provisions to the extent applicable as required under the revised clause 49 with reference to subsidiary companies were duly complied.

During the year under review, the Audit Committee reviewed the financial statements, including the investments made by subsidiary, viz. Kavit Green Energy Private Limited, to the extent applicable. A statement of all significant transactions and arrangements entered into by the subsidiary companies, as applicable, was regularly placed before the Board.

## **3.2 NOMINATION AND REMUNERATION COMMITTEE:**

The Independent Directors are not paid any remuneration except sitting fees for attending meeting of the Board or Committees thereof. However, the Board has constituted a Remuneration Committee to approve certain perquisites for whole-time Functional Directors and below Board level Executives, which are within the powers of the Board as well as to approve performance related pay to the executives of the Company. The Remuneration Committee of the Company meets regularly as per the requirement of the Act and transacts the business accordingly.



**a. Term of Reference:****Nomination:**

The duties of the Committee in relation to its nominations function shall be:

- i. to be responsible for identifying and nominating, for the approval of the Board and ultimately the shareholders, candidates to fill Board vacancies as and when they arise as well as putting in place plans for succession, in particular with respect to the Chairman of the Board;
- ii. to review regularly the Board structure, size, composition and make recommendations to the Board of adjustments that are deemed necessary, in order to ensure an adequate size and a well-balanced composition of the Board and further ensure that a majority of the Board is independent, and to make determinations regarding independence of members of the Board;
- iii. to keep under review the leadership needs of the organisation, both executive and non executive, with a view to ensuring the continued ability of the Company to compete effectively in the market place;
- iv. to recommend to the Board whether to reappoint a director at the end of their term of office;
- v. to identify and recommend directors who are to be put forward for retirement by rotation;
- vi. before appointment is made by the Board, to evaluate the balance of skills, knowledge and experience on the Board, and in the light of this evaluation prepare a description of the role and capabilities required for a particular appointment.

**Remuneration:**

The duties of the Committee in relation to its remuneration function shall be:

- i. to consider and determine, based on their performance and such other factors as the Committee shall deem appropriate all elements of the remuneration of the members of the Board;
- ii. to approve the remuneration of other members of the senior management of the group;
- iii. in relation to the above, the Committee shall at all times give due regard to published or other available information relating to pay, bonuses and other benefits of executives in companies which are comparable to the Company.

**b. Composition of Nomination and Remuneration Committee:**

Following Directors comprises in Nomination and Remuneration Committee

NAME	DESIGNATION	CATEGORY OF DIRECTOR	No. of meetings attended during 2014-15
Jigar Motta	Chairman	Independent Director	1
Kiran Soni	Member	Independent Director	1

Nikhil Pednekar	Member	Independent Director	1
Amit Shah	Member	Executive Director	0

### c. Remuneration Policy

The Board on the recommendation of the Nomination and Remuneration Committee has framed a Remuneration Policy, providing

- criteria for determining qualifications, positive attributes and independence of directors and
- a policy on remuneration for directors, key managerial personnel and other employees.

### d. Remuneration to directors

Details of remuneration paid/payable to directors during 2014-15 are provided in the annexure to the Directors' Report in Form MGT-9.

### e. Performance evaluation of Independent and BOD

Pursuant to the provisions of the Companies Act, 2013 and clause 49 of the Listing Agreement, the Board has carried out an annual performance evaluation of its own performance, and that of its Committees and individual directors. Manner in which formal annual evaluation was made by the Board of its own performance and that of its Committees and directors is given below:

- Rating sheets were filled by each of the directors towards the end of the year with regard to evaluation of performance of the Board, its Committees and Directors (except for the director being evaluated) for the year under review.
- A consolidated summary of the ratings given by each of the directors was then prepared, based on which a report of performance evaluation was prepared by the Chairman in respect of the performance of the Board, its Committees and Directors during the year under review.
- The report of performance evaluation so arrived at was then noted and discussed by the Nomination and Remuneration Committee and Board at their meetings held in March 2015.
- As per the report of performance evaluation, the Board shall determine inter alia whether to continue the term of appointment of the independent director.

## 3.3 Stakeholders Relationship Committee:

The Shareholders'/Investors Grievance Committee (SIGC) examine the grievances of shareholders/investors and act as the system of redressal of the same. It also approves issuance of share certificates. The Company accords top priority to resolve complaints/grievances/queries of shareholders within a reasonable period of time.



**a. Details of Shareholders Complaints:**

DETAILS OF COMPLAINTS RECEIVED	NOS.
Number of shareholders Complaints received from 01/04/2014 to 31/03/2015	0
Number of Complaints not solved to the satisfaction of the shareholder	0
Number of pending complaints as on 31/03/2015	0

**b. Composition of Stakeholders Relationship Committee:**

NAME	DESIGNATION	CATEGORY OF DIRECTOR
Jigar Motta	Chairman	Independent Director
Kiran Soni	Member	Independent Director
Nikhil Pednekar	Member	Independent Director
Amit Shah	Member	Executive Director

During the year under review there occur no such matters which require the meeting to be conducted of the Stakeholders Relationship Committee. Hence no meetings were held.

**4. GENERAL BODY MEETINGS:**

The Annual General Meetings of the Company were held at Village Tundao, Taluka Savli, Vadodara-391775, Gujarat, where the Registered Office of the Company is situated. The details of the AGM held for the past three years are as under:-

	2011-12	2012-13	2013-14
Date	29 <sup>th</sup> September, 2012	30 <sup>th</sup> September, 2013	23 <sup>rd</sup> September, 2014
Time	11:00 A.M.	11:00 A.M.	09:00 A.M.
No. of Special Resolutions Passed	Nil	1 (one)	Nil

**5. DISCLOSURES:****a. Disclosure of Material Transactions: Related Party Transaction**

All transactions entered into with Related Parties as defined under the Companies Act, 2013 and Clause 49 of the Listing Agreement during the financial year were in the ordinary course of business and on an arm's length pricing basis and do not attract the provisions of Section 188 of the Companies Act, 2013. There were no materially significant transactions with related parties during the financial year which were in conflict with the interest of the company. Suitable disclosure as required by the Accounting Standards (AS-18) has been made in the notes to the Financial Statements by the Auditor/s of the Company.

**b. Details of non-compliance during the last three years:**

The Company has complied with the necessary requirements and no major penalties were enforced on the Company by Stock Exchanges/SEBI or any other statutory authority on any matter related to capital markets during the last three years except nominal amount of penalty imposed by Bombay Stock Exchange for delay reporting.

**c. Code of Conduct:**

The Company has adopted a code of conduct for its directors and designated senior management personnel. All the Board members and senior management personnel have agreed to follow compliance of code of conduct.

**d. Whistle Blower Policy:**

The Company has framed a whistle blower policy wherein the employees are free to report any improper activity resulting in violations of laws, rules, regulations or code of conduct by any of the employees, to the Competent Authority or Chairman of the Audit Committee, as the case may be. Any such complaint is reviewed by the Competent Authority or Chairman of the Audit Committee. The confidentiality of those reporting violations shall be maintained and they shall not be subjected to any discriminatory practice. No employee has been denied access to the Audit Committee.

**6. GENERAL SHAREHOLDER INFORMATION:****a. Annual General Meeting :**

**Date:** 25<sup>th</sup> September, 2015

**Time:** 10:00 A.M

**Venue:** Village- Tundao, Taluka Savli, Vadodara-391775, Gujarat.

- b. **Financial Calendar for 2014-15 to approve quarterly / annual financial results:**

Unaudited results for the quarter ending on 30th June 2014	13/08/2014
Unaudited results for the quarter ending on 30th September 2014	13/11/2014
Unaudited results for the quarter ending on 30th December 2014	13/02/2015
Audited results for the quarter ending on 31st March 2015	29/05/2015

- c. **Book Closure Dates:** 18/09/2015 to 25/09/2015, (both days inclusive)
- d. **Listing on Stock Exchanges:**  
Bombay Stock Exchange Ltd.  
Vadodara Stock Exchange Ltd.  
Ahmedabad Stock Exchange Ltd.
- e. **Corporate Identity Number (CIN):** The Corporate Identity Number (CIN) allotted to the Company by the Ministry of Corporate Affairs (MCA) is **L23100GJ1990PLC014692**.
- f. **Stock Code at BSE:** 524444
- g. **ISIN:** INE313M01014
- h. **Stock Market Data:**

Month	High	Low	No. of Shares	BSE Sensex	
				High	Low
Apr-14	9.40	9.40	300	22,939.31	22,197.51
May-14	10.25	7.67	11,469	25,375.63	22,277.04
June-14	9.74	9.25	1,051	25,725.12	24,270.20
July-14	10.00	7.01	20,179	26,300.17	24,892.00
Aug-14	13.33	7.68	37,908	26,674.38	25,232.82
Sep-14	17.56	13.99	13,774	27,354.99	26,220.49
Oct-14	16.50	14.95	2,450	27,894.32	25,910.77
Nov-14	14.65	10.26	1,285	28,822.37	27,739.56
Dec-14	10.77	7.13	3,801	28,809.64	26,469.42
Jan-15	9.04	6.76	7,249	29,844.16	26,776.12
Feb-15	11.07	9.00	12,712	29,560.32	28,044.49
Mar-15	14.50	10.92	2,085	30,024.74	27,248.45

- i. **Registrar & Transfer Agents (R & T):** M/s. Link Intime India Pvt. Ltd.  
C-13, Pannalal Silk Mills Compound,  
L.B.S. Marg, Bhandup (w), Mumbai-  
400078,  
Tel.: (22) 25963838,  
Fax: (22) 25946969,  
E-mail: [rnt.helddesk@linkintime.co.in](mailto:rnt.helddesk@linkintime.co.in)

j. **Distribution of shareholding as on 31st March 2015:**

Range of Holding	No. of shareholding	% to total shareholders	No. of shares	% to total shares
1-500	3761	75.2050	1035482	2.2292
501-1000	738	14.7570	656040	1.4124
1001-2000	269	5.3789	412146	0.8873
2001-3000	73	1.4597	186960	0.4025
3001-4000	36	0.7199	131172	0.2824
4001-5000	22	0.4399	106294	0.2288
5001-10000	35	0.6999	263018	0.5662
10001 & above	67	1.3397	43658888	93.9911
<b>TOTAL</b>	<b>5001</b>	<b>100.0000</b>	<b>46450000</b>	<b>100.0000</b>

k. **Shareholding Pattern as on 31st March 2015:**

Category	No. of shares held	% of total shares
Promoters & Promoters group	18465000	39.75
Mutual funds	140000	0.30
Other Bodies Corporate	24152086	52.00
NRI/OCBs (other than promoters)	8200	0.02
Indian Public	3684144	7.93
Others (Clearing Members)	570	0.00
<b>TOTAL</b>	<b>46450000</b>	<b>100</b>

i. **Break up of shares in physical and Demat Segment as on 31st March 2015:**

Segment	No. of shares held	% to total shares
Physical	3240400	6.98
Demat	43209600	93.02
<b>TOTAL</b>	<b>46450000</b>	<b>100</b>

- m. Address for Correspondence:** M/s. Link Intime India Pvt. Ltd.  
C-13, Pannalal Silk Mills Compound,  
L.B.S. Marg, Bhandup (w), Mumbai-400078,  
Tel.: (22) 25963838,  
Fax: (22) 25946969,  
E-mail: [rnt.helddesk@linkintime.co.in](mailto:rnt.helddesk@linkintime.co.in)
- n. Project Location:** Tundao Anjesar Road, Village Tundao,  
Taluka Savli, Vadodara-391775, Gujarat.

Date: 31/08/2015  
Place: Vadodara

For and on behalf of the Board

SD/-  
**Jayesh R. Thakkar**  
Chairman

**CERTIFICATE ON CORPORATE GOVERNANCE**

To,  
The Members,  
KAVIT INDUSTRIES LIMITED

We have examined the compliance of conditions of Corporate Governance by KAVIT INDUSTRIES LIMITED for the financial year ended 2014-15 as stipulated in Clause 49 of the Listing Agreement of the Company with the Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance with the conditions of Corporate Governance as stipulated in the said Clause. It is neither an audit nor an expression of opinion on the financial statements of the Company. We further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above mentioned Listing Agreement.

**For Sheetal Samriya & Associates**

Chartered Accountants,  
(Firm Registration No.: 011478C)

SD/-  
Abhitesh Dubey  
Partner  
(Membership No.: 147923)  
Vadodara, 31<sup>st</sup> August, 2015



## CEO/CFO CERTIFICATION

To,  
The Members,  
KAVIT INDUSTRIES LIMITED

I hereby confirm that all the members of the Board and Senior Management have affirmed compliance with the Code of Conduct. The Chairman and CEO have issued requisite certificates to the Board pursuant to Clause 49 of the Listing Agreement.

For, Kavit Industries Limited

**Date: 31/08/2015**  
**Place: Vadodara**

**SD/-**  
**Jayesh R. Thakkar**  
**Chairman**

## CODE OF CONDUCT COMPLIANCE

To,  
The Members,  
KAVIT INDUSTRIES LIMITED

As provided under clause 49 of the Listing Agreement with the Stock Exchanges, the Board Members and the senior personnel have confirmed compliance with the Code of Conduct for the year ended on 31st March, 2015.

For, Kavit Industries Limited

**Date: 31/08/2015**  
**Place: Vadodara**

**SD/-**  
**Jayesh R. Thakkar**  
**Chairman**

## Management Discussion and Analysis Report

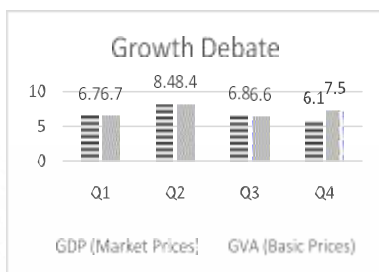
The management of Kavit Industries Ltd. presents the analysis of the Company for the year ended on 31st March, 2015 and its outlook for the future. This outlook is based on assessment of the current business environment. It may vary due to future economic and other developments both in India and abroad. This Management Discussion and Analysis ("MD & A") of Kavit Industries Ltd. for the year ended on 31st March, 2015 contains financial highlights but does not contain the complete financial statements of the Company. It should be read in conjunction with the Company's audited financial statements for the year ended on 31st March 2015.

### The Indian Economy snapshot:

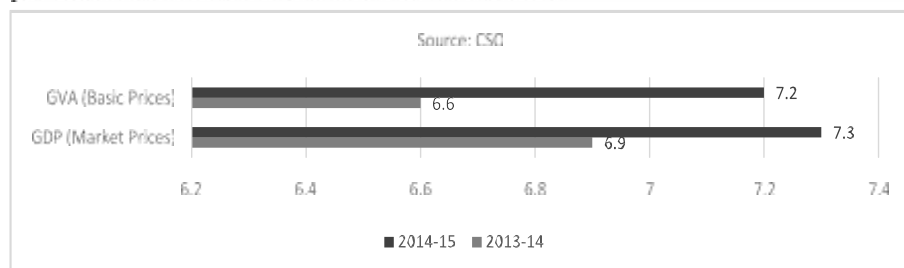
The Indian economy in 2014-15 has emerged as one of the largest economies with promising economic outlook on back of controlled inflation, rise in domestic demand, increase in investments, decline in oil prices and reforms among others.

Central Statistics Office (CSO) and the government will tell you the growth rate was 7.3%, while if you believe the Reserve Bank of India (RBI), it was a tad lower at 7.2%.

The problem gets serious if you look at the fourth quarter (January-March) number. RBI would like you to believe that the economy decelerated to 6.1% in the fourth quarter from 6.8% in the previous quarter, while CSO will tell you that the economy actually accelerated to 7.5% from 6.6% in the third quarter.



But just don't jump to blame RBI yet. The problem is, while CSO would like you to read GDP at market prices data, RBI believes the gross value added (GVA) at basic prices data available in CSO release are more useful.



### Petrochemical Industry in India:

India's petrochemical industry has been one of the fastest growing industries in the Indian economy. Petrochemicals are the derivatives of crude oil and natural gas. Olefins (ethylene, propylene & butadiene) and Aromatics (benzene, toluene & xylenes) are the major building blocks from which most Chemicals and Petrochemicals are

produced. They are used in dyes, synthetic fibres, rubbers, plastics, pharmaceutical bulk drugs, industrial appliances, packaging industry, detergents (surfactants).

Crude oil price had been on the rise since 2004 and traded for nearly \$139 per barrel at its peak in mid-2008. However by midyear 2014, prices began to slowly collapse from over \$ 105 per barrel to below \$ 60 per barrel, as oil production in non-OPEC countries (especially the United States) rose and global demand slowed. Markets are impacted significantly during sharp price fluctuations, creating a cloud of uncertainty in upstream and downstream investments.

The Indian basic petrochemicals market has grown at a Compounded Annual Growth Rate (CAGR) of 11%. Petrochemical sector is one of the fastest growing segments with a growth rate of 13%, which is more than twice of growth of India's gross domestic product (GDP), and also the global growth rate in petrochemical space which is stagnant at 6%. With the growth of India petrochemical industry, it holds the share of around 20% of the total global produce of petrochemical related products.

#### **About Kavit:**

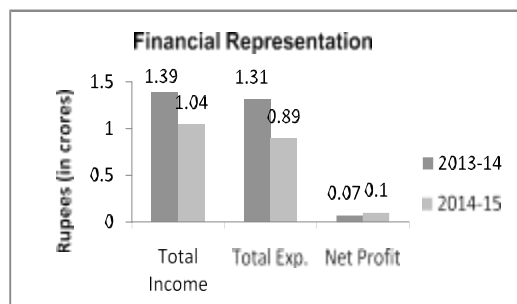
KAVIT was established to manufacture various petrochemical downstream products such as specialty oils, petroleum sulphonates, solvents, etc. for industrial applications such as rubber, leather, ink and paint industries. We market and sell our products under the Brand "Ecrol Lubricants". We have an up to date processing plant situated at Tundav Village in Gujarat on an eight acre plot. Our plant is classified as Mini-Refinery to process crude oil and hydrocarbons to various end products.

Ecrol is a well-entrenched brand in industrial oils. Ecrol products are manufactured to meet the norms laid down by BIS, API and JASO. High Quality Standards have been a critical element in the marketing strategy of Ecrol to capture a sizeable share in the domestic market in a short span of time. We are focused of delivering the best quality at an affordable price and continuous up-gradation.

#### **Financial Performance**

(Rupees in Crores)

Particulars	Mar 2015	Mar 2014
Net Sales	0.62	0.74
Other Income	0.42	0.65
Total Income	1.04	1.39
Total Expenses	0.89	1.31
Operating Profit	0.15	0.08
Net Profit	0.10	0.07
Equity Capital	46.45	6.45



Kavit Industries Limited key Products/Revenue Segments include Lubricants which contributed Rs. 0.74 Cr. to Sales Value (100.00% of Total Sales), for the year ending 31<sup>st</sup> March 20104. For the Financial year ended on 31st March 2015, the company has reported a Standalone sale of

Rs. 0.62 Cr. Company has reported net profit after tax of Rs. 0.10 Cr. for Financial year 2014-15 which has increased as compared to Net Profit of Rs. 0.07 Cr. in financial year 2013-14. Company was successful in reducing its total expenditure from Rs. 1.31 Cr. to Rs. 0.89 Cr. during the financial year 2014-15.

## History

The Kavit Industries Limited was originally incorporated with the name Jal Hi Power Petrochem Ltd, a public limited company and got listed at BSE in 1992. The name of the company was later on changed to Atreya Petrochem Limited on 21 September 2000. During the financial year, the Company has again changed its name to Kavit Industries Limited with the compliance of applicable provisions of Companies Act and SEBI Act.

## Product line

Your Company produces many products like ERL 15W40 (API-CF4), APL20W40 (API-CF), ECY 4T – OIL (API-SL), ECY 2T (API-TC), ERL GEAR EP90 (GL-4), ERL GEAR EP140 (GL-4), and many others which can be used for equipment's like Auto, Car LMV, Trucks, Buses, Excavators, Tippers & Dozers Fitted with Tata, Ashok layland, Iveco, Hino engines as well as two wheeler, three wheeler, LMV, Commercial vehicles, Tractors, MUV such as Safari, Scorpio, Sumo etc. & heavy-duty commercial vehicles. A brochure of our products is available on our website, [www.atreyapetrochem.com](http://www.atreyapetrochem.com).

## Opportunities:

Major industry players are analyzed through a company overview, analysis of business segments, a look at their strategies; the Petrochemicals Industry in India is a complete profile of this growingly competitive industry in India that is fast making its presence felt across the world.

The global market for lubricating oil and greases is expected to reach 10 bn gallons by the year 2017, says the latest report titled "Lubricating Oils and Greases: A Global Strategic Business Report" by Global Industry Analysts.



The demand for lubricants further increases with new vehicle sales, increasing vehicle population and increased focus and spending on maintenance are driving demand for automotive lubricants, increasing activity in the worldwide manufacturing industry is benefiting the market for industrial lubes including hydraulic fluids and process oils.

Petrochemicals are widely used in various end use industries such as construction, automobile and packaging. Therefore, growth in these end use industries is one of the major factors driving the global petrochemicals market. Abundant availability of raw materials in the Middle East is another factor boosting the petrochemicals market. Government initiatives in India and China for establishing petrochemical complexes are also expected to drive the market for petrochemicals. However, shift towards bio-based chemicals coupled with environmental issues arising due to usage of various petrochemicals is projected to hamper market growth during the forecast period.

### **Threats:**

The Indian petrochemical industry faces a number of challenges for sustained growth, putting India at a competitive disadvantage in the competition with China. India's ethylene capacity is far smaller than China's and is unlikely to rise above its Asian rival's levels in the next 5-7 years. This will make it impossible for India to develop applications further downstream. Other major issues faced by the Indian petrochemical industry are lack of low cost feedstock and dependence on western countries for technology.

A steep rise in raw material costs on account of a drastic hike in crude oil prices may affect the profit margins of the company. Changes in Government policies, especially regarding import of Base Oil will have an adverse impact on the performance of the Company. However, considering the multifarious purposes for which the Base Oil is used and the domestic supplies are not adequate to meet the domestic Demand, the possibilities for such adverse changes in Government policies appear to be remote.

### **Risks and concerns**

The lubricant market is highly competitive and consists of a large number of players including the state owned oil companies, large multinational players as well as local manufacturers. Besides, there are various regional players as well with small capacities. Aggressive pricing or discount strategies from the market leaders or other players, including new players, might have an adverse impact on us. Intense competition is expected to continue in the market, presenting us with various challenges in our ability to maintain growth rates and profit margins. If we are unable to meet these competitive challenges, we could lose market share to our competitors and experience an overall reduction in our profits.

**Environmental Risks**

All phases of the oil business present environmental risks and hazards. As a result, they are subject to environmental regulation pursuant to a complex blend of federal, provincial, and municipal laws and regulations. The Company believes that it is in compliance with current applicable environmental rules and regulations.

**Financial Risks**

Financial risks associated with the petroleum industry include fluctuation in commodity prices, interest rates, and currency exchange rates and profitability of the Company depends on the prices and availability of the base oils. The prices of base oil have increased during the last year and have resulted in corresponding increase in cost of production. However, as a general practice in the industry, the higher input costs are passed on to the customers.

**Operational Risks**

Operational risks include competitive environmental factors, reservoir performance uncertainties and dependence upon third parties for commodity transportation & processing and a complex regulatory environment. The Company closely follows the applicable government regulations. The Company carries insurance coverage to protect itself against those potential losses that could be economically insured against.

**Internal Control Systems and their Adequacy:**

Your Company maintains an adequate and effective Internal Control system commensurate with its size and complexity. We believe that these internal control systems provide, among other things, a reasonable assurance that transactions are executed with management authorization and that they are recorded in all material respects to permit preparation of financial statements in conformity with established accounting principles and that the assets of your Company are adequately safe-guarded against significant misuse or loss. An independent Internal Audit function is an important element of your Company's internal control system. The internal control system is supplemented through an extensive internal audit program and periodic review by management and audit committee.

**Human Resources:**

The company has been utilizing the available human resources in the most effective manner to improve production and productivity with minimum recruitments. The Company recognizes the importance and contribution of its human resources for its growth & development and values their talent, integrity and dedication. Company offers a highly entrepreneurial culture with a team based approach that we believe encourages growth and motivates its employees. The Company has been successful in attracting and retaining key professionals and intends to continue to seek fresh talent to further enhance and grow our business.

Date: 31/08/2015  
Place: Vadodara

For and on behalf of the Board

SD/-  
Jayesh R. Thakkar  
Chairman



## Financial Statements and Notes

# Independent Auditor's Report

To the Members of Kavit Industries Limited

*(Formerly known as Atreya Petrochem Limited)*

### Report on the Financial Statement

We have audited the accompanying financial Statement of **Kavit Industries Limited (Formerly known as Atreya Petrochem Ltd.)** which comprises the Balance Sheet as at 31st March 2015, and the statement of Profit & Loss and Cash Flow Statement for the year ended and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

The Company's management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flow of the company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control 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.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

## Financial Statements and Notes

# Independent Auditor's Report

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2015 subject to below qualification;

*During the current year company has issued 4,00,00,000 preference shares of Rs15 each at a premium of Rs5 fully convertible into equity shares, but has not increased its Authorized Capital by 40,00,00,000.*

- b) in the case of the Profit and Loss Account, of the profit for the year ended on that date ; and
- c) in the case of the Cash Flow Statement, the cash flows for the year ended on that date.

### Report on other legal and Regulatory Requirement

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
  - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c) The Balance Sheet, and Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the Balance Sheet, and Statement of Profit and Loss, comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956.
  - e) On the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

**For Sheetal Samriya & Associates**

**Chartered Accountants,**

**(Firm Registration No.: 011478C)**

**SD/-**

**Abhitesh Dubey**

**Partner**

**(Membership No.: 147923)**

**Vadodara, 30 May, 2015**

# Financial Statements and Notes

## Annexure to Independent Auditor's Report

(Referred to in paragraph 1 under 'Report on Other Legal & Regulatory Requirements' section of our report of even date)

- (i) Having regard to the nature of the Company's business/activities/results/during the year, clause (vii),(xi),(xii),(xiii),(xix) of paragraph 4 of the Order are not applicable to the Company.
- (ii) **In Respect of its Fixed Assets:**
- (a) As informed to us, the Company is in the process of compiling records to showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, fixed assets, according to the practice of the Company are physically verified by the management at reasonable intervals, in a phased verification-programme, which, in our opinion, is reasonable, looking to the size of the Company and the nature of its business. As informed to us, no material discrepancies have been noticed on verification;
- (c) The Fixed Assets disposed off during the year, in our opinion, do not constitute a substantial part of the fixed assets of the company and such disposal has, in our opinion, not affected the going concern status of the company.
- (ii) **In Respect of its Inventory:**
- (a) As informed to us, the Inventory of Finished and semi-finished goods and raw materials at works were physical verified by the management at reasonable intervals during the year. In our opinion, having regard to the nature and location of stock, the frequency of verification is reasonable.
- (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the company and nature of its business.
- (c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of inventory, and no material discrepancy were noticed on physical verification.
- (iii) The Company has granted loans to 2 companies and listed in the register maintained under Section 301 of the Companies Act, 1956. The year balance of loans granted to these was ₹.115.77 Lacs. (P.Y. ₹.115.77 Lacs.)

In our opinion and according to the information and explanations given to us, the terms and condition of loan given to the parties covered under in the register maintained under section 301 of the Companies Act, 1956 are not prima facie prejudicial to the interest of the Company.

According to the information and explanations given to us, no repayment schedule has been specified and accordingly the question of regularity in payment of principal amount and interest wherever applicable does not arise. However the said loan is repayable on demand.

The Company has taken unsecured loans from 4 companies listed in the Register maintained under Section 301 of the Companies Act, 1956. The year balance of loans taken from these was ₹. 100.20 Lacs. (P.Y. ₹. 202.53 Lacs)

In respect of above Loans taken, no repayment schedule has been specified with regard to the Interest / Repayment or any other terms and conditions.

## Financial Statements and Notes

## Annexure to Independent Auditor's Report

- (iv) In our opinion, and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the Company, and according to the information and explanations given to us, we have neither come across, nor have been informed of, any continuing failure to correct major weaknesses in the aforesaid internal control system.
- (v) According to the information and explanations given to us, the details of transaction that needed to be entered in the register in pursuance of section 301 of the Company Act, 1956, have been so entered. According to information and explanations given to us, the transactions of purchase and sale of goods/services made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- (vi) The Company has not accepted deposits from other corporate which attracting the provisions of section 58A and 58AA of the Companies Act, 1956, and the rules framed there under.
- (vii) The system of internal audit of the Company needs to be strengthened and commensurate with the size and nature of its business.
- (viii) **In respect of statutory dues:**
- (a) According to the information, explanation and records verified by us the Company has generally been regular in depositing Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom duty, Excise Duty, Cess, other material statutory dues applicable to it with the appropriate authorities. We are informed that the company intends to obtains exemption from Provident Fund, Employees state insurance Act.
- (b) There were no undisputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Service Tax, Excise Duty, Custom Duty, Cess and other material statutory dues in arrears as at 31 March, 2015 for a period of more than six months for the date they become payable.
- (c)
- (d) Details of dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and Cess which have not been deposited as on 31 March, 2015 on account of disputes are given below:

Name of the Statute	Nature of Dues	Forum where Dispute is pending	Period to which amount relates	Amount Involved (Amount in ₹.)
Income Tax Act, 1961	Income Tax	Tribunal	A.Y.1999-2000	16,64,300
	Income Tax	Tribunal	A.Y.2000-2001	1,41,41,065
	Income Tax	Assistant Commissioner	A.Y.1995-1996	3,786

## Financial Statements and Notes

## Annexure to Independent Auditor's Report

	Income Tax	Assistant Commissioner	A.Y.2003-2004	12,820
	Income Tax	Assistant Commissioner	A.Y.2004-2005	5,781

- X) Accumulated losses at the end of financial year ended on 31<sup>st</sup> March, 2015 is ₹. 1,22,03,067.15/- which does not exceed 50% of its net worth and it has not incurred cash losses in the financial year ended on the date and in the immediately preceding financial Year.
- (xi) The Company is dealing in or trading in share, securities, Debenture or other investment. The Company has maintained proper records of the transactions and contracts in respect of dealing or trading in shares, securities, debentures and other investments and timely entries have been made therein. Further such securities have been held by the Company in its own name or are in the process of transfer in its own Company name.
- (xii) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xiii) According to the information and explanations given to us and as per records made available for our verification, the Company has not taken any term loan during the year.
- (xiv) In our opinion and according to the information and explanation given to us and overall examination of the balance sheet of the company, we report that funds raised on short term basis have, prima facie, not been used during the year for long term investment.
- (xv) As the Company has not made any preferential allotment of shares during the year to parties and companies covered in the Register maintained under Section 301 of the Act, the provisions of clause 4(xviii) of the Order are not applicable to the Company.
- (xvi) The Company has not raised any money by public issue during the year.
- (xvii) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud was noticed or reported during year.

**For Sheetal Samriya & Associates**  
**Chartered Accountants,**  
**(Firm Registration No.:011478C)**

**SD/-**

**Abhitesh Dubey**  
**Partner**  
**Membership No.: 147923**  
**Vadodara, 30 May, 2015.**



## Financial Statements and Notes

# Annexure to Independent Auditor's Report

(Referred to in paragraph 1 under 'Report on Other Legal & Regulatory Requirements' section of our report of even date)

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- (a) As informed to us, the Company is in the process of compiling records to showing full particulars including quantitative details and situation of fixed assets.
  - (b) As explained to us, fixed assets, according to the practice of the Company are physically verified by the management at reasonable intervals, in a phased verification-programme, which, in our opinion, is reasonable, looking to the size of the Company and the nature of its business. As informed to us, no material discrepancies have been noticed on verification;
  - (c) The Fixed Assets disposed off during the year, in our opinion, do not constitute a substantial part of the fixed assets of the company and such disposal has, in our opinion, not affected the going concern status of the company.
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  - (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the company and nature of its business.
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## Financial Statements and Notes

## Annexure to Independent Auditor's Report

- (iv) In our opinion, and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the Company, and according to the information and explanations given to us, we have neither come across, nor have been informed of, any continuing failure to correct major weaknesses in the aforesaid internal control system.
- (v) According to the information and explanations given to us, the details of transaction that needed to be entered in the register in pursuance of section 301 of the Company Act, 1956, have been so entered. According to information and explanations given to us, the transactions of purchase and sale of goods/services made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- (vi) The Company has not accepted deposits from other corporate which attracting the provisions of section 58A and 58AA of the Companies Act, 1956, and the rules framed there under.
- (vii) The system of internal audit of the Company needs to be strengthened and commensurate with the size and nature of its business.
- (viii) **In respect of statutory dues:**

(a) According to the information, explanation and records verified by us the Company has generally been regular in depositing Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom duty, Excise Duty, Cess, other material statutory dues applicable to it with the appropriate authorities. We are informed that the company intends to obtains exemption from Provident Fund, Employees state insurance Act.

(b) There were no undisputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Service Tax, Excise Duty, Custom Duty, Cess and other material statutory dues in arrears as at 31 March, 2015 for a period of more than six months for the date they become payable.

(c)

(d) Details of dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and Cess which have not been deposited as on 31 March, 2015 on account of disputes are given below:

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- (xi) The Company is dealing in or trading in share, securities, Debenture or other investment. The Company has maintained proper records of the transactions and contracts in respect of dealing or trading in shares, securities, debentures and other investments and timely entries have been made therein. Further such securities have been held by the Company in its own name or are in the process of transfer in its own Company name.
- (xii) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xiii) According to the information and explanations given to us and as per records made available for our verification, the Company has not taken any term loan during the year.
- (xiv) In our opinion and according to the information and explanation given to us and overall examination of the balance sheet of the company, we report that funds raised on short term basis have, prima facie, not been used during the year for long term investment.
- (xv) As the Company has not made any preferential allotment of shares during the year to parties and companies covered in the Register maintained under Section 301 of the Act, the provisions of clause 4(xviii) of the Order are not applicable to the Company.
- (xvi) The Company has not raised any money by public issue during the year.
- (xvii) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud was noticed or reported during year.

**For Sheetal Samriya & Associates**  
**Chartered Accountants,**  
**(Firm Registration No.:011478C)**

**SD/-**

**Abhitesh Dubey**  
**Partner**  
**Membership No.: 147923**  
**Vadodara, 30 May, 2015.**

**kavit Industries Limited**  
(Formerly Known as Atreya Petrochem Limited)

**BALANCE SHEET AS AT MARCH 31, 2015**

			As at 3/31/2015	(Amount in ₹.) As at 3/31/2014
<b>EQUITY AND LIABILITIES</b>				
<b>1) Shareholders' Funds</b>				
(a) Share capital	2	464,500,000.00	64,500,000.00	
(b) Reserves and surplus	3	187,796,932.85	652,296,932.85	113,223,922.49
				51,276,077.51
<b>2) Share application money pending allotment</b>			-	485,275,000.00
<b>3) Non-current liabilities</b>				
(a) Long-term borrowings	4	13,752,360.50		25,404,462.34
(b) Deferred tax liabilities (Net)		-		
(c) Other long term liabilities	5	32,724,732.75		38,256,348.94
(d) Other long term provisions	6	-	454,770,933.25	-
				63,660,811.28
<b>4) Current liabilities</b>				
(a) Trade payables	7	1,919,540.73		1,651,391.67
(b) Other current liabilities	8	38,347,932.14		386,043.61
(c) Short-term borrowing	9	-		
(d) Other Short term provisions	10	703,373.00	379,70,845.89	99,837.00
				2,137,272.28
<b>TOTAL</b>			735,744,872.58	602,349,161.66
<b>ASSETS</b>				
<b>5) Non-current Assets</b>				
(a) Fixed Assets	11			
(i) Tangible assets		23,981,934.00		28,389,844.00
(ii) Intangible assets				
(iii) Capital work-in-progress		190,988.00	241,729,222.00	190,988.00
				28,580,832.00
(b) Non-current investments	12	35,502,730.13		31,362,730.15
(c) Long-term loans and advances	13	521,646,453.85		495,688,838.03
(d) Other non-current assets	14	22,335,254.88	57,948,443.88	20,855,414.06
				547,906,982.24
<b>6) Current Assets</b>				
(a) Inventories	15	2,010,034.00		3,603,120.00
(b) Trade receivables	16	16,692,768.28		20,907,200.77
(c) Cash and Bank Balances	17	6,673,785.19		(125,557.04)
(d) Short-term loans and advances	18	105,423,000.00		110,000.00
(e) Other Current Assets	19	1,287,924.23	132,087,511.70	1,366,583.69
				25,861,347.42
<b>TOTAL</b>			735,744,872.58	602,349,161.66

Summary of significant accounting policies 1

The Notes are an integral part of financial statements

This is the Balance sheet referred to in our report even date  
**For Sheetal Samriya & Associates**  
Chartered Accountants  
Firm Registration No.: 011478C

For and on behalf of the Board of Directors of  
**Kavit Industries Limited**

**SD/-**

Abhitesh Dubey  
Partner  
Membership No. 147923

Vadodara, 30 May, 2015.

**SD/-**

Mr Jayesh Thakkar  
Managing director

**SD/-**

Mr. Hiren Rai  
Director

kavit Industries Limited  
(Formerly Known as Atreya Petrochem Limited)

STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH, 2015.

			(Amount in ₹.)
	Note No.	Year ended 31/3/2015	Year ended 31/3/2014
<b>1) REVENUE</b>			
(a) Revenue from operations (Net of Excise Duty)	20	6,198,915.82	7,433,691.81
		<b>6,198,915.82</b>	<b>7,433,691.81</b>
(b) Other income	21	4,217,987.01	6,462,963.64
<b>Total Revenue</b>		<b>10,416,902.83</b>	<b>13,896,655.45</b>
<b>2) EXPENSE</b>			
(a) Cost of Material Consumed	22	1,643,311.51	3,939,536.58
(b) Purchases of stock-in-trade	23	611,475.00	5,087,787.57
(c) Changes in inventories of finished goods, WIP	24	1,392,042.00	(1,703,450.00)
(d) Employee benefits expense	25	480,314.00	601,942.00
(e) Finance costs	26	157,479.89	73,948.30
(f) Depreciation and amortization expense	11	1,995,910.00	2,052,527.00
(g) Other expenses	27	2,594,145.09	3,085,589.66
		<b>8,874,677.49</b>	<b>13,137,881.11</b>
<b>Total Expenses</b>		<b>8,874,677.49</b>	<b>13,137,881.11</b>
<b>3) Profit before Exceptional Items and Tax</b>		<b>1,542,225.34</b>	<b>758,774.34</b>
<b>4) Exceptional Items (Net)</b>		<b>44,822.00</b>	<b>-</b>
<b>5) Profit before Tax</b>		<b>1,497,403.34</b>	<b>758,774.34</b>
<b>6) Tax Expenses:-</b>			
(a) Current Tax		476,548.00	58,450.00
(b) Mat Credit		-	-
(c) Deferred Tax		-	-
<b>7) Profit After Tax</b>		<b>1,020,855.34</b>	<b>700,324.34</b>
<b>8) Nominal value per share</b>			
Basic value per share		0.16	0.11
Diluted Earning per share		0.16	0.11

Summary of significant accounting policies 1

The Notes are an integral part of financial statements

This is the Profit and Loss Statement referred to in our report even date:  
**For Sheetal Samriya & Associates**  
Chartered Accountants  
Firm Registration No.: 011478C

For and on behalf of the Board of Directors of  
**Kavit Industries Limited**

**SD/-**  
Abhitesh Dubey  
Partner  
Membership No.147923  
Vadodara, 30 May, 2015.

**SD/-**  
Mr Jayesh Thakkar  
Managing director

**SD/-**  
Mr. Hiren Rao  
Director

**kavit Industries Limited**  
(Formerly Known as Atreya Petrochem Limited)

**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2015**

	Year ended 3/31/2015	(Amount in ₹.) Year ended 3/31/2014
<b>A. Cash Flow from Operating Activities :</b>		
<b>Profit before Tax</b>	<b>1,497,403</b>	<b>758,774</b>
Adjustments for:		
Depreciation and Amortisation Expense	1,995,910	2,052,527
Other non-operating income (Incl Written - off)	(3,976,988)	(5,530,780)
Interest expense	68,948	2,860
Preliminary Expenses W off	124,087	124,087
Income Tax Provision	476,548	-
Dividend Income	-	-
<b>Operating Profit before Working Capital changes</b>	<b>(767,188)</b>	<b>(2,592,532)</b>
Adjustments for:		
Inventories	1,593,086	(2,573,120)
Trade receivables and Other Receivable	4,214,432	(19,138,698)
Trade payable and Other Payables	268,149	(3,325,772)
Increase/(Decrease) in short term borrowing	34,961,889	-
Increase/(Decrease) in provisions	603,536	-
<b>Cash Generated from Operation</b>	<b>40,873,904</b>	<b>(27,630,121)</b>
Direct Tax Paid	-	(102,210)
<b>Net Cash inflow from/ (outflow) from Operating activities</b>	<b>40,873,904</b>	<b>(27,732,331)</b>
<b>B. Cash Flow from Investing Activities :</b>		
Purchase of fixed assets	2,412,000	(2,371,100)
Purchase of Investments	(4,140,000)	(27,300,000)
Interest received	3,976,988	5,530,780
Dividend received	-	-
<b>Net Cash inflow from/ (outflow) from Investing activities</b>	<b>2,248,988</b>	<b>(24,140,320)</b>
<b>C. Cash Flow from Financing Activities :</b>		
Proceeds / Repayment from Long Term Borrowing(Net)	(5,531,616)	(4,415,156)
Proceeds from Long Term Borrowing	(12,652,102)	4,193,360
Proceeds/ Repayment from Loans and Advances (Net)	(132,795,884)	(433,671,823)
Interest paid	(68,948)	(2,860)
Proceeds of Share Application money/Share Capital	114,725,000	485,275,000
<b>Net Cash inflow from/ (outflow) from Financing activities</b>	<b>(36,323,550)</b>	<b>51,378,521</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>6,799,342</b>	<b>(494,130)</b>
<b>Opening Cash and Cash Equivalents</b>		
Cash in hand	334,010	184,682
Bank balances	(459,567)	183,890
	<b>(125,557)</b>	<b>368,572</b>
<b>Closing Cash and Cash Equivalents</b>		
Cash in hand	436,911	334,010
Bank balances	6,236,875	(459,567)
	<b>6,673,785</b>	<b>(125,557)</b>

**Additional Information :**

- 1) The Above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard on 'Cash Flow Statement (AS-3)' issued by the Companies Accounting Standard Rules, 2006
- 2) Figures in bracket represent outflows.
- 3) Previous year figures have been recast/restated where necessary.

This is Cash Flow Statement referred to in our report of even date

**For Sheetal Samriya & Associates**  
**Chartered Accountants**

**SD/-**

Abhiteah Dubey  
Partner  
Membership No. 007854

Vadodara, 30 May, 2015

**For and on behalf of the Board of Directors of**  
**Kavit Industries Limited**

**SD/-**

Mr. Jayesh Thakkar  
Managing director

**SD/-**

Mr. Hiren Rao  
Director

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## Financial Statements and Notes

### Notes Forming Part of the Financial Statements

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#### 1. General Information

Kavit Industries Limited (Formerly known as Atreya Petrochem Limited) is Public Limited Company incorporated in India under the provisions of the Companies Act, 1956. The Company's strength lies in the various business Segments like manufacturing of Oil Products, Manufacturing & Trading of Garments of men and woman wears with Brand Name "RAW", Company has also expanded another Line of Business in Power Sector with Name " KAVIT GREEN ENERGY PRIVATE LIMITED" [ 100% SPV OF KIL]. The same has been set up as a Solar Energy Power Project in Karnataka which is awarded by KARNATAKA RENEWABLE ENERGY DEVELOPMENT LIMITED (Govt of Karnataka Undertaking).

#### 2. Basis of preparation and presentation of financial statements

##### (a) Accounting Convention

The Accounts of the Company are prepared under the Historical Cost Convention on the Accrual Basis of Accounting in accordance with the Generally Accepted Accounting Principles in India ("GAAP") and in compliance with the mandatory Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006, as amended, and with the relevant provisions of the Companies Act, 1956. The Financial Statements are presented in Indian Rupees rounded off to the nearest rupees.

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of financial statements and the results of operations during the reporting periods. Examples of such estimate include future obligations under employee benefit plans, income taxes, useful lives of fixed assets and intangible assets, impairment of assets, provision for doubtful debts etc. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Actual results could vary from these estimates. Appropriate changes in estimates are made as the management becomes aware of the changes in circumstances surrounding the estimates. Any revision to accounting estimates is recognized in the period in which such results are known/ materialized. Effect of material changes is disclosed in the notes to the financial statements.

The Company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.



## Financial Statements and Notes

### Notes Forming Part of the Financial Statements

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the revised Schedule VI to the Companies Act, 1956. Based on the nature of products and the time between the acquisitions of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current-non-current classification of assets and liabilities.

#### **(b) Tangible Assets, Depreciation**

- i. Tangible assets are stated at Cost less Accumulated Depreciation, Impairment loss, if any, ascertained as per the Accounting Standard 28 (Impairment of Assets). Cost comprises the Purchase Price and any such costs attributable for the purpose of bringing the asset to its working condition for its intended use.
- ii. Tangible Assets under construction, Advances paid towards acquisition of Tangible Assets and Cost of Assets not ready for use as at the year end, are disclosed as Capital Work-In Progress.
- iii. In respect of Tangible Assets depreciation is provided on Straight line basis applying the rates specified in schedule XIV of Companies Act 1956 except Computer.
- iv. Tangible Assets below Rs.10000 are fully depreciated in the year of acquisition.

#### **(c) Investment**

Investments of long term-nature are stated at cost, less adjustment for any diminution, other than temporary, in the value thereof. Current Investments are stated at lower of cost or market value.

#### **(d) Inventory**

Finished and Semi-Finished Products produced and purchased by the company are carried at Cost and net realisable value, whichever is lower.

Work in Progress is carried at lower of cost and net realisable value.

Raw Material is carried at lower of cost and net realisable value.

Stores and Spares parts are carried at cost. Necessary provision is made and expensed in case of identified obsolete and non moving items.

Cost of Inventory is generally ascertained on the 'Weighted average' basis. Work in progress, Finished and semi finished products are valued at on full absorption cost basis.

## Financial Statements and Notes

### Notes Forming Part of the Financial Statements

Cost Comprises expenditure incurred in the normal course of business in bringing such inventories to its location and includes, where applicable, appropriate overheads based on normal level of activity. Packing Material is considered as finished goods. Consumable stores are written off in the year of Purchase.

**(e) Employee Benefits**

Provision for Gratuity, Leave Encashment and bonus has not been made as none of the employee have completed the minimum qualified period of services.

**(f) Impairment of Assets**

At each balance sheet date, the management reviews the carrying amounts of each cash generating unit to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the assets is estimated in order to determine the extent of impairment loss. Recoverable amount is higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the assets and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the assets. Cash flows used to determine value in use are derived from annual budgets and strategic plans of the cash generating units.

**(g) Revenue Recognition**

Sale are recognized on when substantial risks and rewards of ownership in the goods are transferred to the buyer i.e. delivery as per terms of sale.

**(h) Other Income**

Interest Income and income from Investments are accounted on accrual basis.

Dividend Income is recognized when the right to receive dividend is established.

**(i) Foreign Currency Transactions**

Transactions in Foreign Currency and Non-Monetary Assets are accounted for at the Exchange Rate prevailing on the date of the transaction. All monetary items denominated in Foreign Currency are converted at the Year-End Exchange Rate. The Exchange Differences arising on such conversion and on settlement of the transactions are recognized as income or as expenses in the year in which they arise.

**(j) Taxes on Income**

Current Income Tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961.

Deferred Tax is recognized for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets.

## Financial Statements and Notes

### Notes Forming Part of the Financial Statements

Deferred Tax Assets are recognized and carried forward only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

**(k) Cash & Cash Equivalent**

Cash & Cash Equivalent for the purpose of cash flow statement comprises of cash at bank and in hand and short term investments/ bank deposits with an original maturity of three months or less.

**(l) Provisions**

A Provision is recognized when company has a present obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

**(m) Trade Receivables:**

In respect of Receivable for Sundry Debtors (Incl. Receivable on Sale of Investments) of Rs.166.92 Lacs and Other Trade receivable, the amount of Bad & Doubtful Debts are is not ascertainable on account of non- receipt of confirmation from the party.

**(n)** In respect of loan and advances, the amount of bad and doubtful debts is not ascertainable on account of non- receipt of confirmation from the party.

**(o)** In the opinion of the Directors, Current Assets, Loans & Advances have values at which they are stated in the Balance Sheet, if realized in the ordinary course of business. The provision for depreciation and all known liabilities is adequate.

**(p)** Sundry Creditors, Unsecured loans, other liabilities, loans and advances, sundry debtors, and other current assets are subject to confirmation.

**(q)** Micro Small & Medium Enterprise: The Company is in the process of compiling the relevant information. Dues to Micro 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 us.

## Financial Statements and Notes

## Notes Forming Part of the Financial Statements

**(r) Claims, Demands and Contingencies :**

Details of disputed and/ or contingent Liabilities are as follows:

	<b>As on 31.03.2015</b>	<b>As on 31.03.2014</b>
Income Tax Demanded-Disputed	1,58,27,752	1,58,27,752

**(s)** In the opinion of the Management, the Provident Fund and ESI act are not applicable, hence no provision have been made for the same.

**(t)** Earning & Expenditure in Foreign Currency : Nil (P.Y. – Nil)

**(u)** Directors Remuneration: Nil (P.Y. – Nil)

**(v)** Auditors Remuneration : 67416/- (P.Y.60000)

**(w) Related party disclosures :**

a. List of related parties with whom transaction have taken place.

<b>Sr. No.</b>	<b>Name of the Related Party</b>	<b>Relationship</b>
1.	Pacific Securities Ltd.	Companies / Firms in which Directors / Relative of Director are interested
2.	Natural Expo Agro Ltd.	
3.	Prabhav Industries Ltd.	
4.	Galav Finance & Investment Pvt. Ltd.	
5.	Kavit Investment Pvt. Ltd.	
6.	Empire Housing Finance Ltd.	
7.	Pacific Finstock Ltd.	
8.	Jayesh Thakkar (Incl. Prop. Pavitra Corporation)	Director of the Company

**Financial Statements & Notes****Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)****2 SHARE CAPITAL :****AUTHORISED**

65,00,000 Equity Shares of ₹.10/- each

**Total****ISSUED, SUBSCRIBED & PAID-UP**

4,64,50,000 Equity Shares of ₹. 10/- each

**Total**

As At 31 March,2015	As At 31 March,2014
65,000,000.00	65,000,000.00
<b>65,000,000.00</b>	<b>65,000,000.00</b>
464,500,000.00	64,500,000.00
<b>464,500,000.00</b>	<b>64,500,000.00</b>

**Terms/rights attached to equity shares :**

2.1 The company has only one class of equity shares having a par value of ₹.10/- per share. Each Holder of equity shares is entitled to vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed, if any, by the Board Directors is Meeting. During the year ended 31st March subject to the approval of the shareholders in the ensuing Annual General 2014, was ₹. Nil (Previous Year ₹. Nil) the amount of per share dividend recognised as distributions to equity shareholders

2.2 The Company has issued 4,00,00,000 warrant fully convertible into equity shares of ₹.15 each including premium of ₹.5 during the current year but has not increased its authorised share capital. Which is not lawful.

**2.4 Details of Share holders holding more than 5% of Shares are as under:-**

Name	Category	As at 31 March,2015		As at 31 March,2014
		% of Shareholding	No of Shares	% of Shareholding
Raghuvir International Pvt. Ltd.	Preference Share	19.38%	9000000	0.00%
Shree Saihaha Exim Pvt. Ltd.	Preference Share	15.07%	7000000	0.00%
SIL Vercade Trading Pvt. Ltd.	Preference Share	8.63%	4006639	0.00%
Krystalklear Properties Pvt. Ltd.	Preference Share	8.40%	3900000	0.00%
Aprateem Trading Pvt. Ltd.	Preference Share	7.75%	3600000	0.00%
Ethan Constructions Pvt. Ltd.	Preference Share	7.10%	3300000	0.00%
Saint Infrastructure Pvt. Ltd.	Preference Share	6.89%	3200000	0.00%
Gill Entertainment Pvt. Ltd.	Preference Share	6.67%	3100000	0.00%
Indivar Traders Pvt. Ltd.	Preference Share	6.24%	2900000	0.00%

As per records of the company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

**2.5 Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year :-**

Particulars	As on 31-03-2015		As on 31-03-2014	
	Number of Shares	Rs. In Lakhs	Number of Shares	Rs. In Lakhs
Outstanding at the beginning of the year	6,450,000.00	64,500,000.00	6,450,000.00	64,500,000.00
Add : Fresh issue during the year	40,000,000.00	400,000,000.00	—	—
<b>Outstanding at the end of the year</b>	<b>46,450,000.00</b>	<b>464,500,000.00</b>	<b>6,450,000.00</b>	<b>64,500,000.00</b>

## Financial Statements &amp; Notes

Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

## 3 RESERVES AND SURPLUS :

## a) Securities Premium Reserve

	As At 31 March, 2015	As At 31 March, 2014
Opening at beginning	—	—
Addition during the year	—	—
Utilised during the year	—	—
<b>Closing at end</b>	<b>—</b>	<b>—</b>

## b) General Reserve

	As At 31 March, 2015	As At 31 March, 2014
Opening at beginning	—	—
Addition during the year	—	—
Utilised during the year	—	—
<b>Closing at end</b>	<b>—</b>	<b>—</b>

## c) Security Premium

	As At 31 March, 2015	As At 31 March, 2014
Opening at beginning	—	—
Addition during the year	200,000,000.00	—
Utilised during the year	—	—
<b>Closing at end</b>	<b>200,000,000.00</b>	<b>—</b>

## d) Surplus/(Deficit)

	As At 31 March, 2015	As At 31 March, 2014
Opening at beginning	(13,223,922.49)	(13,902,841.00)
Addition during the year	1,020,855.34	700,324.34
<b>Closing at end</b>	<b>(12,203,067.15)</b>	<b>(13,223,922.49)</b>
<b>Grand Total (a+b+c)</b>	<b>187,796,932.85</b>	<b>(13,223,922.49)</b>

## 4 LONG-TERM BORROWINGS :

## Secured Term Loans

	As At 31 March, 2015	As At 31 March, 2014
i) From Banks	—	—
ii) From Financial Institutions	—	—
iii) From NBFC	—	—
<b>Sub-Total (a)</b>	<b>—</b>	<b>—</b>

## Unsecured Term Loans

	As At 31 March, 2015	As At 31 March, 2014
i) Loans and Advances from related parties		
From Directors	—	500,000.00
From Corporates	10,319,923.50	20,432,025.34
ii) Other Loans and Advances		
From Corporates	932,437.00	2,932,437.00
Others	1,500,000.00	1,540,000.00
<b>Sub-Total (b)</b>	<b>12,752,360.50</b>	<b>25,404,462.34</b>
<b>Total (a+b)</b>	<b>12,752,360.50</b>	<b>25,404,462.34</b>

4.1 All the Unsecured loans are without any repayment schedule but are payable on demand.



## Financial Statements &amp; Notes

Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

## 5 OTHER LONG TERM LIABILITIES :

Others

## Total

5.1 Others includes sundry creditors outstanding for more than 12 months.

As At 31 March, 2015	As At 31 March, 2014
32,724,732.75	38,256,348.94
<b>32,724,732.75</b>	<b>38,256,348.94</b>

## 6 OTHER LONG TERM PROVISIONS :

Provision for Employee Benefits

Provision for Gratuity

Leave Encashment

## Total

As At 31 March, 2015	As At 31 March, 2014
—	—
—	—
<b>—</b>	<b>—</b>

6.1 The Management is of the Opinion that none of the employees falls within the provision of Gratuity, PF, ESIC and others, so no provision has been done.

## 7 TRADE PAYABLES :

Trade Payables

## Total

As At 31 March, 2015	As At 31 March, 2014
1,919,540.75	1,651,391.67
<b>1,919,540.75</b>	<b>1,651,391.67</b>

7.1 Trade payables are for goods purchased and services taken during the normal course of business.

7.2 The Company has not received information from vendors regarding their status under the Micro, Small &amp; Medium Enterprises Development Act, 2006 and hence disclosure relating to amount unpaid at the year end together with interest paid/payable under the Act have not been given.

## 8 OTHER CURRENT LIABILITIES :

Current Maturities of Long-Term Loans

Secured Term Loans

From Banks

From Financial Institutions

From NBFC

## Total (a)

Unsecured Term Loans

i) Loans and Advances from related parties

From Directors

From Corporates

ii) Other Loans and Advances

From Corporates

## Total (b)

Others

Statutory Dues

Others

## Total (c)

Interest Accrued but not Due on Borrowings

## Grand Total (a+b+c)

As At 31 March, 2015	As At 31 March, 2014
—	—
—	—
—	—
<b>—</b>	<b>—</b>
4,828,129.32	—
5,570,771.84	—
24,400,000.00	—
<b>34,798,901.16</b>	<b>—</b>
549,030.98	386,043.61
—	—
<b>549,030.98</b>	<b>386,043.61</b>
—	—
<b>35,347,932.14</b>	<b>386,043.61</b>

8.1 Statutory dues includes VAT, Excise Duty, TDS, service tax &amp; other statutory payables.

8.2 Other Current liabilities includes rent payable, interest payable and staff dues.

## Financial Statements &amp; Notes

Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

## 9 SHORT-TERM BORROWINGS :

## Secured

Working capital facilities from Banks

## Sub-Total (a)

## Unsecured

Deposits From Public

Loans From related parties

Loans From others

## Sub-Total (b)

## Total (a+b)

As At 31 March, 2015	As At 31 March, 2014
—	—
—	—
—	—
—	—
—	—
—	—
—	—
—	—

## 10 SHORT-TERM PROVISIONS :

Provision for Employee Benefits

Provision for Gratuity

Leave Encashment

Others

## Total (a)

Provision for Expenses

Provision for Income Tax

## Total (b)

## Total (a+b)

As At 31 March, 2015	As At 31 March, 2014
—	—
—	—
—	20,000.00
—	20,000.00
60,674.00	—
642,699.00	79,837.00
703,373.00	79,837.00
703,373.00	99,837.00

10.1 Provision for employee benefits includes provision of Gratuity, Bonus &amp; leave encashment payable within 12 months

10.2 Others includes salary and other expense payable to staff

## 12 NON-CURRENT INVESTMENTS :

## A Trade Investments (Unquoted At Cost)

## Other Investment

Investment in shares

## Sub-Total (a)

## B Other Investments (Unquoted at Market Value)

## Sub-Total (b)

## Total (a+b)

Aggregate amount of quoted Investments

Market Value of quoted Investments

Aggregate book value of un-quoted Investments

As At 31 March, 2015	As At 31 March, 2014
35,502,730.15	31,362,730.15
35,502,730.15	31,362,730.15
—	—
35,502,730.15	31,362,730.15
35,502,730.15	31,362,730.15
—	—
35,502,730.15	31,362,730.15

12.1 Investment in shares includes investments in various corporates &amp; private limited companies. Investment are stated at cost.

**Financial Statements & Notes****Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)****13 LONG-TERM LOANS AND ADVANCES :****(Unsecured and Considered Good)**

i) Loans and Advances from related parties

From Corporates

Others

**Sub-Total (a)**

ii) Other Loans and Advances

From Corporates

Others

**Sub-Total (b)****Total (a+b)**

As At 31 March, 2015	As At 31 March, 2014
—	—
—	133,359.68
<b>—</b>	<b>133,359.68</b>
371,565,394.00	492,706,553.85
150,081,059.85	2,848,924.50
<b>521,646,453.85</b>	<b>495,555,478.35</b>
<b>521,646,453.85</b>	<b>495,688,838.03</b>

13.1 Other includes includes balances with statutory Authority , electricity deposits &amp; lease rent deposits &amp; others.

**14 OTHER NON-CURRENT ASSETS :****(Unsecured and Considered Good)**

Trade Receivables

Statutory Dues

Others

**Total**

As At 31 March, 2015	As At 31 March, 2014
18,752,848.34	17,826,408.59
1,956,585.54	1,211,304.47
1,625,821.00	1,817,793.00
<b>22,335,254.88</b>	<b>20,855,414.06</b>

14.1 Others includes Miscellaneous Expenditure &amp; Pre- operative Expense etc

**15 INVENTORIES :****certified by management)**

Raw Material

Finished Goods

Work in Progress

**Total**

As At 31 March, 2015	As At 31 March, 2014
898,626.00	1,099,670.00
630,100.00	2,022,142.00
481,308.00	481,308.00
<b>2,010,034.00</b>	<b>3,603,120.00</b>

**16 TRADE RECEIVABLES :****(Unsecured and Considered Good)**

Outstanding for a period exceeding six months from the due date of payment

Considered Good

Doubtful

Others

Considered good

Provision for doubtful trade receivables

**Total**

As At 31 March, 2015	As At 31 March, 2014
14,168,825.28	20,907,200.77
—	—
—	—
2,523,943.00	—
16,692,768.28	20,907,200.77
—	—
<b>16,692,768.28</b>	<b>20,907,200.77</b>

**17 CASH & BANK BALANCE :****Cash & Cash Equivalents**

Cash on Hand

**Balances with Bank**

On current Accounts

(With Scheduled Bank)

**Total**

As At 31 March, 2015	As At 31 March, 2014
436,910.67	334,009.67
6,236,874.52	(459,566.71)
<b>6,673,785.19</b>	<b>(125,557.04)</b>

## Financial Statements &amp; Notes

## Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

## 18 SHORT TERM LOANS &amp; ADVANCES :

Advance to suppliers for goods & services  
Others

**Total**

18.1 Others includes loans to Corporate & others.

As At 31 March,2015	As At 31 March,2014
—	110,000.00
105,423,000.00	—
<b>105,423,000.00</b>	<b>110,000.00</b>

## 19 OTHER CURRENT ASSETS :

Statutory Dues  
Others

**Total**

As At 31 March,2015	As At 31 March,2014
18,929.00	180,000.00
1,268,995.23	1,186,583.69
<b>1,287,924.23</b>	<b>1,366,583.69</b>

## Financial Statements &amp; Notes

## Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

## 20 REVENUE FROM OPERATIONS

Particulars	Year Ended March 31, 2015	Year Ended March 31, 2014
Sale of Products (Gross)		8,442,860.76
Less: Excise Duty		1,009,168.95
<b>Total</b>		<b>7,433,691.81</b>
Other Operating Revenues	-	-
<b>Total</b>	<b>6,198,915.82</b>	<b>7,433,691.81</b>

## 21 OTHER INCOME

Particulars	Year Ended March 31, 2015	Year Ended March 31, 2014
Interest Income	194,397.54	583.69
Rent Income	-	900,000.00
Miscellaneous Income	46,600.98	31,600.00
Other non-operating income (net of expenses directly attributable to such income incl Written off)	3,976,988.49	5,530,779.95
<b>Total</b>	<b>4,217,987.01</b>	<b>6,462,963.64</b>

## 22 COST OF MATERIAL CONSUMED

Particulars	Year Ended March 31, 2015	Year Ended March 31, 2014
Opening Stock of Raw Materials	1,099,670.00	230,000.00
Add: Purchases of Raw Materials	1,442,267.51	4,809,206.58
Less: Closing Stock of Raw Materials	898,626.00	1,099,670.00
<b>Total</b>	<b>1,643,311.51</b>	<b>3,939,536.58</b>

## 23 PURCHASE OF STOCK-IN-TRADE

Particulars	Year Ended March 31, 2015	Year Ended March 31, 2014
Trading Purchase	611,475.00	5,087,787.57
<b>Total</b>	<b>611,475.00</b>	<b>5,087,787.57</b>

23.1 Trading Purchase includes purchase of equity shares &amp; Garments for trading.

## 24 CHANGES IN INVENTORY OF FINISHED GOODS, WORK-IN-PROGRESS

Particulars	Year Ended March 31, 2015	Year Ended March 31, 2014
<u>Opening Inventory</u>		
Finished Goods	2,022,142.00	800,000.00
Work in Progress	481,308.00	-
<b>Sub Total (a)</b>	<b>2,503,450.00</b>	<b>800,000.00</b>
<u>Closing Inventory</u>		
Finished Goods	630,100.00	2,022,142.00
Work in Progress	481,308.00	481,308.00
<b>Sub Total (b)</b>	<b>1,111,408.00</b>	<b>2,503,450.00</b>
<b>Total (a+b)</b>	<b>1,392,042.00</b>	<b>(1,703,450.00)</b>

**Financial Statements & Notes****Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)****25 EMPLOYEE BENEFIT EXPENSES****Particulars**

Salaries and incentives  
Security Expenses  
Staff welfare expenses

**Total**

Year Ended March 31, 2015	Year Ended March 31, 2014
308,500.00	533,300.00
164,050.00	68,642.00
7,764.00	-
<b>480,314.00</b>	<b>601,942.00</b>

**26 FINANCE COST****Particulars**

Interest expense  
Bank Charges

**Total**

Year Ended March 31, 2015	Year Ended March 31, 2014
68,948.00	2,860.00
88,531.89	71,088.30
<b>157,479.89</b>	<b>73,948.30</b>

**27 OTHER EXPENSES****Particulars****MANUFACTURING EXPENSES**

Power & Fuel Charges  
Calibration & Making Charges  
Labour & Wages Charges Expenses  
Making Charges  
Freight & Carting Charges  
Other Direct Charges  
Factory Expense

**Sub Total (a)****ADMINISTRATIVE EXPENSES**

Advertisement Expenses  
Audit Fees  
Building Maintenance Charges  
Consultancy Charges  
Licence Fees  
Listing Fees  
Electricity Expenses  
Miscellaneous Expenses  
Legal & Professional Fees  
Office & Miscellaneous Expenses  
Land Survey Fees  
Post and Courier Expenses  
Printing & Stationery Expenses  
Rent, Rates & Taxes  
Registration & Filling Fees  
Telephone Expenses  
Web Site Expenses  
Travelling Expenses  
Repairs & Maintenance

**Sub Total (b)****OTHER EXPENSES**

Preliminary & Shares Issued Expenses W-off  
Sales and Promotion Expenses

**Sub Total (c)****Total (a+b+c)**

Year Ended March 31, 2015	Year Ended March 31, 2014
246,674.49	940,497.28
10,505.00	-
29,494.00	71,333.00
175,460.00	-
325,869.00	217,646.00
3,500.00	77,061.43
18,374.00	20,766.00
<b>809,876.49</b>	<b>1,327,303.71</b>
61,823.00	25,000.00
67,416.00	67,416.00
-	15,000.00
57,000.00	-
-	73,287.00
112,360.00	224,720.00
-	543,941.75
8,795.71	19,973.05
185,945.29	204,272.08
10,000.00	-
23,596.00	-
39,130.00	53,600.00
185,029.00	178,450.00
745,000.00	92,000.00
39,908.00	35,087.00
3,885.00	5,818.00
11,025.00	-
17,192.60	13,698.00
76,470.00	21,447.00
<b>1,644,575.60</b>	<b>1,573,709.88</b>
124,087.00	124,087.00
15,606.00	60,489.07
<b>139,693.00</b>	<b>184,576.07</b>
<b>2,594,145</b>	<b>3,085,589.66</b>



**Financial Statements & Notes****Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)****28- EARNINGS PER EQUITY SHARES****Particulars**

	<b>Year Ended March 31, 2015</b>	<b>Year Ended March 31, 2014</b>
<b>Basic Earnings per Share</b>		
Profit/(Loss) attributable to Equity shareholders		
Weighted average number of equity shares	1,020,855	700,324.34
<b>Basic Earnings Per Share</b>	6,450,000	6,450,000
<b>Face value per Share</b>	<b>0.16</b>	<b>0.11</b>
<b>Dilutive Earnings per Share</b>	10	10
Profit after adjusting interest on potential equity shares		
Weighted average number of equity share after considering potential equity	1,020,855	700,324
<b>Dilutive Earnings per Share</b>	6,450,000	6,450,000
	<b>0.16</b>	<b>0.11</b>

## 11 Fixed Assets

## Financial Statements &amp; Notes

## Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

Amount in ₹.

a) Tangible Assets	Freehold Land	Building	Plant & Machinery	Furniture & Fixtures	Office Equipments	Computers	Weight Bridge	Laboratory Equipment	Air conditioner	Total
Gross Block as at 01.04.2014	1,294,309	8,278,031	35,260,681	318,492	687,434	161,040	659,405	425,938	198,612	47,283,942
Addition during the year	-	8,520	-	-	-	17,000	-	-	-	25,520
Deduction during the year	-	-	2,448,320	-	-	-	-	-	-	2,448,320
Revaluation / Impairments during the year	-	-	-	-	-	-	-	-	-	-
<b>Gross Block as at 31.03.2015</b>	<b>1,294,309</b>	<b>8,286,551</b>	<b>32,812,361</b>	<b>318,492</b>	<b>687,434</b>	<b>178,040</b>	<b>659,405</b>	<b>425,938</b>	<b>198,612</b>	<b>44,860,942</b>
Accumulated Depreciation as at 01.04.2014	-	3,228,392	13,876,173	283,618	641,591	158,977	344,528	257,377	113,720	18,904,376
Depreciation during the year	-	276,643	1,599,321	20,162	32,654	4,498	31,321	20,232	9,434	1,994,262
Depreciation on assets written off during the year	-	-	-	-	-	-	-	-	-	-
<b>Accumulated Depreciation as at 31.03.2015</b>	<b>-</b>	<b>3,505,035</b>	<b>15,475,494</b>	<b>303,780</b>	<b>674,245</b>	<b>163,472</b>	<b>375,849</b>	<b>277,609</b>	<b>123,154</b>	<b>20,898,638</b>
<b>Net Block as at 31.03.2015</b>	<b>1,294,309</b>	<b>4,781,516</b>	<b>17,336,867</b>	<b>14,712</b>	<b>13,189</b>	<b>14,568</b>	<b>283,556</b>	<b>148,329</b>	<b>75,458</b>	<b>23,962,304</b>
<b>Net Block as at 31.03.2014</b>	<b>1,294,309</b>	<b>5,049,639</b>	<b>21,394,508</b>	<b>34,874</b>	<b>45,843</b>	<b>2,063</b>	<b>314,877</b>	<b>168,561</b>	<b>84,892</b>	<b>26,379,566</b>

Amount in ₹.

b) Intangible Assets	Trade Marks	Total
Gross Block as at 01.04.2014	10500	10500
Addition during the year	11000	11000
Deduction during the year	0	0
<b>Gross Block as at 31.03.2015</b>	<b>21500</b>	<b>21500</b>
Accumulated Depreciation as at 01.04.2014	222	222
Depreciation during the year	1648	1648
Depreciation on assets written off during the year	0	0
<b>Accumulated Depreciation as at 31.03.2015</b>	<b>1870</b>	<b>1870</b>
<b>Net Block as at 31.03.2015</b>	<b>19630</b>	<b>19630</b>
<b>Net Block as at 31.03.2014</b>	<b>10278</b>	<b>10278</b>

## Consolidated Financial Statements and Notes

# Independent Auditor's Report

To the Members of Kavit Industries Limited

(Formerly known as Atreya Petrochem Limited)

### Report on the Consolidated Financial Statement

We have audited the accompanying consolidated financial Statement of **Kavit Industries Limited (Formerly known as Atreya Petrochem Ltd.)** (Hereinafter referred to as "the Holding Company") which comprises the Balance Sheet as at 31st March 2015, and the statement of Profit & Loss and Cash Flow Statement for the year ended and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

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

The Holding Company's management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the financial position, financial performance and cash flow of the Holding company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated 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 consolidated financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

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

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

## Consolidated Financial Statements and Notes

# Independent Auditor's Report

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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:

- a) in the case of the consolidated Balance Sheet, of the state of affairs of the Company as at March 31, 2015 subject to below qualification;

*During the current year company has issued 4,00,00,000 preference shares of Rs15 each at a premium of Rs5 fully convertible into equity shares, but has not increased its Authorized Capital by 40,00,00,000.*

- b) in the case of the consolidated Profit and Loss Account, of the profit for the year ended on that date ; and
- c) in the case of the consolidated Cash Flow Statement, the cash flows for the year ended on that date.

### Report on other legal and Regulatory Requirement

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
  - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c) The Balance Sheet, and Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the Balance Sheet, and Statement of Profit and Loss, comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956.
  - e) On the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

**For Sheetal Samriya & Associates**  
**Chartered Accountants,**  
**(Firm Registration No.: 011478C)**

**SD/-**  
**Abhitesh Dubey**  
**Partner**  
**(Membership No.: 147923)**  
**Vadodara, 30 May, 2015**

# Consolidated Financial Statements and Notes

## Annexure to Independent Auditor's Report

(Referred to in paragraph 1 under 'Report on Other Legal & Regulatory Requirements' section of our report of even date)

- (i) Having regard to the nature of the Company's business/activities/results/during the year, clause (vii),(xi),(xii),(xiii),(xix) of paragraph 4 of the Order are not applicable to the Company.
- (ii) **In Respect of its Fixed Assets:**
- As informed to us, the Company is in the process of compiling records to showing full particulars including quantitative details and situation of fixed assets.
  - As explained to us, fixed assets, according to the practice of the Company are physically verified by the management at reasonable intervals, in a phased verification-programme, which, in our opinion, is reasonable, looking to the size of the Company and the nature of its business. As informed to us, no material discrepancies have been noticed on verification;
  - The Fixed Assets disposed off during the year, in our opinion, do not constitute a substantial part of the fixed assets of the company and such disposal has, in our opinion, not affected the going concern status of the company.
- (ii) **In Respect of its Inventory:**
- As informed to us, the Inventory of Finished and semi-finished goods and raw materials at works were physical verified by the management at reasonable intervals during the year. In our opinion, having regard to the nature and location of stock, the frequency of verification is reasonable.
  - In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the company and nature of its business.
  - In our opinion and according to the information and explanations given to us, the Company has maintained proper records of inventory, and no material discrepancy were noticed on physical verification.
- (iii) The Company has granted loans to 2 company and listed in the register maintained under Section 301 of the Companies Act, 1956. The year balance of loans granted to these was ₹.115.77 Lacs. (P.Y. ₹.115.77 Lacs.)

In our opinion and according to the information and explanations given to us, the terms and condition of loan given to the parties covered under in the register maintained under section 301 of the Companies Act, 1956 are not prima facie prejudicial to the interest of the Company.

According to the information and explanations given to us, no repayment schedule has been specified and accordingly the question of regularity in payment of principal amount and interest wherever applicable does not arise. However the said loan is repayable on demand.

The Company has taken unsecured loans from 4 companies listed in the Register maintained under Section 301 of the Companies Act, 1956. The year balance of loans taken from these was ₹. 100.20 Lacs. (P.Y. ₹. 202.53 Lacs)

In respect of above Loans taken, no repayment schedule has been specified with regard to the Interest / Repayment or any other terms and conditions.



## Consolidated Financial Statements and Notes

## Annexure to Independent Auditor's Report

- (iv) In our opinion, and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the Company, and according to the information and explanations given to us, we have neither come across, nor have been informed of, any continuing failure to correct major weaknesses in the aforesaid internal control system.
- (v) According to the information and explanations given to us, the details of transaction that needed to be entered in the register in pursuance of section 301 of the Company Act, 1956, have been so entered. According to information and explanations given to us, the transactions of purchase and sale of goods/services made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- (vi) The Company has not accepted deposits from other corporate which attracting the provisions of section 58A and 58AA of the Companies Act, 1956, and the rules framed there under.
- (vii) The system of internal audit of the Company needs to be strengthened and commensurate with the size and nature of its business.
- (viii) **In respect of statutory dues:**

(a) According to the information, explanation and records verified by us the Company has generally been regular in depositing Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom duty, Excise Duty, Cess, other material statutory dues applicable to it with the appropriate authorities. We are informed that the company intends to obtains exemption from Provident Fund, Employees state insurance Act.

(b) There were no undisputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Service Tax, Excise Duty, Custom Duty, Cess and other material statutory dues in arrears as at 31 March, 2015 for a period of more than six months for the date they become payable.

(c) Details of dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and Cess which have not been deposited as on 31 March, 2015 on account of disputes are given below:

Name of the Statute	Nature of Dues	Forum where Dispute is pending	Period to which amount relates	Amount Involved (Amount in ₹.)
Income Tax Act, 1961	Income Tax	Tribunal	A.Y.1999-2000	16,64,300
	Income Tax	Tribunal	A.Y.2000-2001	1,41,41,065
	Income Tax	Assistant Commissioner	A.Y.1995-1996	3,786



## Consolidated Financial Statements and Notes

## Annexure to Independent Auditor's Report

	Income Tax	Assistant Commissioner	A.Y.2003-2004	12,820
	Income Tax	Assistant Commissioner	A.Y.2004-2005	5,781

- X) Accumulated losses at the end of financial year ended on 31<sup>st</sup> March, 2015 is ₹. 121,56,068.15/- which does not exceed 50% of its net worth and it has not incurred cash losses in the financial year ended on the date and in the immediately preceding financial Year.
- (xi) The Company is dealing in or trading in share, securities, Debenture or other investment. The Company has maintained proper records of the transactions and contracts in respect of dealing or trading in shares, securities, debentures and other investments and timely entries have been made therein. Further such securities have been held by the Company in its own name or are in the process of transfer in its own Company name.
- (xii) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xiii) According to the information and explanations given to us and as per records made available for our verification, the Company has not taken any term loan during the year.
- (xiv) In our opinion and according to the information and explanation given to us and overall examination of the balance sheet of the company, we report that funds raised on short term basis have, prima facie, not been used during the year for long term investment.
- (xv) As the Company has not made any preferential allotment of shares during the year to parties and companies covered in the Register maintained under Section 301 of the Act, the provisions of clause 4(xviii) of the Order are not applicable to the Company.
- (xvi) The Company has not raised any money by public issue during the year.
- (xvii) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud was noticed or reported during year.

**For Sheetal Samriya & Associates**  
**Chartered Accountants,**  
**(Firm Registration No.:011478C)**

**SD/-**  
**Abhitesh Dubey**  
**Partner**  
**Membership No.: 147923**  
**Vadodara, 30 May, 2015.**

Kavit Industries Limited  
(Formerly Known as Atreya Petrochem Limited)

## BALANCE SHEET AS AT MARCH 31, 2015

		(Amount in ₹.)	
	Note No.	As at 3/31/2015	As at 3/31/2014
<b>EQUITY AND LIABILITIES</b>			
<b>1) Shareholders' Funds</b>			
(a) Share capital	2	464,600,000.00	64,500,000.00
(b) Reserves and surplus	3	187,843,931.85	113,223,922.49
		<b>652,443,931.85</b>	<b>51,276,077.51</b>
<b>2) Share application money pending allotment</b>		<b>5,060,000.00</b>	<b>485,275,000.00</b>
<b>3) Non-current liabilities</b>			
(a) Long-term borrowings	4	13,752,360.50	25,404,462.34
(b) Deferred tax liabilities (Net)		-	-
(c) Other long term liabilities	5	32,724,732.75	38,256,348.94
(d) Other long term provisions	6	-	-
		<b>45,477,093.25</b>	<b>63,660,811.28</b>
<b>4) Current liabilities</b>			
(a) Trade payables	7	1,930,776.75	1,651,391.67
(b) Other current liabilities	8	38,347,932.14	386,043.61
(c) Short-term borrowing	9	-	-
(d) Other Short term provisions	10	724,389.00	99,837.00
		<b>38,003,097.89</b>	<b>2,137,272.28</b>
<b>TOTAL</b>		<b>740,984,123.58</b>	<b>602,349,161.66</b>
<b>ASSETS</b>			
<b>5) Non-current Assets</b>			
(a) Fixed Assets	11		
(i) Tangible assets		23,981,934.00	28,389,844.00
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		190,988.00	190,988.00
		<b>24,172,922.00</b>	<b>28,580,832.00</b>
(b) Non-current investments	12	35,502,730.15	31,362,730.15
(c) Long-term loans and advances	13	521,646,453.85	495,688,838.03
(d) Other non-current assets	14	22,441,979.88	20,855,414.06
		<b>579,591,163.88</b>	<b>547,906,982.24</b>
<b>6) Current Assets</b>			
(a) Inventories	15	2,010,034.00	3,603,120.00
(b) Trade receivables	16	16,692,768.28	20,907,200.77
(c) Cash and Bank Balances	17	6,705,169.19	125,557.04
(d) Short-term loans and advances	18	105,423,000.00	110,000.00
(e) Other Current Assets	19	6,389,066.23	1,366,583.69
		<b>137,220,037.70</b>	<b>25,861,347.42</b>
<b>TOTAL</b>		<b>740,984,123.58</b>	<b>602,349,161.66</b>

Summary of significant accounting policies 1

The Notes are an integral part of financial statements

This is the Balance sheet referred to in our report even date  
For Sheetal Samriya & Associates  
Chartered Accountants  
Firm Registration No.: 011478C

For and on behalf of the Board of Directors of  
Kavit Industries Limited

**SD/-**

Abhitesh Dubey  
Partner  
Membership No. 147923

Vadodara, 30 May, 2015.

**SD/-**

Mr Jayesh Thakkar  
Managing director

**SD/-**

Mr. Hiren Rai  
Director

Kavit Industries Limited

(Formerly Known as Atreya Petrochem Limited)

## STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH, 2015.

				(Amount in ₹.)
	Note No.	Year ended 3/31/2015	Year ended 3/31/2014	
<b>1) REVENUE</b>				
(a) Revenue from operations (Net of Excise Duty)	20	6,198,915.82	7,433,691.81	
		<b>6,198,915.82</b>	<b>7,433,691.81</b>	
(b) Other income	21	4,319,129.01	6,462,963.64	
<b>Total Revenue</b>		<b>10,518,044.83</b>	<b>13,896,655.45</b>	
<b>2) EXPENSE</b>				
(a) Cost of Material Consumed	22	1,643,311.51	3,939,536.58	
(b) Purchases of stock-in-trade	23	611,475.00	5,087,787.57	
(c) Changes in inventories of finished goods, WIP	24	1,392,042.00	(1,703,450.00)	
(d) Employee benefits expense	25	480,314.00	601,942.00	
(e) Finance costs	26	173,050.89	73,948.30	
(f) Depreciation and amortization expense	11	1,995,910.00	2,052,527.00	
(g) Other expenses	27	2,611,701.09	3,085,589.66	
		<b>8,907,804.49</b>	<b>13,137,881.11</b>	
<b>Total Expenses</b>		<b>8,907,804.49</b>	<b>13,137,881.11</b>	
<b>3) Profit before Exceptional Items and Tax</b>		<b>1,610,240.34</b>	<b>758,774.34</b>	
<b>4) Exceptional Items (Net)</b>		<b>44,822.00</b>	<b>-</b>	
<b>5) Profit before Tax</b>		<b>1,565,418.34</b>	<b>758,774.34</b>	
<b>6) Tax Expenses:-</b>				
(a) Current Tax		497,564.00	58,450.00	
(b) Mat Credit		-	-	
(c) Deferred Tax		-	-	
<b>7) Profit After Tax</b>		<b>1,067,854.34</b>	<b>700,324.34</b>	
<b>8) Nominal value per share</b>				
Basic value per share		0.17	0.11	
Diluted Earning per share		0.17	0.11	

Summary of significant accounting policies 1

The Notes are an integral part of financial statements

This is the Profit and Loss Statement referred to in our report even date:

For Sheetal Samriya &amp; Associates

Chartered Accountants

Firm Registration No.: 011478C

For and on behalf of the Board of Directors of

Kavit Industries Limited

SD/-

Abhitesh Dubey

Partner

Membership No.147923

Vadodara, 30 May, 2015.

SD/-

Mr Jayesh Thakkar

Managing director

SD/-

Mr. Hiren Rao

Director

**Kavit Industries Limited**  
(Formerly Known as Atreya Petrochem Limited)

**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2015**

	Year ended 3/31/2015	(Amount in ₹.) Year ended 3/31/2014
<b>A. Cash Flow from Operating Activities :</b>		
<b>Profit before Tax</b>	<b>1,565,418</b>	<b>758,774</b>
Adjustments for:		
Depreciation and Amortisation Expense	1,995,910	2,052,527
Other non-operating income (Incl Written - off)	(3,976,988)	(5,530,780)
Interest expense	68,948	2,860
Preliminary Expenses W off	124,087	124,087
Income Tax Provision	497,564	-
Dividend Income	-	-
<b>Operating Profit before Working Capital changes</b>	<b>(720,189)</b>	<b>(2,592,532)</b>
Adjustments for:		
Inventories	1,593,086	(2,573,120)
Trade receivables and Other Receivable	4,214,432	(19,138,698)
Trade payable and Other Payables	279,385	(3,325,772)
Increase/(Decrease) in short term borrowing	34,961,889	-
Increase/(Decrease) in provisions	624,552	-
<b>Cash Generated from Operation</b>	<b>40,953,155</b>	<b>(27,630,121)</b>
Direct Tax Paid	-	(102,210)
<b>Net Cash inflow from/ (outflow) from Operating activities</b>	<b>40,953,155</b>	<b>(27,732,331)</b>
<b>B. Cash Flow from Investing Activities :</b>		
Purchase of fixed assets	2,412,000	(2,371,100)
Purchase of Investments	(4,140,000)	(27,300,000)
Interest received	3,976,988	5,530,780
Dividend received	-	-
<b>Net Cash inflow from/ (outflow) from Investing activities</b>	<b>2,248,988</b>	<b>(24,140,320)</b>
<b>C. Cash Flow from Financing Activities :</b>		
Proceeds / Repayment from Long Term Borrowing(Net)	(5,531,616)	(4,415,156)
Proceeds from Long Term Borrowing	(12,652,102)	4,193,360
Proceeds/ Repayment from Loans and Advances (Net)	(138,003,751)	(433,671,823)
Interest paid	(68,948)	(2,860)
Proceeds of Share Application money	119,387,436	485,275,000
<b>Net Cash inflow from/ (outflow) from Financing activities</b>	<b>(36,868,981)</b>	<b>51,378,521</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>6,333,162</b>	<b>(494,130)</b>
<b>Opening Cash and Cash Equivalents</b>		
Cash in hand	334,010	184,682
Bank balances	(459,567)	183,890
	<b>(125,557)</b>	<b>368,572</b>
<b>Closing Cash and Cash Equivalents</b>		
Cash in hand	465,591	334,010
Bank balances	6,249,579	(459,567)
	<b>6,705,169</b>	<b>(125,557)</b>

**Additional Information :**

- 1) The Above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard on 'Cash Flow Statement (AS-3)' issued by the Companies Accounting Standard Rules, 2006
- 2) Figures in bracket represent outflows.
- 3) Previous year figures have been recast/re-stated where necessary

This is Cash Flow Statement referred to in our report of even date

**For Sheetal Samriya & Associates**  
**Chartered Accountants**

**SD/-**

Abhiteash Dubey  
Partner  
Membership No. 007854

Vadodara, 30 May, 2015

**For and on behalf of the Board of Directors of**  
**Kavit Industries Limited**

**SD/-**

Mr. Jayesh Thakkar  
Managing director

**SD/-**

Mr. Hiren Rao  
Director

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Consolidated Financial Statements and Notes

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## Notes Forming Part of the Financial Statements

**1. General Information**

Kavit Industries Limited (*Formerly known as Atreya Petrochem Limited*) is Public Limited Company incorporated in India under the provisions of the Companies Act, 1956. The Company's strength lies in the various business Segments like manufacturing of Oil Products, Manufacturing & Trading of Garments of men and woman wears with Brand Name "RAW", Company has also expanded another Line of Business in Power Sector with Name " KAVIT GREEN ENERGY PRIVATE LIMITED" [ 100% SPV OF KIL]. The same has been set up as a Solar Energy Power Project in Karnataka which is awarded by KARNATAKA RENEWABLE ENERGY DEVELOPMENT LIMITED [Govt of Karnataka Undertaking].

**2. Basis of preparation and presentation of consolidated financial statements****(a) Accounting Convention**

The Accounts of the Company are prepared under the Historical Cost Convention on the Accrual Basis of Accounting in accordance with the Generally Accepted Accounting Principles in India ("GAAP") and in compliance with the mandatory Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006, as amended, and with the relevant provisions of the Companies Act, 1956. The consolidated financial statements are presented in Indian Rupees rounded off to the nearest rupees.

The preparation of consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of consolidated financial statements and the results of operations during the reporting periods. Examples of such estimate include future obligations under employee benefit plans, income taxes, useful lives of fixed assets and intangible assets, impairment of assets, provision for doubtful debts etc. Management believes that the estimates used in the preparation of the consolidated financial statements are prudent and reasonable. Actual results could vary from these estimates. Appropriate changes in estimates are made as the management becomes aware of the changes in circumstances surrounding the estimates. Any revision to accounting estimates is recognized in the period in which such results are known/ materialized. Effect of material changes is disclosed in the notes to the consolidated financial statements.

The Company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

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## Consolidated Financial Statements and Notes

### Notes Forming Part of the Financial Statements

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All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the revised Schedule VI to the Companies Act, 1956. Based on the nature of products and the time between the acquisitions of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current-non-current classification of assets and liabilities.

#### **(b) Tangible Assets, Depreciation**

- i. Tangible assets are stated at Cost less Accumulated Depreciation, Impairment loss, if any, ascertained as per the Accounting Standard 28 (Impairment of Assets). Cost comprises the Purchase Price and any such costs attributable for the purpose of bringing the asset to its working condition for its intended use.
- ii. Tangible Assets under construction, Advances paid towards acquisition of Tangible Assets and Cost of Assets not ready for use as at the year end, are disclosed as Capital Work-In Progress.
- iii. In respect of Tangible Assets depreciation is provided on Straight line basis applying the rates specified in schedule XIV of Companies Act 1956 except Computer.
- iv. Tangible Assets below Rs.10000 are fully depreciated in the year of acquisition.

#### **(c) Investment**

Investments of long term-nature are stated at cost, less adjustment for any diminution, other than temporary, in the value thereof. Current Investments are stated at lower of cost or market value.

#### **(d) Inventory**

Finished and Semi-Finished Products produced and purchased by the company are carried at Cost and net realisable value, whichever is lower.

Work in Progress is carried at lower of cost and net realisable value.

Raw Material is carried at lower of cost and net realisable value.

Stores and Spares parts are carried at cost. Necessary provision is made and expensed in case of identified obsolete and non moving items.

Cost of Inventory is generally ascertained on the 'Weighted average' basis. Work in progress, Finished and semi finished products are valued at on full absorption cost basis.



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## Consolidated Financial Statements and Notes

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### Notes Forming Part of the Financial Statements

Cost Comprises expenditure incurred in the normal course of business in bringing such inventories to its location and includes, where applicable, appropriate overheads based on normal level of activity. Packing Material is considered as finished goods. Consumable stores are written off in the year of Purchase.

**(e) Employee Benefits**

Provision for Gratuity, Leave Encashment and bonus has not been made as none of the employee have completed the minimum qualified period of services.

**(f) Impairment of Assets**

At each balance sheet date, the management reviews the carrying amounts of each cash generating unit to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the assets is estimated in order to determine the extent of impairment loss. Recoverable amount is higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the assets and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the assets. Cash flows used to determine value in use are derived from annual budgets and strategic plans of the cash generating units.

**(g) Revenue Recognition**

Sale are recognized on when substantial risks and rewards of ownership in the goods are transferred to the buyer i.e. delivery as per terms of sale.

**(h) Other Income**

Interest Income and income from Investments are accounted on accrual basis.

Dividend Income is recognized when the right to receive dividend is established.

**(i) Foreign Currency Transactions**

Transactions in Foreign Currency and Non-Monetary Assets are accounted for at the Exchange Rate prevailing on the date of the transaction. All monetary items denominated in Foreign Currency are converted at the Year-End Exchange Rate. The Exchange Differences arising on such conversion and on settlement of the transactions are recognized as income or as expenses in the year in which they arise.

**(j) Taxes on Income**

Current Income Tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961.

Deferred Tax is recognized for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets.

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Consolidated Financial Statements and Notes

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## Notes Forming Part of the Financial Statements

Deferred Tax Assets are recognized and carried forward only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

**(k) Cash & Cash Equivalent**

Cash & Cash Equivalent for the purpose of cash flow statement comprises of cash at bank and in hand and short term investments/ bank deposits with an original maturity of three months or less.

**(l) Provisions**

A Provision is recognized when company has a present obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

**(m) Trade Receivables:**

In respect of Receivable for Sundry Debtors (Incl. Receivable on Sale of Investments) of Rs.166.92 Lacs and Other Trade receivable, the amount of Bad & Doubtful Debts are is not ascertainable on account of non- receipt of confirmation from the party.

**(n)** In respect of loan and advances, the amount of bad and doubtful debts is not ascertainable on account of non- receipt of confirmation from the party.

**(o)** In the opinion of the Directors, Current Assets, Loans & Advances have values at which they are stated in the Balance Sheet, if realized in the ordinary course of business. The provision for depreciation and all known liabilities is adequate.

**(p)** Sundry Creditors, Unsecured loans, other liabilities, loans and advances, sundry debtors, and other current assets are subject to confirmation.

**(q)** Micro Small & Medium Enterprise: The Company is in the process of compiling the relevant information. Dues to Micro 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 us.

## Consolidated Financial Statements and Notes

## Notes Forming Part of the Financial Statements

**(r) Claims, Demands and Contingencies :**

Details of disputed and/ or contingent Liabilities are as follows:

	<b>As on 31.03.2015</b>	<b>As on 31.03.2014</b>
Income Tax Demanded-Disputed	1,58,27,752	1,58,27,752

**(s)** In the opinion of the Management, the Provident Fund and ESI act are not applicable, hence no provision have been made for the same.

**(t) Earning & Expenditure in Foreign Currency :** Nil (P.Y. – Nil)

**(u) Directors Remuneration:** Nil (P.Y. – Nil)

**(v) Auditors Remuneration :** 67416/- (P.Y.60000)

**(w) Related party disclosures :**

a. List of related parties with whom transaction have taken place.

<b>Sr. No.</b>	<b>Name of the Related Party</b>	<b>Relationship</b>
1. 2. 3. 4. 5. 6. 7.	Pacific Securities Ltd. Natural Expo Agro Ltd. Prabhav Industries Ltd. Galav Finance & Investment Pvt. Ltd. Kavit Investment Pvt. Ltd. Empire Housing Finance Ltd. Pacific Finstock Ltd.	Companies / Firms in which Directors / Relative of Director are interested
8.	Jayesh Thakkar (Incl. Prop. Pavitra Corporation)	

**Financial Statements & Notes****Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)****2 SHARE CAPITAL :****AUTHORISED**

65,00,000 Equity Shares of ₹.10/- each

**Total**

As At 31 March, 2015	As At 31 March, 2014
65,00,000.00	65,00,000.00
<b>65,00,000.00</b>	<b>65,00,000.00</b>
464,60,000.00	64,50,000.00
<b>464,60,000.00</b>	<b>64,50,000.00</b>

**ISSUED, SUBSCRIBED & PAID-UP**

4,64,60,000 Equity Shares of ₹. 10/- each

**Total****Terms/rights attached to equity shares :**

2.1 The company has only one class of equity shares having a par value of ₹.10/- per share. Each Holder of equity shares is entitled to vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed, if any, by the Board Directors is Meeting. During the year ended 31st March subject to the approval of the shareholders in the ensuing Annual General 2014, was ₹. Nil (Previous Year ₹. Nil) the amount of per share dividend recognised as distributions to equity shareholders

2.2 The Company has issued 4,00,00,000 warrant fully convertible into equity shares of ₹.15 each including premium of ₹.5 during the current year but has not increased its authorised share capital. Which is not lawful.

**2.4 Details of Share holders holding more than 5% of Shares are as under:-**

Name	Category	As at 31 March, 2015		As at 31 March, 2014
		% of Shareholding	No of Shares	% of Shareholding
Raghuvir International Pvt. Ltd.	Preference Share	19.38%	9000000	0.00%
Shree Saibaba Exim Pvt. Ltd.	Preference Share	15.07%	7000000	0.00%
SIL Vercade Trading Pvt. Ltd.	Preference Share	8.63%	4006639	0.00%
Krystalklear Properties Pvt. Ltd.	Preference Share	8.40%	3900000	0.00%
Aprateem Trading Pvt. Ltd.	Preference Share	7.75%	3600000	0.00%
Ethan Constructions Pvt. Ltd.	Preference Share	7.10%	3300000	0.00%
Saint Infrastructure Pvt. Ltd.	Preference Share	6.89%	3200000	0.00%
Gill Entertainment Pvt. Ltd.	Preference Share	6.67%	3100000	0.00%
Indivar Traders Pvt. Ltd.	Preference Share	6.24%	2900000	0.00%

As per records of the company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares

**2.5 Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year :-**

Particulars	As on 31-03-2015		As on 31-03-2014	
	Number of Shares	Rs. in Lakhs	Number of Shares	Rs. in Lakhs
Outstanding at the beginning of the year	6,450,000.00	64,50,000.00	6,450,000.00	64,50,000.00
Add : Fresh issue during the year	40,010,000.00	400,10,000.00	—	—
<b>Outstanding at the end of the year</b>	<b>64,460,000.00</b>	<b>464,60,000.00</b>	<b>6,450,000.00</b>	<b>64,50,000.00</b>

**Financial Statements & Notes**

Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

**3 RESERVES AND SURPLUS :****a) Securities Premium Reserve**

	As At 31 March, 2015	As At 31 March, 2014
Opening at beginning	—	—
Addition during the year	—	—
Utilised during the year	—	—
<b>Closing at end</b>	<b>---</b>	<b>---</b>

**b) General Reserve**

	As At 31 March, 2015	As At 31 March, 2014
Opening at beginning	—	—
Addition during the year	—	—
Utilised during the year	—	—
<b>Closing at end</b>	<b>---</b>	<b>---</b>

**c) Security Premium**

	As At 31 March, 2015	As At 31 March, 2014
Opening at beginning	—	—
Addition during the year	200,000,000.00	—
Utilised during the year	—	—
<b>Closing at end</b>	<b>200,000,000.00</b>	<b>--</b>

**d) Surplus/(Deficit)**

	As At 31 March, 2015	As At 31 March, 2014
Opening at beginning	(13,223,922.49)	(13,902,841.00)
Addition during the year	1,067,854.34	700,324.34
<b>Closing at end</b>	<b>(12,156,068.15)</b>	<b>(13,223,922.49)</b>
<b>Grand Total (a+b+c)</b>	<b>187,843,931.85</b>	<b>(13,223,922.49)</b>

**4 LONG-TERM BORROWINGS :****Secured Term Loans**

	As At 31 March, 2015	As At 31 March, 2014
i) From Banks	—	—
ii) From Financial Institutions	—	—
iii) From NBFC	—	—
<b>Sub-Total (a)</b>	<b>---</b>	<b>---</b>

**Unsecured Term Loans**

	As At 31 March, 2015	As At 31 March, 2014
i) Loans and Advances from related parties		
From Directors	—	500,000.00
From Corporates	10,319,923.50	20,432,025.34
ii) Other Loans and Advances		
From Corporates	932,437.00	2,932,437.00
Others	1,500,000.00	1,540,000.00
<b>Sub-Total (b)</b>	<b>12,752,360.50</b>	<b>25,404,462.34</b>
<b>Total (a+b)</b>	<b>12,752,360.50</b>	<b>25,404,462.34</b>

4.1 All the Unsecured loans are without any repayment schedule but are payable on demand.

## Financial Statements &amp; Notes

Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

## 5 OTHER LONG TERM LIABILITIES :

Others

**Total**

As At 31 March, 2015	As At 31 March, 2014
32,724,732.75	38,256,348.94
<b>32,724,732.75</b>	<b>38,256,348.94</b>

5.1 Others includes sundry creditors outstanding for more than 12 months.

## 6 OTHER LONG TERM PROVISIONS :

Provision for Employee Benefits

Provision for Gratuity

Leave Encashment

**Total**

As At 31 March, 2015	As At 31 March, 2014
—	—
—	—
<b>—</b>	<b>—</b>

6.1 The Management is of the Opinion that none of the employees falls with in the provision of Gratuity, PF, ESIC and others, so no provision has been done.

## 7 TRADE PAYABLES :

Trade Payables\*

**Total**

As At 31 March, 2015	As At 31 March, 2014
1,930,776.75	1,651,391.67
<b>1,930,776.75</b>	<b>1,651,391.67</b>

7.1 Trade payables are for goods purchased and services taken during the normal course of business.

7.2 The Company has not received information from vendors regarding their status under the Micro, Small &amp; Medium Enterprises Development Act, 2006 and hence disclosure relating to amount unpaid at the year end together with interest paid/payable under the Act have not been given.

## 8 OTHER CURRENT LIABILITIES :

Current Maturities of Long-Term Loans

Secured Term Loans

From Banks

From Financial Institutions

From NBFC

**Total (a)**

Unsecured Term Loans

i) Loans and Advances from related parties

From Directors

From Corporates

ii) Other Loans and Advances

From Corporates

Others

**Total (b)**

Others

Statutory Dues

Others

**Total (c)**

Interest Accrued but not Due on Borrowings

**Grand Total (a+b+c)**

As At 31 March, 2015	As At 31 March, 2014
—	—
—	—
—	—
<b>—</b>	<b>—</b>
4,828,129.32	—
5,570,771.84	—
24,400,000.00	—
—	—
—	—
<b>34,798,901.16</b>	<b>—</b>
549,030.98	386,043.61
—	—
<b>549,030.98</b>	<b>386,043.61</b>
—	—
<b>35,347,932.14</b>	<b>386,043.61</b>

8.1 Statutory dues includes VAT, Excise Duty, TDS, service tax &amp; other statutory payables.

8.2 Other Current liabilities includes rent payable, interest payable and staff dues.



**Financial Statements & Notes****Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)****9 SHORT-TERM BORROWINGS :****Secured**

Working capital facilities from Banks

**Sub-Total (a)****Unsecured**

Deposits From Public

Loans From related parties

Loans From others

**Sub-Total (b)****Total (a+b)**

As At 31 March,2015	As At 31 March,2014
—	—
---	---
—	—
—	—
—	—
---	---
---	---

**10 SHORT-TERM PROVISIONS :**

Provision for Employee Benefits\*

Leave Encashment

Others

**Total (a)**

Provision for Expenses

Provision for Income Tax

**Total (b)****Total (a+b)**

As At 31 March,2015	As At 31 March,2014
—	—
—	20,000.00
---	20,000.00
60,674.00	—
663,715.00	79,837.00
724,389.00	79,837.00
---	---
724,389.00	99,837.00

10.1 Provision for employee benefits includes provision of Gratuity, Bonus &amp; leave encashment payable within 12 month

10.2 Others includes salary and other expense payable to staff

**12 NON-CURRENT INVESTMENTS :****A Trade Investments (Unquoted At Cost)****Other Investment**

Investment in shares

**Sub-Total (a)****B Other Investments (Unquoted at Market Value)****Sub-Total (b)****Total (a+b)**

Aggregate amount of quoted Investments

Market Value of quoted Investments

Aggregate book value of un-quoted Investments

As At 31 March,2015	As At 31 March,2014
35,502,730.15	31,362,730.15
35,502,730.15	31,362,730.15
---	---
---	---
35,502,730.15	31,362,730.15
35,502,730.15	31,362,730.15
---	---
---	31,362,730.15

12.1 Investment in shares includes investments in various corporates &amp; private limited companies. Investment are stated at cost.

## Financial Statements &amp; Notes

## Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

## 13 LONG-TERM LOANS AND ADVANCES :

## (Unsecured and Considered Good)

i) Loans and Advances from related parties

From Corporates

Others

## Sub-Total (a)

ii) Other Loans and Advances

From Corporates

Others

## Sub-Total (b)

## Total (a+b)

As At 31 March, 2015	As At 31 March, 2014
11,577,000.00	—
—	133,359.68
<b>11,577,000.00</b>	<b>133,359.68</b>
359,988,394.00	492,706,553.85
150,081,059.85	2,848,924.50
<b>510,068,453.85</b>	<b>495,555,478.35</b>
<b>521,646,453.85</b>	<b>495,688,838.03</b>

13.1 Other includes balances with statutory Authority , electricity deposits &amp; lease rent deposits &amp; others.

## 14 OTHER NON-CURRENT ASSETS :

## (Unsecured and Considered Good)

Trade Receivables

Statutory Dues

Others

## Total

As At 31 March, 2015	As At 31 March, 2014
18,752,848.34	17,826,408.59
1,956,585.54	1,211,304.47
1,732,546.00	1,817,701.00
<b>22,441,979.88</b>	<b>20,855,414.06</b>

14.1 Others includes Miscellaneous Expenditure &amp; Pre- operative Expense etc

## 15 INVENTORIES :

## certified by management

Raw Material

Finished Goods

Work in Progress

## Total

As At 31 March, 2015	As At 31 March, 2014
898,626.00	1,099,670.00
630,100.00	2,022,142.00
481,308.00	481,308.00
<b>2,010,034.00</b>	<b>3,603,120.00</b>

## 16 TRADE RECEIVABLES :

## (Unsecured and Considered Good)

Outstanding for a period exceeding six months from the due date of payment

Considered Good

Doubtful

Others

Considered good

Provision for doubtful trade receivables

## Total

As At 31 March, 2015	As At 31 March, 2014
14,168,825.28	20,907,200.77
—	—
—	—
—	20,907,200.77
—	—
<b>16,692,768.28</b>	<b>20,907,200.77</b>

## 17 CASH &amp; BANK BALANCE :

## Cash &amp; Cash Equivalents

Cash on Hand

## Balances with Bank

On current Accounts:

(With Scheduled Bank)

## Total

As At 31 March, 2015	As At 31 March, 2014
455,590.67	334,009.67
6,249,578.52	(459,566.71)
<b>6,705,169.19</b>	<b>(125,557.04)</b>

## Financial Statements &amp; Notes

Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

## 18 SHORT TERM LOANS &amp; ADVANCES :

Advance to suppliers for goods & services  
Others.

Total

As At 31 March,2015	As At 31 March,2014
—	110,000.00
105,423,000.00	—
<b>105,423,000.00</b>	<b>110,000.00</b>

## 19 OTHER CURRENT ASSETS :

Statutory Dues  
Others

Total

As At 31 March,2015	As At 31 March,2014
29,044.00	180,000.00
6,360,022.23	1,180,583.69
<b>6,389,066.23</b>	<b>1,366,583.69</b>

## Financial Statements &amp; Notes

## Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

## 20 REVENUE FROM OPERATIONS

## 20 REVENUE FROM OPERATIONS

Sale of Products (Gross)  
Less: Excise Duty

**Total**

Other Operating Revenues

**Total**

Year Ended March 31, 2015	Year Ended March 31, 2014
	8,442,860.76
	1,009,168.95
	7,433,691.81
-	-
<b>6,198,915.82</b>	<b>7,433,691.81</b>

## 21 OTHER INCOME

## Particulars

Interest Income 295,539.54  
Rent Income -  
Miscellaneous Income 46,600.98  
Other non-operating income 3,976,988.49  
(net of expenses directly attributable to such income incl. Written off)

**Total**

Year Ended March 31, 2015	Year Ended March 31, 2014
295,539.54	583.69
-	900,000.00
46,600.98	31,600.00
3,976,988.49	5,530,779.95
<b>4,319,129.01</b>	<b>6,462,963.64</b>

## 22 COST OF MATERIAL CONSUMED

## Particulars

Opening Stock of Raw Materials 1,099,670.00  
Add: Purchases of Raw Materials 1,442,267.51  
Less: Closing Stock of Raw Materials 898,626.00

**Total**

Year Ended March 31, 2015	Year Ended March 31, 2014
1,099,670.00	230,000.00
1,442,267.51	4,809,206.58
898,626.00	1,099,670.00
<b>1,643,311.51</b>	<b>3,939,536.58</b>

## 23 PURCHASE OF STOCK-IN-TRADE

## Particulars

Trading Purchase

**Total**

Year Ended March 31, 2015	Year Ended March 31, 2014
611,475.00	5,087,787.57
<b>611,475.00</b>	<b>5,087,787.57</b>

23.1 Trading Purchase includes purchase of equity shares & Garments for trading

## 24 CHANGES IN INVENTORY OF FINISHED GOODS, WORK-IN-PROGRESS

## Particulars

Opening Inventory  
Finished Goods 2,022,142.00  
Work in Progress 481,308.00

**Sub Total (a)**

Closing Inventory  
Finished Goods 630,100.00  
Work in Progress 481,308.00

**Sub Total (b)**

**Total (a+b)**

Year Ended March 31, 2015	Year Ended March 31, 2014
2,022,142.00	800,000.00
481,308.00	-
<b>2,503,450.00</b>	<b>800,000.00</b>
630,100.00	2,022,142.00
481,308.00	481,308.00
<b>1,111,408.00</b>	<b>2,503,450.00</b>
<b>1,392,042.00</b>	<b>1,703,450.00</b>

## Financial Statements &amp; Notes

Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

## 25 EMPLOYEE BENEFIT EXPENSES

Particulars	Year Ended March 31, 2015	Year Ended March 31, 2014
Salaries and incentives	308,500.00	533,300.00
Security Expenses	164,050.00	68,642.00
Staff welfare expenses	7,764.00	-
<b>Total</b>	<b>480,314.00</b>	<b>601,942.00</b>

## 26 FINANCE COST

Particulars	Year Ended March 31, 2015	Year Ended March 31, 2014
Interest expense	68,948.00	2,860.00
Bank Charges	104,102.89	71,088.30
<b>Total</b>	<b>173,050.89</b>	<b>73,948.30</b>

## 27 OTHER EXPENSES

Particulars	Year Ended March 31, 2015	Year Ended March 31, 2014
<b><u>MANUFACTURING EXPENSES</u></b>		
Power & Fuel Charges	246,674.49	940,497.28
Calibration & Molding Charges	10,505.00	-
Labour & Wages Charges Expenses	29,494.00	71,333.00
Molding Charges	175,460.00	-
Freight & Carting Charges	325,869.00	217,646.00
Other Direct Charges	3,500.00	77,061.43
Factory Expense	18,374.00	20,766.00
<b>Sub Total (a)</b>	<b>809,876.49</b>	<b>1,327,303.71</b>
<b><u>ADMINISTRATIVE EXPENSES</u></b>		
Advertisement Expenses	61,823.00	25,000.00
Audit Fees	67,416.00	67,416.00
Building Maintenance Charges	-	15,000.00
Consultancy Charges	57,000.00	-
Licence Fees	-	73,287.00
Listing Fees	112,360.00	224,720.00
Electricity Expenses	-	543,941.75
Miscellaneous Expenses	8,795.71	19,973.05
Legal & Professional Fees	197,181.29	204,272.08
Office & Miscellaneous Expenses	10,000.00	-
Land Survey Fees	23,596.00	-
Post and Courier Expenses	39,130.00	53,600.00
Printing & Stationery Expenses	185,029.00	178,450.00
Rent, Rates & Taxes	745,000.00	92,000.00
Registration & Filing Fees	46,228.00	35,087.00
Telephone Expenses	3,885.00	5,818.00
Web Site Expenses	11,025.00	-
Travelling Expenses	17,192.60	13,698.00
Repairs & Maintenance	76,470.00	21,447.00
<b>Sub Total (b)</b>	<b>1,662,131.60</b>	<b>1,573,709.88</b>
<b><u>OTHER EXPENSES</u></b>		
Preliminary & Shares Issued Expenses W-off.	124,087.00	124,087.00
Sales and Promotion Expenses	15,606.00	60,489.07
<b>Sub Total (c)</b>	<b>139,693.00</b>	<b>184,576.07</b>
<b>Total (a+b+c)</b>	<b>2,611,701</b>	<b>3,085,589.66</b>

## Financial Statements &amp; Notes

Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

## 28 - EARNINGS PER EQUITY SHARES

## Particulars

	Year Ended March 31, 2015	Year Ended March 31, 2014
<b>Basic Earnings per Share</b>		
Profit/(Loss) attributable to Equity shareholders		
Weighted average number of equity shares	1,067,854	700,324.34
<b>Basic Earnings Per Share</b>	6,450,000	6,450,000
<b>Face value per Share</b>	<b>0.17</b>	<b>0.11</b>
<b>Dilutive Earnings per Share</b>	10	10
Profit after adjusting interest on potential equity shares		
Weighted average number of equity share after considering potential equity	1,067,854	700,324
<b>Dilutive Earnings per Share</b>	6,450,000	6,450,000
	<b>0.17</b>	<b>0.11</b>



## 11 Fixed Assets

## Financial Statements &amp; Notes

## Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

Amount in ₹.

a) Tangible Assets	Freehold Land	Building	Plant & Machinery	Furniture & Fixtures	Office Equipments	Computers	Weight Bridge	Laboratory Equipment	Air conditioner	Total
Gross Block as at 01.04.2014	1,294,309	8,278,031	35,260,681	318,492	687,434	161,040	659,405	425,938	198,612	47,283,942
Addition during the year	-	8,520	-	-	-	17,000	-	-	-	25,520
Deduction during the year	-	-	2,448,320	-	-	-	-	-	-	2,448,320
Revaluation / Impairments during the year	-	-	-	-	-	-	-	-	-	-
<b>Gross Block as at 31.03.2015</b>	<b>1,294,309</b>	<b>8,286,551</b>	<b>32,812,361</b>	<b>318,492</b>	<b>687,434</b>	<b>178,040</b>	<b>659,405</b>	<b>425,938</b>	<b>198,612</b>	<b>44,860,942</b>
Accumulated Depreciation as at 01.04.2014	-	3,228,392	13,876,173	283,618	641,591	158,977	344,528	257,377	113,720	18,904,376
Depreciation during the year	-	276,643	1,599,321	20,162	32,654	4,498	31,321	20,232	9,434	1,994,262
Depreciation on assets written off during the year	-	-	-	-	-	-	-	-	-	-
<b>Accumulated Depreciation as at 31.03.2015</b>	<b>-</b>	<b>3,505,035</b>	<b>15,475,494</b>	<b>303,780</b>	<b>674,245</b>	<b>163,472</b>	<b>375,849</b>	<b>277,609</b>	<b>123,154</b>	<b>20,898,638</b>
<b>Net Block as at 31.03.2015</b>	<b>1,294,309</b>	<b>4,781,516</b>	<b>17,336,867</b>	<b>14,712</b>	<b>13,189</b>	<b>14,568</b>	<b>283,556</b>	<b>148,329</b>	<b>75,458</b>	<b>23,962,304</b>
<b>Net Block as at 31.03.2014</b>	<b>1,294,309</b>	<b>5,049,639</b>	<b>21,394,500</b>	<b>34,874</b>	<b>45,843</b>	<b>2,063</b>	<b>314,877</b>	<b>168,561</b>	<b>84,892</b>	<b>26,379,566</b>

Amount in ₹.

b) Intangible Assets	Trade Marks	Total
Gross Block as at 01.04.2014	10500	10500
Addition during the year	11000	11000
Deduction during the year	0	0
<b>Gross Block as at 31.03.2015</b>	<b>21500</b>	<b>21500</b>
Accumulated Depreciation as at 01.04.2014	222	222
Depreciation during the year	1648	1648
Depreciation on assets written off during the year	0	0
<b>Accumulated Depreciation as at 31.03.2015</b>	<b>1870</b>	<b>1870</b>
<b>Net Block as at 31.03.2015</b>	<b>19630</b>	<b>19630</b>
<b>Net Block as at 31.03.2014</b>	<b>10278</b>	<b>10278</b>

**KAVIT INDUSTRIES LIMITED**

(formally known as Atreya Petrochem Limited)

Regi. Office: Vill : Tundao, Tal: Salvi, Vadodara-391775, Gujarat

Email: kavitindustrieslimited@gmail.com | Web.: www.atreyapetrochem.com

Phone No.: 0265-2362000, 2361100 | FAX: 0265-2361551 | CIN: L23100GJ1990PLC014692

**ATTENDANCE SLIP****To be handed over at the entrance of the Meeting Hall**

I hereby record my presence at Annual General Meeting of Kavit Industries Limited held on Friday, 25th September 2015 at 10:00 A.M. at its Registered Office situated at village Tundao, Taluka: Savli, Vadodara -391775.

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

Full Name of Shareholder (In block Letters)  
Signature

\_\_\_\_\_  
\_\_\_\_\_

Full Name of Proxy (In block Letters)  
Signature

\_\_\_\_\_  
\_\_\_\_\_

NOTE: No duplicate attendance slip will be issued at the Meeting hall. You are requested to bring your copy of the Notice of AGM to the Meeting. Photo copies of the Attendance slips will not be accepted. Please complete this Attendance Slip and hand it over at the entrance of the Meeting Hall.

**KAVIT INDUSTRIES LIMITED**

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**Form No. MGT-11****PROXY FORM**

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

Name of the Member(s):	
Registered Address:	
E-mail ID:	
Folio No/ Client No:	
DP ID:	

I/We..... being the member(s) of..... Shares of the above named Company, hereby appoint:-

1	Name:	Address:
	Email ID:	Signature:
2	Name:	Address:
	Email ID:	Signature:
3	Name:	Address:
	Email ID:	Signature:

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual General Meeting of the Company, to be held on the Tuesday, the 23<sup>rd</sup> day of September, 2014 at 09:00 AM and at any adjournment thereof in respect of such resolutions as are indicated below:

Reso. No.	Description	No. of shares held	For	Against
01	Adoption of financial statement for the year ended on 31 March, 2015.			
02	Re- appointment of Auditors of the Company			
03	Re- appointment of Mr. Kavit Jayeshbhai Thakkar, Director retiring by rotation			
04	Re-appointment of Mr. Jayesh Raichandbhai Thakkar as the Managing Director			
05	Increasing of authorised share capital from Rs. 46,45,00,000/- to Rs. 66,45,00,000/-			
06	Issue of fully paid-up Bonus equity shares in proportion of 1 (one) equity share for every 3 (Three) existing fully paid-up equity shares held by the members as on the record date as fixed by the Board.			

Signed this on .....day of .....2015

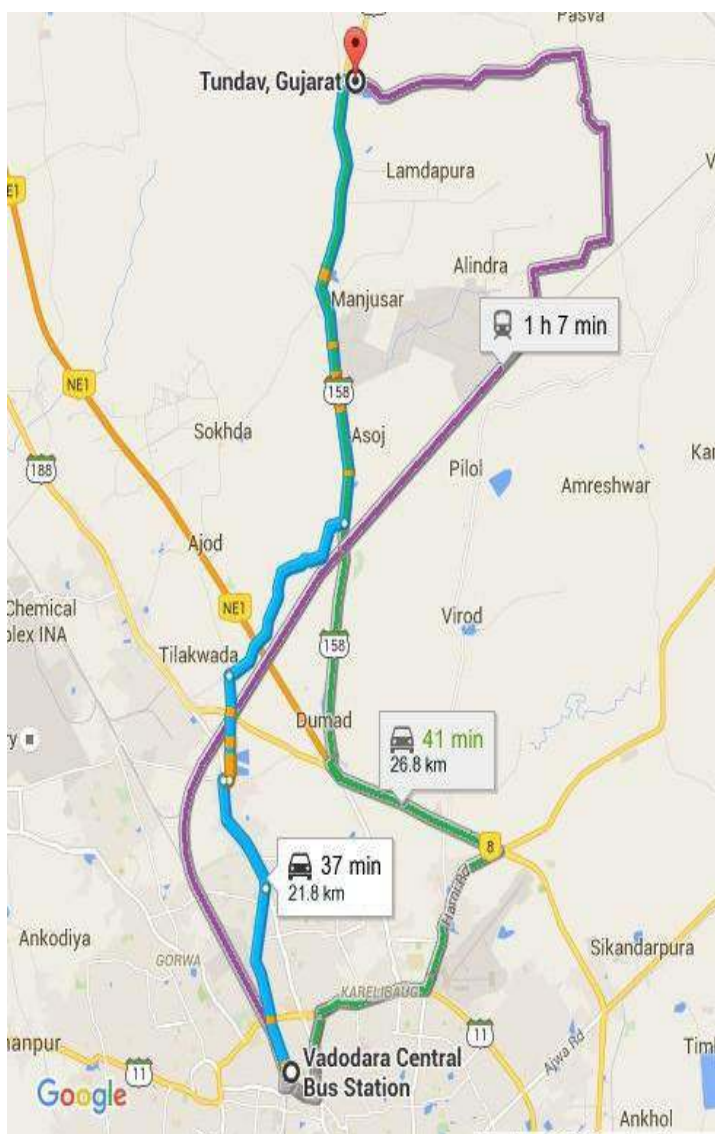
Signature of Shareholder

Signature of Proxy Holder(s) .....

Affix  
Revenue  
Stamp

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

## Route map for venue of Annual General Meeting



## -: NOTES :-

## **KAVIT INDUSTRIES LIMITED**

(formally known as Atreya Petrochem Limited)

**Regi. Office :** Vill : Tundao, Tal. Savli, VADOADRA-391775, GUJ.

**E-mail :** Kavitindustrieslimited@gmail.com    **web :** [www.atreyapetrochem.com](http://www.atreyapetrochem.com)

**Phone No. :** 0265-2362000, 2361100    **Fax :** 0265-2361551    **CIN :** L23100GJ1990PLC014692



# FORM A

Format of Covering letter of the annual audit report to be filed with the stock exchange

Sr No.	Name of Company	<b>KAVIT INDUSTRIES LIMITED ( Formerly Known as Atreya Petrochem Limited)</b>
1.	Annual Financial Statement for the year ended	31 <sup>st</sup> March 2015
2.	Type of Audit Observation	UnQualified
3.	Frequency of Observation	Not Applicable
4	To be Signed by <ul style="list-style-type: none"> <li>• CEO/Managing Director</li> <li>• CFO</li> <li>• Auditor of the Company</li> <li>• Audit Committee Chairman</li> </ul>	<p>Mr Jayesh R Thakkar</p> <p>Mr. Jayesh R Thakkar</p> <p>M/s Sheetal Samriya &amp; Associates</p> <p>Mr. Jigar Motta</p>

*Sheetal Samriya*

*Sheetal Samriya*

*ABHINAV DUBEY*

*J. P. Motta*

