

KAVIT INDUSTRIES LTD.

(Formerly Known as Atreya Petrochem Ltd.)

CIN No. L23100GJ1990PLC014692



(Sole Proprietorship)

19th October, 2016

To
Listing Compliances,
BSE Limited,
P. J. Tower,
Dalal Street,
Fort, Mumbai-400001.

Ref: Scrip Code: 524444 ;Scrip Name: KAVITIND

Sub: Submission of Annual Report under Regulation 34 of the SEBI (LODR) Regulations, 2015


Dear Sir/Ma'am,

Pursuant to Regulation 34 (1) of SEBI (LODR) Regulations, 2015, Kindly find attached herewith the Annual Report for the financial year 2015-16.

We request you to take the same on record and upload on your website.

Thanking You,

For Kavit Industries Limited


Jayesh R. Thakkar
(Managing Director)
DIN: 01631093



Encl: as above

2K16



KAVIT INDUSTRIES LIMITED

Annual Report 2015 - 2016

CONTENT SEQUENCE

Content
Corporate information
Notice
Director's Report
Corporate Governance Report
Management Discussion and Analysis
Independent Auditors' Report
Annexure to Auditors' Report
Balance Sheet
Profit & Loss Account
Cash Flow Statement
Notes of Accounts
Schedules forming part of Financial Statement
Independent Auditors' Report on Consolidated Financial Statements
Annexure to Auditors Report
Consolidated Balance Sheet
Consolidated Profit & Loss Account
Consolidated Cash Flow Statement
Notes of Accounts on Consolidated Accounts
Schedules forming part of Consolidated Financial Statement
Attendance Slip
Proxy Form
Route Map

KAVIT INDUSTRIES LIMITED
(CIN: L23100GJ1990PLC014692)

Registered Office: Village Tundao, Tal. Savli, Vadodara – 391 775, Gujarat
E-mail: kavitindustrieslimited@gmail.com | Website: www.atreyapetrochem.com
Tel No.: 0265-2361100 / 0265-2362200 | Fax : 0265-2361551

CORPORATE INFORMATION

BOARD OF DIRECTORS:
(as at 31/03/2016)

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)	Non-executive Director
Chirag Vinodchandra Thakkar (DIN: 06844583)	Non-executive Director
Hirenkumar Pravinsinh Rao (DIN: 06883515)	Executive Director
Kalyani Chandrakant Rajeshirke (DIN: 07330113)	Non-executive (Woman) 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 Samraiya & Associates
Chartered Accountants
02, Shrihari 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.
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: rnt.helpdesk@linkintime.co.in

KAVIT INDUSTRIES LIMITED
(CIN: L23100GJ1990PLC014692)

Registered Office: Village Tundao, Tal. Savli, Vadodara – 391 775, Gujarat
E-mail: kavitindustrieslimited@gmail.com | Website: www.atreyapetrochem.com
Tel No.: 0265-2361100 / 0265-2362200 | Fax : 0265-2361551

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 Wednesday 28th September 2016 at 09:00 A.M. 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, 2016 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** pursuant to the provisions of Section 139 (1) and applicable provisions, if any, of the Companies Act, 2013 and rules, circulars, notifications made/issued there under, including any amendments, modification, variation or reenactment thereof, the appointment of M/s. Sheetal Samriya & Associates, Chartered Accountants bearing Firm Registration No. 011478C as the Statutory Auditors of the Company, who holds the office for a term of Five Years, from the conclusion of this Annual General Meeting till the conclusion of Annual General Meeting of the Company to be held in the year 2021 (subject to ratification of their appointment at every Annual General Meeting) and to fix their remuneration.*

***RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, desirable and expedient for giving effect to this resolution and/or otherwise considered by them to be in the best interest of the Company including fixation of their remuneration and reimbursement of out of pocket expenses incurred in connection hereto.”*

3. To appoint a Director in place of Mr. Chirag Vinodchandra 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 an Ordinary Resolution:

***“RESOLVED THAT** pursuant to the provisions of Section 152, 161 and any other applicable provisions of the Companies Act, 2013 and any rules made there under, Ms. Kalyani Chandrakant Rajeshirke (DIN: 07330113) who was appointed as an Additional Director of the Company by the Board of Directors w.e.f. November 02, 2015 and who holds office up to the date of this Annual General meeting and in respect of whom the Company has received a notice in writing from a member proposing the candidature of Ms.*

Kalyani Chandrakant Rajeshirke (DIN: 07330113) for the office of the Director of the Company, be and is hereby elected and appointed as a Director as per the provisions of section 160 of the Companies Act, 2013.”

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 152, 161 and any other applicable provisions of the Companies Act, 2013 and any rules made there under, Mr. Bhavesh Jayantibhai Desai (DIN: 01937635) who was appointed as an Additional Director of the Company by the Board of Directors w.e.f. June, 04, 2016 and who holds office up to the date of this Annual General meeting and in respect of whom the Company has received a notice in writing from a member proposing the candidature of Mr. Bhavesh Jayantibhai Desai (DIN: 01937635) for the office of the Director of the Company, be and is hereby elected and appointed as a Director as per the provisions of section 160 of the Companies Act, 2013.”

**For and on behalf of the Board
Sd/-**

**Date : 01/09/2016
Place : Vadodara**

**Jayesh R. Thakkar
Chairman**

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 Wednesday, September 21, 2016 to Wednesday, September 28, 2016 (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 In time 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 31st March, 2016 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 31st March 2016 will also be available on the Company's website 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.

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 24th September, 2016 at 9.00 am and ends on 27th September, 2016 at 5.00 pm. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 21st September, 2016, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iii) Click on Shareholders.
- (iv) Now Enter your User ID
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.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

	For Members holding Shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> ▪ Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number in the PAN field printed on the Ballot Form.
DOB	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.
Dividend	Enter the Dividend Bank Details as recorded in your demat account or in the

Bank Details	<p>company records for the said demat account or folio.</p> <ul style="list-style-type: none"> 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).
---------------------	--

- (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 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.
- 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 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 favor 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. 21st September, 2016 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, under help section or write an email to helpdesk.evoting@cdslindia.com.
- (xxi) M/s M. Buha & Co., Practicing Company Secretaries, 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).

ANNEXURE TO THE NOTICE OF ANNUAL GENERAL MEETING STATEMENT FORMING PART OF THE NOTICE CALLING ANNUAL GENERAL MEETING PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item No. 4:

Ms. Kalyani Chandrakant Rajeshirke was appointed as an Additional Director pursuant to the provision of Section 161 of the Companies Act, 2013. Her appointment was made on 02nd November, 2015 and can holds office of Director up to the date of Annual General Meeting. The company received a notice along with the deposit proposing his candidature to the position of Director as per the provisions of section 160 of the Companies Act, 2013. Your Directors recommend the above resolution set out in the notice as an ordinary resolution for your approval.

The detailed profile of Ms. Kalyani Chandrakant Rajeshirke is set-out separately in this report.

None of the Directors, Managers, Key Managerial Persons or their relatives are in any way concern or interested, financial or otherwise in the above resolution.

Item No. 5:

Mr. Bhavesh Jayantibhai Desai was appointed as an Additional Director pursuant to the provision of Section 161 of the Companies Act, 2013. His appointment was made on 04th June, 2016 and can holds office of Director up to the date of Annual General Meeting. The company received a notice along with the deposit proposing his candidature to the position of Director as per the provisions of section 160 of the Companies Act, 2013. Your Directors recommend the above resolution set out in the notice as an ordinary resolution for your approval.

The detailed profile of Mr. Bhavesh Jayantibhai Desai is set-out separately in this report.

None of the Directors, Managers, Key Managerial Persons or their relatives are in any way concern or interested, financial or otherwise in the above resolution.

For and on behalf of the Board
Sd/-

Jayesh R. Thakkar
Chairman

Date : 01/09/2016
Place : Vadodara

DETAILS OF DIRECTORS SEEKING APPOINTMENT BY THE SHAREHOLDERS OF THE COMPANY AT THE ENSUING ANNUAL GENERAL MEETING (IN PURSUANCE OF REGULATION 36 OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

Name of Director	Chirag Vindochandra Thakkar	Kalyani Chandrakant Rajeshirke	Bhavesh Jayantibhai Desai
Date of Birth	23/03/1980	25/05/1993	14/09/1975
Date of appointment	12/03/2014	02/11/2015	04/06/2016
Qualification	B. Com	B. Com	Graduate
Experience	05 years	Nil	18 years
Relationship between Directors	N.A.	N.A.	N.A.
Shareholding	Nil	Nil	1,33,332
Names of other Companies in which Directorship is held	Nil	1. Sauver Finvest Mutual Benefits Limited	1. Pacific finstock Limited 2. G-Tech Info Training Limited 3. Kavita Infra Project Private Limited 4. Sauver Finvest Mutual Benefits Limited

DIRECTOR'S REPORT

To,
The Members,
Kavit Industries 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, 2016.

FINANCIAL HIGHLIGHTS AND STATE OF COMPANY' S AFFIARS:

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
	(Amount in Rupees)	
Turnover	339636613.00	6198915.82
Other Income	4425674.55	4217987.01
Expenditure	341421962.57	8874677.49
Profit (Loss) Before Taxes	2640325.52	1542225.34
Taxes expenses		
Current Tax	1032084.00	476548.00
Deferred Tax		NIL
Profit after Tax available for appropriation	1608241.52	1020855.34
Dividend	NIL	NIL
Balance carried forward to Balance Sheet	1608241.52	1020855.34

The Indian economy is witness of the downturn in all industries during the financial year 2015-16. 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 e 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 subsidiary Company, namely, Kavit Green Energy Private Limited.

The Board of Directors reviewed the affairs of the Subsidiary. In accordance with Section 129(3) of the Companies Act, 2013, the Company has prepared consolidated financial statements of the Company, which form part of the Annual Report. Further, in term of Section 129 of the Companies Act, 2013 read with third proviso to Rule 5 of Companies (Accounts) Rules, 2014 the statement containing the salient feature of the financial statement of Subsidiary Company in Form AOC-1 is enclosed as “Annexure 1” which forms a part of this report.

MEETING OF THE BOARD:

During the year eleven board meeting 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, 2016, 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
5. Chirag Vinodchandra Thakkar

Similarly, the following persons are appointed as Key Managerial Personnel on the Board.

1. Hemal Kirtikumar Thakkar – Chief Executive Officer

2. Yogendra Fatesinh Parmar – Company Secretary

In accordance with the provisions of the Act and the Articles of Association of the Company, Mr. Chirag Vinodchandra 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 regulation 17 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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 the 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 provisions 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 attract the provisions of Section 188 of the Companies Act, 2013. The Disclosure in Form AOC-2 is not required. During the year under Consideration, the Company was not entered into contracts or transactions with related parties.

DIVIDENDS:

In view of long term interest 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 EARNING 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 provisions of the Companies Act, 2013 and regulation 19 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, 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.

EXTRACT OF ANNUAL RETURN:

The extract of the Annual Return in Form MGT-9 forms a part of the Board's Report and is annexed herewith as "Annexure 2".

PARTICULARS OF EMPLOYEES

In terms of the provisions of Section 197(12) of the Companies Act, 2013 read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rule, 2014, a statement showing the names and other particulars of the employees drawing remuneration in excess of the limit set out in the said rules and disclosures pertaining to remuneration and other details as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided in "Annexure 3" to this Annual Report.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

The Management Discussion and Analysis is presented in a separate section, which forms part of this Annual Report.

CORPORATE GOVERNANCE:

The Corporate Governance Report is presented in a separate section, which forms part of this Annual 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.

SECRETARIAL AUDITORS AND THEIR REPORT

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Mr. Sourav Kedia, Practicing Company Secretary (C. P. No. 15259) to undertake the Secretarial Audit of the Company.

There are no qualifications, reservations or adverse remarks or observations made by Secretarial Auditor of the Company in his Secretarial Auditor Report except filing of Form SH-7 for effecting the increase in Authorised Capital of the Company which has not been filed with the Registrar of the Companies. The Board of Directors is in process of filing the said form at the earliest with Registrar of Companies. The Report of the Secretarial Auditor is annexed herewith as "Annexure 4".

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 endeavour to comply the same in next financial year.
3. In order to conserve financial resources of the Company, the Directors of the Company drawn remuneration during the year.
4. The Company has not accepted deposits during the year within the provision of Section 134(3)(q) & 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.

Date : 01/09/2016
Place : Vadodara

For and on behalf of the Board
Sd/-
Jayesh R. Thakkar
Chairman

ANNEXURE 1**FORM AOC 1**

(Pursuant to first proviso to Section 129(3) read with rule 5 of the Companies (Accounts) Rules, 2014)

Statement containing salient features of Financial Statements of Subsidiaries/Associate Companies/Joint Ventures

Sr. No.	Name of Holding/Subsidiary	KAVIT GREEN ENERGY PRIVATE LIMITED
1	Share Capital	1,00,00,000
2	Reserves & Surplus	36,867
3	Total Assets	4,24,84,322
4	Total Liabilities	3,24,47,455
5	Details of Investment	-
6	Total Income	6,34,750
7	Profit Before Taxation	60,601
8	Provision for Taxation	23,734
9	Profit after taxation	36,867
10	Proposed Dividend	-
11	% of Shareholding	100%
12	Reporting Period	March 31, 2016

**For and on behalf of the Board
Sd/-**

**Jayesh R. Thakkar
Chairman**

**Date : 01/09/2016
Place : Vadodara**

FORM NO. MGT.9
EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31/03/2016

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

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	:	L23100GJ1990PLC014692
ii.	Registration Date	:	23/11/1990
iii.	Name of the Company	:	KAVIT INDUSTRIES LIMITED
iv.	Category / Sub-Category of the Company:	:	Public Company
v.	Address of the Registered office and contact details:		
	Address:	:	Vill: Tundao, Tal: Savli,
	Town/City	:	Vadodara
	State	:	Gujarat 391775
	Country Name	:	India
	Telephone (with STD Code)	:	0265-236200, 2361100
	Fax Number	:	0265-2361551
	E-mail Address	:	kavitindustrieslimited@gmail.com
	Website, if any	:	www.atreyapetrochem.com
vi.	Whether listed company:	:	Yes
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any:		
	Name of RTA	:	M/s. Link Intime India Pvt. Ltd.
	Address	:	B-102 & 103, Shangrila Complex, 1 st Floor, Opp. HDFC Bank, Near Radhakrishna Char Rasta, Akota
	Town/City	:	Vadodara
	State	:	Gujarat
	Pin Code	:	391775
	Telephone	:	0265-2356573, 2356794
	Fax Number	:	0265-2356791
	E-mail Address	:	vadodara@linkintime.co.in

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

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

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 COMPANY /COMPANIES :

Sl. No.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY / ASSOCIATE	% of shares held	Applicable Section
1	Kavit Green Energy Private Limited 9 th 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 Shareholder	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	
<u>A. Promoters</u>									
(1) Indian									
a) Individual/HUF	2173700	291300	2465000	5.31%	3249625	75863	3325488	5.37%	0.06%
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt.(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	16000000	-	16000000	34.45%	21333333	-	21333333	34.45%	0.00%
e) Banks/FI	-	-	-	-	-	-	-	-	-
f) Any Other	-	-	-	-	-	-	-	-	-
Sub Total (A) (1):-	18173700	291300	18465000	39.75%	24582958	75863	24658821	39.82%	0.06%
(2) Foreign									
a) NRI – Individuals	-	-	-	0.00%	-	-	-	0.00%	0.00%
b) Other – Individuals	-	-	-	0.00%	-	-	-	0.00%	0.00%
c) Bodies Corp.	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) Any Other	-	-	-	0.00%	-	-	-	0.00%	0.00%
Sub Total (A) (2):-	-	-	-	0.00%	-	-	-	0.00%	0.00%
Total Shareholding of Promoter (A) = A(1) + A(2)	18173700	291300	18465000	39.75%	24582958	75863	24658821	39.82%	0.06%
B. Public Shareholding									

1. Institutions									
a) Mutual Funds	-	140000	140000	0.30%	-	186665	186665	0.30%	0.00%
b) Banks/FI	-	-	-	-	-	-	-	-	-
c) Central Govt.	-	-	-	-	-	-	-	-	-
d) State Govt.(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
Sub Total (B)(1):-	-	140000	140000	0.30%	-	186665	186665	0.30%	0.00%
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	24119086	33000	24152086	52.00%	32233099	43995	32277094	52.12%	0.12%
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual Shareholders holding nominal share capital upto Rs. 1 lakh	270020	2413300	2683320	5.78%	346492	3090400	3436892	5.55%	-0.23%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	645724	355100	1000824	2.15%	815495	517727	1333222	2.15%	-0.00%
c) Others (specify)	-	-	-	-	-	-	-	-	-
Clearing Members	570	-	570	0.00%	26818	-	26818	0.04%	0.04%
Non Resident Indians	500	7700	8200	0.02%	666	10261	10927	0.02%	0.00%
Trust	-	-	-	0.00%	-	2194	2194	0.00%	0.00%
HUF	-	-	-	0.00%	700	-	700	0.00%	0.00%
Sub-total (B)(2):-	25035900	2809100	27845000	59.95%	33423270	3664577	37087847	59.88%	-0.04
Total Public Shareholding (B) = (B)(1) + (B)(2)	25035900	2949100	27985000	60.25%	33423270	3851242	37274512	60.18%	-0.04
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	43209600	3240400	46450000	100%	58006228	3927105	61933333	100%	

ii) Share Holding of Promoters:

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	
1.	Jayeshbhai Raichandbhai Thakkar	1302600	2.80%	0%	1890431	3.05%	0%	-
2.	Artiben Jayeshbhai Thakkar	339600	0.73%	0%	452798	0.73%	0%	
3.	Bharat Limjibhai Patel	100000	0.21%	0%	133333	0.22%	0%	
4.	Hansaben Jaswantbhai Thakkar	50000	0.11%	0%	66666	0.11%	0%	
5.	Hashmukhbhai Dhanjibhai Thakkar	50000	0.11%	0%	66666	0.11%	0%	
6.	Hemraj Hirji Nanda	23000	0.06%	0%	30666	0.05%	0%	
7.	Jagdishbhai Raychandbhai Thakkar	78400	0.17%	0%	104533	0.17%	0%	
8.	Jaswant Raichand Thakkar	106500	0.22%	0%	141999	0.23%	0%	
9.	Jaysurya Gases Ltd.	99100	0.21%	0%	17333	0.03%	0%	
10.	Kokilaben H. Thakkar	50000	0.11%	0%	66666	0.11%	0%	
11.	Mitul Jagdishbhai Thakkar	70000	0.15%	0%	93332	0.15%	0%	
12.	Santosh Kahar	95500	0.21%	0%	127333	0.21%	0%	
13.	Somabhai S. Thakkar	100300	0.21%	0%	133732	0.22%	0%	
14.	Raghuvir International Private Ltd.	9000000	19.38%	0%	12000000	19.38%	0%	
15.	Shree Saibabaexim Private Ltd.	7000000	15.07%	0%	9333333	15.07%	0%	
	TOTAL	18465000	39.75%	-	24658821	39.82%	-	0.07%

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		18465000	29.81%	18465000	29.81%
Changes During the Year					
Increase					
Date	Reason for increase				
	Allotment (Preferential allotment)	-	0.00%	-	0.00%
	Bonus	6236192	10.07%	24701192	10.07%
	Sweat	-	0.00%	-	0.00%
	Other	576959	0.93%	25278151	0.93%
Decrease					
Date	Reason for Decrease				
	Transfer	619330	1.00%	24658821	1.00%
	Other	-	-	-	-
At the End of the year		24658821	39.82%	24658821	39.82%

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

S. No.	Name of Share Holders	Shareholding at the beginning and at the end of the year (01/04/2015 to 31/03/2016)		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	Silvercade Trading Private Limited	4006639	8.63%	01/04/2015				
					-12792	Transfer	3993847	6.44%
					1339486	Bonus	5333333	8.61%
		5333333	8.61%	31/03/2016			5333333	8.61%
2	Krystalklear Properties Private Limited	3900000		01/04/2015				
					1300000	Bonus issue		

		5200000	8.3961 %	31/03/2016			5200000	8.40%
3	Ethan Constructions Private Limited	3300000		01/04/2015				
					10500	Market Buy	3310500	5.34%
					1103500	Bonus issue	4400000	7.10%
		4400000	7.1044 %	31/03/2016			4400000	7.10%
4	Saint Infrastructure Private Limited	3200000		01/04/2015				
					1066666	Bonus issue		
		4266666	6.8891 %	31/03/2016			4266666	6.89%
5	Gill Entertainment Private Limited	3100000		01/04/2015				
					1033333	Bonus issue		
		4133333	6.6738 %	31/03/2016			4133333	6.67%
6	Indivar Traders Private Limited	2900000		01/04/2015				
					966666	Bonus issue		
		3866666	6.2433 %	31/03/2016			3866666	6.24%
7	Amrapali Aadya Trading And Investment Private Ltd			01/04/2015				
					5333	Market Buy	5333	0.00%
					3794667	Market Buy	3800000	6.14%
		3800000	6.1357 %	31/03/2016			3800000	6.14%
8	Aprateem Trading Private Limited	3600000		01/04/2015				
					1200000	Bonus	4800000	7.75%
					3800000	Market Sell	1000000	1.61%
		1000000	1.6146 %	31/03/2016			1000000	1.61%
9	Rameshbhai B. Prajapati	97500		01/04/2015				
					32500	Bonus issue		
		130000	0.2099 %	31/03/2016			130000	0.21%
10	Bhavesh Jayantibhai Desai	96200		01/04/2015				
					32066	Bonus		

						issue		
		128266	0.2071 %	31/03/2016			128266	0.2071%
11	Sally Real Estate Private Limited	10500		01/04/2015				
					1969	Market Buy	12469	
					4156	Bonus	16625	
					57017	Market Buy	73642	0.1189%
		73642	0.1189 %	31/03/2016			73642	0.1189%

v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	For each of the Directors and KMP	Shareholding at the beginning and end of the year (01/04/2015 to 31/03/2016)		Date	Increase / Decrease	Reason	Cumulative shareholding during the year	
		No. of Shares	% of Total Shares of the Company				No. of Shares	% of Total Shares of the Company
1	Jayesh Raichandbhai Thakkar	1302600		01/04/2015			-	-
		-	-		86100	Transfer	1388700	2.24%
		-	-		462900	Bonus Issue	1851600	2.98%
		-	-		38831	Transfer	1890431	3.05%
		1890431	-	31/03/2016			1890431	3.05%

(V) INDEBTEDNESS:

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

	Secured Loan excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	12752360.50	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i + ii + iii)	-	-	-	-

Change in Indebtedness during the financial year				
• Addition	-	36862574	-	-
• Reduction	-	1000000	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year				
i) Principal Amount	-	48614934.5	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i + ii + iii)	-	48614934.5	-	-
		0		

(VI) REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

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

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager/Executive Director		Total Amount
		Jayesh R. Thakkar (Managing Director)	Hirenkumar P. Rao (Executive Director)	
1.	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	6,00,000	1,20,000	7,20,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-
2.	Stock Option	-	-	-
3.	Sweat Equity	-	-	-
4.	Commission.			
	- As % of profit	-	-	-
	- Others, specify.	-	-	-
5.	Others, please specify	-	-	-
	Total (A)	6,00,000	1,20,000	7,20,000
	Ceiling as per the Act	Remuneration as per Schedule V of the Act	Remuneration as per Schedule V of the Act	-

B. Remuneration to other directors: **NIL**

Particulars of Remuneration						Total Amount
1. Independent Directors						
• Fee for attending Board/ Board committee meetings	-	-	-	-	-	-
• Commission	-	-	-	-	-	-
• Others, please specify	-	-	-	-	-	-
Total (1)	-	-	-	-	-	-
2. Other Non-executive Directors		-				
• Fee for attending board committee meetings	-	-	-	-	-	-
• Commission	-	-	-	-	-	-
• Others, please specify	-	-	-	-	-	-
Total (2)	-	-	-	-	-	-
Total (B) = (1 + 2)	-	-	-	-	-	-
Total Managerial Remuneration	-	-	-	-	-	-
Overall Ceiling as per the Act						

C. Remuneration to Key Managerial Personnel other than MD/Manager/WT D :

Sl. No.	Particulars of Remuneration	Key Managerial Personnel	Total Amount
		CFO	
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	-	-
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/	Authority [RD/NCL T/COURT	Appeal made, if any (give
------	------------------------------	-------------------	---------------------------------	---------------------------	---------------------------

			Compoundin g fees imposed]	Details)
A. COMPANY: N.A.					
Penalty					
Punishment					
Compounding					
B. DIRECTORS: N.A.					
Penalty					
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT: N.A.					
Penalty					
Punishment					
Compounding					

Date : 01/09/2016
Place : Vadodara

For and on behalf of the Board
Sd/-
Jayesh R. Thakkar
Chairman

PARTICULARS OF EMPLOYEES

a) Information as per Rule 5(1) of Chapter XIII, Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

1. The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year 2015-16

Jayesh Thakkar: 11.11: 1

Hiren Rao: 2.22: 1

2. The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager if any in the financial year 2015-16: Not Applicable

3. Ratio of the median remuneration of employees in the financial year 2014-15 and 2015-16: 1.00:3.27

4. Number of permanent employees on the rolls of Company: 9

5. Average percentile increase already made in salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration: Not Applicable

6. Affirmation that the remuneration is as per the remuneration policy of the company: The Company affirms that remuneration is as per the Remuneration Policy of the Company.

b) Information pursuant to Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

1. Employed throughout the year ended March 31, 2016, with remuneration aggregating to not less than Rs. 1,02,00,000 per annum : None

2. Employed for part of the year ended March 31, 2016, with remuneration aggregating to not less than Rs. 8,50,000 per month : None

3. The employee if employed throughout the financial year or part thereof was in receipt of remuneration in that year which in the aggregate or as the case may be at a rate which in the aggregate is in excess of that drawn by the managing director or whole-time director or manager and holds by himself or along with his spouse and dependent children not less than two percent of the equity shares of company : None

For and on behalf of the Board

Sd/-

Jayesh R. Thakkar

Date : 01/09/2016

Place : Vadodara

Chairman

FORM NO. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2016
[Pursuant to section 204(1) of the Companies Act, 2013 and rule 9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members
Kavit Industries Limited
(CIN - L231100GJ1990PLC014692)
Vill :Tundao, Tal: Salvi Vadodara
Vadodara
Gujarat – 391775

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Kavit Industries Limited** (hereinafter referred as 'the Company'). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31 March 2016 ('Audit Period') complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31 March 2016, according to the provisions of:

- (i) The Companies Act, 1956, as applicable, and Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999, and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings (**Not applicable to the Company during the Audit Period**);
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992, as amended;

- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (SEBI (ICDR) Regulations, 2009)
- (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 notified on 28 October 2014 **(Not applicable to the Company during the Audit Period)**;
- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008- **(Not applicable to the Company during the Audit Period)**;
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009- **(Not applicable to the Company during the Audit Period)**; and
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998- **(Not applicable to the Company during the Audit Period)**.
- (i) The Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations 2015 (herewith referred as Listing Regulations) - **Notified with effect from December 1, 2015**

Other Laws specifically applicable to the Company namely:

1. The Petroleum Act, 1934;
2. Petroleum and Natural Gas Regulatory Board Act, 2006;
3. The Oil Industry (Development) Act 1974; and
4. Mines and Minerals (Regulations and Development) Act, 1957

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India - **Notified with effect from July 1, 2015.**
- (ii) The Listing Agreements entered into by the Company with Stock Exchanges- **Applicable up to November 30, 2015.**

I have relied on the representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations to the Company.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above, *except to the extent as mentioned below:*

- *The Company has taken the approval of the shareholders of the Company for increase in authorized Capital on 31.08.2015, however, the Form SH7 for effecting the increase in Authorized Capital of the Company has not been filed with the Registrar of Companies, Ahmedabad, Gujarat.*

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition

of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

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

I further report that during the year under review the Company has issued 15483333 Bonus Shares which was admitted for trading on BSE Limited w.e.f. November 02, 2015.

Sd/-

CS Sourav Kedia

Memb. No. 40951

C P No: 15259

Place: Kolkata

Date: May 30, 2016

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

‘ANNEXURE A’

To,
The Members
Kavit Industries Limited
(CIN - L23100GJ1990PLC014692)
Vill :Tundao, Tal: Salvi Vadodara
Vadodara
Gujarat - 391775

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

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

Sd/-
CS Sourav Kedia
Memb. No. 40951
C P No: 15259

Place: Kolkata
Date: May 30, 2016

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 regulation 27 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (erstwhile 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 31st March, 2016.

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 31.03.2016 is given below:-

Name	Category	No. of Directorship held in other Companies	No. of Membership/Chairmanships held in various board committees of other Companies	
			Member	Chairman
Jayesh Raichandbhai Thakkar	Managing Director	07	02	Nil
Jigar Premchand Motta	Independent Director	04	Nil	Nil
Kiran Jethalal Soni	Independent Director	06	Nil	Nil
Nikhil Pranay Pednekar	Independent Director	01	01	03
Amit Tarachand Shah	Independent Director	01	Nil	Nil

Kavit Jayeshbhai Thakkar	Director	03	Nil	Nil
Chirag Vinodchandra Thakkar	Director	Nil	Nil	Nil
Hirenkumar Rao	Director	Nil	Nil	Nil
Kalyani Chandrakant Rajeshirke*	Director	01	Nil	Nil

* Appointed as an Additional Director on the Board of the Company with effect from November 02, 2015.

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 regulation 25 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, 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 05 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 Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and more often, if necessity prevails.

During the year Ten Board Meetings were held on 30th May, 2015, 13th August, 2015, 31st August, 2015, 07th October, 2015, 14th October, 2015, 27th October, 2015, 02nd November, 2015, 07th November, 2015, 11th December, 2015, 05th January, 2016 and 13th February, 2016.

c. Attendance of each Director at Board Meetings held during 2015-16 and last Annual General Meeting:

NAME	No. of Board meetings attended during 2015-16	Whether present at the last AGM
Jayesh Thakkar	11	Yes
Jigar Premchand Motta	8	Yes
Kiran Jethalal Soni	6	No
Nikhil Pranay Pednekar	6	No
Amit Tarachand Shah	6	Yes
Kavit Jayeshbhai Thakkar	9	Yes
Chirag Thakkar	9	Yes
Hirenkumar Rao	7	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 2016, without the attendance of non-independent directors and members of management, to inter alia:

- i. review the performance of non-independent directors and the Board as a whole;
- ii. 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 rules made thereunder, in this regard, from time to time.

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 as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The terms and conditions of appointment of independent directors are placed on the Company's website www.atreyapetrochem.com.

Familiarization Program for Independent Directors

The Company has conducted the familiarization program for Independent Directors appointed during the year. The program aim to provide insights into the Company to enable the Independent Directors to understand its business in depth, to acclimatize them with the processes, businesses and functionaries of the Company and to assist them in performing their role as Independent Directors of the Company.

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 31.03.2016.

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 regulation 18 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') (erstwhile Clause 49 of the Listing Agreement with Stock Exchanges) 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 role of audit committee and the information to be reviewed by the audit committee shall be as specified in Part C of Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Name	Designation	Category of director	No. of audit committee meetings attended during 2015-16
Jigar Motta	Chairman	Independent Director	6
Kiran Soni	Member	Independent Director	5
Nikhil Pednekar	Member	Independent Director	4
Amit Shah	Member	Independent Director	4

During the year and as per the requirement of the Act, six Audit Committee Meetings were held on 30th May, 2015, 13th August, 2015, 31st August, 2015, 07th October, 2015, 07th November, 2015, 11th December, 2015 and 13th February 2016. The Company Secretary acts as the Secretary of the Audit Committee.

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 regulation 16 (1)(c) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Provisions to the extent applicable as required under the revised SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 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.

In accordance with Regulation 16(1)(c) of the Listing Regulations, a policy for determining 'material' subsidiaries has been uploaded on the Company's website and can be accessed through link <http://www.atreyapetrochem.com/reports/Policy-M.PDF>

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.

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.

a. Composition of Nomination and Remuneration Committee:

Following Directors comprises in Nomination and Remuneration Committee

NAME	DESIGNATION	CATEGORY OF DIRECTOR	No. of meetings attended during 2015-16
Jigar Motta	Chairman	Independent Director	1
Kiran Soni	Member	Independent Director	1
Nikhil Pednekar	Member	Independent Director	1
Amit Shah	Member	Independent Director	0

b. Remuneration Policy

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

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

Remuneration to directors

Details of remuneration paid/payable to directors during 2015-16 are provided in the annexure to the Directors' Report in Form MGT-9.

c. Performance evaluation of Independent and BOD

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, 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 2016.
- 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.

The details of the Compliance Officer designated for handling of the Investor grievances is provided as under:

Name:	Yogendra Parmar
Address:	9 th Floor, Galav Chambers, Opp. Sardar Patel Statue, Sayajigunj, Vadodara 390020

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	Independent 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:-

	2012-13	2013-14	2014-15
Date	30 th September 2013	23 rd September 2014	25 th September 2015
Time	11:00 A.M.	09:00 A.M.	10:00 A.M.
No. of Special Resolutions Passed	1 (One)	Nil	2 (Two)

No special resolution was put through Postal Ballot during the year 2014-15.

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 as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 during the financial year were in the ordinary course of business and on an arm's length 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.

In accordance with Regulation 23 of the Listing Regulations, a policy relating to the dealing with Related Party Transactions has been uploaded on the website of the Company & can be accessed through the link <http://www.atreyapetrochem.com/reports/Policy-RPT.PDF>

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.

e. Details of compliance with mandatory requirements:

The Company has fully complied with the mandatory requirements of the Listing Regulations. The Company has submitted the Quarterly Compliance Reports to the Stock Exchange within the prescribed time limit.

f. Details of adoption of non-mandatory requirements:

(i) The Board

At present, there is no separate office in the Company for use of Chairman.

(ii) Shareholders Rights

Half yearly financial results including summary of the significant events are presently not being sent to shareholders of the Company

(iii) Audit Qualifications

The Company believes in maintaining its accounts in a transparent manner and aims at receiving unmodified audit opinion of auditors on the financial statements of the Company. There is qualification in the Company's financial statements for the financial year under reference.

(iv) Separate posts of Chairperson & Chief Executive Officer (CEO)

The Company has appointed separate posts of Chairman & Managing Director and CEO.

(v) Reporting of Internal Auditor

The Internal Auditors of the Company reports directly to the Audit Committee.

g. Means of Communication

The Quarterly, Half-Yearly and Annual Financial Results of the Company are forwarded to the Bombay Stock Exchange immediately upon its approval by the Board of Directors and are simultaneously published in leading newspapers in English and Gujarat (regional language). In accordance with the Listing Agreement requirements, data pertaining to Shareholding Pattern, Quarterly Financial Results and Other Details are forwarded to the Stock Exchange. During the year under review, no presentation was made to the institutional investors or analysts.

6. GENERAL SHAREHOLDER INFORMATION:

a. Annual General Meeting:

Date: 28th September, 2016

Time: 09:00 A.M

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

b. Financial Calendar for 2015-16 to approve quarterly / annual financial results:

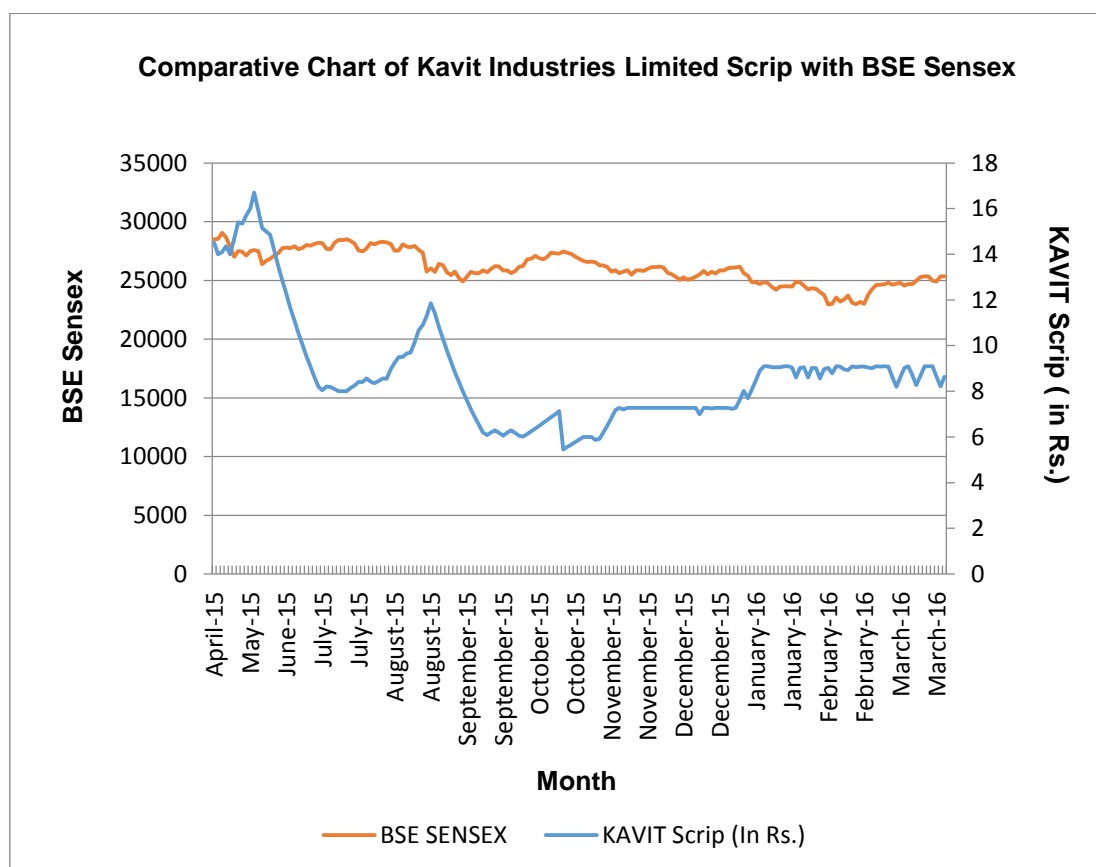
Unaudited results for the quarter ending on 30th June 2015	13/08/2015
Unaudited results for the quarter ending on 30th September 2015	07/11/2015
Unaudited results for the quarter ending on 31st December 2015	13/02/2016
Audited results for the quarter ending on 31st March 2016	30/05/2016

- c. Book Closure Dates:** 21/09/2016 to 28/09/2016,
(both days inclusive)
- d. Listing on Stock Exchanges:** Bombay 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-15	14.70	14.00	1,650	29,094.61	26,897.54
May-15	16.70	15.35	1,125	28,071.16	26,423.99
June-15	15.15	10.05	17,644	27,968.75	26,307.07
July-15	9.55	8.00	14,608	28,578.33	27,416.39
Aug-15	12.40	8.13	1,33,951	28,417.59	25,298.42
Sep-15	10.81	5.94	1,43,925	26,471.59	24,833.54
Oct-15	7.14	5.46	64,068	27,618.14	26,168.71
Nov-15	7.28	5.88	1,17,718	26,824.30	25,451.42
Dec-15	7.28	6.92	54,620	26,256.42	24,867.73
Jan-16	9.10	7.29	54,260	26,197.27	23,839.76
Feb-16	9.10	8.17	47,163	25,002.32	22,494.61
Mar-16	9.10	7.79	15,973	25,479.62	23,133.18

i. **Performance of the share price of the Company in comparison to the BSE Sensex.**



j. **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.helpdesk@linkintime.co.in

k. **Distribution of shareholding as on 31st March 2016:**

Range of Holding	No. of shareholding	% to total shareholders	No. of shares	% to total shares
1-500	2458	48.9641	519433	0.8387
501-1000	1499	29.8606	1011228	1.6328
1001-2000	730	14.5418	1017788	1.6434
2001-3000	119	2.3705	297203	0.4799
3001-4000	59	1.1753	209690	0.3386
4001-5000	20	0.3984	89782	0.1450
5001-10000	59	1.1753	402041	0.6492
10001 & above	76	1.5139	58386168	94.2726

TOTAL	5020	100.0000	61933333	100.0000
--------------	-------------	-----------------	-----------------	-----------------

I. Shareholding Pattern as on 31st March 2016:

Category	No. of shares held	% of total shares
Promoters	24658821	39.82
Mutual funds	186665	0.30
Other Bodies Corporate	32277094	52.12
NRI/OCBs (other than promoters)	10927	0.02
Indian Public	4770114	7.70
Others(Clearing Members)	26818	0.04
Others (HUF)	700	0.00
Others (Trust)	2194	0.00
TOTAL	61933333	100

m. Break up of shares in physical and Demat Segment as on 31st March 2016:

Segment	No. of shares held	% to total shares
Physical	3927105	6.34
Demat	58006228	93.66
TOTAL	61933333	100

n. 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
Tundao Anjesar Road,Village Tundao,
Taluka Savli, Vadodara-391775, Gujarat.

Project Location:

For and on behalf of the Board
Sd/-
Jayesh R. Thakkar
Chairman

Date : 01/09/2016
Place : Vadodara

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 2015-16 as stipulated in applicable provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulations').

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. It is neither an audit nor an expression of opinion on the financial statements 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 applicable provisions of the Regulations.

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.

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

SD/-
Abhitesh Dubey
Partner
(Membership No.: 147923)
Vadodara, 01 September, 2016

CEO/CFO CERTIFICATION

To,
The Board of Directors,
KAVIT INDUSTRIES LIMITED

Sub.: Financial Statement for the period ended 31 March, 2016: Certification by CEO and CFO

I, Jayesh R. Thakkar, Managing Director, on the basis of the review of the financial statements and cash flow statement for the year ending 31 March, 2016 and to the best of our knowledge and belief, certify that :-

1. These statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading.
2. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
3. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the period ending 31 March, 2016, which are fraudulent, illegal or violative of the Company's code of conduct.
4. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee those deficiencies, of which are aware, in the design or operation of the internal controls and that we have taken the required steps to rectify these deficiencies.
5. We further certify that:
 - a) There have been no significant changes in the internal control over financial reporting during this year.
 - b) There have been no significant changes in the accounting policies this year and that the same have been disclosed in the notes to the financial statements.
 - c) There have been no instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For and on behalf of the Board
Sd/-

Jayesh R. Thakkar
Chairman

Date : 01/09/2016
Place : Vadodara

CODE OF CONDUCT COMPLIANCE

To,
The Members,
KAVIT INDUSTRIES LIMITED

In accordance with Clause D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (erstwhile Clause 49 of the Listing Agreement with the Stock Exchanges), the Board Members and the senior personnel have affirmed compliance with the Code of Conduct for the year ended on 31st March, 2016.

Date : 01/09/2016
Place : Vadodara

For and on behalf of the Board
Sd/-
Jayesh R. Thakkar
Chairman

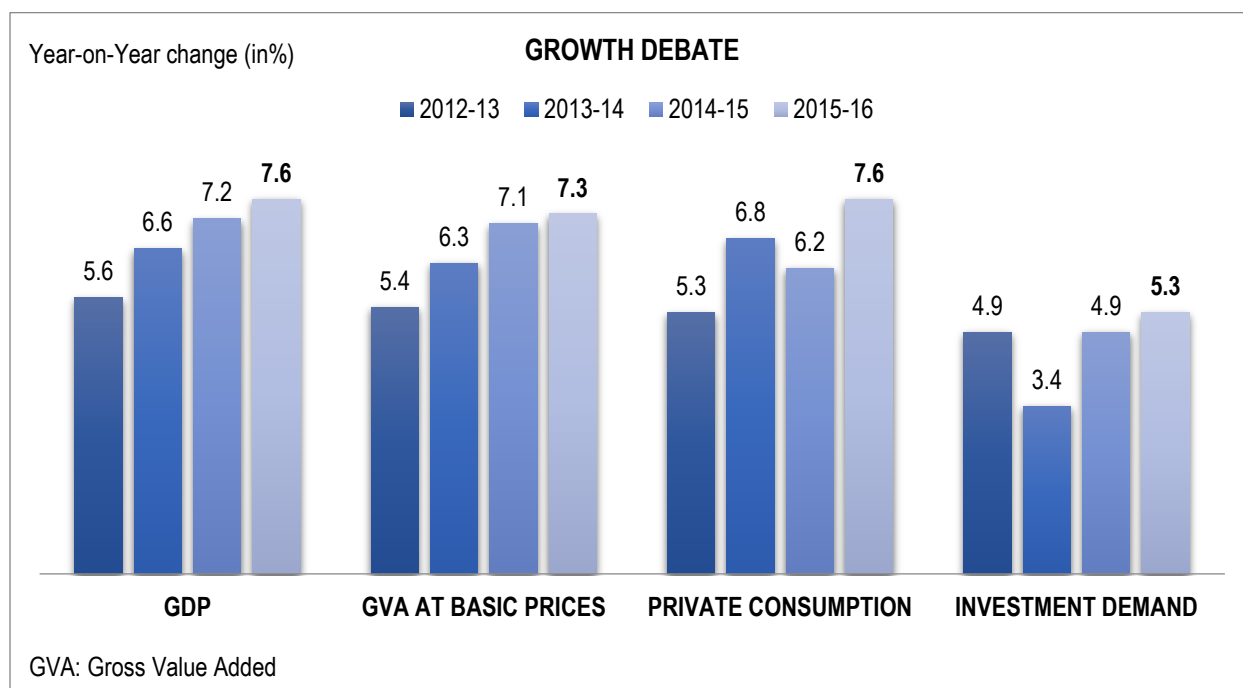
Management Discussion and Analysis Report

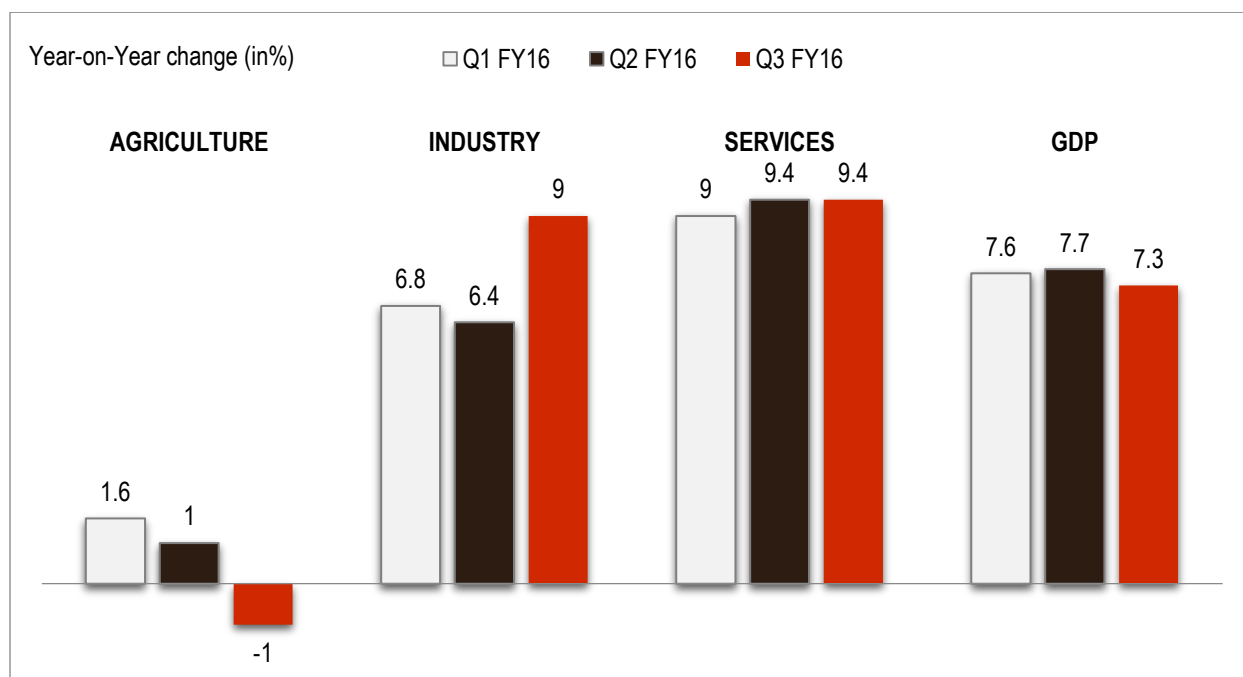
The management of Kavit Industries Ltd. presents the analysis of the Company for the year ended on 31st March, 2016 and its outlook for the future. This outlook is based on assessment of the current business environment. It may vary due to future economic and other developments both in India and abroad. 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:

India's economy is forecast to expand at a faster pace in the full year to March although gross domestic product (GDP) growth slowed in the fiscal third quarter.

Data released by the Central Statistics Office projected a growth of 7.6% in 2015-16 against the government's more modest expectation of 7-7.5% growth. This despite growth decelerating to 7.3% in the quarter ended December from 7.7% in the previous quarter. Economists were surprised by the spurt in manufacturing both in the third quarter (12.6%) as well as in 2015-16 (9.5%)





Source: Central Statistics Office

Petrochemical Industry in India:

Indian 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 chemical and petrochemicals are produced. They are used in dyes, synthetic fibers, rubbers, plastics, pharmaceutical bulk drugs, industrial appliances, packaging industry, detergents (surfactants).

Crude oil price had been on the down since 2015 and traded for nearly \$37 per barrel as of April 2016. It was traded for nearly \$139 at its peak in mid-2008. However prices began to collapse from over \$105 per barrel to below \$30 per barrel, as oil production in non-OPEC countries (mainly in United States) rose and global demand slowed. Markets are impacted significantly during sharp price fluctuations, creating a cloud uncertainty in both ways investments up as well as downstream.

About Kavita:

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.

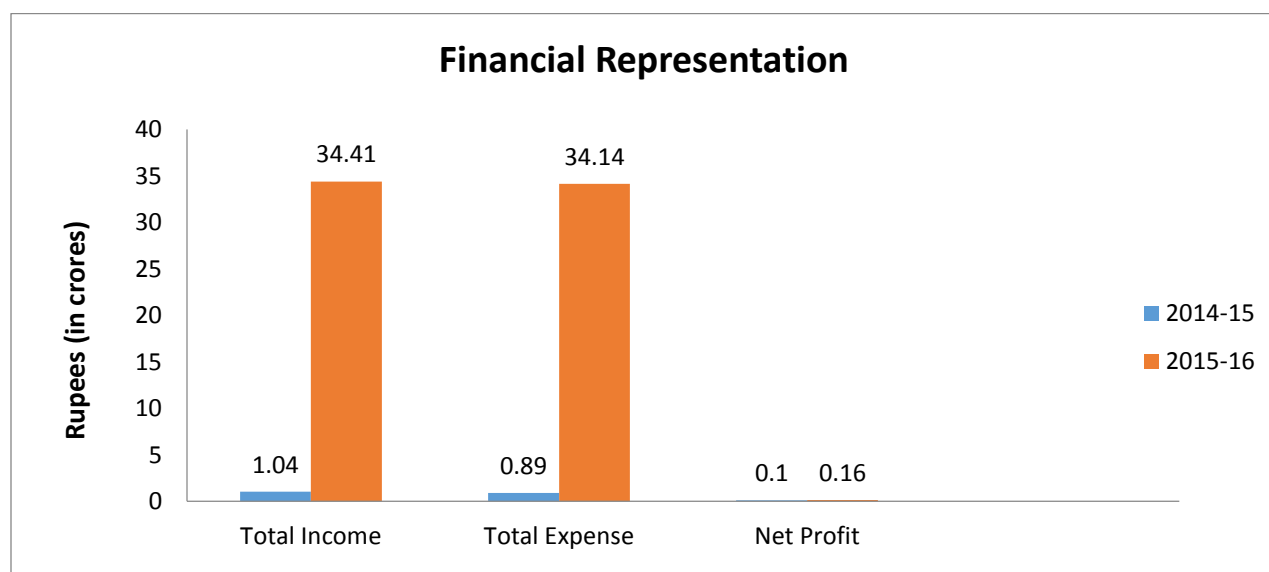
Ecrol is a well-entrenched brand in industrial oils. Ecrol products are manufactured to meet the norms laid down by BIS, API and JASO. High Quality Standards have been a critical element in the marketing strategy of Ecrol to capture a sizeable share in the domestic market in a short

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 2016	Mar 2015
Net Sales	33.96	0.62
Other Income	0.44	0.42
Total Income	34.41	1.04
Total Expenses	34.14	0.89
Operating Profit	0.26	0.15
Net Profit	0.16	0.10
Equity Capital	61.93	46.45



Kavit Industries Limited key Products/Revenue Segments include Lubricants which contributed Rs. 0.62 Cr. to Sales Value (100.00% of Total Sales), for the year ending 31st March 2015. For the quarter ended 31st March 2016, the company has reported a Standalone sales of Rs. 33.96 Cr. Company has reported net profit after tax of Rs. 0.16 Cr. for Financial Year 2015-16 which has increased compared to Net Profit of Rs. 0.10 Cr. in 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.

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.

In June 2015, total crude oil imports were valued at US\$ 8.7 billion. In FY14, imports accounted for more than 80 per cent of the country's total oil demand.

- Despite being a net importer of crude oil, India has become a net exporter of petroleum products by investing in refineries designed for export, particularly in Gujarat
- Backed by new oil fields, domestic oil output is anticipated to grow to 1.0 mbpd by FY16

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 4-6 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.

Financial Statements and Notes

Independent Auditor's Report

To the Members of Kavit Industries Limited
(Formerly known as Atreya Petrochem Limited)

Report on the Standalone Financial Statements

We have audited the accompanying financial Statement of **Kavit Industries Limited('the company')** (**Formerly known as Atreya Petrochem Ltd.**) which comprises the Balance Sheet as at 31st March 2016, 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 Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with 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 the 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 financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

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, 2016 subject to below qualification;
 1. ***During the Financial year 2014-15 company has issued 4,00,00,000 preference shares of Rs. 15 each at a premium of Rs. 5 fully convertible into equity shares, but has not increased its Authorized Capital by 40,00,00,000.***
 2. ***During the current year company has issued 1,54,83,333 Bonus shares of Rs 10 each in the ratio of 1:3 without increasing the Authorized capital.***
- 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 (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 aforesaid standalone financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the companies (Accounts), 2014;
 - e) In Our opinion there are no financial transactions or matters which have any adverse effect on functioning of the company;
 - f) On the basis of written representations received from the directors as on March 31, 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of section 164 (2) of the Act;

- g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".

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

SD/-
Abhitesh Dubey
Partner
(Membership No.: 147923)

Vadodara, 30 May, 2016

Financial Statements and Notes

Annexure to Independent Auditor's Report

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2016, we report that:

(i) 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 5 companies and listed in the register maintained under Section 189 of the Companies Act, 2013('the Act'). The year balance of loans granted to these was ` . 411.65 Lacs. (P.Y. Rs.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 189 of the Companies Act, 2013('the Act') 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 189 of the Companies Act, 2013('the Act'). The year balance of loans taken from these was Rs. 160.42 Lacs. (P.Y. Rs. 100.20 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.

- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.

(vii) 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 31st March, 2016 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, 2016 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 Rs.)
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
	Income Tax	Assistant Commissioner	A.Y.2003-2004	12,820
	Income Tax	Assistant Commissioner	A.Y.2004-2005	5,781

- (viii) The Company has no defaulted in repayment of loans or borrowing to financial institution, bank, Government or dues to debenture holders.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xv) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

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

SD/-
Abhitesh Dubey
Partner
Membership No.: 147923
Vadodara, 30 May, 2016.

Annexure - B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of Kavit Industries Limited ("the Company") as of 31st March 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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

SD/-
Abhitesh Dubey
Partner
(Membership No.: 147923)

Vadodara, 30 May, 2016

Kavit Industries Limited
(Formerly Known as Atreya Petrochem Limited)

BALANCE SHEET AS AT MARCH 31, 2016

		(Amount in `.)	
	Note No.	As at 31-03-2016	As at 31-03-2015
EQUITY AND LIABILITIES			
1) Shareholders' Funds			
(a) Share capital	2	61,93,33,330.00	46,45,00,000.00
(b) Reserves and surplus	3	3,41,27,900.37	18,77,96,932.85
		65,34,61,230.37	65,22,96,932.85
2) Share application money pending allotment			
		-	-
3) Non-current liabilities			
(a) Long-term borrowings	4	4,10,42,016.50	42,06,516.50
(b) Deferred tax liabilities (Net)		-	-
(c) Other long term liabilities	5	2,78,11,133.00	3,27,24,732.75
(d) Other long term provisions	6	-	-
		6,88,53,149.50	3,69,31,249.25
4) Current liabilities			
(a) Trade payables	7	32,45,34,914.99	19,19,540.75
(b) Other current liabilities	8	3,55,57,042.93	4,28,93,776.14
(c) Short-term borrowing	9	-	-
(d) Other Short term provisions	10	12,98,909.00	7,03,373.00
		36,13,90,866.92	4,55,16,689.89
TOTAL			
		1,08,37,05,247.38	73,47,44,872.58
ASSETS			
5) Non-current Assets			
(a) Fixed Assets	11		
(i) Tangible assets		2,27,67,425.00	2,39,81,934.00
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		19,50,857.00	1,90,988.00
		2,47,18,282.00	2,41,72,922.00
(b) Non-current investments	12	1,50,75,444.20	3,55,02,730.15
(c) Long-term loans and advances	13	74,83,23,453.85	62,60,69,453.85
(d) Other non-current assets	14	2,47,02,990.91	2,36,04,250.11
		78,81,01,888.96	68,51,76,434.11
6) Current Assets			
(a) Inventories	15	43,35,445.00	20,10,034.00
(b) Trade receivables	16	22,05,28,259.34	1,66,92,768.28
(c) Cash and Bank Balances	17	1,57,30,170.08	66,73,785.19
(d) Short-term loans and advances	18	2,93,27,300.00	-
(e) Other Current Assets	19	9,63,902.00	18,929.00
		27,08,85,076.42	2,53,95,516.47
TOTAL			
		1,08,37,05,247.38	73,47,44,872.58
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, 30th May, 2016

SD/-
Mr Jayesh Thakkar
Managing director

SD/-
Mr. Kavit Thakkar
Director

Kavit Industries Limited
(Formerly Known as Atreya Petrochem Limited)

STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH, 2016.

				(Amount in `.)	
	Note No		Year ended 31-03-2016	Year ended 31-03-2015	
1) REVENUE					
(a) Revenue from operations (Net of Excise Duty)	20	33,96,36,613.54	33,96,36,613.54	61,98,915.82	61,98,915.82
(b) Other income	21		44,25,674.55		42,17,987.01
Total Revenue			34,40,62,288.09		1,04,16,902.83
2) EXPENSE					
(a) Cost of Material Consumed	22	10,36,389.22		16,43,311.51	
(b) Purchases of stock-in-trade	23	33,51,89,620.16		6,11,475.00	
(c) Changes in inventories of finished goods, WIP	24	(22,05,501.00)		13,92,042.00	
(d) Employee benefits expense	25	9,61,440.00		4,80,314.00	
(e) Finance costs	26	5,42,379.92		1,57,479.89	
(f) Depreciation and amortization expense	11	8,16,715.00		19,95,910.00	
(g) Other expenses	27	50,62,941.27	34,14,03,984.57	25,94,145.09	88,74,677.49
Total Expenses			34,14,03,984.57		88,74,677.49
3) Profit before Exceptional Items and Tax			26,58,303.52		15,42,225.34
4) Exceptional Items (Net)			17,978.00		44,822.00
5) Profit before Tax			26,40,325.52		14,97,403.34
6) Tax Expenses:					
(a) Current Tax			10,32,084.00		4,76,548.00
(b) Mat Credit			-		-
(c) Deferred Tax			-		-
7) Profit After Tax			16,08,241.52		10,20,855.34
8) Nominal value per share					
Basic value per share			0.03		0.02
Diluted Earning per share			0.03		0.02

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, 30th May, 2016

SD/-
Mr Jayesh Thakkar
Managing director

SD/-
Mr. Kavit Thakkar
Director

Kavit Industries Limited
(Formerly Known as Atreya Petrochem Limited)

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016.

	Year ended 31-03-2016	(Amount in `.) Year ended 31-03-2015
A. Cash Flow from Operating Activities :		
Profit before Tax	26,40,326	14,97,403
Adjustments for:		
Depreciation and Amortisation Expense	8,16,715	19,95,910
Other non-operating income (Incl Written - off)	(42,57,183)	(39,76,988)
Interest expense	4,49,608	68,948
Preliminary Expenses W off	1,24,087	1,24,087
Income Tax Provision	10,32,084	4,76,548
Dividend Income	2,925	-
Operating Profit before Working Capital changes	(12,61,456)	(7,67,188)
Adjustments for :		
Inventories	(23,25,411)	15,93,086
Trade receivables and Other Receivable	(20,38,35,491)	42,14,432
Trade payable and Other Payables	32,26,15,374	2,68,149
Increase/(Decrease) in short term borrowing	(73,36,733)	3,49,61,889
Increase/(Decrease) in provisions	5,95,536	6,03,536
Cash Generated from Operation	10,84,51,819	4,08,73,904
Direct Tax Paid	-	-
Net Cash inflow from/ (outflow) from Operating activities	10,84,51,819	4,08,73,904
B. Cash Flow from Investing Activities :		
Purchase of fixed assets	(13,62,075)	24,12,000
Purchase of Investments	2,04,27,286	(41,40,000)
Interest received	42,57,183	39,76,988
Dividend received	2,925	-
Net Cash inflow from/ (outflow) from Investing activities	2,33,25,318	22,48,988
C. Cash Flow from Financing Activities :		
Proceeds / Repayment from Long Term Borrowing(Net)	(49,13,600)	(55,31,616)
Proceeds from Long Term Borrowing	3,68,35,500	(1,26,52,102)
Proceeds/ Repayment from Loans and Advances (Net)	(15,37,49,101)	(13,27,95,884)
Interest paid	(4,49,608)	(68,948)
Proceeds of Share Application money/Share Capital	(4,43,944)	11,47,25,000
Net Cash inflow from/ (outflow) from Financing activities	(12,27,20,752)	(3,63,23,550)
Net increase / (decrease) in cash and cash equivalents	90,56,385	67,99,342
Opening Cash and Cash Equivalents		
Cash in hand	4,36,911	3,34,010
Bank balances	62,36,875	(4,59,567)
	66,73,785	(1,25,557)
Closing Cash and Cash Equivalents		
Cash in hand	1,87,933	4,36,911
Bank balances	1,55,42,238	62,36,875
	1,57,30,170	66,73,785
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

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

SD/-
 Abhitesh Dubey
 Partner
 Membership No. 147923
 Vadodara, 30th May, 2016

SD/-
 Mr. Jayesh Thakkar
 Managing Director

SD/-
 Mr. Kavit Thakkar
 Director

Financial Statements and Notes

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 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.

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.

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.

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.

(r) Claims, Demands and Contingencies :

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

	As on 31.03.2016	As on 31.03.2015
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: 7,20,000 (P.Y. – Nil)

(v) Auditors Remuneration : 67,416/- (P.Y.60,000)

(w) Related party disclosures :

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

Sr. No.	Name of the Related Party	Relationship
1.	Pacific Securities Ltd.	Companies / Firms in which Directors / Relative of Director are interested
2.	Natural Expo Agro Ltd.	
3.	Prabhav Industries Ltd.	
4.	Empire Housing Finance Ltd.	
5.	Pacific Finstock Ltd.	
6.	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

As At 31 March,2016	As At 31 March,2015
6,50,00,000.00	6,50,00,000.00
6,50,00,000.00	6,50,00,000.00
61,93,33,330.00	46,45,00,000.00
61,93,33,330.00	46,45,00,000.00

ISSUED, SUBSCRIBED & PAID-UP

6,19,33,333 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 of 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 2016, 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 FY 2014-15 but has not increased its authorised share capital which is against the provision of Companies Act,2013.

2.3 The Company has issued 15483333 Bonus Shares in the ration of 1:3 equity shares of ₹.10 each during the current financial year without increasing it Authorized Capital.

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

Name	As at 31 March,2016		As at 31 March,2015	
	% of Shareholding	No of Shares	% of Shareholding	No of Shares
Raghuvir International Pvt. Ltd.	12000000	19.38%	9000000	19.38%
Shree Saibaba Exim Pvt. Ltd.	9333333	15.07%	7000000	15.07%
SIL Vercade Trading Pvt. Ltd.	5333333	8.61%	4006639	8.63%
Krystalklear Properties Pvt. Ltd.	5200000	8.40%	3900000	8.40%
Aprateem Trading Pvt. Ltd.	1000000	1.61%	3600000	7.75%
Ethan Constructions Pvt. Ltd.	4400000	7.10%	3300000	7.10%
Saint Infrastructure Pvt. Ltd.	4266666	6.89%	3200000	6.89%
Gill Entertainment Pvt. Ltd.	4133333	6.67%	3100000	6.67%
Indivar Traders Pvt. Ltd.	3866666	6.24%	2900000	6.24%
Amrapali Aadya Trading & Investment Pvt. Ltd.	3800000	6.14%	0	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 31-03-2016		As on 31-03-2015	
	Number of Shares	Rs. in Lakhs	Number of Shares	Rs. in Lakhs
Outstanding at the beginning of the year	4,64,50,000.00	46,45,00,000.00	64,50,000.00	6,45,00,000.00
Add : Fresh issue during the year	1,54,83,333.00	15,48,33,330.00	4,00,00,000.00	40,00,00,000.00
Outstanding at the end of the year	6,19,33,333.00	61,93,33,330.00	4,64,50,000.00	46,45,00,000.00

Financial Statements & Notes

Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

3 RESERVES AND SURPLUS :

a) Securities Premium Reserve

Opening at beginning	---
Addition during the year	---
Utilised during the year	---
Closing at end	---

b) General Reserve

Opening at beginning	---
Addition during the year	---
Utilised during the year	---
Closing at end	---

c) Security Premium

Opening at beginning	20,00,00,000.00
Addition during the year	---
Utilised during the year #	15,48,33,330.00
Closing at end	4,51,66,670.00

d) Surplus/(Deficit)

Opening at beginning	(1,22,03,067.15)
Less: Depreciation Adjustment net off Deferred Tax Assets due to new companies act,2013.##	(4,43,944.00)
Addition during the year	16,08,241.52
Closing at end	(1,10,38,769.63)
Grand Total (a+b+c)	3,41,27,900.37

As At 31 March,2016	As At 31 March,2015
---	---
---	---
---	---
---	---
20,00,00,000.00	---
---	20,00,00,000.00
15,48,33,330.00	---
4,51,66,670.00	20,00,00,000.00
(1,22,03,067.15)	(1,32,23,922.49)
(4,43,944.00)	---
16,08,241.52	10,20,855.34
(1,10,38,769.63)	(1,22,03,067.15)
3,41,27,900.37	18,77,96,932.85

Security Premium of Rs.15,48,33,330 has been utilised for the issue of Bonus Shares in the ratio of 1:3 per equity shares.

Effect of Depreciation of Rs.4,62,500 as per new Companies Act,2013 has been provided in opening balance of surplus.

4 LONG-TERM BORROWINGS :

Secured Term Loans

i) From Banks	---
ii) From Financial Institutions	---
iii) From NBFC	---

Sub-Total (a)

Unsecured Term Loans

i) Loans and Advances from related parties	
From Directors	---
From Corporate	27,74,079.50
ii) Other Loans and Advances	
From Corporate	4,32,850.00
Others	3,78,35,087.00

Sub-Total (b)

Total (a+b)

As At 31 March,2016	As At 31 March,2015
---	---
---	---
---	---
---	---
---	-
27,74,079.50	27,74,079.50
4,32,850.00	4,32,850.00
3,78,35,087.00	9,99,587.00
4,10,42,016.50	42,06,516.50
4,10,42,016.50	42,06,516.50

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

Financial Statements & Notes
Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

5 OTHER LONG TERM LIABILITIES :

Others

Total

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

As At 31 March,2016	As At 31 March,2015
2,78,11,133.00	3,27,24,732.75
2,78,11,133.00	3,27,24,732.75

6 OTHER LONG TERM PROVISIONS :

Provision for Employee Benefits

Provision for Gratuity

Leave Encashment

Total

As At 31 March,2016	As At 31 March,2015
---	---
---	---
---	---

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,2016	As At 31 March,2015
32,45,34,914.99	19,19,540.75
32,45,34,914.99	19,19,540.75

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 & 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,2016	As At 31 March,2015
---	---
---	---
---	---
---	---
2,044.04	48,28,129.32
1,33,72,921.59	1,31,16,615.84
2,19,00,000.00	2,44,00,000.00
3,52,74,965.63	4,23,44,745.16
2,82,077.30	5,49,030.98
---	---
2,82,077.30	5,49,030.98
---	---
3,55,57,042.93	4,28,93,776.14

8.1 Statutory dues includes VAT, Excise Duty, TDS, service tax & 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,2016	As At 31 March,2015
---	---
---	---
---	---
---	---
---	---
---	---

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,2016	As At 31 March,2015
---	---
---	---
---	---
---	---
---	---
1,00,674.00	60,674.00
11,98,235.00	6,42,699.00
12,98,909.00	7,03,373.00
---	---
12,98,909.00	7,03,373.00

10.1 Provision for employee benefits includes provision of Gratuity, Bonus & 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,2016	As At 31 March,2015
1,50,75,444.20	3,55,02,730.15
1,50,75,444.20	3,55,02,730.15
---	---
1,50,75,444.20	3,55,02,730.15
1,50,75,444.20	3,55,02,730.15
---	---
1,50,75,444.20	3,55,02,730.15

12.1 Investment in shares includes investments in various corporates & 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,2016	As At 31 March,2015
---	---
---	---
---	---
49,37,83,394.00	37,15,65,394.00
25,45,40,059.85	25,45,04,059.85
74,83,23,453.85	62,60,69,453.85
74,83,23,453.85	62,60,69,453.85

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

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

- Trade Receivables
- Statutory Dues
- Others

Total

As At 31 March,2016	As At 31 March,2015
1,70,92,812.12	1,87,52,848.34
17,76,585.54	19,56,585.54
58,33,593.25	28,94,816.23
2,47,02,990.91	2,36,04,250.11

14.1 Others includes Miscellaneous Expenditure & Pre- operative Expense etc

15 INVENTORIES : management)

- Raw Material
- Finished Goods
- Work in Progress

Total

As At 31 March,2016	As At 31 March,2015
10,18,536.00	8,98,626.00
33,16,909.00	6,30,100.00
---	4,81,308.00
43,35,445.00	20,10,034.00

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,2016	As At 31 March,2015
22,05,28,259.34	1,41,68,825.28
---	---
---	---
---	25,23,943.00
22,05,28,259.34	1,66,92,768.28
---	---
22,05,28,259.34	1,66,92,768.28

17 CASH & BANK BALANCE :

Cash & Cash Equivalents

Cash on Hand

Balances with Bank

On current Accounts:
(With Scheduled Bank)

Total

As At 31 March,2016	As At 31 March,2015
1,87,932.56	4,36,910.67
1,55,42,237.52	62,36,874.52
1,57,30,170.08	66,73,785.19

Financial Statements & Notes

Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

18 SHORT TERM LOANS & ADVANCES :

Loans & Advances to related parties
Advance to suppliers for goods & services
Others

Total

18.1 Others includes loans to Corporate & others.

As At 31 March,2016	As At 31 March,2015
2,93,27,300.00	---
---	---
---	---
2,93,27,300.00	---

19 OTHER CURRENT ASSETS :

Statutory Dues
Others

Total

As At 31 March,2016	As At 31 March,2015
9,45,510.00	18,929.00
18,392.00	---
9,63,902.00	18,929.00

Financial Statements & Notes

Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

20 REVENUE FROM OPERATIONS

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Sale of Products (Gross)	33,96,36,613.54	65,12,321.54
Less: Excise Duty	-	3,13,405.72
Total	33,96,36,613.54	61,98,915.82
Other Operating Revenues#	-	-
Total	33,96,36,613.54	61,98,915.82

Other Operative Revenue include Profit / Loss from Shares

21 OTHER INCOME

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Interest Income	1,24,151.02	1,94,397.54
Rent Income	-	-
Dividend Income	2,925.00	-
Miscellaneous Income	41,416.00	46,600.98
Other non-operating income (net of expenses directly attributable to such income incl Written off)	42,57,182.53	39,76,988.49
Total	44,25,674.55	42,17,987.01

22 COST OF MATERIAL CONSUMED

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Opening Stock of Raw Materials	8,98,626.00	10,99,670.00
Add: Purchases of Raw Materials	11,56,299.22	14,42,267.51
Less: Closing Stock of Raw Materials	10,18,536.00	8,98,626.00
Total	10,36,389.22	16,43,311.51

23 PURCHASE OF STOCK-IN-TRADE

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Trading Purchase	33,51,89,620.16	6,11,475.00
Total	33,51,89,620.16	6,11,475.00

23.1 Trading Purchase includes purchase of equity shares & Garments and Other Items for Trading.

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

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
<u>Opening Inventory</u>		
Finished Goods	6,30,100.00	20,22,142.00
Work in Progress	4,81,308.00	4,81,308.00
Sub Total (a)	11,11,408.00	25,03,450.00
<u>Closing Inventory</u>		
Finished Goods	33,16,909.00	6,30,100.00
Work in Progress	-	4,81,308.00
Sub Total (b)	33,16,909.00	11,11,408.00
Total (a+b)	(22,05,501.00)	13,92,042.00

Financial Statements & Notes
Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

25 EMPLOYEE BENEFIT EXPENSES

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Salaries and incentives	9,61,440.00	3,08,500.00
Security Expenses	-	1,64,050.00
Staff welfare expenses	-	7,764.00
Total	9,61,440.00	4,80,314.00

26 FINANCE COST

Particulars

Interest expense
Bank Charges

Total

Year Ended March 31, 2016	Year Ended March 31, 2015
4,49,607.88	68,948.00
92,772.04	88,531.89
5,42,379.92	1,57,479.89

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

Power & Fuel Charges
Calibration & Making Charges
Labour & Wages Charges Expenses
Making Charges
Freight & Carting Charges
Other Direct Chareges
Profit & Loss on Trading of F&O
Factory Expense

Sub Total (a)**ADMINISTRATIVE EXPENSES**

Advertisement Expenses
Audit Fees
Brokerage & Commission
Licence Fees
Listing Fees
Miscellaneous Expenses
Legal & Professional Fees
Office & Miscellaneous Expenses
Land Survey Fees
Post and Courier Expenses
Printing & Stationery Expenses
Rent,Rates & Taxes
Registration & Filling Fees
Internet & Telephone Expense
Tender Expense
Travelling Expensess
Repairs & Maintainance

Sub Total (b)**OTHER EXPENSES**

Miscellaneous & Preliminary Expenses W-off.
Sales and Promotion Expenses

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

Year Ended March 31, 2016	Year Ended March 31, 2015
48,664.02	2,46,674.49
-	10,505.00
70,000.00	29,494.00
-	1,75,460.00
33,000.00	3,25,869.00
28,965.86	3,500.00
29,79,573.21	-
-	18,374.00
31,60,203.09	8,09,876.49
1,12,562.00	61,823.00
68,700.00	67,416.00
36,944.82	57,000.00
3,050.00	-
3,70,558.00	1,12,360.00
20,362.00	8,795.71
1,68,646.48	1,85,945.29
2,16,035.53	10,000.00
-	23,596.00
570.00	39,130.00
56,774.00	1,85,029.00
4,17,000.00	7,45,000.00
19,732.35	39,908.00
7,200.00	3,885.00
1,26,250.00	11,025.00
1,29,948.00	17,192.60
16,380.00	76,470.00
17,70,713.18	16,44,575.60
1,24,087.00	1,24,087.00
7,938.00	15,606.00
1,32,025.00	1,39,693.00
50,62,941.00	25,94,145.09

Financial Statements & Notes**Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)****27 - EARNINGS PER EQUITY SHARES****Particulars****Basic Earnings per Share**

Profit/(Loss) attributable to Equity shareholders

Year Ended March 31, 2016	Year Ended March 31, 2015
------------------------------	------------------------------

Weighted average number of equity shares	16,08,242	10,20,855.34
Basic Earnings Per Share	6,19,33,333	4,64,50,000
Face value per Share	0.03	0.02
Dilutive Earnings per Share	10	10
Profit after adjusting interest on petential equity shares	16,08,242	10,20,855
Weighted average number of equity share after considering potential equity shares	5,19,01,389	4,64,50,000
Dilutive Earnings per Share	0.03	0.02

Annexure I NON-CURRENT INVESTMENTS :

Amount in `.

Face Value		As at 31st March 2016		As at 31st March 2015	
		Numbers	Amount	Number	Amount
A Trade Investments (Unquoted At Cost)					
<u>Other Investment</u>					
Investment in shares					
Kavit Green energy Pvt Ltd	10	9,99,990.00	99,99,900.00	4,13,990.00	41,39,900.00
Vaikunth Reality P Ltd	10			27,30,000.00	2,73,00,000.00
Omkar Powertech India Pvt Ltd	10	2,700.00	27,000.00		
Bliss GVSPharma P Ltd	10	7,300.00	9,85,814.05		---
Pranneta Industries Limited	10	51,600.00	40,62,730.15	51,600.00	40,62,730.15
Sub-Total (a)		10,61,590.00	1,50,75,444.20	31,95,590.00	3,55,02,630.15
B Other Investments (Unquoted at Market Value)					
		---			---
		---			---
Sub-Total (b)		---			---
Total (a+b)		10,61,590.00	1,50,75,444.20	31,95,590.00	3,55,02,630.15
Aggregate amount of quoted Investments		10,61,590.00	1,50,75,444.20	31,95,590.00	3,55,02,630.15
Market Value of quoted Investments		---			---
Aggregate book value of un-quoted Investments		10,61,590.00	1,50,75,444.20	31,95,590.00	3,55,02,630.15

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

Financial Statements & Notes
Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)
11 Fixed Assets

Amount in `.											
a) Tangible Assets	Freehold Land	Building	Plant & Machinery	Furniture & Fixtures	Office Equipments	Computers	Weight Bridge	Laboratory Equipment	Air conditioner	CCTV	Total
Gross Block as at 01.04.2015	12,94,309	82,86,551	3,28,12,161	3,18,492	6,87,434	1,78,040	6,59,405	4,25,938	1,98,612	-	4,48,60,942
Addition during the year	-	-	-	-	-	-	-	-	-	46,150	46,150
Deduction during the year	-	-	-	-	-	-	-	-	-	-	-
Revaluation / Impairments during the year	-	-	-	-	-	-	-	-	-	-	-
Gross Block as at 31.03.2016	12,94,309	82,86,551	3,28,12,161	3,18,492	6,87,434	1,78,040	6,59,405	4,25,938	1,98,612	46,150	4,49,07,092
Accumulated Depreciation as at 01.04.2015	-	35,05,035	1,54,75,494	3,03,780	6,74,245	1,63,472	3,75,849	2,77,609	1,23,154	-	2,08,98,638
Depreciation during the year	-	8,04,225	-	-	-	271	-	1,208	-	6,104	8,11,808
Effect of Depreciation of new Companies Act,2013.	-	-	-	-	-	4,916	2,50,586	1,22,915	65,527	-	4,43,944
Depreciation on assets written off during the year	-	-	-	-	-	-	-	-	-	-	-
Accumulated Depreciation as at 31.03.2016	-	43,09,260	1,54,75,494	3,03,780	6,74,245	1,68,659	6,26,435	4,01,732	1,88,681	6,104	2,21,54,390
Net Block as at 31.03.2016	12,94,309	39,77,291	1,73,36,667	14,712	13,189	9,381	32,970	24,206	9,931	40,046	2,27,52,702
Net Block as at 31.03.2015	12,94,309	47,81,516	1,73,36,667	14,712	13,189	14,568	2,83,556	1,48,329	75,458	-	2,39,62,304

Amount in `.		
b) Intangible Assets	Trade Marks	Total
Gross Block as at 01.04.2015	21500	21500
Addition during the year	0	0
Deduction during the year	0	0
Gross Block as at 31.03.2016	21500	21500
Accumulated Depreciation as at 01.04.2015	1870	1870
Depreciation during the year	4907	4907
Depreciation on assets written off during the year	0	0
Accumulated Depreciation as at 31.03.2016	6777	6777
Net Block as at 31.03.2016	14723	14723
Net Block as at 31.03.2015	19630	19630

Notes:

- 1 During the current financial year the Manufacturing Division of the Company has stoped its Operation so the Goning Concern of the Manufacturing Division of the Company is no more.
- 2 As the Going concern of the Manufacturing Division is no more management has decided not to charge depreciation on Plant & Machinery of the Manufacturing Division.
- 3 Due to Rescheduling of Fixed Assets as per Companies Act,2013 the effect of Depreciation due to Companies Act,2013 is Rs.4,62,499.51 has been provided.

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 Statements

We have audited the accompanying financial Statement of **Kavit Industries Limited('the company') (Formerly known as Atreya Petrochem Ltd.)** which comprises the Balance Sheet as at 31st March 2016, 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 Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these Consolidated financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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 have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with 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 the 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 financial control relevant to the

Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

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:

- d) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016 subject to below qualification;
 - 3. During the Financial year 2014-15 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.**
 - 4. During the current year company has issued 1,54,83,333 Bonus shares of Rs 10 each in the ratio of 1:3 without increasing the Authorized capital.**
- e) in the case of the Profit and Loss Account, of the profit for the year ended on that date ; and
- f) 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

- 3. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
- 4. As required by section 143(3) of the Act, we report that:
 - h) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - i) 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.
 - j) The Balance Sheet, and Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account;
 - k) In our opinion, the aforesaid Consolidated financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the companies (Accounts), 2014;
 - l) In Our opinion there are no financial transactions or matters which have any adverse effect on functioning of the company;
 - m) On the basis of written representations received from the directors as on March 31, 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of section 164 (2) of the Act;
 - n) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B

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

SD/-

Abhitesh Dubey
Partner
(Membership No.: 147923)
Vadodara, 30 May, 2016

Financial Statements and Notes

Annexure to Independent Auditor's Report

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2016, we report that:

(i) **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 4 companies and listed in the register maintained under Section 189 of the Companies Act, 2013('the Act'). The year balance of loans granted to these was Rs. 411.65 Lacs. (P.Y. Rs.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 189 of the Companies Act, 2013('the Act') 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 189 of the Companies Act, 2013('the Act'). The year balance of loans taken from these was Rs. 160.42 Lacs. (P.Y. Rs. 100.20 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.

- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.

(vii) 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 31st March,2016 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,2016 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 Rs.)
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
	Income Tax	Assistant Commissioner	A.Y.2003-2004	12,820
	Income Tax	Assistant Commissioner	A.Y.2004-2005	5,781

- (viii) The Company has no defaulted in repayment of loans or borrowing to financial institution, bank, Government or dues to debenture holders.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in

accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xv) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

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

SD/-

Abhitesh Dubey
Partner
Membership No.: 147923
Vadodara, 30 May, 2016.

Consolidated Financial Statements and Notes

Annexure to Independent Auditor's Report

Annexure - B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of Kavit Industries Limited ("the Company") as of 31 March 2016 in conjunction with our audit of the Consolidated financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial

Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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

SD/-

Abhitesh Dubey
Partner
(Membership No.: 147923)
Vadodara, 30 May, 2016

Kavit Industries Limited
(Formerly Known as Atreya Petrochem Limited)

CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2016

				(Amount in `.)	
	Note No.		As at 31-03-2016	As at 31-03-2015	
EQUITY AND LIABILITIES					
1) Shareholders' Funds					
(a) Share capital	2	62,93,33,330.00		46,46,00,000.00	
(b) Reserves and surplus	3	3,41,64,768.65	66,34,98,098.65	18,78,50,005.85	65,24,50,005.85
2) Share application money pending allotment					
			-	50,60,000	50,60,000.00
3) Non-current liabilities					
(a) Long-term borrowings	4	7,26,19,316.50		4,20,6,516.50	
(b) Deferred tax liabilities (Net)		-		-	
(c) Other long term liabilities	5	2,78,11,133.00		3,27,24,732.75	
(d) Other long term provisions	6	-	10,04,30,449.50	-	3,69,71,249.25
4) Current liabilities					
(a) Trade payables	7	32,53,01,235.99		19,30,776.75	
(b) Other current liabilities	8	3,56,37,142.93		4,28,93,776.14	
(c) Short-term borrowing	9	-		-	
(d) Other Short term provisions	10	13,22,642.00	36,22,61,020.92	7,24,389.00	4,55,48,941.89
TOTAL					
			1,12,61,83,495.66	73,99,84,123.58	
ASSETS					
5) Non-current Assets					
(a) Fixed Assets	11				
(i) Tangible assets		2,27,67,425.00		2,39,81,934.00	
(ii) Intangible assets		-		-	
(iii) Capital work-in-progress		19,50,857.00	2,47,18,282.00	1,90,988.00	2,41,72,922.00
(b) Non-current investments	12	1,50,75,444.20		3,55,02,730.15	
(c) Long-term loans and advances	13	78,37,58,903.85		62,60,69,453.85	
(d) Other non-current assets	14	2,61,64,246.91	82,49,98,594.96	2,37,10,975.11	68,52,83,159.11
6) Current Assets					
(a) Inventories	15	43,35,445.00		20,10,034.00	
(b) Trade receivables	16	22,05,28,259.44		1,66,92,768.28	
(c) Cash and Bank Balances	17	2,12,48,235.26		1,17,86,196.19	
(d) Short-term loans and advances	18	2,93,27,300.00		-	
(e) Other Current Assets	19	10,27,379.00	27,64,66,618.70	29,044.00	3,05,28,042.47
TOTAL					
			1,12,61,83,495.66	73,99,84,123.58	
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

SD/-
Abhitesh Dubey
Partner

Membership No.147923
Vadodara, 30th May, 2016

For and on behalf of the Board of Directors of

Kavit Industries Limited

SD/-
Mr Jayesh Thakkar
Managing director

SD/-
Mr. Kavit Thakkar
Director

Kavit Industries Limited
(Formerly Known as Atreya Petrochem Limited)

CONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH, 2016.

(Amount in `.)

	Note No		Year ended 31-03-2016	Year ended 31-03-2015
1) REVENUE				
(a) Revenue from operations (Net of Excise Duty)	20	33,96,36,613.54	33,96,36,613.54	61,98,915.82
(b) Other income	21		49,59,282.55	43,19,129.01
Total Revenue			34,45,95,896.09	1,05,18,044.83
2) EXPENSE				
(a) Cost of Material Consumed	22	10,36,389.22		16,43,311.51
(b) Purchases of stock-in-trade	23	33,51,89,620.16		6,11,475.00
(c) Changes in inventories of finished goods, WIP	24	(22,05,501.00)		13,92,042.00
(d) Employee benefits expense	25	10,06,440.00		4,80,314.00
(e) Finance costs	26	5,45,579.64		1,73,050.89
(f) Depreciation and amortization expense	11	8,16,715.00		19,95,910.00
(g) Other expenses	27	55,64,554.27	34,19,53,797.29	26,11,701.09
Total Expenses			34,19,53,797.29	89,07,804.49
3) Profit before Exceptional Items and Tax			26,42,098.80	16,10,240.34
4) Exceptional Items (Net)			17,978.00	44,822.00
5) Profit before Tax			26,24,120.80	15,65,418.34
6) Tax Expenses:				
(a) Current Tax			10,32,084.00	4,97,564.00
(b) Mat Credit			-	-
(c) Deferred Tax			-	-
7) Profit After Tax			15,92,036.80	10,67,854.34
8) Nominal value per share				
Basic value per share			0.03	0.02
Diluted Earning per share			0.03	0.02

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

SD/-
Abhitesh Dubey
Partner
Membership No.147923
Vadodara, 30th May, 2016

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

SD/-
Mr Jayesh Thakkar
Managing director

SD/-
Mr. Kavit Thakkar
Director

Kavit Industries Limited
(Formerly Known as Atreya Petrochem Limited)

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016.

	Year ended 31-03-2016	(Amount in `.) Year ended 31-03-2015
A. Cash Flow from Operating Activities :		
Profit before Tax	26,24,121	15,65,418
Adjustments for:		
Depreciation and Amortisation Expense	8,16,715	19,95,910
Other non-operating income (Incl Written - off)	(42,57,183)	(39,76,988)
Interest expense	4,49,608	68,948
Preliminary Expenses W off	4,94,183	1,24,087
Income Tax Provision	10,32,084	4,97,564
Dividend Income	2,925	-
Operating Profit before Working Capital changes	(9,07,565)	(7,20,189)
Adjustments for :		
Inventories	(23,25,411)	15,93,086
Trade receivables and Other Receivable	(20,38,35,491)	42,14,432
Trade payable and Other Payables	32,33,70,459	2,79,385
Increase/(Decrease) in short term borrowing	(72,56,633)	3,49,61,889
Increase/(Decrease) in provisions	5,98,253	6,24,552
Cash Generated from Operation	10,96,43,612	4,09,53,155
Direct Tax Paid	-	-
Net Cash inflow from/ (outflow) from Operating activities	10,96,43,612	4,09,53,155
B. Cash Flow from Investing Activities :		
Purchase of fixed assets	(13,62,075)	24,12,000
Purchase of Investments	2,04,27,286	(41,40,000)
Interest received	42,57,183	39,76,988
Dividend received	2,925	-
Net Cash inflow from/ (outflow) from Investing activities	2,33,25,318	22,48,988
C. Cash Flow from Financing Activities :		
Proceeds / Repayment from Long Term Borrowing(Net)	(49,13,600)	(55,31,616)
Proceeds from Long Term Borrowing	6,84,12,800	(1,26,52,102)
Proceeds/ Repayment from Loans and Advances (Net)	(19,13,75,871)	(13,75,06,186)
Interest paid	(4,49,608)	(68,948)
Proceeds of Share Application money/Share Capital	44,96,056	11,93,87,436
Net Cash inflow from/ (outflow) from Financing activities	(12,39,30,222)	(3,63,71,416)
Net increase / (decrease) in cash and cash equivalents	90,38,708	68,30,727
Opening Cash and Cash Equivalents		
Cash in hand	4,55,591	3,34,010
Bank balances	62,49,579	(4,59,567)
	67,05,170	(1,25,557)
Closing Cash and Cash Equivalents		
Cash in hand	1,95,500	4,55,591
Bank balances	1,55,48,379	62,49,579
	1,57,43,878	67,05,170

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

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

SD/-
 Abhitesh Dubey

Partner
Membership No. 147923
Vadodara, 30th May, 2016

SD/-
Mr. Jayesh Thakkar
Managing Director

SD/-
Mr. Kavit Thakkar
Director

Consolidated Financial Statements and Notes

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 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.

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.

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.

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.

(r) Claims, Demands and Contingencies :

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

	As 31.03.2016	on As 31.03.2015
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: 7,20,000(P.Y. – Nil)

(v) Auditors Remuneration : 67,416/- (P.Y.60,000)

(w) Related party disclosures :

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

Sr. No.	Name of the Related Party	Relationship
1. 2. 3. 4. 5.	Pacific Securities Ltd. Natural Expo Agro Ltd. Prabhav Industries Ltd. Empire Housing Finance Ltd. Pacific Finstock Ltd.	Companies / Firms in which Directors / Relative of Director are interested
6.	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

ISSUED, SUBSCRIBED & PAID-UP

6,29,33,333 Equity Shares of ₹. 10/- each

Total

As At 31 March,2016	As At 31 March,2015
6,50,00,000.00	6,50,00,000.00
6,50,00,000.00	6,50,00,000.00
62,93,33,330.00	46,46,00,000.00
62,93,33,330.00	46,46,00,000.00

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 of 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 2016, 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 FY 2014-15 but has not increased its authorised share capital which is againsts the provision of Companies Act,2013.

2.2 The Company has issued 15483333 Bonus Shares in the ration of 1:3 equity shares of ₹.10 each during the current financial year without increasing it Authorized Capital.

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

Name	Category	As at 31 March,2016		As at 31 March,2015
		% of Shareholding	No of Shares	% of Shareholding
Raghuvir International Pvt. Ltd.	Preference Share	19.38%	12000000	19.38%
Shree Saibaba Exim Pvt. Ltd.	Preference Share	15.07%	9333333	15.07%
SIL Vercade Trading Pvt. Ltd.	Preference Share	8.63%	5333333	8.63%
Krystalklear Properties Pvt. Ltd.	Preference Share	8.40%	5200000	8.40%
Aprateem Trading Pvt. Ltd.	Preference Share	7.75%	1000000	7.75%
Ethan Constructions Pvt. Ltd.	Preference Share	7.10%	4400000	7.10%
Saint Infrastructure Pvt. Ltd.	Preference Share	6.89%	4266666	6.89%
Gill Entertainment Pvt. Ltd.	Preference Share	6.67%	4133333	6.67%
Indivar Traders Pvt. Ltd.	Preference Share	6.24%	3866666	6.24%
Amrapali Aadya Trading & Investment Pvt. Ltd.	Preference Share	6.14%	3800000	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 31-03-2016		As on 31-03-2015	
	Number of Shares	Rs. in Lakhs	Number of Shares	Rs. in Lakhs
Outstanding at the beginning of the year	4,64,60,000.00	46,46,00,000.00	64,50,000.00	6,45,00,000.00
Add : Fresh issue during the year	1,64,73,333.00	16,47,33,330.00	4,00,10,000.00	40,01,00,000.00
Outstanding at the end of the year	6,29,33,333.00	62,93,33,330.00	4,64,60,000.00	46,46,00,000.00

Financial Statements & Notes
Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

3 RESERVES AND SURPLUS :

a) Securities Premium Reserve

Opening at beginning
Addition during the year
Utilised during the year
Closing at end

b) General Reserve

Opening at beginning
Addition during the year
Utilised during the year
Closing at end

c) Security Premium

Opening at beginning
Addition during the year
Utilised during the year #
Closing at end

d) Surplus/(Deficit)

Opening at beginning
Less: Depreciation Adjustment net off Deferred Tax Assets due to new companies
act 2013.##

Addition during the year
Closing at end

Grand Total (a+b+c)

Security Premium of Rs.15,48,33,330 has been utilised for the issue of Bonus Shares in the ratio of 1:3 per equity shares. ## Effect of Depreciation of Rs.4.62.500 as per new Companies Act.2013 has been provided in opening balance of surplus.

[illegible]

4 LONG-TERM BORROWINGS :

Secured Term Loans

- i) From Banks
- ii) From Financial Institutions
- iii) From NBFC

Sub-Total (a)

Unsecured Term Loans

i) Loans and Advances from related parties
From Directors
From Corporates

ii) Other Loans and Advances
From Corporates
Others

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

As At 31 March,2016	As At 31 March,2015
---	---
---	---
---	---
---	---
---	-
3,21,01,379.50	27,74,079.50
26,82,850.00	4,32,850.00
3,78,35,087.00	9,99,587.00
7,26,19,316.50	42,06,516.50
7,26,19,316.50	42,06,516.50

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

Financial Statements & 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,2016	As At 31 March,2015
2,78,11,133.00	3,27,24,732.75
2,78,11,133.00	3,27,24,732.75

6 OTHER LONG TERM PROVISIONS :

Provision for Employee Benefits

Provision for Gratuity

Leave Encashment

Total

As At 31 March,2016	As At 31 March,2015
---	---
---	---
---	---

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,2016	As At 31 March,2015
32,53,01,235.99	19,30,776.75
32,53,01,235.99	19,30,776.75

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 & 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,2016	As At 31 March,2015
---	---
---	---
---	---
---	---
---	---
2,044.04	48,28,129.32
1,33,72,921.59	1,31,16,615.84
2,19,00,000.00	2,44,00,000.00
3,52,74,965.63	4,23,44,745.16
3,62,177.30	5,49,030.98
---	---
3,62,177.30	5,49,030.98
---	---
3,56,37,142.93	4,28,93,776.14

8.1 Statutory dues includes VAT, Excise Duty, TDS, service tax & 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,2016	As At 31 March,2015
---	---
---	---
---	---
---	---
---	---
---	---

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,2016	As At 31 March,2015
---	---
---	---
---	---
---	---
---	---
1,00,674.00	60,674.00
12,21,968.00	6,63,715.00
13,22,642.00	7,24,389.00
---	---
13,22,642.00	7,24,389.00

10.1 Provision for employee benefits includes provision of Gratuity, Bonus & 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 (Annexure-1)

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,2016	As At 31 March,2015
---	---
1,50,75,444.20	3,55,02,730.15
1,50,75,444.20	3,55,02,730.15
---	---
---	---
1,50,75,444.20	3,55,02,730.15
1,50,75,444.20	3,55,02,730.15
---	---
1,50,75,444.20	3,55,02,730.15

12.1 Investment in shares includes investments in various corporates & 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

To Corporates

Others

Sub-Total (a)

ii) Other Loans and Advances

To Corporates

Others

Sub-Total (b)

Total (a+b)

As At 31 March,2016	As At 31 March,2015
---	---
---	---
---	---
52,92,18,844.00	37,15,65,394.00
25,45,40,059.85	25,45,04,059.85
78,37,58,903.85	62,60,69,453.85
78,37,58,903.85	62,60,69,453.85

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

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

Trade Receivables

Statutory Dues

Others

Total

As At 31 March,2016	As At 31 March,2015
1,70,92,812.12	1,87,52,848.34
17,76,585.54	19,56,585.54
72,94,849.25	30,01,541.23
2,61,64,246.91	2,37,10,975.11

14.1 Others includes Miscellaneous Expenditure & Pre- operative Expense etc

15 INVENTORIES : management)

Raw Material

Finished Goods

Work in Progress

Total

As At 31 March,2016	As At 31 March,2015
10,18,536.00	8,98,626.00
33,16,909.00	6,30,100.00
---	4,81,308.00
43,35,445.00	20,10,034.00

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,2016	As At 31 March,2015
22,05,28,259.44	1,41,68,825.28
---	---
---	---
---	25,23,943.00
22,05,28,259.44	1,66,92,768.28
---	---
22,05,28,259.44	1,66,92,768.28

17 CASH & BANK BALANCE :

Cash & Cash Equivalents

Cash on Hand

Balances with Bank

On current Accounts:

(With Scheduled Bank)

Fixed Deposit with Bank

Total

As At 31 March,2016	As At 31 March,2015
1,95,499.56	4,55,590.67
1,55,48,378.70	62,49,578.52
55,04,357.00	50,91,027.00
2,12,48,235.26	1,17,96,196.19

Financial Statements & Notes

Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

18 SHORT TERM LOANS & ADVANCES:

Loans & Advances to related parties
Advance to suppliers for goods & services
Others

Total

18.1 Others include loans to Corporate & others.

As At 31 March,2016	As At 31 March,2015
2,93,27,300.00	---
---	---
---	---
2,93,27,300.00	---

19 OTHER CURRENT ASSETS :

Statutory Dues
Others

Total

As At 31 March,2016	As At 31 March,2015
10,08,987.00	29,044.00
18,392.00	---
10,27,379.00	29,044.00

Financial Statements & Notes

Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

20 REVENUE FROM OPERATIONS

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Sale of Products (Gross)	33,96,36,613.54	65,12,321.54
Less: Excise Duty	-	3,13,405.72
Total	33,96,36,613.54	61,98,915.82
Other Operating Revenues#	-	-
Total	33,96,36,613.54	61,98,915.82

Other Operative Revenue include Profit / Loss from Shares

21 OTHER INCOME

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Interest Income	6,57,759.02	2,95,539.54
Rent Income	-	-
Dividend Income	2,925.00	-
Miscellaneous Income	41,416.00	46,600.98
Other non-operating income (net of expenses directly attributable to such income incl Written off)	42,57,182.53	39,76,988.49
Total	49,59,282.55	43,19,129.01

22 COST OF MATERIAL CONSUMED

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Opening Stock of Raw Materials	8,98,626.00	10,99,670.00
Add: Purchases of Raw Materials	11,56,299.22	14,42,267.51
Less: Closing Stock of Raw Materials	10,18,536.00	8,98,626.00
Total	10,36,389.22	16,43,311.51

23 PURCHASE OF STOCK-IN-TRADE

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Trading Purchase	33,51,89,620.16	6,11,475.00
Total	33,51,89,620.16	6,11,475.00

23.1 Trading Purchase includes purchase of equity shares & Garments and Other Items for Trading.

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

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
<u>Opening Inventory</u>		
Finished Goods	6,30,100.00	20,22,142.00
Work in Progress	4,81,308.00	4,81,308.00
Sub Total (a)	11,11,408.00	25,03,450.00

Closing Inventory

Finished Goods

Work in Progress

Sub Total (b)

Total (a+b)

33,16,909.00	6,30,100.00
-	4,81,308.00
33,16,909.00	11,11,408.00
(22,05,501.00)	13,92,042.00

Financial Statements & Notes
Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

25 EMPLOYEE BENEFIT EXPENSES

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Salaries and incentives	10,06,440.00	3,08,500.00
Security Expenses	-	1,64,050.00
Staff welfare expenses	-	7,764.00
Total	10,06,440.00	4,80,314.00

26 FINANCE COST

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Interest expense	4,49,607.88	68,948.00
Bank Charges	95,971.76	1,04,102.89
Total	5,45,579.64	1,73,050.89

27 OTHER EXPENSES

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
<u>MANUFACTURING EXPENSES</u>		
Power & Fuel Charges	48,664.02	2,46,674.49
Calibration & Making Charges	-	10,505.00
Labour & Wages Charges Expenses	70,000.00	29,494.00
Making Charges	-	1,75,460.00
Freight & Carting Charges	33,000.00	3,25,869.00
Other Direct Chareges	28,965.86	3,500.00
Profit & Loss on Trading of F&O	29,79,573.21	-
Factory Expense	-	18,374.00
Sub Total (a)	31,60,203.09	8,09,876.49
<u>ADMINISTRATIVE EXPENSES</u>		
Advertisement Expenses	1,12,562.00	61,823.00
Audit Fees	86,200.00	67,416.00
Brokerage & Commission	36,944.82	57,000.00
Licence Fees	4,850.00	-
Listing Fees	3,70,558.00	1,12,360.00
Miscellaneous Expenses	25,362.00	8,795.71
Legal & Professional Fees	1,92,561.48	1,97,181.29
Office & Miscellaneous Expenses	2,16,035.53	10,000.00
Land Survey Fees	-	23,596.00
Post and Courier Expenses	570.00	39,130.00
Printing & Stationery Expenses	56,774.00	1,85,029.00
Rent,Rates & Taxes	4,17,000.00	7,45,000.00
Registration & Filling Fees	19,732.35	46,228.00
Internet & Telephone Expense	7,200.00	3,885.00
Tender Expense	1,26,250.00	11,025.00
Travelling Expeness	2,13,250.00	17,192.60
Repairs & Maintainance	16,380.00	76,470.00
Sub Total (b)	19,02,230.18	16,62,131.60
<u>OTHER EXPENSES</u>		
Miscellaneous & Preliminery Expenses W-off.	4,94,183.00	1,24,087.00
Sales and Promotion Expenses	7,938.00	15,606.00
Sub Total (c)		

Total (a+b+c)

5,02,121.00	1,39,693.00
55,64,554.27	26,11,701.09

Financial Statements & Notes
Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

27 - EARNINGS PER EQUITY SHARES

Particulars

	Year Ended March 31, 2016	Year Ended March 31, 2015
Basic Earnings per Share		
Profit/(Loss) attributable to Equity shareholders	15,92,036.80	10,67,854.34
Weighted average number of equity shares	6,29,33,333	4,64,60,000.00
Basic Earnings Per Share	0.03	0.02
Face value per Share	10.00	10.00
Dilutive Earnings per Share		
Profit after adjusting interest on petential equity shares	15,92,036.80	10,67,854.34
Weighted average number of equity share after considering potential equity shares	5,29,01,389	4,64,50,000
Dilutive Earnings per Share	0.03	0.02
Face value per Share	10.00	10.00

Annexure I NON-CURRENT INVESTMENTS :

Amount in `.

	Face Value	As at 31st March 2016		As at 31st March 2015	
		Numbers	Amount	Number	Amount
A Trade Investments (Unquoted At Cost)					
<u>Other Investment</u>					
Investment in shares					
Kavit Green energy Pvt Ltd	10	9,99,990.00	99,99,900.00	4,13,990.00	41,39,900.00
Vaikunth Reality P Ltd	10			27,30,000.00	2,73,00,000.00
Omkar Powertech India Pvt Ltd	10	2,700.00	27,000.00		
Bliss GVSPharma P Ltd	10	7,300.00	9,85,814.05		---
Pranneta Industries Limited	10	51,600.00	40,62,730.15	51,600.00	40,62,730.15
Sub-Total (a)		10,61,590.00	1,50,75,444.20	31,95,590.00	3,55,02,630.15
B Other Investments (Unquoted at Market Value)					
		---			---
		---			---
Sub-Total (b)		---			---
Total (a+b)		10,61,590.00	1,50,75,444.20	31,95,590.00	3,55,02,630.15
Aggregate amount of quoted Investments		10,61,590.00	1,50,75,444.20	31,95,590.00	3,55,02,630.15
Market Value of quoted Investments		---			---
Aggregate book value of un-quoted Investments		10,61,590.00	1,50,75,444.20	31,95,590.00	3,55,02,630.15

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

Financial Statements & Notes
Kavit Industries Limited (Formerly Known as Atreya Petrochem Limited)

11 Fixed Assets

Amount in `											
a) Tangible Assets	Freehold Land	Building	Plant & Machinery	Furniture & Fixtures	Office Equipments	Computers	Weight Bridge	Laboratory Equipment	Air conditioner	CCTV	Total
Gross Block as at 01.04.2015	12,94,309	82,86,551	3,28,12,161	3,18,492	6,87,434	1,78,040	6,59,405	4,25,938	1,98,612	-	4,48,60,942
Addition during the year	-	-	-	-	-	-	-	-	-	46,150	46,150
Deduction during the year	-	-	-	-	-	-	-	-	-	-	-
Revaluation / Impairments during the year	-	-	-	-	-	-	-	-	-	-	-
Gross Block as at 31.03.2016	12,94,309	82,86,551	3,28,12,161	3,18,492	6,87,434	1,78,040	6,59,405	4,25,938	1,98,612	46,150	4,49,07,092
Accumulated Depreciation as at 01.04.2015	-	35,05,035	1,54,75,494	3,03,780	6,74,245	1,63,472	3,75,849	2,77,609	1,23,154	-	2,08,98,638
Depreciation during the year	-	8,04,225	-	-	-	271	-	1,208	-	6,104	8,11,808
Effect of Depreciation of new Companies Act,2013.	-	-	-	-	-	4,916	2,50,586	1,22,915	65,527	-	4,43,944
Depreciation on assets written off during the year	-	-	-	-	-	-	-	-	-	-	-
Accumulated Depreciation as at 31.03.2016	-	43,09,260	1,54,75,494	3,03,780	6,74,245	1,68,659	6,26,435	4,01,732	1,88,681	6,104	2,21,54,390
Net Block as at 31.03.2016	12,94,309	39,77,291	1,73,36,667	14,712	13,189	9,381	32,970	24,206	9,931	40,046	2,27,52,702
Net Block as at 31.03.2015	12,94,309	47,81,516	1,73,36,667	14,712	13,189	14,568	2,83,556	1,48,329	75,458	-	2,39,62,304

Amount in `		
b) Intangible Assets	Trade Marks	Total
Gross Block as at 01.04.2015	21500	21500
Addition during the year	0	0
Deduction during the year	0	0
Gross Block as at 31.03.2016	21500	21500
Accumulated Depreciation as at 01.04.2015	1870	1870
Depreciation during the year	4907	4907
Depreciation on assets written off during the year	0	0
Accumulated Depreciation as at 31.03.2016	6777	6777
Net Block as at 31.03.2016	14723	14723
Net Block as at 31.03.2015	19630	19630

Notes:

- 1 During the current financial year the Manufacturing Division of the Company has stoped its Operation so the Goning Concern of the Manufacturing Division of the Company is no more.
- 2 As the Going concern of the Manufacturing Division is no more management has decided not to charge depreciation on Plant & Machinery of the Manufacturing Division.
- 3 Due to Rescheduling of Fixed Assets as per Companies Act,2013 the effect of Depreciation due to Companies Act,2013 is Rs.4,62,499.51 has been provided.

KAVIT INDUSTRIES LIMITED

(CIN: L23100GJ1990PLC014692)

Registered Office: Village Tundao, Tal Savli, Vadodara – 391 775, Gujarat E-mail: kavitindustrieslimited@gmail.com | Website: www.atreyapetrochem.com
Tel No.: 0265-2361100 / 0265-2362200 | Fax: 0265-2361551

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 Wednesday, 28th September, 2016 at 09:00 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
(CIN: L23100GJ1990PLC014692)

Registered Office: Village Tundao, Tal. Savli, Vadodara – 391 775, Gujarat E-mail: kavitindustrieslimited@gmail.com | Website: www.atreyapetrochem.com
Tel No.: 0265-2361100 / 0265-2362200 | Fax : 0265-2361551

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 Wednesday, 28th day of September, 2016 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 2016.			
02	Re-appointment of Auditors of the Company			
03	Re-appointment of Mr. Chirag Vinodchandra Thakkar, Director retiring by rotation			
04	Appointment of Ms. Kalyani Chandrakant Rajeshirke as Director of the Company			
05	Appointment of Mr. Bhavesh Jayantibhai Desai as Director of the Company			

Signed this on _____ day of _____ 2016

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

