



ANNUAL REPORT

2019

AVON MOLDPLAST LTD.
www.avonmpl.com

**3 YEARS
GUARANTEE***

ROMA



SINCE 2002







Dear Stakeholders

It is an honor to present the 23rd Annual Report of Avon Moldplast Ltd. The past year had been a year of growth, development, learning, and success. Irrespective of the challenging industry environment, the company has managed to thrive not only on the economic front but in the other areas as well as company standards and company morale.

The growth in the last year has motivated us and made us one of the fastest emerging companies that have the potential to be among the top 10 leading plastic furniture manufacturing brands in India.

Offering an array of products under the homeware products to be a household name. We strive to be known for our latest updated designs and models, quality at an astounding price, which remains a benchmark in the industry.

We are adapting the way India is changing and therefore we are connecting with our old and potential customers on digital platforms where they can get quick responses to their queries. We have also listed our products on online platforms like Flipkart and Amazon to give them a smooth purchase experience.

We are working in the direction to make Avon Moldplast Ltd. a responsible corporate not just by using modern technologies or upgrade engineering but also by fulfilling our moral duties towards the people of our country. During the year we have been working for the upliftment and education of girl child in association with Smile Foundation. We have also run initiatives to help and support the family members of our defence personnel.

In the end, I would like to extend my heartfelt gratitude to the entire Avon fraternity for their commendable commitment and the drive to take on new challenges and helping us in realizing our goals. At Avon, our people are our biggest assets and all that we are and where we stand in the market would not have been possible without their efforts. Looking for the same support and commitments in the future!

Sushil Kumar Aggarwal
Chairman
DIN: 00248707

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Sushil Kumar Aggarwal	Chairman & Whole Time Director
Mr. Sahil Aggarwal	Managing Director
Ms. Anita Aggarwal	Non-Executive Director
Ms. Vandana Gupta	Independent Director
Mr. Naubahar Singh	Independent Director
Ms. Prachika Agarwal	Independent Director

CHIEF FINANCE OFFICER

Mr. Ghanshyam Singh

COMPANY SECRETARY & COMPLIANCE OFFICER

Mr. Shikhar Agarwal

STATUTORY AUDITOR

Sushil Lal & Associates

Chartered Accountants

203, 301-302, Plot No. 7, 2nd & 3rd Floor Aggarwal Plaza, LSC-1 Mixed Housing Complex,
Mayur Vihar – III, Delhi –110096

REGISTRAR & SHARE TRANSFER AGENT

Mas Services Limited.

T-34, IInd Floor, Okhla Industrial Area, Phase-II, New Delhi 110020

REGISTERED OFFICE

A-7/36-39, South of G.T. Road Industrial Area Electrosteel Casting Compound Ghaziabad
Ghaziabad – 201009 (UP)

SHARES LISTED AT

NSE EMERGE

BANKERS TO THE COMPANY

IDFC Bank

G-61 & G-62, Sector – 18, Noida – 201301

Punjab National Bank,

K.M Trade Tower Near Hotel Radisson, Kaushambi, Ghaziabad – 201010

E-MAIL: cs@avonmpl.com ; **WEBSITE:** www.avonmpl.com

BOARD COMMITTEES

AUDIT COMMITTEE

- | | |
|-----------------------|----------|
| 1. Mr. Naubahar Singh | Chairman |
| 2. Mr. Sahil Aggarwal | Member |
| 3. Ms. Vandana Gupta | Member |

STAKEHOLDER RELATIONSHIP COMMITTEE

- | | |
|------------------------------|-------------|
| 1. Ms. Vandana Gupta | Chairperson |
| 2. Mr. Sushil Kumar Aggarwal | Member |
| 3. Mr. Naubahar Singh | Member |

NOMINATION & REMUNERATION COMMITTEE

- | | |
|-------------------------|-------------|
| 1. Ms. Prachika Agarwal | Chairperson |
| 2. Ms. Vandana Gupta | Member |
| 3. Mr. Naubahar Singh | Member |

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NOTICE

NOTICE is hereby given that the 23rd Annual General Meeting of the members of Avon Moldplast Limited will be held on Monday, 30th day of September, 2019 at 10:00 A.M at the Registered office of the Company at A-7/36-39, South of G.T. Road, Industrial Area, Electrosteel Casting Compound, Ghaziabad – 201009 (UP) to transact the following businesses:

ORDINARY BUSINESS:

1. Adoption of Financial Statements

To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended on 31st March, 2019 including Reports of Board of Directors and Auditors thereon.

2. Re-appointment of Mr. Sahil Aggarwal (DIN: 02515025) as a Director liable to Retire by Rotation.

To appoint a Director in place of Mr. Sahil Aggarwal (DIN:02515025), who retires by rotation and, being eligible, seeks re-appointment.

RESOLVED THAT pursuant to the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, the approval of the members of the Company be, and is hereby accorded to the reappointment of Mr. Sahil Aggarwal (DIN:02515025) as such, to the extent that he is required to retire by rotation.

Registered office:

A-7/36-39, South of G.T. Road, Industrial Area,
Electrosteel Casting Compound, Ghaziabad – 201009 (UP)

By Order of the Board of Directors For Avon Moldplast Limited

Date: 06/09/2019

Place: Ghaziabad

Sushil Kumar Aggarwal
(Chairman & Whole Time Director)

DIN: 00248707

Add: D-48, Sector – 47, Noida – 201301

NOTES:

1. The relevant details, as required under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and Secretarial Standards-2 issued by ICSI for the Item Nos. 2 of the Notice are also annexed.
2. A MEMBER WHO IS ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON POLL ONLY AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. IN ORDER TO BE EFFECTIVE, PROXY FORMS DULY COMPLETED IN ALL RESPECTS SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE TIME FIXED FOR THE MEETING.
3. A person can act as a proxy on behalf of members not exceeding fifty and holding in aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person(s) or shareholder(s).
4. Members/Proxies should bring their Attendance slip duly signed and completed for attending the meeting. The signature of the attendance slip should match with the signature(s) registered with the Company. Members holding shares in dematerialized form are requested to bring their Client ID and DP ID numbers for identification.
5. Corporate Members intending to send their authorized representative to attend this General Meeting to the provisions of Section 113 of Companies Act, 2013 are requested to send a duly certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at this Annual General Meeting.
6. In case of joint holders attending the meeting together, only holder whose name appearing first will be entitled to vote.
7. Relevant documents as referred to in the accompanying Notice along with the Statements are open for inspection by members at Registered Office of the Company on all working days, except Saturdays, during business hours up to the date of the Annual General Meeting.
8. The Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, will be available for inspection by the members at the Annual General Meeting.
9. The Register of Contracts or Arrangements in which Directors are interested, maintained under Section 189 of the Companies Act, 2013, will be available for inspection by the members at the Annual General Meeting.

10. Members seeking any information with regard to the accounts are requested to write to the Company at an early date, so as to enable the Management to keep the information ready at the Annual General Meeting.

11. The company fixed **September 20, 2019** as the cut-off date/entitlement date for identifying shareholders for determining the eligibility to vote in the meeting.

Note: A person who is not a Member as on the cut-off date should treat this Notice for information purposes only.

12. No gifts, gift coupons, or cash in lieu of gifts shall be distributed to Members at or in connection with the General Meeting.

13. The Register of Members and Share Transfer Books of the Company will remain closed from **21st September 2019 to 30th September 2019 (both days inclusive)**.

14. The route map showing directions to reach the venue of the 23rd AGM is provided at the end of this Notice.

15. The Notice of the AGM along with the Annual Report 2018-19 is being sent by electronic mode to those Members whose e-mail addresses are registered with the Company / Depositories, unless any Member has requested for a physical copy of the same. For Members who have not registered their e-mail addresses, physical copies are being sent by the permitted mode. Members may note that this Notice and the Annual Report 2018-19 will also be available on the Company's website viz. **www.avonmpl.com**.

16. The Company has not declared any dividend. Further, the Company does not have any unpaid or unclaimed dividend amount outstanding as on the closure of financial year 2018-19. Therefore, the Company is not required to upload the details of Unpaid and unclaimed dividend amounts.

Further, during the year, the Company has not transferred any amount to fund established under Section 125 of the Companies Act, 2013.

17. In pursuance of the provisions of Section 108 of the Act and the Rules framed there under, as amended from time to time, the Company is exempted from giving the Members, the facility to cast their vote electronically, through the remote e-voting services on the resolutions set forth in this Notice. However, voting through permitted mode under the Companies Act, 2013 will be allowed at the venue of Annual General Meeting.

18. Any member requiring further information on the Annual Report at the meeting is requested to send the queries at cs@avonmpl.com

**Relevant details, as required under Regulation 36(3) of SEBI
(Listing Obligations and Disclosure Requirements) Regulations, 2015
("SEBI Listing Regulations")**

Name of Director	SAHIL AGGARWAL (DIN: 02515025)
Date of Birth	18/07/1990
Date of Appointment at current term and designation	He is the promoter and Managing Director of the Company, he was appointed as Managing Director of the Company w.e.f. 02nd December, 2009
Qualifications	Graduation from Singapore Institute of Management
Expertise in Specific Functional Area	Having experience more than 6 years in the field of Plastic molded furniture industry. He is an Alumni of the Singapore Institute of Management.
No. of Equity Shares held as on 31st March, 2019	450000 Shares
Disclosure of relationship between directors inter se	He is son of Mr. Sushil Kumar Aggarwal, and Mrs. Anita Aggarwal who are Directors of the Company
Remuneration Last drawn by such person, if any	Rs. 1,50,000 p.m
No. of Meeting of the Board attended during the year	14
List of Public Limited Companies in which Directorships held	Nil
Chairman / Member of the Committees* of the Board of Directors of the Public Company	Member-1 Chairman-Nil

*Committee includes the Audit Committee and Stakeholders' Grievance Committee

Specific Attention of the Members is drawn to the followings:

1. 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 period of time. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.
2. Members holding shares in dematerialized form are requested to intimate all changes pertaining to their bank details such as bank account number, name of the bank and branch details, MICR code and IFSC code, mandates, nominations, power of attorney, change of address, change of name, e-mail address, contact numbers, etc., to their depository participant (DP). Changes intimated to the DP will then be automatically reflected in the Company's records which will help the Company and the Company's Registrars and Transfer Agents to provide efficient and better services.
3. The Securities and Exchange Board of India ("SEBI") has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their depository participants with whom they are maintaining their demat accounts.
4. As per the provisions of Section 72 of the Act, the facility for making nomination/nominations is available for the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. The Nomination Form can be obtained from the Mas Services Limited. Members holding shares in electronic form may submit the same to their respective depository participant.
5. The Company is concerned about the environment and utilizes natural resources in a sustainable way. We request every member to update their email address with concerned Depository Participant and Mas Services Limited to enable us to send you the communications via email.

DIRECTORS' REPORT

To
The Members,

Your Directors are pleased to present to the valued stakeholders, the **23rd** Annual Report of **Avon Moldplast Limited** along with the Audited Financial Statements of the Company for the Year ended **March 31st, 2019**.

1. FINANCIAL HIGHLIGHTS

PARTICULARS	Amount (In Rupees)	
	Standalone	
	2018-19	2017-18
Income from Business Operations	49,06,40,969.00	26,89,28,038.00
Other Income	38,88,436.00	5,81,459.00
Total Income	49,45,29,405.00	26,95,09,497.00
Less: Expenditure except Depreciation & Finance cost	(46,22,15,974.00)	(24,27,75,254.00)
Profit/Loss before Interest, Depreciation and Tax	3,23,13,431.00	2,67,34,243.00
Less: Interest and other Financial Charge(s)	(18,47,747.00)	(30,15,916.00)
Profit/Loss before Depreciation and Tax	3,04,65,684.00	2,37,18,327.00
Less: Depreciation	(1,29,07,841.00)	(1,19,11,998.00)
Profit/Loss before Tax before Exceptional & Extraordinary item	1,75,57,843.00	1,18,06,329.00
Less: Exceptional Item	25,00,000.00	-
Less: Extraordinary item	14,36,000.00	-
Profit/Loss before Tax	1,36,21,843.00	1,18,06,329.00
Less: Tax Expense	(40,61,383.00)	(34,70,537.00)
Add: Deferred Tax Asset	(10,20,065.00)	1,88,377.00
Net Profit/Loss after Tax	85,40,397.00	85,24,169.00
Earnings per share:		
Basic	2.62	3.60
Diluted	2.62	3.60

2. STATE OF COMPANY'S FINANCIAL AFFAIR

The Total revenue of the company for the year ended March 31, 2019 is Rs.4945.29 Lakhs as against the total revenue of Rs. 2695.09 Lakhs for the previous year ended March 31, 2018.

The Company has earned a Net Profit after Tax of Rs.85.40 Lakhs for the year under review as compared to Net Profit of Rs.85.24 Lakhs in the previous year.

Note: Profit of the Company for the financial year 2018-19 remained almost same, although the revenue from operations has increased almost by two folds in the financial year 2018-19 as compared to financial year 2017-18 due to uncertain expenditure occurred during the current financial year.

3. DIVIDEND

Your Directors are having view of conserving the resources of company, and for that reason the directors are not recommending any dividend.

4. CHANGE IN THE NATURE OF BUSINESS

There is no material changes in the nature of business during the year.

5. RESERVES

The Board of the Company has decided to carry Rs. 85.40 Lakhs to the Reserves of the Company.

6. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THIS REPORT

There are no material changes and commitments affecting the financial position of the Company between the end of the financial year of the company to which the financial statements relate and the date of this report.

7. DEPOSITS

Your Company has neither accepted nor renewed any deposit within the meaning of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014. There were no unclaimed deposits at the end of Financial Year i.e. 31st March, 2019.

8. FINANCE

Cash and cash equivalents as on March 31, 2019 were Rs. 51.21 lakhs. The company continues to focus on judicious management of its working capital, receivables and inventories. Other working capital parameters were kept under strict check through continuous monitoring.

9. SHARE CAPITAL

Authorised Capital:

During the year under review there were no changes have taken place in the Authorised Capital of the Company. The Authorised Capital of the Company is Rs.5,00,00,000 divided into 5000000 shares of Rs. 10/- each.

Issued, Subscribed & Paid-up Capital

Following are the changes in the paid-up Share Capital of the Company during the financial year 2018-19:

Pursuant to Initial Public Offer of Equity Shares of Rs. 450.84 Lakhs by the Company, the Board of Directors, in their meeting held on July 24, 2018, has allotted total 884000 Equity Shares of `10/- each at price of `51/- per equity shares to the successful allottees, whose list have been finalized by the Company, the Registrar to the issue and merchant banker in consultation with the National Stock Exchange Limited.

The present Paid-up Capital of the Company is Rs.3,25,40,000/- divided into 3254000 Equity Shares of Rs. 10 each.

INITIAL PUBLIC OFFER AND LISTING OF EQUITY SHARES

The Board of Directors had, in its meeting held on March 21, 2018, proposed the Initial Public Offer of equity shares at such price as may be decided by the Board of Directors in consultation with the Merchant Banker. The Members of the Company had also approved the proposal of the Board of Directors in their Extra-ordinary General Meeting held on March 22, 2018.

Pursuant to the authority granted by the Members of the Company, the Board of Directors has appointed Turnaround Corporate Advisors Private Limited as Lead Manager and Mas Services Limited as Registrar to the Issue and Share Transfer Agent for the proposed Public Issue.

The Company had applied to National Stock Exchange of India Limited ("NSE") for in-principle approval for listing its equity shares on the EMERGE Platform of the NSE. NSE has, vide its letter dated May 30, 2018, granted its In-Principle Approval to the Company.

The Company has filed Prospectus to the Registrar of the Company, Kanpur on July 04, 2018. The Public Issue was opened on Thursday, July 12, 2018 and closed on Wednesday, July 18, 2018. The Basis of Allotment was finalized by Company, Registrar to the issue and merchant banker in consultation with the National Stock Exchange of India Limited on July 23, 2018. The Company has applied for listing of its total equity shares to National Stock Exchange of India Limited and National Stock Exchange of India Limited has granted its approval vide its letter dated July 25, 2018. The trading of equity shares of the Company commenced on July 26, 2018 at EMERGE Platform of NSE.

10. MATERIAL CHANGES DURING THE YEAR

M/s. Avon Cycles Limited filed case against our company in the matter of infringement of Trademark in the Hon'ble High court, Delhi, but the matter was disposed off by way of entering in to Memorandum of Understanding (MOU) between both the parties dated 04.10.2018 & 14.11.2018 on the basis of MOU, Hon'ble High court, Delhi passed a decree in the said matter and was subsequently disposed off on 22.11.2018.

11. SUBSIDIARY / ASSOCIATE/ JOINT VENTURES COMPANIES

During the Financial year, Company didn't have any Subsidiary or Associate or Joint venture.

12. MANAGEMENT DISCUSSION & ANALYSIS REPORT

Management Discussion and Analysis Report for the Financial year 2018-19, as stipulated under Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, is presented in a separate section of this Annual Report as "Annexure – 4"

13. DIRECTORS AND KEY MANAGERIAL PERSONNEL

Constitution of Board:

As on the date of this report, the Board comprises following Directors;

Name of Director	Category Cum Designation	Date of Appointment at current Term & designation	Total Direct orship ²	No. of Committee ¹		No. of Shares held as on March 31, 2019
				in which Director is Members	in which Director is Chairman	
Mr. Sushil Kumar Aggarwal	Whole Time Director	22/03/2018	1	1	-	780000
Mr. Sahil Aggarwal	Managing Director	02/12/2009	1	1	-	450000
Ms. Anita Aggarwal	Non-Executive Director	22/03/2018	2	-	-	690000
Ms. Vandana Gupta	Independent Director	21/03/2018	5	8	1	0
Ms. Prachika Agarwal	Independent Director	21/03/2018	1	-	-	0
Mr. Naubahar Singh	Independent Director	21/03/2018	3	4	1	0

1. Committee includes Audit Committee and Shareholders' Grievances Committee across all Public Companies.

2. Excluding LLPs, Section 8 Company & struck off Companies

The composition of Board complies with the requirements of the Companies Act, 2013 ("Act"). Further, in pursuance of Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), the Company is exempted from requirement of having composition of Board as per Regulation 17 of Listing Regulations.

None of the Directors of Board is a member of more than ten Committees or Chairman of more than five committees across all the Public companies in which they are Director. The necessary disclosures regarding Committee positions have been made by all the Directors.

None of the Director of the Company is serving as a Whole-Time Director or Managing Director in any Listed Company and is holding position of Independent Director in more than 3 Listed Company and none of the Director of the Company is holding position as Director in more than eight listed entities and none of the Director is serving as Independent Director in more than 7 Listed Company. None of the Directors of the Company is disqualified for being appointed as Director as specified in Section 164 (2) of the Companies Act, 2013

Director Retire by Rotation

Pursuant to Section 152 of Companies Act, 2013 and in accordance with the Articles of Association of the Company, Mr. Sahil Aggarwal, Managing Director of the company retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. The Board of Directors recommend his re-appointment.

Independent Director

In terms of Section 149 of the Companies Act, 2013 and rules made there under, the Company has three Non-Promoter Non-Executive Independent Directors in line with the act. A separate meeting of Independent Directors was held on 14.11.2018 to review the performance of Non-Independent Directors and Board as whole and performance of Chairperson of the Company including assessment of quality, quantity and timeliness of flow of information between Company, management and Board.

Change in Designation

During the financial year 2018-19 there is no changes in the designation of the Directors, all the designation of directors of the Company are remains same.

Key Managerial Personnel

Board have appointed following Key Managerial Personnel pursuant to Section 203 of the Companies Act, 2013.

Mr. Umesh Kumar Gupta (PAN: AIFPG9737M) was appointed as Chief financial officer of the Company in the Board Meeting held on January 05, 2018 and he resigned from the said post on 31st August, 2018, later Mr. Saurabh Khanna (PAN: CKMPK9476J) appointed as Chief Financial officer in the board meeting held on 05th September, 2018 and hold its position till 25th September, 2018 further that Mr. Ghanshyam Singh (PAN: CWCP54843P) appointed in the board meeting held on 24th January, 2019 as Chief Financial officer of the Company.

In accordance with section 203 of the companies Act,2013 Mr. Sahil Aggarwal, Managing Director, Mr. Sushil Aggarwal Chairman & Whole time Director and Mr. Shikhar Agarwal continued to be key Managerial Personnel of the company.

14. NUMBER OF MEETINGS OF THE BOARD

The Board of Directors met 14 times during the financial year ended March 31, 2019 in accordance with the provisions of Companies Act 2013 and rules made thereunder. The intervening gap between two board meetings was within the period as prescribed under Companies Act 2013 and Secretarial Standard – 1. The prescribed quorum was presented for all the meetings and Directors have actively participated in the meetings and contributed valuable inputs on the matters brought before the board of Directors from time to time.

Date of Board meetings i.e. 04/04/2018, 01/05/2018, 23/05/2018, 24/07/2018, 23/08/2018, 24/08/2018, 05/09/2018, 14/11/2018, 24/11/2018, 17/12/2018, 18/12/2018, 22/01/2019, 24/01/2019 and 18/03/2019.

Attendance of Board of Directors in the meeting.

S. No	Name of Directors	No. of Board Meetings	
		Held	Attended
1.	Sushil Kumar Aggarwal	14	14
2.	Sahil Aggarwal	14	14
3.	Anita Aggarwal	14	14
4.	Naubahar Singh	14	14
5.	Vandana Gupta	14	14
6.	Prachika Agarwal	14	14

15. COMMITTEES OF THE BOARD

Company have 4 (Four) Committees viz. Audit Committee, Stakeholder Relationship Committee, Nomination and Remuneration Committee and IPO Committee which has been established as a part of the better corporate practices and its compliance with the requirements of the relevant provisions of applicable laws and statutes.

i. Composition of Audit Committee

The board of Directors in their meeting held on March 21, 2018 constituted an Audit Committee in compliance with the provisions of Section 177 of the Companies Act 2013.

During the financial year committee members met on 04.04.2018, 04.07.2018, 23.08.2018, 14.11.2018, 18.12.2018 and 30.03.2019

Attendance of Members in the meeting.

S. No	Name of Members	Designation	Status	No. of Meetings	
				Held	Attended
1.	Naubahar Singh	Chairman	Independent Director	6	6
2.	Sahil Aggarwal	Member	Managing Director	6	6
3.	Vandana Gupta	Member	Independent Director	6	6

ii. Composition of Stakeholder Relationship Committee

The Board of Directors in their meeting held on March 21, 2018 constituted a Stakeholder Relationship Committee with the provisions of Section 178 of Companies Act 2013.

During the financial year committee members met on 14/11/2018, 24/01/2019.

Attendance of Members in the meeting.

S. No	Name of Members	Designation	Status	No. of Meetings	
				Held	Attended
1.	Vandana Gupta	Chairperson	Independent Director	2	2
2.	Sushil Kumar Aggarwal	Member	Whole Time Director	2	2
3.	Naubahar Singh	Member	Independent Director	2	2

iii. Composition of Nomination & Remuneration Committee

The Board of Directors in their meeting held on March 21, 2018 constituted a Nomination & Remuneration Committee with the provisions of Section 178 of Companies Act 2013

During the financial year committee members met on 05/09/2018 and 24/01/2019.

Attendance of Members in the meeting.

S. No	Name of Members	Designation	Status	No. of Meetings	
				Held	
1.	Prachika Agarwal	Chairperson	Independent Director	2	2
2.	Vandana Gupta	Member	Independent Director	2	2
3.	Naubahar Singh	Member	Independent Director	2	2

The Policy of Nomination & Remuneration Committee has been placed on the website of the Company www.avonmpl.com and the salient features of the same has been disclosed under "Annexure 5".

iv. Composition of IPO Committee

The Board of Directors in their meeting held on March 21, 2018 constituted Initial Public offer Committee.

During the financial year committee members met on 04/04/2018.

Attendance of Members in the meeting.

S. No	Name of Members	No. of Meetings	
		Held	
1.	Sushil Kumar Aggarwal	1	1
2.	Sahil Aggarwal	1	1
3.	Anita Aggarwal	1	1

16. BOARD ANNUAL EVALUATION

The provisions section 134(3) (p) of the Companies Act, 2013 to be read with SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 mandate that a Formal Annual Evaluation is to be made by Board of its own performance and that of its Committee and individual Directors. Schedule IV of the Companies Act, 2013 states that performance evaluation of the Independent Director shall be done by Directors excluding the Director being evaluated. The Board carried out a formal annual performance evaluation as per the criteria/framework laid down by the Nomination & Remuneration Committee of the company and adopted by the Board. The evaluation was carried out through a structured evaluation process to judge the performance of individual Directors including the Chairman of the Board. They were evaluated on parameters such as their education, knowledge, experience, expertise, skills, behavior, leadership qualities, level of engagement & contribution, independence of judgment, decision making ability for safeguarding the interest of the Company, stakeholders and its shareholders.

The performance evaluation of the Independent Directors was carried out by the entire Board except the participation of concerned Independent Director whose evaluation was to be done. The performance evaluation of the Chairman and the Non Independent Directors was carried out by the Independent Directors. The Board was satisfied with the evaluation process and approved the evaluation results thereof.

17. CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

The company does not fall under the criteria of net worth, turnover or profit for applicability of Corporate Social Responsibility (CSR) provisions as per Section 135 of the Companies Act, 2013, hence the same are not applicable to the company for the period under review.

18. VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company have established a vigil mechanism, through a whistle Blower Policy, where Directors and employees can voice their genuine concerns & grievances about any unethical or unacceptable business practice. A whistle Blower mechanism not only helps the Company in detection of fraud, but is also used as Corporate Governance tool leading to prevention and deterrence of misconduct.

It provides direct access to the employees of the Company to approach the Compliance officer or the Chairman of the Audit Committee, where necessary. The Company ensures that genuine Whistle Blowers are accorded complete protection from any kind of unfair treatment or victimization.

The Whistle Blower policy is disclosed on the website of the Company at www.avonmpl.com

19. RISK MANAGEMENT

The Board of Directors of the Company have evaluated a risk management to monitor the risk management plan for the Company. The audit Committee has additional responsibility oversight in the area of financial risks and control. Major risks identified by the business and functions are systematically address mitigating actions on a continuing basis.

The development and implementation of risk management has been convened in the Management Discussion and Analysis, which form part of Annual Report.

20. PARTICULAR OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013

During the financial year ended March 31, 2019, company did not make any investments and not provided any loans pursuant to Section 186 of Companies Act, 2013 and rules made thereunder, However company gave guarantee to IDFC Bank on behalf of M/s. Bonita Furniture Private Limited is Rs. 4,14,35,000 and details disclosed in AOC- 2.

21. AUDITORS

A. STATUTORY AUDITOR

Company appointed **M/s Sushil Lal & Associates, Chartered Accountants (Firm Reg. No. 021758N)**, a Firm peer reviewed by ICAI, as Statutory Auditor for a period of 5 years commencing from Financial year 2018-19 to financial year 2022-23 by the Shareholders in their Annual General Meeting held on 29.09.2018.

A written consent/certificate regarding eligibility for their appointment as Statutory Auditor in accordance with the Rule 4 of the Companies (Audit and Auditors) Rule, 2014 read with the provisions of section 139(2) of the Companies Act, 2013 has been received by the company.

Qualification(s) and Directors' comments on the report of Statutory Auditor:

The notes on Accounts and observations of the Auditors in their report on the Accounts of the Company are self-explanatory. However statutory auditors identified some of the material weakness identified in the operating effectiveness of the Company's internal financial controls over financial reporting as on March 31, 2019:-

- The Company's internal financial controls over credit note regarding discount were not operating effectively which could potentially result in the Company's performance
- The Company did not have appropriate internal control regarding creating charge on Fixed Assets.
- The title deeds of the immovable property are held in the name of Avon Moldplast Private Limited and the Company has converged to Public Company but the title deeds of the immovable property are still in the name of Avon Moldplast Private Limited.

Management Reply on the observations of Statutory Auditor's Report

Company in the process to update and strengthen the internal financial control and ensure that they will establish and maintain internal financial control 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 control over Financial reporting issued by the Institute of Chartered Accountants of India.

B. SECRETARIAL AUDITOR

Pursuant to provision of section 204 of the Companies act, 2013, read with the Companies (Appointment and Remuneration of Managerial Personnel) Rule, 2014, the provisions applicable on the date of Listing of equity shares of company i.e. July 26, 2018, company appointed M/s. Priyam & Associates (Certificate of Practice no. 18567) to act as Secretarial Auditor in the Board Meeting held on 25th January, 2019 for the Financial year 2018-19 on a remuneration as Board of Directors may think fit in consultation with the Secretarial Auditor. Secretarial Audit report issued in MR-3 issued by Secretarial Auditor of the financial year ended 31st March 2019 is attached to the Director's report as Annexure-3

C. INTERNAL AUDITOR

In accordance with the provisions of Section 138 of the Companies Act, 2013 and rules made thereunder, company appointed M/s. Naman Jain & Associates, Chartered Accountants as Internal Auditors of the Company for the Financial year 2018-19 and takes their suggestions and recommendations to improve and strengthen the internal control systems.

22. COMPLIANCE WITH SECRETARIAL STANDARD

The Company has complied with all the applicable Secretarial Standard in the financial year 2018-19

23. PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE

As per the requirement of "The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013" and Rules made thereunder, your Company has constituted Internal Complaints Committee (ICC) at its workplaces. During the year, no complaints were filed with the Company.

24. DETAILS OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS:

The Company is well equipped with the adequate internal financial controls and need to strengthen 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 Control over Financial Reporting issued by the Institute of Chartered Accountants of India". The Company has a continuous monitoring mechanism which enables the organization to maintain the same standards of the control system and help them in managing defaults, if any, on timely basis because of strong reporting mechanism followed by the Company. There are some of the material weakness identified in the operating effectiveness of the Company's internal financial controls over financial reporting as on March 31, 2019

- The Company's internal financial controls over credit note regarding discount were not operating effectively which could potentially result in the Company's performance.
- The Company did not have appropriate internal control regarding creating charge on Fixed Assets.
- The title deeds of the immovable property are held in the name of Avon Moldplast Private Limited and the Company has converged to Public Company but the title deeds of the immovable property are still in the name of Avon Moldplast Private Limited.

25. EXTRACT OF ANNUAL RETURN

The details forming part of extract of Annual Return under sub section 3 of Section 92 of the Companies Act, 2013 in Form MGT-9 is annexed herewith as **"Annexure 1"**.

26. PARTICULAR OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES UNDER SECTION 188 OF THE COMPANIES ACT, 2013

The particulars of contracts or arrangement, if any entered by the company with related parties under section 188 of the Companies Act, 2013 are shown in the annexure to this report and marked as **"Annexure-2"**.

27. PARTICULARS OF EMPLOYEES

There is no employees drawing remuneration in excess of the limits prescribed under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014. Hence company is not required to give information as required under the provisions of Rule 5(2) & (3) of the Companies ((Appointment and Remuneration of Managerial Personnel) Rules 2014 are set out in Director's Report.

Further, the following details form part of 'Annexure 6' to the board Report:

- Pursuant to Rule 5(2) of Companies (Appointment & Remuneration of Managerial Personnel) Rule 2014 statement containing the names and other particulars of top ten employees in terms of Remuneration drawn by them.
- Disclosure under Rule 5 of Companies (Appointment and Remuneration of Personnel) 2014.

28. FRAUD REPORTING

There was no fraud disclosed during the financial year ended 2019.

29. CODE OF CONDUCT

The Board of Directors has laid down the code of conduct for all Board Members and members of the Senior Management of the Company. Additionally, all Independent Directors of the company shall be bound by duties of Independent Directors as set out in Companies Act, 2013 to be read with SEBI Listing Regulations, 2015.

All Board Members, Key Managerial Personnel and Senior Management Personnel have affirmed compliance with the Code of Conduct.

30. CORPORATE GOVERNANCE REPORT

Your Company strives to incorporate the appropriate standards for corporate governance. However, pursuant to Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company is not required to mandatorily comply with the provisions of certain regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and therefore the Company has not provided a separate report on Corporate Governance, although few of the information are provided in this report under relevant heading.

31. POLICY OF PRESERVATION OF DOCUMENTS

Pursuant to the Regulation 9 of SEBI (Listing Obligations Disclosure Requirements) Regulations, 2015 the company has maintained the policy of preservation of documents to keep the documents preserve as per Regulation 9(a) & 9(b) of SEBI (LODR) Regulations, 2015 and the same has been uploaded on the website of the Company on website of the Company.

32. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

M/s. Avon Cycles Limited filed case against our company in the matter of infringement of Trademark in the Hon'ble High court, Delhi, but the matter was disposed off by way of coming in to Memorandum of Understanding (MOU) between both the parties dated 04.10.2018 & 14.11.2018 on the basis of MOU, Hon'ble High court, Delhi passed a decree in the said matter and it was subsequently disposed off on 22.11.2018.

Following are the highlights of the MOU's.

- Company will pay Rs. 25 lakhs to Avon Cycles Ltd as a lump sum amount of using word AVON till 30.09.2018.
- Company will pay 1% royalty of Total turnover of the company for all the sales made after 30.09.2018 on which the Avon trademark, Avon Moldplast or deceptively similar to 'AVON' is written or marked.
- Company won't allow to use 'AVON' mark to third party.
- Company will continue to use present Corporate name i.e. Avon Moldplast Limited till 14th November, 2019, Company ensures to not to use Avon mark in corporate name of deceptively similar mark in the corporate name, however no royalty will be charged on Corporate Name i.e. Avon Moldplast Ltd till 14.11.2019.
- Company won't use the word Avon as part of its websites, email address, internet address etc. after 14.11.2019

33. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUT-GO

The requisite information with regard to conservation of energy, technology absorption and foreign exchange earnings and outgo, in terms of the Section 134(3)(m) of the Companies Act, 2013, read with Companies (Accounts) Rules, 2014 are mentioned below:

A) Conservation of Energy:

The Company is already using high end imported machines in manufacturing of plastic furniture hence the consumption of energy is at minimal level. However, the Company takes necessary steps in order to reduce the consumption of energy as much as it can and reduce the damage to the environment.

B) Technology Absorption:

- i. The Company operates in an industry where the technology plays a major role in its output. We try to adopt the advance technology as per the need of the hour and teach the employees to implement it in the operations of the Company to increase the output and accuracy of its services.
- ii. The benefits derived like product improvement, cost reduction, product development or import substitution: Improvement in overall productivity, quality of the services and reduced process scrap and cost.
- iii. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-
 - (a) The details of technology imported: Machinery for production unit
 - (b) The date of import: 02/02/2015
 - (c) Whether the technology been fully absorbed: Yes
 - (d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; Not Applicable

C) Foreign Exchange Earnings and Outgo:

- (a) The foreign exchange earned in terms of actual inflows during the year: Nil
- (b) The foreign exchange outgo during the year in terms of actual outflow: 2,21,90,624.00

34. DIRECTOR'S RESPONSIBILITY STATEMENT

In terms of Section 134(3) of the Companies Act 2013, the Directors, would like to state as follows:

- (a) In the preparation of the Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) The Directors had selected such accounting policies and applied them consistently and made judgments & estimates that are reasonable and prudent so as to give a true & fair view of the state of affairs of the company at the end of the financial year and of the profit & loss of the Company for that period;
- (c) The Directors had taken proper & sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this act for safeguarding the assets of the company and for preventing & detecting fraud & other irregularities;
- (d) The Directors have prepared the Annual Accounts on a going concern basis;
- (e) The Directors have laid down Internal Financial Controls to be followed by the Company and such controls are needed to be strengthened for operating effectively;
- (f) The Directors has devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

35. ACKNOWLEDGEMENT

Your Directors would like to express their sincere appreciation for assistance and co-operation received from the various stake holders including Financial Institutions, Banks, Governmental authorities and other business associates who have extended their valuable support and encouragement during the year under review.

Your Directors take the opportunity to place on record their deep appreciation of the committed services rendered by the employees at all levels of the Company, who have contributed significantly towards Company's performance and for enhancing its inherent strength. Your Directors also acknowledge with gratitude the encouragement and support extended by our valued stakeholders.

Registered office:

A-7/36-39, South of G.T. Road, Industrial Area,
Electrosteel Casting Compound, Ghaziabad – 201009 (UP)

**By Order of the Board of Directors
For Avon Moldplast Limited**

Date: 06/09/2019
Place: Ghaziabad

Sushil Kumar Aggarwal
Whole Time Director
DIN: 00248707

Sahil Aggarwal
Managing Director
DIN: 02515025

FORM NO. MGT 9									
EXTRACT OF ANNUAL RETURN									
As on financial year ended on 31.03.2019									
Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014									
I. REGISTRATION & OTHER DETAILS:									
1	CIN	L25200UP1996PLC101013							
2	Registration Date	01/07/1996							
3	Name of the Company	AVON MOLDPLAST LIMITED							
4	Category of the Company	Company Limited by Shares							
5	Sub-category of the Company	Indian Non-Government Company							
6	Address of the Registered office & contact details	A-7/36-39, South of G.T.Road Industrial Area Electrosteel Casting Compound Ghaziabad Ghaziabad - 201009 UP Contact: 0120-4376091							
7	Whether listed company	NSE EMERGE							
8	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Name: Mas Services Ltd Add: T-34, 2nd Floor, Okhla Industrial Area, Phase - II, New Delhi-110020 Ph.: 011 - 26387281/82/83							
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)									
S. No.	Name and Description of main products / services				NIC Code of the Product/service	% to total turnover of the company			
1	Manufacture & Trading of Plastic Molded Furniture				36103	92.46%			
2	Manufacture & Trading of Granules (polymer/others)				25209	7.54%			
III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES									
S. No.	Name and Address of the Company		CIN/GLN	Holding/ Subsidiary/ Associate		% of shares held		Applicable Section	
1	-		-	-		-		-	
IV. SHARE HOLDING PATTERN									
(Equity share capital breakup as percentage of Total Equity)									
(i) Category-wise Share Holding									
Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2018]				No. of Shares held at the end of the year [As on 31-March-2019]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	-	22,20,000	22,20,000	93.67%	-	22,20,000	22,20,000	68.22%	-25.45%
b) Central Govt	-	-	-	0.00%	-	-	-	0.00%	0.00%
c) State Govt(s)	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) Bodies Corp.	-	-	-	0.00%	-	-	-	0.00%	0.00%

e) Banks / FI	-	-	-	0.00%	-	-	-	0.00%	0.00%
f) Any other	-	-	-	0.00%	-	-	-	0.00%	0.00%
Sub Total (A) (1)	-	22,20,000	22,20,000	93.67%	-	22,20,000	22,20,000	68.22%	-25.45%
(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 (A)	-	22,20,000	22,20,000	93.67%	-	22,20,000	22,20,000	68.22%	-25.45%
B. Public Shareholding									
I. Institutions									
a) Mutual Funds	-	-	-	0.00%	-	-	-	0.00%	0.00%
b) Banks / FI	-	-	-	0.00%	-	-	-	0.00%	0.00%
c) Central Govt	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) State Govt(s)	-	-	-	0.00%	-	-	-	0.00%	0.00%
e) Venture Capital Funds	-	-	-	0.00%	-	-	-	0.00%	0.00%
f) Insurance Companies	-	-	-	0.00%	-	-	-	0.00%	0.00%
g) FII's	-	-	-	0.00%	-	-	-	0.00%	0.00%
h) Foreign Venture Capital Funds	-	-	-	0.00%	-	-	-	0.00%	0.00%
i) Others (specify)	-	-	-	0.00%	-	-	-	0.00%	0.00%
Sub-total (B)(1):-	-	-	-	0.00%	-	-	-	0.00%	0.00%
2. Non-Institutions									
a) Bodies Corp.	-	-	-		-	-	-		
i) Indian	-	-	-	0.00%	-	1,10,000	1,10,000	3.38%	3.38%
ii) Overseas	-	-	-	0.00%	-	-	-	0.00%	0.00%
b) Individuals	-	-	-		-	-	-		
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-		-	0.00%		3,33,924	3,33,924	10.26%	10.26%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	1,50,000	1,50,000	6.33%	-	5,90,000	5,90,000	18.13%	18.13%
c) Others (specify)	-	-	-	-	-	-	-	-	0.00%
Non Resident Indians	-	-	-	0.00%	-	-	-	0.00%	0.00%
Overseas Corporate Bodies	-	-	-	0.00%	-	-	-	0.00%	0.00%

Foreign Nationals	-	-	-	0.00%	-	-	-	0.00%	-	0.00%	0.00%
Clearing Members	-	-	-	0.00%	-	76	76	0.00%	0.00%	0.00%	0.00%
Trusts	-	-	-	0.00%	-	-	-	0.00%	-	0.00%	0.00%
Foreign Bodies - D R	-	-	-	0.00%	-	-	-	0.00%	-	0.00%	0.00%
Sub-total (B)(2):-	-	1,50,000	1,50,000	6.33%	-	10,34,000	10,34,000	31.78%	10,34,000	31.78%	25.45%
Total Public (B)	-	1,50,000	1,50,000	6.33%	-	10,34,000	10,34,000	31.78%	10,34,000	31.78%	25.45%
C. Shares held by Custodian for GDRs & ADRs			-	0.00%				0.00%		0.00%	0.00%
Grand Total (A+B+C)	-	23,70,000	23,70,000	100.00%	-	32,54,000	32,54,000	100.00%	32,54,000	100.00%	0.00%

(ii) Shareholding of Promoter

S. No.	Shareholder's Name	Shareholding at the beginning of the year [As on 31-March-2018]			Shareholding at the end of the year [As on 31-March-2019]			% change in shareholding during the year	
		No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares		
1	SUSHIL KUMAR AGGARWAL	7,80,000	32.91%	0	7,80,000	23.97%	0	-8.94%	
2	SAHIL AGGARWAL	4,50,000	18.99%	0	4,50,000	13.83%	0	-5.16%	
3	ANITA AGGARWAL	6,90,000	29.11%	0	6,90,000	21.20%	0	-7.91%	
4	KUNDITA AGGARWAL	75,000	3.16%	0	75,000	2.30%	0	-0.86%	
5	NIKHIL AGGARWAL	75,000	3.16%	0	75,000	2.30%	0	-0.86%	
6	SAHIL AGGARWAL HUF	75,000	3.16%	0	75,000	2.30%	0	-0.86%	
7	SUSHIL KUMAR AGGARWAL HUF	75,000	3.16%	0	75,000	2.30%	0	-0.86%	

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

S. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares	No. of shares	% of total shares
1	Sushil Kumar Aggarwal				
	At the beginning of the year	7,80,000	32.91%	7,80,000	32.91%
	Sale/Purchase during the financial year 2018-19	-	-	-	-
	At the end of the year	7,80,000	23.97%	7,80,000	23.97%
2	Sahil Aggarwal				
	At the beginning of the year	4,50,000	18.99%	4,50,000	18.99%
	Sale/Purchase during the financial year 2018-19	-	-	-	-
	At the end of the year	4,50,000	13.83%	4,50,000	4.50,000
3	Anita Aggarwal				

	At the beginning of the year	6,90,000	29.11%	6,90,000	29.11%
	Sale/Purchase during the financial year 2018-19	-	-	-	-
	At the end of the year	6,90,000	21.20%	690000	29.11
4	Kundita Aggarwal				
	At the beginning of the year	75,000	3.16%	75,000	3.16%
	Sale/Purchase during the financial year 2018-19	-	-	-	-
	At the end of the year	75,000	2.30%	75,000	2.30%
5	Nikhil Aggarwal				
	At the beginning of the year	75,000	3.16%	75,000	3.16%
	Sale/Purchase during the financial year 2018-19	-	-	-	-
	At the end of the year	75,000	2.30%	75,000	2.30%
6	Sahil Aggarwal HUF				
	At the beginning of the year	75,000	3.16%	75,000	3.16%
	Sale/Purchase during the financial year 2018-19	-	-	-	-
	At the end of the year	75,000	2.30%	75,000	2.30%
7	Sushil Kumar Aggarwal HUF				
	At the beginning of the year	75,000	3.16%	75,000	3.16%
	Sale/Purchase during the financial year 2018-19	-	-	-	-
	At the end of the year	75,000	2.30%	690000	2.30%

(iv) Shareholding Pattern of top ten Shareholders

(Other than Directors, Promoters and Holders of GDRs and ADRs):

S. No.	For each of the Top 10 shareholders	Shareholding at the beginning of the year		Shareholding at the end of the year		Net Changes during the year
		No. of shares	% of total shares	No. of shares	% of total shares	
1	MANISH MITTAL HUF	-	0.00%	156000	4.79%	4.79%
2	K K SECURITIES LIMITED	-	0.00%	108000	3.32%	3.32%
3	MANJU KHANDELWAL	75000	3.16%	75000	2.30%	-0.86%
4	YASH KHANDELWAL	75000	3.16%	75000	2.30%	-0.86%
5	RADHEY SHYAM	-	0.00%	44000	1.35%	1.35%
6	VINEET KUMAR GARG HUF	-	0.00%	38000	1.17%	1.17%
7	BIHARISARAN BABULAL KHANDELWAL	-	0.00%	40000	1.23%	1.23%
8	PRADEEP KUMAR RAJGARHIA	-	0.00%	40000	1.23%	1.23%
9	ADITYA GOEL	-	0.00%	24000	0.74%	0.74%
10	AARTHI AGARWAL	-	0.00%	20000	0.61%	0.61%

(v) Shareholding of Directors and Key Managerial Personnel:			
S. No.	Particulars	Shareholding at the beginning of the year	
		No. of shares	% of total shares
1	Sushil Kumar Aggarwal (Chairman & Whole Time Director)		
	At the beginning of the year	780000	32.91%
	Changes (if any)	-	0.00%
	At the end of the year	780000	23.97%
2	Sahil Aggarwal (Managing Director)		
	At the beginning of the year	450000	18.99%
	Changes (if any)	-	0.00%
	At the end of the year	450000	13.83%
3	Anita Aggarwal (Director)		
	At the beginning of the year	690000	29.11%
	Changes (if any)	-	0.00%
	At the end of the year	690000	21.20%
4	Naubahar Singh (Independent Director)		
	At the beginning of the year	0	0.00%
	Changes (if any)	0	0.00%
	At the end of the year	0	0.00%
5	Vandana Gupta (Independent Director)		
	At the beginning of the year	0	0.00%
	Changes (if any)	0	0.00%
	At the end of the year	0	0.00%
6	Prachika Agarwal (Independent Director)		
	At the beginning of the year	0	0.00%
	Changes (if any)	0	0.00%
	At the end of the year	0	0.00%
7	Ghanshyam Singh (Chief Financial Officer)		
	At the beginning of the year	0	0.00%
	Changes (if any)	7971	0.24%
	At the end of the year	7971	0.24%
8	Shikhar Agarwal (Company Secretary)		
	At the beginning of the year	0	0.00%
	Changes (if any)	2000	0.06%
	At the end of the year	2000	0.06%

V. INDEBTEDNESS				
Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness (Amt. Rupees)
Indebtedness at the beginning of the financial year				
i) Principal Amount	2,88,15,936.00	45,43,069.00	-	3,33,59,005.00
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	2,88,15,936.00	45,43,069.00	-	3,33,59,005.00
Change in Indebtedness during the financial year				
* Addition	86,49,397.00	-	-	86,49,397.00
* Reduction	(32,21,079.00)	(45,43,069.00)	-	(77,64,148.00)
Net Change	54,28,318.00	(45,43,069.00)	-	8,85,249.00
Indebtedness at the end of the financial year				
i) Principal Amount	3,42,44,254.00	-	-	3,42,44,254.00
ii) Interest due but not paid	75,278.00	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	3,43,19,532.00	-	-	3,42,44,254.00

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL				
A. Remuneration to Managing Director, Whole-time Directors and/or Manager:				
S. No.	Particulars of Remuneration	Name of MD/WTd/ Manager		Total Amount (Rupees)
		Sahil Aggarwal	Sushil Kumar Aggarwal	
		Managing Director	Whole Time Director	
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	20,00,000.00	24,00,000.00	44,00,000.00
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission - as % of profit - others, specify	-	-	-
5	Others, please specify	-	-	-
	Total (A)	20,00,000.00	24,00,000.00	44,00,000.00
	Ceiling as per the Act			

B. Remuneration to other Directors			
S. No.	Particulars of Remuneration	Name of Directors	
		NAUBAHAR SINGH	PRACHIKA AGARWAL
1	Independent Directors Fee for attending board committee meetings	6,000.00	6,000.00
			18,000.00

	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (1)	-	-	-	-	18,000.00
2	Other Non-Executive Directors	ANIT AGGARWAL	-	-	-	-
	Fee for attending board committee meetings	6,000.00	-	-	-	6,000.00
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (2)	-	-	-	-	6,000.00
	Total (B)=(1+2)	-	-	-	-	24,000.00
	Total Managerial Remuneration	-	-	-	-	24,000.00
	Overall Ceiling as per the Act	-	-	-	-	-

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

S. No.	Particulars of Remuneration	Name of Key Managerial Personnel			Total Amount (Rupees)
	Name Designation	CEO	CFO	CS	
1	Gross salary	-	GHANSHYAM SINGH (Appointed on 24th January, 2019)	SHIKHAR AGARWAL	
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	72,258.00	4,10,400.00	4,82,658.00
	(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	-	72,258.00	4,10,400.00	4,82,658.00

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

B. DIRECTORS									
Penalty	-	-	-	-	-	-	-	-	-
Punishment	-	-	-	-	-	-	-	-	-
Compounding	-	-	-	-	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT									
Penalty	-	-	-	-	-	-	-	-	-
Punishment	-	-	-	-	-	-	-	-	-
Compounding	-	-	-	-	-	-	-	-	-

On Behalf of the Board of Directors
For AVON MOLDDPLAST LIMITED

SUSHIL KUMAR AGGARWAL
Chairman & Whole Time Director
DIN:00248707
Add: D-48, Sector - 47 Noida 201301

Date: 06/09/2019
Place: Ghaziabad

SAHIL AGGARWAL
Managing Director
DIN:02515025
Add: D-48, Sector - 47 Noida 201301

FORM NO. AOC.2

PARTICULARS OF CONTRACTS/ARRANGEMENTS MADE WITH RELATED PARTIES

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

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

a. Details of contracts or arrangements or transactions not at arm's length basis:

There were no contracts or arrangements or transactions entered in to by the Company during the financial year ended on March 31, 2019, which were not at arm's length basis.

b. Details of material contracts or arrangement or transactions at arm's length basis:

Sr. No.	Particulars	RPT - 1	RPT - 2	RPT - 3
1.	Name(s) of the related party and nature of relationship	Bonita Furniture Pvt. Ltd. Enterprises where Significant influence exists	Bonita Furniture Pvt. Ltd. Enterprises where Significant influence exists	Bonita Furniture Pvt. Ltd. Enterprises where Significant influence exists
2.	Nature of contracts/ arrangements/ transactions	Purchase & Sale of Furniture	Job Work Charges	Rent of Moulds
3.	Duration of the contracts / arrangements/ transactions	F.Y. 2018-19	F.Y. 2018-19	F.Y. 2018-19
4.	Salient terms of the contracts or arrangements or transactions including the value, if any	On Market Price	On Market Price	On Market Price
5.	Date(s) of approval by the Board	May 30, 2019	May 30, 2019	May 30, 2019
6.	Amount paid as advances, if any	NIL	NIL	NIL

Registered office:

A-7/36-39, South of G.T.Road, Industrial Area,
Electrosteel Casting Compound, Ghaziabad – 201009 (UP)

By Order of the Board of Directors For Avon Moldplast Limited

Date: 06/09/2019
Place: Ghaziabad

Sushil Kumar Aggarwal
Whole Time Director
DIN: 00248707

Sahil Aggarwal
Managing Director
DIN: 02515025

Form No. MR-3**SECRETARIAL AUDIT REPORT**

For the Financial Year ended on 31st March, 2019

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members
AVON MOLDPLAST LIMITED,
A-7/36-39, South of G.T.Road Industrial Area
Electrosteel Casting Compound Ghaziabad – 201 009

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Avon Moldplast Limited (hereinafter called the company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing 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 31st March, 2019 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 31st March, 2019 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under.
- (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 take overs) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

(d).The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999. **[Not Applicable as the company has not issued any listed any Stock Options during the financial year under review];**

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **[Not Applicable as the company has not issued any listed any debt securities during the financial year under review];**

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; **[Not Applicable as the company is not registered as Registrar to an Issue and Share Transfer Agent during the financial year under review];**

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **[Not Applicable as the Company has not delisted/propose to delist its equity shares during the financial year under review];**

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **[Not Applicable as the Company has not bought back/propose to buyback any of its securities during the financial year under review];**

(i) The Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015.

I have relied on the information and representation made by the Company and its Officers for Systems and mechanism formed by the Company for Compliances under applicable Acts, Laws, and regulations to the Company. I have relied on the report of Statutory auditors of the company for compliance system relating to direct tax, indirect tax and other tax laws.

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

(i)Secretarial Standards issued by The Institute of Company Secretaries of India under the Provisions of Companies Act, 2013 except as mentioned herein under.

(ii)SME Listing Agreement entered into by the company with NSE Limited as on July 25, 2018 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

During the period review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards etc. mentioned above

I further report that-

(a) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There were no changes in the composition of the Board of Directors during the review period.

(b) Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda are sent at least seven days in advance.

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.

- As informed the company has responded appropriately to notices received from various statutory/regulatory authorities.

For Priyam & Associates

Place:Meerut
Date: 28-06-2019

PRIYAM GUPTA
Practicing Company Secretary
FCS No.-51177
CP No.:18567

Note: This report is to be read with my letter of even date by the Secretarial Auditor, which is annexed as 'ANNEX-URE A' and forms an integral part of this report, which is available on the website of the Company.

'ANNEXURE A'

To,
The Members
AVON MOLDPLAST LIMITED,
A-7/36-39, South of G.T.Road Industrial Area
Electrosteel Casting Compound Ghaziabad – 201 009

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

Management's Responsibility

1. It is the responsibility of the management of the company to maintain secretarial records, devise proper systems, to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.
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, we followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.

Auditor's Responsibility

5. My responsibility is to express an opinion on these secretarial records, standards and procedures followed by the company with respect to secretarial compliances.
6. I believe that audit evidence and information obtained from the company's management is adequate and appropriate for us to provide a basis of my opinion.
7. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulation etc.



Disclaimer

The Secretarial Audit report 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 Priyam & Associates

Place:Meerut
Date: 28-06-2019

PRIYAM GUPTA
Practicing Company Secretary
FCS No.-51177
CP No.:18567

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

INDUSTRY STRUCTURE AND DEVELOPMENT

The Company maintains its view that there is ample growth opportunity for plastic business due to continued focus of the government on Swachh Bharat Abhiyan, infrastructure development and ease of doing business in the country.

The Company is investing in machineries to increase its production capacities and mould to add newer products range and enter into new verticals. The Company recognises the opportunity and is taking appropriate steps. The Company is also expanding its territory and focusing on increasing density. The Management is confident that the efforts taken by the Company will fetch good results.

Opportunities

- i. Looking at continuous focus of Indian Government on various scheme such as focus on infrastructure development, Swachh Bharat Abhiyan, plastic industry is bound to get benefit. Further the outlook for the monsoon appears encouraging which should provide the much needed support to the rural economy. This is also expected to lead to improved consumer demand.
- ii. Consumption of plastic is increasing because of replacing wood and your Company is determined to emerge as a major player with quality product.

Challenges

Any major upward movement in the Crude Prices could change the inflationary scenario impacting on input prices and the margin of the Company. Further the frequent changes in regulatory laws, may create additional compliance burden on the Company.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Company has adequate internal financial control procedures commensurate with its size and nature of business. The Company has appropriate management who time to time give suggestions for improvements and handles all internal control in the company effectively. The Audit Committee of the Board of Directors periodically reviews the audit plans, internal audit reports and adequacy of internal controls.

As a matter of proactive planning, the Board has also constituted an Audit Committee which meets periodically to review the financial performance and the accuracy of financial records. The management duly considers and takes appropriate action on the recommendations made by the Statutory Auditors and the Audit Committee of the Board of Directors.

Amount (In Rupees)

PARTICULARS	Standalone	
	2018-19	2017-18
Income from Business Operations	49,06,40,969.00	26,89,28,038.00
Other Income	38,88,436.00	5,81,459.00
Total Income	49,45,29,405.00	26,95,09,497.00
Less: Expenditure except Depreciation & Finance cost	(46,22,15,974.00)	(24,27,75,254.00)
Profit/Loss before Interest, Depreciation and Tax	3,23,13,431.00	2,67,34,243.00
Less: Interest and other Financial Charge(s)	(18,47,747.00)	(30,15,916.00)
Profit/Loss before Depreciation and Tax	3,04,65,684.00	2,37,18,327.00
Less: Depreciation	(1,29,07,841.00)	(1,19,11,998.00)
Profit/Loss before Tax before Exceptional & Extraordinary item	1,75,57,843.00	1,18,06,329.00
Less: Exceptional Item	25,00,000.00	-
Less: Extraordinary item	14,36,000.00	-
Profit/Loss before Tax	1,36,21,843.00	1,18,06,329.00
Less: Tax Expense	(40,61,383.00)	(34,70,537.00)
Add: Deferred Tax Asset	(10,20,065.00)	1,88,377.00
Net Profit/Loss after Tax	85,40,397.00	85,24,169.00
Earnings per share:		
Basic	2.62	3.60
Diluted	2.62	3.60
Debt equity Ratio	0.19	0.38
Debt service coverage Ratio	0.32	0.49
Interest service coverage Ratio	1.93	4.20

Profit of the Company for the financial year 2018-19 remained almost same, although the revenue from operations has increased almost by two folds in the financial year 2018-19 as compared to financial year 2017-18 due to uncertain expenditure occurred during the current financial year.

RISK MANAGEMENT

Your Company is exposed to business risk which may be internal or external risk, requiring quick adaptability to tackle different business risks. To ensure our long term corporate success, it is essential to identify, analyze and mitigate risk by appropriate control measures. The Company has laid down procedures and informed the Board & Audit Committee about risk assessment and minimization procedures.

The identified risks are reviewed and evaluated on continues basis and suitable steps are timely taken to mitigate the same. The implementation of various strategies to control the said risk is monitored regularly. The Board reviews the Risk Management process periodically.

The Company is exposed to the risk of price fluctuation on raw materials as well as finished goods. The Company apart from passing the cost to end user also manages these risks in inventory management etc.

The Company developed new products to meet the growing demand and customer needs. Although the competition in the market may be increasing, your Company is able to control the same by strategic planning and improved manufacturing process.

HUMAN RESOURCES

Intellectual capital is one of the key resources for the Company to ensure business sustainability and growth. The Company recognizes the importance and contribution of its human resources for its growth & development and values their talent, integrity and dedication. The 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 its business. The management believes that the key factor behind all achievements is the trust the Management placed in its employees. There are total 33 employees on the payroll of the company.

CAUTIONARY STATEMENT

Certain statements in the reports of the Board of Directors and Management's Discussions and Analysis may be forward looking statements within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied since Company's operations are influence by many external and internal factors beyond the control of the Company. The Company assumes no responsibility to publicly amend, modify or revise any of these statements on the basis of any subsequent developments, information or events.

Registered office:

A-7/36-39, South of G.T. Road, Industrial Area,
Electrosteel Casting Compound, Ghaziabad – 201009 (UP)

Date: 06/09/2019

Place: Ghaziabad

By Order of the Board of Directors For Avon Moldplast Limited

Sushil Kumar Aggarwal
(Chairman & Whole Time Director)

DIN: 00248707

Add: D-48, Sector – 47, Noida – 201301

GIST OF POLICY OF NOMINATION & REMUNERATION COMMITTEE OF THE COMPANY

The terms of reference of the Nomination and Remuneration Committee are as under:

a. Policy on Appointment of Directors, Key Managerial Personnel and Senior Management Personnel:

- i. The policy is formulated to identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, Key Managerial Personnel and Senior Management personnel and recommend to the Board for his / her appointment.
- ii. A person should possess adequate qualification, expertise and experience for the position he/ she is considered for appointment.
- iii. In case of appointment of Independent Director, the Committee shall satisfy itself with regard to the independent nature of the Director vis-à-vis the Company so as to enable the Board to discharge its function and duties effectively.

b. Policy on remuneration of Director, KMP and Senior Management Personnel:

The Company's remuneration policy is driven by the success and performance of Director, KMP and Senior Management Personnel vis-à-vis the Company. The Company's philosophy is to align them with adequate compensation so that the compensation is used as a strategic tool that helps us to attract, retain and motivate highly talented individuals who are committed to the core value of the Company. The Company follows mixed of fixed pay, benefits and performance based variable pay. The Company pays remuneration by way of salary, benefits, perquisites and allowance. The remuneration and sitting fees paid by the Company are within the salary scale approved by the Board and Shareholders. The Nomination and Remuneration Policy, as adopted by the Board of Directors, is placed on the website of the Company at www.avonmpl.com.

Particulars of Employees

(Pursuant to Section 197(12) read with Rules made there under)

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Companies Act, 2013 read with Rules made there under.

3A. Information as per Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

a) The ratio of remuneration of each director to the median remuneration of employees for the financial year:

Sr. No.	Name	Designation	Ratio against median employee's remuneration
1.	Sahil Aggarwal	Managing Director	25.13:1
2.	Sushi Kumar Aggarwal	Whole-Time Director	30.15:1

b) The Percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year:

This being the first financial year of the Company for appointment of all the Directors and designated KMPs in their positions, increase in remuneration of director, Chief Financial Officer, Chief Executive Officer, Company Secretary is not applicable.

c) The percentage increase in the median remuneration of employees in the financial year:

Median remuneration of Employees decrease/increase by 7.26% in F.Y 2018-19 from F.Y. 2017-18.

d) The number of permanent employees on the rolls of the Company: 33 Employees as on March 31, 2019

e) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

The average salaries of the employees increased by 29.56% over a previous year. The average remuneration increased due to increase in number of employee of the Company and qualitative payout to the existing employee. The Board of Directors of the Company affirmed that remuneration of all the Key Managerial Personnel of the Company are as per the Remuneration Policy of the Company.

3B. Particulars of Employees as per Rules 5(2) of Companies (Appointment and Remuneration of Personnel) Rules, 2014.

a) List of top ten employees in terms of remuneration drawn:

Employee Name	Designation	Qualifications and experience of the employee	Date of Joining	Remuneration Received	Age	Last employment held by employee
Shikhar Agarwal	Company Secretary	CS, LL. B	01/01/2018	4,10,400	25	M/s. Vinayak Vanijya Limited
Jitender Bhai Patel	Area Sales Manager	Intermediate	01/03/2018	3,59,032	45	Moderna Jyoti Products Pvt Ltd
Ghanshyam Singh	Chief Financial officer	Graduation	08/08/2011	3,44,000	32	M/s. Advance stilmulEngineering pvt ltd.
Rajeev Kumar	Quality Head	B.tech	07/02/2018	281,742	39	Moser Baer India Ltd
Manoj Kumar	HR - Head	MBA - HR	03/11/2018	262, 582	38	Moser Baer India Ltd
Rakesh Kumar	Marketing Head	MBA - Marketing	25/05/2008	2,60,000	35	Reliance Communications Ltd
Vikas Bhatia	Marketing Head	MBA - Marketing	29/08/2013	2,60,000	44	Kellogs India Private Limited
Sunil Bisht	Area Sales Manager	Graduation	01/04/2018	2,57,290	37	VarmoraGranito Pvt Ltd.
Jitender Kumar Sharma	Manager Accounts	Graduation	06/07/2019	2,50,000	35	EsselShyam Communications Limited
Apoorva Kesarvani	Area Sales Manager	Graduation	01/01/2018	2,48,581	34	Nilkamal Ltd

b) Employees employed throughout the financial year, was in receipt of remuneration for that year which, in the aggregate, was not less than one crore and two lakh rupees:

There was no such employees employed throughout the financial year, was in receipt of remuneration for that year which, in the aggregate, was not less than one crore and two lakh rupees.

c) Employees employed for a part of the financial year, was in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less than eight lakh and fifty thousand rupees per month:

There was no such employees employed for a part of the financial year, was in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less than eight lakh and fifty thousand rupees per month.

d) Employees 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 the company:

There was no such employees employed throughout the financial year or part thereof who 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 the company.

The Board of Directors of the Company affirmed that remuneration of all the Key Managerial Personnel of the Company are as per the Remuneration Policy of the Company.

Registered office:

A-7/36-39, South of G.T.Road, Industrial Area, Electrosteel Casting Compound, Ghaziabad - 201009 (UP)

**On behalf of the Board of Directors
For Avon Moldplast Limited**

Date: 06/09/2019
Place: Ghaziabad

Sushil Kumar Aggarwal
Whole Time Director
DIN: 00248707

Sahil Aggarwal
Managing Director
DIN: 02515025

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF AVON MOLDPLAST LIMITED (Formerly known as Avon Moldplast Private Ltd.)
REPORT ON THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS

Opinion

We have audited the accompanying standalone financial statements of M/s. Avon Moldplast Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2019, the Statement of Profit and Loss, and the Statement of Cash Flows for the year then ended, and notes to financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2019, and its profit, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. 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.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr.No.	Key Audit Matters	Auditor's Response
1.	<p>Revenue recognition:</p> <p>We refer to the standalone financial statement's accounting principles on revenue recognition and disclosure in the note no.17 related to turnover.</p> <p>We identified revenue recognition as a key audit matter because the Company and its external stakeholders focus on revenue as a key performance indicator.</p> <p>The revenue recognition occurs at a point in time when the control of goods is transferred to the customer according to the delivery terms.</p>	<p>We performed the following procedures in relation to accuracy of revenue recognized and accrued:</p> <ul style="list-style-type: none"> Assessed the Company's revenue recognition accounting policies. Understood, evaluated and tested the key controls. Tested the revenue calculations and agreed the revenue recognized to the underlying accounting records. We carried out analytical procedures on revenue recognized during the year to identify unusual variances. Performing tests on the accuracy of customer bill generation on sample basis and testing of a sample of credits and discounts applied to customer bills. We tested manual journal entries posted to revenue to identify unusual items. We assessed the adequacy of the company's disclosures related to revenues.
2.	<p>Related party transactions:</p> <p>We refer to the note no. 24(1), 24(22).</p> <p>The company has entered into several transactions with related parties during the year 2018-2019. We identified related party transactions as a key audit matter because of risks with respect to completeness of disclosures made in the financial statements; non-compliance with statutory regulations governing related party relationships such as</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> We carried out an assessment of the key controls to identify and disclose related party relationships and transactions in accordance with the relevant accounting standard. We carried out an assessment of compliance with the listing regulations and the regulations

	<p>the Companies Act, 2013 and SEBI Regulations and the judgment involved in assessing whether transactions with related parties are undertaken at arm's length.</p>	<p>under the Companies Act, 2013, including checking of approvals/scrutiny as specified in sections 177 and 188 of the Companies Act, 2013 with respect to the related party transactions. In cases where the matter was subject to interpretation, we exercised judgment to rely on opinions provided by management.</p> <ul style="list-style-type: none"> • We considered the adequacy and appropriateness of the disclosures in the financial statements, relating to the related party transactions. • For transactions with related parties, we inspected relevant ledgers, agreements and other information that may indicate the existence of related party relationships or transactions. We also tested completeness of related parties with reference to the various registers maintained by the company statutorily.
3.	<p>Taxation matters:</p> <p>The company is involved in ongoing indirect tax litigations, i.e an enquiry is being conducted by superintendent, Central Intelligent Unit (CIU) under the provisions of Central Goods and Service Tax Act, 2017 and rules made applicable vide section 174 of Central Goods and Service Tax Act, 2017. Enquiries are in progress at various stages which requires significant management estimates to specify the possible outcome. We have identified tax litigations as a key audit matter as it requires management to make judgments in order to foresee significant liability on such assessments. The company operates under several tax laws</p>	<ul style="list-style-type: none"> • Retrieved details of completed as well as ongoing tax assessments and demands for the year ended March 31, 2019 from the management. • We evaluated the management's assumptions in estimating the tax provision and the possible outcome. Obtained management's assessment of the open cases and compared the same to the assessment of tax of earlier year to assess the reasonableness of the provision or contingency. • Considered the adequacy of the Company's disclosures made in

	<p>and some of these have a significant impact on the financial statements of the company.</p> <p>Refer Note 24(4c) of the Standalone Financial Statements.</p>	<p>relation to taxation related provisions and contingencies in the financial statements.</p>
4.	<p>Appropriateness of recognition criteria and measurement bases on Provisions and contingent liabilities:</p> <p>Company has legal, regulatory and taxation matters where it requires the company to recognize, measure, present and disclose provisions and contingent liabilities.</p> <p>High level of judgment is required in estimating the level of provisioning as well to classify it as provisions or contingent liabilities.</p> <p>Refer Note 24(10) of the Standalone Financial Statements.</p>	<ul style="list-style-type: none"> • We assessed the management's basis and the groundwork for the amount recognized as Provisions and contingent liabilities. • Performed substantive procedures on the underlying calculations supporting the provisions recorded. We ensured that Provisions were determined based on the best estimate required to settle the obligation at the reporting date. We examined the reasonableness and adequacy of the amounts provided for. • Read Actuarial valuation report as per AS 15 obtained by the management.
5.	<p>Valuation of scrap:</p> <p>We have identified scarp as a key audit matter as manufacturing companies pays close attention to their scrap rate, as this affects their profits.</p> <p>Whether the company plans to reuse the excess materials, sell it, recycle it, all of these tasks requires additional time, labour and energy. Timely and regular disposal is very important for any organization as it saves the storage cost.</p>	<p>Our audit procedures included:</p> <ul style="list-style-type: none"> • We reviewed the internal control on scrap materials, as regards its generations, storage and disposal and see whether it was properly followed at every stage. • Ensured that there exists a proper procedure to identify the scrap and made sure that good quality material is not mixed up with it. • Ascertained whether the organization is maintaining reasonable records for the sale and disposal of scarps. <p>Review the production for the determination of the extent of scarp materials that may arise in the given period.</p> <ul style="list-style-type: none"> • Checked the rules for re-use of scrap and valuation process.

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon. The Board's Report including annexure to Board's Report and Shareholder's Information is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit, or otherwise appears to be materially misstated.

When we read the Board's Report including annexure to Board's Report and Shareholder's Information, if we conclude that there is material misstatement therein, we are required to communicate the matter to those charged with governance

Management's Responsibilities for the Standalone Financial Statements

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

In preparing the standalone financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016("the Order"), issued by the Central Government of India in terms of Section 143(11) of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit we report that:
 - a). We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b). In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c). The Balance Sheet, the Statement of Profit and Loss including the Statement of Cash Flow dealt with by this Report are in agreement with the relevant 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) Rules, 2014.
 - e). On the basis of written representations received from the directors as on March 31st, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31st, 2019 from being appointed as a director in terms of Section 164(2) of the Act.

- f). With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses a qualified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g). With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i). Company has disclosed the impact of pending litigations as at 31st March, 2019 on its financial position in its standalone financial statement.
 - ii). The company has made provisions, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii). There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Sushil Lal & Associates
Chartered Accountants

FRN- 021758N

Rajib Kumar Karn
Partner
M.No.304483

Date: 30th May, 2019
Place: Ghaziabad

"ANNEXURE A" TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in paragraph 1 under the heading of 'Report on Other Legal and Regulatory Requirements' of our report to the members of **Avon Moldplast Limited** of even date:

In terms of information and explanations given to us and the books and records examined by us, we report that:

- i). (a) The Company's Fixed Asset Register requiring full particulars, including quantitative details and situation of fixed assets remained pending for updation since last year.
 - b). According to the information and explanations given to us, the fixed assets were physically verified during the year by the management in accordance with the programme of verification, which in our opinion is reasonable having regard to the size of the company and the nature of its assets. To the best of our knowledge, no material discrepancies were noticed on verification conducted during the year as compared with the book records.
 - c). Based upon the audit procedures performed, the title deeds of the immovable property are held in the name of the company of Avon Moldplast Pvt Ltd but the company has converged from Private Limited to Limited and title deeds has not changed.
- ii). The management has conducted physical verification of inventory at reasonable intervals during the year. No material discrepancies were noticed on physical verification carried out at the end of the year.
- iii). As informed, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, sub-clause(a), (b) and (c) are not applicable.
- iv). In our opinion and according to the information and explanations given to us, the company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

However, Company gave Corporate guarantee to IDFC First Bank Ltd of Rs. 4,14,35,000 given on behalf of M/s. Bonita Furniture which was duly approved by the shareholder in their meeting held on 22nd March 2018.

- v). The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder are not applicable.

- vi). As informed to us, the maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Act, in respect of the activities carried by the company. This reporting under clause 3(vi) of the order is not applicable to the company.
- vii). (a) According to the information and explanations given to us and on the basis of our examination of the books of account and records, the Company is generally regular in depositing undisputed statutory dues with the appropriate authorities including Provident Fund, Income-Tax, Goods and Services Tax, Cess and any other statutory dues.
- (b) According to the information and explanation given to us, there were no statutory dues related to Provident Fund, Income Tax, Goods and Services Tax, outstanding on account of any dispute.
- viii). According to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of loans or borrowings to a financial institution, bank, government or dues to debenture holders as applicable.
- ix). Based upon the audit procedures performed and the information and explanations given to us the company has raised moneys by way of initial public offer and company's utilization of funds from the Fresh Issue of shares is as per the objectives stated in the Prospectus under section 26 & 32 of Companies Act, 2013.
- x). To the best of our knowledge, and according to the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.
- xi). According to the information and explanation given to us, managerial remuneration has been paid in accordance with the provisions laid down under Section 197 of the Companies Act, 2013 and the rules made there.
- However, remuneration paid to Managing Director in the audit period is in accordance with Section 197(9) and the excess remuneration will be recovered from him within 6 months in next financial year.
- xii). In our opinion, the Company is not a Nidhi company. Therefore, the provisions of clause 3 (xii) of the Order is not applicable to the Company.
- xiii). In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements as required by applicable Accounting Standards.
- xiv). The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Therefore, provisions of clause 3 (xiv) of the order are not applicable to the company.

xv). The Company has not entered into any non-cash transactions with directors or persons connected with them. Accordingly, the provisions of clause 3 (xv) of the order is not applicable to the Company.

xvi). In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the order are not applicable to the company hence not commented upon.

For Sushil Lal & Associates
Chartered Accountants

FRN- 021758N

Rajib Kumar Karn
Partner
M.No.304483

Date: 30th May, 2019
Place: Ghaziabad

"ANNEXURE B" TO THE INDEPENDENT AUDITOR'S REPORT

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

We have audited the internal financial controls over financial reporting of Avon Moldplast Limited ("the company") as of 31 March, 2019 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. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, to the extent applicable to an audit of internal financial controls, both issued by the 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 qualified 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 controls 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 years 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.

Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified in the operating effectiveness of the Company's internal financial controls over financial reporting as at March 31, 2019:

- a). The Company's internal financial controls over credit note regarding discount were not operating effectively which could potentially result in the Company's performance.
- b). The company did not have appropriate internal control regarding creating charge on fixed assets.
- c). The title deeds of the immovable property are held in the name of Avon Moldplast Private Limited and the company has converged to Public Company but the title deeds of the immovable property are still in the name of Avon Moldplast Private Limited.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that



a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.

In our opinion, except for the possible effects of the material weaknesses described above on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2019, 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.

We have considered the material weaknesses identified and reported above in determining the nature, timing and extent of audit tests applied in our audit of the March 31, 2019 stand-alone financial statements of the Company, and these material weaknesses does not affect our opinion on the standalone financial statements of the Company.

For Sushil Lal & Associates
Chartered Accountants

FRN- 021758N

Rajib Kumar Karn
Partner
M.No.304483

Date: 30th May, 2019
Place: Ghaziabad

AVON MOLDPLAST LIMITED
Balance Sheet as at 31 March, 2019

(Amount in ₹)

Particulars	Note No.	Figures as at the end of current reporting period 31.03.2019	Figures as at the end of previous reporting period 31.03.2018
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share capital	2	3,25,40,000	2,37,00,000
(b) Reserves and surplus	3	8,88,79,163	4,40,94,766
(2) Non-current liabilities			
(a) Long-term borrowings	4	1,02,24,796	1,36,05,681
(b) Deferred tax liabilities (net)	5	10,12,045	-
(c) Long-term provisions	6	5,83,892	4,43,579
(3) Current liabilities			
(a) Short-term borrowings	7	2,06,54,410	1,65,48,082
(b) Trade payables			
(A) total outstanding dues of micro enterprises and small enterprises; and		1,09,20,098	-
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	8	2,26,26,970	4,42,30,887
(c) Other current liabilities	9	90,64,482	1,13,88,884
(d) Short-term provisions	10	40,85,577	31,26,893
TOTAL		20,05,91,433	15,71,38,772
II. ASSETS			
(1) Non-current assets			
(a) Property, Plant & Equipment			
(i) Tangible assets	11	8,34,51,479	7,61,13,877
(ii) Intangible assets		-	-
(b) Deferred tax assets (net)	5	-	8,020
(c) Other non-current assets		-	-
(2) Current assets			
(a) Current investments	12	14,28,555	-
(b) Inventories	13	1,33,26,481	1,56,45,227
(c) Trade receivables	14	8,17,09,136	5,21,66,649
(d) Cash and cash equivalents	15	51,21,216	30,96,241
(e) Short-term loans and advances		-	-
(f) Other current assets	16	1,55,54,566	1,01,08,758
TOTAL		20,05,91,433	15,71,38,772
Significant Accounting Policies	1		

The accompanying notes form an integral part of the financial statements (Note No.1-24).

As per our report of even date attached

For Sushil Lal & Associates
Chartered Accountants
FRN-021758N

For and on behalf of the Board of Directors of
Avon Moldplast Limited

Rajib Kumar Karn
Partner
M. No. 304483

Sushil Kumar Aggarwal
Chairman
DIN-00248707

Sahil Aggarwal
Managing Director
DIN-02515025

Place: Ghaziabad
Date: 30 May, 2019

Ghanshyam Singh
Chief Financial Officer
PAN-CWCPS4843P

Shikhar Agarwal
Company Secretary
PAN-BDUPA5568F

AVON MOLDPLAST LIMITED
Profit & Loss Statement for the year ended 31 March, 2019

(Amount in ₹)

Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
		From 01.04.2018 to 31.03.2019	From 01.04.2017 to 31.03.2018
I. Revenue from operations	17	49,06,40,969	26,89,28,038
II. Other Income	18	38,88,436	5,81,459
III. Total Revenue (I +II)		49,45,29,405	26,95,09,497
IV. Expenses:			
Cost of materials consumed	19	21,71,53,438	16,12,53,763
Purchases of Stock-in-trade		17,97,00,274	3,87,68,500
Changes in inventories of finished goods	20	73,84,416	(44,22,779)
Employee benefits expense	21	1,28,99,727	52,24,284
Finance costs	22	18,47,748	30,15,916
Depreciation and amortization expense	11	1,29,07,841	1,19,11,998
Other expenses	23	4,50,78,116	4,19,51,486
Total Expenses		47,69,71,560	25,77,03,168
V. Profit before exceptional and extraordinary items and tax (III - IV)		1,75,57,845	1,18,06,329
VI. Exceptional Items		25,00,000	-
VII. Profit before extraordinary items and tax (V - VI)		1,50,57,845	1,18,06,329
VIII. Extraordinary items		14,36,000	-
IX. Profit before tax (VII - VIII)		1,36,21,845	1,18,06,329
X. Tax expense:			
(1) Current tax		40,61,383	34,70,537
(2) Deferred tax		10,20,065	(1,88,377)
XI. Profit/(Loss) for the period from continuing operations (IX-X)		85,40,397	85,24,169
XII. Profit/(Loss) from discontinuing operations		-	-
XIII. Tax expense of discontinuing operations		-	-
XIV. Profit/(Loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV. Profit/(Loss) for the period (XI + XIV)		85,40,397	85,24,169
XVI. Earning per equity share: (equity share of ₹ 10/- each)			
(1) Basic ₹)		2.62	3.60
(2) Diluted ₹)		2.62	3.60
Significant Accounting Policies	1		

The accompanying notes form an integral part of the financial statements (Note No.1-24).

As per our report of even date attached

For Sushil Lal & Associates
Chartered Accountants
FRN-021758N

For and on behalf of the Board of Directors of
Avon Moldplast Limited

Rajib Kumar Karn
Partner
M. No.304483

Sushil Kumar Aggarwal
Chairman
DIN-00248707

Sahil Aggarwal
Managing Director
DIN-02515025

Place: Ghaziabad
Date: 30 May, 2019

Ghanshyam Singh
Chief Financial Officer
PAN-CWCPS4843P

Shikhar Agarwal
Company Secretary
PAN-BDUPA5568F

AVON MOLDPLAST LIMITED
Profit & Loss Statement for the year ended 31 March, 2019

(Amount in ₹)

Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
		From 01.04.2018 to 31.03.2019	From 01.04.2017 to 31.03.2018
I. Revenue from operations	17	49,06,40,969	26,89,28,038
II. Other Income	18	38,88,436	5,81,459
III. Total Revenue (I +II)		49,45,29,405	26,95,09,497
IV. Expenses:			
Cost of materials consumed	19	21,71,53,438	16,12,53,763
Purchases of Stock-in-trade		17,97,00,274	3,87,68,500
Changes in inventories of finished goods	20	73,84,416	(44,22,779)
Employee benefits expense	21	1,28,99,727	52,24,284
Finance costs	22	18,47,748	30,15,916
Depreciation and amortization expense	11	1,29,07,841	1,19,11,998
Other expenses	23	4,50,78,116	4,19,51,486
Total Expenses		47,69,71,560	25,77,03,168
V. Profit before exceptional and extraordinary items and tax (III - IV)		1,75,57,845	1,18,06,329
VI. Exceptional Items		25,00,000	-
VII. Profit before extraordinary items and tax (V - VI)		1,50,57,845	1,18,06,329
VIII. Extraordinary items		14,36,000	-
IX. Profit before tax (VII - VIII)		1,36,21,845	1,18,06,329
X. Tax expense:			
(1) Current tax		40,61,383	34,70,537
(2) Deferred tax		10,20,065	(1,88,377)
XI. Profit/(Loss) for the period from continuing operations (IX-X)		85,40,397	85,24,169
XII. Profit/(Loss) from discontinuing operations		-	-
XIII. Tax expense of discontinuing operations		-	-
XIV. Profit/(Loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV. Profit/(Loss) for the period (XI + XIV)		85,40,397	85,24,169
XVI. Earning per equity share: (equity share of `10/- each)			
(1) Basic ₹)		2.62	3.60
(2) Diluted ₹)		2.62	3.60
Significant Accounting Policies	1		

The accompanying notes form an integral part of the financial statements (Note No.1-24).

As per our report of even date attached

For Sushil Lal & Associates
Chartered Accountants
FRN-021758N

For and on behalf of the Board of Directors of
Avon Moldplast Limited

Rajib Kumar Karn
Partner
M. No.304483

Sushil Kumar Aggarwal
Chairman
DIN-00248707

Sahil Aggarwal
Managing Director
DIN-02515025

Place: Ghaziabad
Date: 30 May, 2019

Ghanshyam Singh
Chief Financial Officer
PAN-CWCPS4843P

Shikhar Agarwal
Company Secretary
PAN-BDUPA5568F

AVON MOLDPLAST LIMITED

(FORMERLY KNOWN AS AVON MOLDPLAST PRIVATE LIMITED)

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

Corporate Information

Avon Moldplast Limited was originally formed as a private limited company in the name NIRA INVESTMENTS PRIVATE LIMITED on 01st July, 1996 at Registrar of Companies, Karnataka, Bangalore. After that company changed its name to NIRA MARKETING APPLIANCES PRIVATE LIMITED on 01st August, 2002. Company again changed its name to AVON MOLDPLAST PRIVATE LIMITED on 11th November, 2002, then after that company changed its state from ROC-Karnataka, Bangalore to ROC-Kanpur on 15th February, 2018. After that company got converted into public company on 01st March, 2018 vide CIN L25200UP1996PLC101013. In the month of July, 2018 company got listed on NSE Emerge SME Platform(Symbol: Avonmpl). The company is engaged in manufacturing and selling of plastic molded furniture and granules and have established the brand name "AVON FURNITURE" and "AVRO FURNITURE" besides host of other brands. The products are sold in U.P., Punjab, Haryana, Delhi, Rajasthan, Gujarat, across north India and major distributors are located in the state of Uttar Pradesh.

The purchase of raw material is made from M/s Polo Enterprises Pvt. Ltd. - Ghaziabad and M/s Shri Sujan Traders-Delhi, M/s Karthik Enterprises-Delhi, M/s Ritwik Enterprises-Delhi, besides other reputed manufacturers of plastic compound in India.

1. SIGNIFICANT ACCOUNTING POLICIES

a. Basis of preparation of financial statement

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (GAAP) to comply with the accounting standards specified under section 133 of the Companies Act, 2013, Companies (Accounts) Rules, 2014 and amended till date and the relevant provisions of the Companies Act, 2013 ("the 2013 Act"). These financial statements have been prepared to comply with all the material aspects with the accounting standards notified under Companies Act. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistently applied.

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b. Uses of Estimates

The preparation of financial statements in conformity with GAAP requires the Management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosures of contingent liabilities. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Actual results could differ from the estimates. Differences between the actual results and estimates are recognized in the year in which the results are known/ materialized.

All the assets and liabilities have been classified as current or non-current as per the company's normal operating cycle of twelve months and other criteria set out in Schedule III to the Companies Act, 2013.

c. Property, Plant & Equipment (Tangible) and Intangible Assets

Property, Plant & Equipment (tangible assets) are stated at cost less depreciation and impairment losses, if any. The cost of property, plant & equipment comprises its purchase price, including import duties and other non-refundable taxes or levies and any other directly attributable cost of bringing the assets to its working condition for its intended use.

Borrowing costs that are directly attributable to the acquisition / construction of the qualifying asset are capitalised as part of the cost of such asset, up to the date of acquisition / completion of construction.

Property, Plant & Equipment (tangible assets) which are not yet ready for their intended use i.e. capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

Gains or Losses arising from de-recognition of property, plant & equipment (tangible assets) are measured as the difference between the net disposal proceeds and the carrying amount of the asset and recognized in the statement of profit and loss when the asset is derecognized.

Intangible Assets acquired separately are measured on initial recognition at cost. Following the initial recognition, Intangible Assets are carried at cost less accumulated amortization and accumulated impairment, if any. Gains or losses arising from de-recognition of an Intangible Asset are measured as the difference between the net disposal proceeds and the carrying amount of the Asset and are recognized in the statement of profit and loss when the asset is derecognized.

d. Depreciation and Amortization

Depreciation on property, plant & equipment (tangible assets) is provided on "Written down Value Method" over the useful lives specified in Schedule II of Companies Act, 2013.

Depreciation/amortization in respect to additions to/ deletions from the assets is charged on pro-rata basis with reference to the date of addition/ deletion of the assets.

Intangible assets are to be amortized on straight line basis over a period of five years.

e. Impairment of property, plant & equipment (tangible) and intangible assets

The carrying amount of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors or an annual impairment testing for an asset is required. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount.

The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

f. Inventories

Inventories includes raw material, work-in-progress, finished goods, store & spare, packing material are valued at lower of cost and net realizable value.

Raw material and components: Cost includes cost of purchases and other costs incurred in bringing the inventories to their present location and condition. Cost is determined using first in first out (FIFO) basis.

Finished Goods: Cost includes cost of direct material, labor, other direct cost and a proportion of fixed manufacturing overhead allocated based on the normal operating capacity but excluding borrowing cost. Cost is determined on weighted average cost basis. The excise duty in respect of the closing inventory of finished goods is included as part of the finished goods.

Store, spare parts, packing material etc.: Cost is determined on FIFO basis.

Inter divisional transfers are valued at works/factory costs of the transferor unit/ division, plus transport and other charges.

g. Investments

Recognition and Measurement

Long-term investments are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments includes acquisition charges such as brokerage, fees and duties.

On disposal of investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the Statement of Profit and Loss.

Presentation and disclosures

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as Non-Current investments.

h. Revenue Recognition

Income from sale of goods

Revenue from sales is recognised when significant risks and rewards of ownership have been transferred to the buyer which is normally on delivery of goods (inclusive of GST) & when there is reasonable certainty and reliability of ultimate realisation.

Interest

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

Dividend

Dividends are recorded when the right to receive payment is established.

The Company adopts the mercantile method in the preparation of the accounts. Claims/refunds not ascertainable with reasonable certainty are accounted for, on final settlement.

i. Foreign Currency Transactions

On initial recognition, all foreign currency transactions are converted and recorded at exchange rates prevailing on the date of the transaction.

As at the reporting date, foreign currency monetary assets and liabilities are translated at the exchange rate prevailing on the Balance Sheet date and the exchange gains or losses are recognised in the Statement of Profit and Loss.

Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

j. Borrowing Cost

Borrowing costs that are directly attributable to the acquisition of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalized as part of the cost of that asset till the date it is put to use. Other borrowing costs are recognised as an expense in the period in which they are incurred.

k. Earnings Per Share (EPS)

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all diluting potential equity shares.

l. Employee Benefits

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' service up to the end of the year and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligation in the balance sheet.

Post-Employment Benefits

Defined Contribution Plan: The Company pays provident fund contributions to publicly administered provident funds as per local regulations. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contribution are recognised as employee benefit expense when they are due. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

Defined Benefit Plan: For defined benefit plan in the form of gratuity, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each balance sheet date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur.

Long Term Employee Benefits

Entitlements to earned leave are recognized when they accrue to the employees. An employee who has a right to accumulate and carry forward his leave to a future period can either avail these leaves in future or en-cash, as per the company's leave encashment policy.

m. Taxes on Income

Tax expense comprises both current and deferred taxes. Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal

in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The Company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

Minimum Alternate Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified period.

n. Provisions and Contingent Liabilities

a. Provisions

A Provision is recognized, if as a result of past event the company has a present obligation that is reasonably estimable and it is probable that an outflow of economic benefits will be required to settle 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.

b. Contingent Liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company has provided requisite disclosure related to contingent liabilities in its restated financial statements.

o. Cash and Cash Equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand, INR Value of Foreign Currency in hand, fixed deposits with banks, which are short term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.



p. Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / loss before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated based on available information.

AVON MOLDPLAST LIMITED
Notes to Financial Statements

Particulars	As at 31 March, 2019 ₹	As at 31 March, 2018 ₹
Note 2 : Share Capital		
Authorized Share Capital		
50,00,000 (P/Y 50,00,000) Equity Shares of Rs.10/-(P/Y Rs. 10/-) each	5,00,00,000	5,00,00,000
Issued, Subscribed & Fully paid up		
32,54,000 (P/Y 23,70,000) Equity Shares of Rs.10/- (P/Y Rs. 10/-) each	3,25,40,000	2,37,00,000
Total	3,25,40,000	2,37,00,000

A. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period.

Equity Shares	31 March, 2019		31 March, 2018	
	No. of Shares	₹	No. of Shares	₹
At the beginning of the period	23,70,000	2,37,00,000	1,58,000	1,58,00,000
Adjustment due to reduction in share price	-	-	14,22,000	-
Add: Bonus shares issued during the period	-	-	7,90,000	79,00,000
Add: Shares issued during the period	8,84,000	88,40,000	-	-
Outstanding at the end of the period	32,54,000	3,25,40,000	23,70,000	2,37,00,000

During the year ended 31.03.2018, the company has allotted fully paid up shares by way of bonus shares and reduction in share price of Rs. 100 to Rs. 10. Due to that, the number of shares of the company has increased during that period.

The company came out with a Initial Public Offer (IPO) of 8,84,000 equity shares of Rs. 10/-per share with premium of Rs. 41/- per share which was opened on July 12, 2018 to July 18, 2018 and the shares has been allotted on July 24,2018. The IPO was a success and shares have been listed on SME platform of NSE and the IPO proceeds has been utilized as per the object clause given in Prospectus.

B. Aggregate number and class of shares allotted as fully paid up by way of Bonus Shares

Class of Shares	2018-19	2017-18	2016-17	2015-16	2014-15
Fully paid as Bonus equity shares	-	7,90,000	-	-	-

C. Terms/ Right attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share. When the company declares and pays interim and final dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

D. Details of shareholders holding more than 5% shares in the Company:

Name of the Shareholder	31 March, 2019		31 March, 2018	
	No. of Shares	% held	No. of Shares	% held
Anita Aggarwal	6,90,000	21.20%	6,90,000	29.11%
Sahil Aggarwal	4,50,000	13.83%	4,50,000	18.99%
Sushil Kumar Aggarwal	7,80,000	23.97%	7,80,000	32.91%

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.

AVON MOLDPLAST LIMITED
Notes to Financial Statements

Particulars	As at 31 March, 2019 ₹	As at 31 March, 2018 ₹
Note 3 : Reserves and surplus		
a) Securities Premium		
Opening Balance	-	72,00,000
Less : Amount capitalized for Bonus share issued	-	72,00,000
Add : Addition during the year on issue of shares	3,62,44,000	-
Closing balance	3,62,44,000	-
b) Revaluation Reserve		
Opening balance	3,23,22,487	-
Add: Addition during the year	-	3,23,22,487
Closing Balance	3,23,22,487	3,23,22,487
c) Surplus in the Profit & Loss statement		
Opening Balance	1,17,72,279	38,66,966
Add: Net profit for the current year	85,40,397	85,24,169
Less : Amount capitalized for Bonus share issued	-	7,00,000
Add: Adjustment for earlier years	-	81,144
Closing Balance	2,03,12,676	1,17,72,279
Total	8,88,79,163	4,40,94,766

Note 4 : Long -Term Borrowings		
Term Loans		
(a) Secured		
HDFC Bank*	4,58,311	8,76,281
IDFC Bank	39,47,759	53,82,740
Kotak Mahindra Bank*	7,06,271	10,84,649
ICICI Bank**	84,77,503	94,67,253
(b) Unsecured	-	-
Total	1,35,89,844	1,68,10,923
Amount disclosed under the head "Other Current liabilities" (refer note 9)	(33,65,048)	(32,05,242)
Net amount	1,02,24,796	1,36,05,681

Period & amount of continuing default as on the Balance Sheet date in repayment of loans and interest.

Period of default	Nil	Nil
Amount	Nil	Nil

Principal terms of Term Loans are:

- All term loans are secured by securities which are given below.
- Principal and interest are payable on monthly installment basis.
- Rate of interest of term loans are given below.
- The Company does not have any long term borrowings from promoters/group companies/subsidiaries/ associate companies/related parties as per Accounting Standard-18.

*These loans are secured against vehicle, however the charge has not been created on the assets.

**The applicants for loan taken from ICICI bank are Sushil Kumar Aggarwal & Anita Aggarwal & Sahil Aggarwal & Avon Moldplast Limited.

AVON MOLDPLAST LIMITED
Notes to Financial Statements

Notes to Financial Statements

Particulars	As at		As at	
	31 March, 2019		31 March, 2018	
	₹		₹	
Details regarding nature of securities and rate of interest				
Particular	As at		As at	
	31 March, 2019		31 March, 2018	
	Outstanding Amount	Interest rate	Outstanding Amount	Interest rate
HDFC, Noida (Secured against Hyundai Creta car)	4,58,311	9.25%	8,76,281	9.25%
IDFC Bank, Sector-18, Noida (U.P.) (Secured against-Hypothecation of Fixed Asset)	39,47,759	9.70%	53,82,740	9.70%
Kotak Mahindra Prime Ltd.(Secured against-Honda City Car)	7,06,271	8.30%	10,84,649	8.30%
ICICI Bank-Sec-50,Noida,U.P (Secured against House property of Whole Time Director Mr. Sushil Kumar Aggarwal)	84,77,503	8.60%	94,67,253	8.50%
Total	1,35,89,844		1,68,10,923	

Note 5 : Deferred Tax (Assets)/Liabilities (net)

Opening balance	(8,020)	3,05,635
Deferred tax (assets)/liabilities for the year	10,20,065	(1,88,377)
Adjustment for earlier years	-	(1,25,278)
Total	10,12,045	(8,020)

Note 6 : Long Term Provisions

Provision for employee benefits	5,83,892	4,43,579
Total	5,83,892	4,43,579

Note 7 : Short-Term Borrowings

Secured		
Working capital loan from IDFC bank	2,06,54,410	1,20,05,013
Unsecured		
Loans and advances from related parties	-	45,43,069
Total	2,06,54,410	1,65,48,082

Working capital loan from IDFC bank is secured by hypothecation of inventories & receivables @ MCLR+0.95% (P/Y@ MCLR+0.95%) per month. Loans and advances from related parties are repayable on demand with nil rate of interest.

Note 8 : Trade Payables

Micro and small enterprises	1,09,20,098	-
Others	2,26,26,970	4,42,30,887
Total	3,35,47,068	4,42,30,887

The information as required to be disclosed under the Micro, Small and Medium Enterprise Development Act (MSMED Act), 2006 has been determined to the extent such parties have been identified by the company, on the basis of information and records available with them. Disclosure in respect of interest due on delayed payment has been determined only in respect of payments made after the receipt of information, with regards to filing of memorandum, from the respective suppliers. Disclosure under section 22 of the Act, is as under. Previous year, company has not received declaration from any supplier.

AVON MOLDPLAST LIMITED
Notes to Financial Statements

Particulars	As at 31 March, 2019 ₹	As at 31 March, 2018 ₹
	As at 31 March, 2019 ₹	As at 31 March, 2018 ₹
a) Principal amount due at the year end	—	—
b) Interest due on the principal amount unpaid at the year end	—	—
c) Amount of interest paid by the company in terms of section 16 of the MSMED Act, 2006 along with the amount of payment made to the supplier beyond the appointed year during the accounting year	—	—
d) Amount of interest due and payable for the period of delay in making payment which has been paid but beyond the appointed day during the year, but without adding the interest specified under MSMED Act, 2006	—	—
e) The amount of interest accrued and remaining unpaid at the end of the accounting year	2,27,026	—
f) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises, for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006	—	—

Note 9 : Other Current Liabilities

Current maturities of long term borrowings (refer note 4)	33,65,048	32,05,242
Advance from customers	24,39,360	40,22,986
Audit Fees payable	1,93,500	1,12,500
Statutory dues	19,93,387	28,96,687
Expenses payable	3,60,402	1,69,967
Salary, wages and bonus payable	7,12,785	6,63,665
Other payable	—	3,17,837
Total	90,64,482	1,13,88,884

Note 10 : Short-term Provisions

Provision for income tax	40,61,383	31,09,246
Provision for employee benefits	24,194	17,647
Total	40,85,577	31,26,893

AVON MOLDFPLAST LIMITED
Notes to Financial Statements

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Note 11 : Property, Plant & Equipment (Tangible assets)

Particulars	Leasehold Land	Building	Plant & Equipment*	Moulds	Furniture & Fixture*	Vehicles	Computers	Total
Gross Block								
As at 31 March, 2018	3,41,12,880	37,83,777	4,44,42,729	4,05,78,587	1,87,995	45,13,268	6,63,344	12,82,82,580
Additions/Revaluation during the year	-	-	25,13,613	2,00,37,902	1,12,440	-	1,96,880	2,28,60,835
Adjustments/Deletions during the year	-	-	67,088	91,35,728	(11,817)	-	-	91,90,999
As at 31 March, 2019 (A)	3,41,12,880	37,83,777	4,68,89,254	5,14,80,761	3,12,252	45,13,268	8,60,224	14,19,52,416
Depreciation								
As at 31 March, 2018	-	25,18,590	2,95,77,343	1,77,09,343	16,545	19,95,118	3,51,764	5,21,68,703
During the year	-	1,18,807	29,19,327	87,11,634	73,649	7,93,476	2,90,948	1,29,07,841
Adjustments during the year	-	-	45,191	65,75,607	(45,191)	-	-	65,75,607
As at 31 March, 2019 (B)	-	26,37,397	3,24,51,479	1,98,45,370	1,35,385	27,88,594	6,42,712	5,85,00,937
Net Block								
31 March, 2019	3,41,12,880	11,46,380	1,44,37,775	3,16,35,391	1,76,867	17,24,674	2,17,512	8,34,51,479
31 March, 2018	3,41,12,880	12,65,187	1,48,65,386	2,28,69,244	1,71,450	25,18,150	3,11,580	7,61,13,877

* During the year, company has been regrouped and rearranged the amount of the assets on the basis of its nature.

AVON MOLDPLAST LIMITED
Notes to Financial Statements

Particulars	As at 31 March, 2019 ₹	As at 31 March, 2018 ₹
Note 12: Current Investments		
Investments in mutual funds:		
Kotak equity saving fund	10,00,000	-
Kotak low duration fund	4,28,555	-
Total	14,28,555	-
Note 13 : Inventories		
(As taken, valued & certified by the management)		
Raw materials	73,99,065	31,59,288
Stores, spares and packing materials	20,80,372	12,54,479
Finished goods	38,47,044	1,12,31,460
Total	1,33,26,481	1,56,45,227
Note 14: Trade Receivables		
(Unsecured, considered good)		
Outstanding for a period exceeding six months	35,06,845	26,21,061
Others	7,82,02,291	4,95,45,588
Total	8,17,09,136	5,21,66,649
Note 15: Cash and Cash equivalents		
Cash on hand	2,01,984	1,30,624
INR value of foreign currency in hand	2,17,357	2,50,865
Balances with banks:		
-In Current Accounts	26,90,485	8,31,165
Kotak Mahindra Bank escrow A/c-8912025715*	-	-
-Fixed Deposit (including interest accrued)	20,11,390	18,83,587
Total	51,21,216	30,96,241
*This account is in process of closing.		
Note 16: Other Current Assets		
Advance to suppliers	18,98,490	7,92,611
GST input balance	44	1,36,401
Deposit with UPSEB	36,56,382	35,35,182
Security deposit	4,00,000	3,53,000
Insurance claim recoverable	27,41,727	27,41,727
Prepaid expenses	71,766	33,776
Prepaid insurance	2,07,122	1,48,866
Prepaid pollution fees	-	15,000
Security deposit (1% issue size at NSE)	4,50,840	-
Staff imprest	20,000	-
Deposit against GST Survey	20,00,000	-
Deposit against CST (2010-11)	-	6,316
Deposit against Entry Tax (2010-11)	3,750	5,000
Deposit against UP VAT (2010-11)	-	79,550
Deposit against UP VAT (2012-13)	14,062	60,562
TDS & TCS	90,383	30,767
Advance income tax	40,00,000	21,70,000
Total	1,55,54,566	1,01,08,758

AVON MOLDPLAST LIMITED
Notes to Financial Statements

Particulars	For the year ended 31 March, 2019 ₹	For the year ended 31 March, 2018 ₹
Note 17: Revenue from Operations		
Sale of products	45,30,88,360	23,19,18,102
Other operating revenues:		
- Sale of granules	3,69,72,951	3,70,01,500
- Sale of scrap /packing material	5,79,658	8,436
Total	49,06,40,969	26,89,28,038
Note 18: Other Income		
Interest on fixed deposits	6,19,815	1,31,890
Miscellaneous income	8,54,578	-
Profit on sale of tangible assets	9,24,879	1,83,569
Gain on redemption of mutual fund	29,164	-
Rent from chair mold	14,60,000	2,66,000
Total	38,88,436	5,81,459
Note 19: Cost of Material Consumed		
Raw material consumed		
Opening stock of raw material	44,13,767	87,10,246
Add : Purchases	22,22,19,108	15,69,57,284
Less : Closing stock of raw material	94,79,437	44,13,767
Total	21,71,53,438	16,12,53,763
Note 20: Changes in Inventories of Finished Goods		
Inventories at the beginning of the year	1,12,31,460	68,08,681
Inventories at the end of the year	38,47,044	1,12,31,460
Total	73,84,416	(44,22,779)
Note 21: Employee benefits expense		
Salaries, wages & bonus	79,28,387	41,23,226
Director's remuneration	44,00,000	6,42,000
Contribution to provident and other funds	3,90,734	3,39,505
Gratuity	1,46,860	55,803
Staff welfare expense	33,746	63,750
Total	1,28,99,727	52,24,284
Note 22: Finance Costs		
Interest on borrowings	26,20,805	30,27,691
Interest others	-	13,663
Bank charges	51,167	40,902
Exchange fluctuation (gain)/loss	(8,24,224)	(66,339)
Total	18,47,748	30,15,916

AVON MOLDPLAST LIMITED
Notes to Financial Statements

Particulars	For the year ended 31 March, 2019 ₹	For the year ended 31 March, 2018 ₹
Note 23: Other Expenses		
Manufacturing expenses		
Freight inward	25,58,593	8,47,483
Power & fuel	1,40,89,555	1,65,77,069
Repair & maintenance- plant & machinery	23,58,550	15,77,830
Job work charges	26,65,402	46,59,509
	2,16,72,100	2,36,61,891
Selling and Distribution Expenses		
Business promotion	30,60,981	15,03,000
Freight outward	29,51,790	8,51,714
Royalty to use brand name	14,34,207	-
Rebate & discount	37,02,490	16,07,738
Rent (Depot)	13,68,150	2,93,000
Advertisement expenses	35,14,223	72,47,527
	1,60,31,841	1,15,02,979
Other Expenses		
Auditor's remuneration	3,10,000	1,25,000
Assets written off	55,271	-
CST paid for C form not received (F/Y 2016-17)	9,496	20,939
Fees, subscription & others taxes	2,49,480	54,439
Fire fighting and safety expenses	43,570	48,160
House tax /municipal tax	45,920	38,808
Insurance	2,25,402	2,84,149
Legal & professional charges	19,96,866	30,28,320
Directors sitting fees	24,000	-
Pollution fees	55,000	20,000
Miscellaneous expenses	1,45,523	1,51,305
Telephone expenses	64,461	34,760
Printing & stationery	5,23,315	20,981
Travelling & conveyance	12,36,681	1,50,392
Foreign travelling Expenses	1,52,625	2,06,306
Postal & courier charges	12,923	25,841
Bad debts	-	7,24,368
Interest on income tax and TDS	1,55,735	5,901
Repair & maintenance-building	2,42,221	54,873
Repair & maintenance others	75,586	1,46,153
Recruitment & placement expenses	2,81,814	-
Diwali expenses	-	1,79,500
Donation expenses	1,20,000	1,76,000
Fuel expenses Car (Diesel)	45,110	61,000
Rates & taxes	1,000	1,79,250
Website/Email renewal expenses	1,40,877	2,71,700
Statutory liabilities	4,30,679	7,78,471
Computer expenses	1,01,853	-
Security guard expenses	3,67,741	-
Brokerage charges	34,000	-
Interest paid-miscellaneous	2,27,026	-
	73,74,175	67,86,616
Total	4,50,78,116	4,19,51,486

NOTES TO FINANCIAL STATEMENTS

Note 24: Notes to Accounts

1). Contingent Liabilities

	As at 31 March, 2019	As at 31 March, 2018
Corporate Guarantees given to M/s. Bonita Furniture Pvt. Ltd.	4,14,35,000	2,14,60,000
Claim against the Company not acknowledged as debt.	Nil	Nil

2). Capital Commitment (net of advances) ` 42,68,972.50 (Previous year ` 2,05,59,500)

3). According to Rule-4 of the Companies (Indian Accounting Standard) (Amendment) Rule, 2016 all the listed companies have to prepare financial statement on Ind AS basis. This company is listed on SME platform of NSE. Therefore, financial statement has not been prepared on the basis of Ind AS.

4). (a) UPVAT assessment has been completed upto the assessment year June 30, 2017 and the company has received final assessment on May 17, 2019.

(b) Excise and Service tax audit has been completed upto June 30, 2017 and the demand has been paid by the Company.

(c) An enquiry is being conducted by superintendent, Central Intelligent Unit (CIU) under the provisions of Central Goods and Service Tax Act, 2017 and rules made applicable vide section 174 of Central Goods and Service Tax Act, 2017 on the erstwhile central excise and service tax matters. For this purpose inspection has been conducted at factory, registered office and godown in Ghaziabad by officers of Central Intelligence Unit, Central Goods and Service Tax Department, Meerut Zone on March 28, 2018. Enquiries are in progress at various stages, liability if any arising out of this enquiry will be provided on the final assessment. However, on the basis of legal opinion management foresees some liability in this case. In the mean while company has deposited ` 20,00,000/- on 03.04.2018 and 14.08.2018 in the minor head in others column

5). During the year, company has received a legal notice from Prayag Polytech Private Limited regarding a pecuniary liability of `12,65,405 (`9,21,287 plus interest of `3,44,118) but company have a counter demand of `17,64,000 because of supply of inferior quality master-batch, Therefore, management foresees no liability for this legal notice. Hence liability has not been recognized.

6). The company has got the perpetual leasehold land revalued by independent professional valuers. Accordingly, the leasehold land has been revalued and revaluation reserve has been created by ` 3,23,22,487/- in the financial year 2017-18.

- 7). Some of balances of trade payables and trade receivables appearing in the balance sheet are subject to balance confirmation/ reconciliation at the year end. The management is in the process to get confirmation of balance from the parties, therefore the reconciliation of these balances is not updated. However, the reconciliation of these balances is not expected to result in any material adjustments in the stated balances. Furthermore, the management has sent legal notice to some of the trade receivables.
- 8). Provision for taxation is ascertained on the basis of assessable profits computed in accordance with provision of the Income Tax Act, 1961.
- 9). **Employee Benefits**
As per Accounting Standard-15 (Revised) 'Employee Benefits' and the required disclosure are given hereunder.

Defined Contribution Plan

Contribution to Defined Contribution Plan, recognized as an expense for the year is as under.

Employer's contribution to Provident Fund and Employees State Insurance ` 3,90,734/- (Previous year ` 3,39,505/-).

Defined Benefit Plan

The employee's gratuity fund scheme is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. During the year, long term employee benefit has been measured by actuarial and AS-15 has been applied for employee benefits.

Reconciliation of defined benefit obligation

Particular	Gratuity ₹	
	31 March, 2019	31 March, 2018
Obligation at the beginning of the year	4,72,750	4,05,423
Current Service Cost	2,10,017	1,24,595
Interest Cost	35,490	28,675
Loss/(Gain) on Curtailment	Nil	Nil
Liabilities extinguished on settlements	Nil	Nil

Liabilities assumed in an amalgamation in the nature of purchase	Nil	Nil
Exchange differences on foreign plans	Nil	Nil
Actuarial Loss/(Gain)	(1,10,171)	(1,16,003)
Past service cost	Nil	30,060
Benefits paid	Nil	Nil
Closing Defined Benefit Obligation	6,08,086	4,72,750

Reconciliation of Plan Assets

Particular	Gratuity ₹	
	31 March, 2019	31 March, 2018
Plan asset as at the beginning of the year	Nil	Nil
Expected return on plan assets	Nil	Nil
Actuarial Gains/(Losses)	Nil	Nil
Assets distributed on settlements	Nil	Nil
Contributions by employer	Nil	Nil
Assets acquired in an amalgamation in the nature of purchase	Nil	Nil
Exchange differences on foreign plans	Nil	Nil
Benefits Paid	Nil	Nil
Closing value of plan assets	Nil	Nil

Reconciliation of net defined benefit liabilities:

Particular	Gratuity ₹	
	31 March, 2019	31 March, 2018
Net opening provision in books of accounts	4,61,226	4,05,423
Transfer in/(out) obligation	Nil	Nil
Transfer (in)/out plan assets	Nil	Nil
Charge to P&L	1,46,860	55,803
Benefits paid by the Company	Nil	Nil
Contributions to plan assets	Nil	Nil
Closing provision in books of accounts	6,08,086	4,61,226

Funded status of the plan:

Particular	Gratuity ₹	
	31 March, 2019	31 March, 2018
Present value of unfunded obligations	6,08,086	4,72,750
Present value of funded obligations	Nil	Nil
Fair value of plan assets	Nil	Nil
Unrecognised past service cost	Nil	(11,524)
Net Liability (Asset)	6,08,086	4,61,226

Profit and loss account for the year ended:

Particular	Gratuity ₹	
	Year ended 31 March, 2019	Year ended 31 March, 2018
Current service cost	2,10,017	1,24,595
Interest on obligation	35,490	28,675
Expected return on plan assets	Nil	Nil
Net Actuarial Losses/ (Gains)	(1,10,171)	(1,16,003)
Recognised past service cost-vested	Nil	18,536
Recognised past service cost-unvested	11524	Nil
Total included in 'Employee Benefit Expense'	1,46,860	55,803
Prior year charge	Nil	Nil
Total Charge to P&L	1,46,860	55,803

Principle actuarial assumptions:

Particular	Gratuity	
	31 March, 2019	31 March, 2018
Discount Rate	7.70%	7.65%
Expected Return on Plan Assets	N/A	N/A
Salary Growth Rate	10%	10%
Retirement Age	60 years	60 years
Withdrawal Rates	10% at younger ages reducing to 2% at older ages	10% at younger ages reducing to 2% at older ages

Composition of the plan assets:

Particular	Gratuity	
	31 March, 2019	31 March, 2018
Government of India Securities	0%	0%
State Government Securities	0%	0%
High quality corporate bonds	0%	0%
Equity shares of listed companies	0%	0%
Policy of insurance	0%	0%
Property	0%	0%
Special Deposit Scheme	0%	0%
Bank Balance	0%	0%
Others Investment	0%	0%
Total	0%	0%

Table of experience adjustments:

Particular	Gratuity ₹	
	31 March, 2019	31 March, 2018
Defined Benefit Obligation	6,08,086	4,72,750
Plan Assets	Nil	Nil
Surplus/(Deficit)	(6,08,086)	(4,72,750)
Experience adjustment on plan liabilities	(1,06,300)	(88,049)
Actuarial loss/(gain) due to change in financial assumptions	(3,871)	(27,954)
Actuarial loss/(gain) due to change in demographic assumptions	Nil	Nil
Experience adjustments on plan assets	Nil	Nil
Net actuarial loss/ (gain) for the year	(1,10,171)	(1,16,003)

10). Provisions (Accounting Standard-29)

₹

Particulars	Balance as on 31 March, 2018	Utilize/adjustment during the year	Provision made during the year	Balance as on 31 March, 2019
Provision for Income Tax	34,70,537	34,70,537	40,61,383	40,61,383
Provision for Employee Benefits	6,54,233	1,93,007	3,18,959	7,80,185

11). Segment Reporting

As the Company's business activity primarily falls within a single business and geographical segment, there are no additional disclosures to be provided in terms of Accounting Standard-17 Segment Reporting.

12). Accounting for Taxes on Income

Deferred Tax liability/asset in view of Accounting Standard – 22: "Accounting for Taxes on Income" as at the end of the year is reported as under.

₹

Item of Deferred Tax	31 March, 2019	31 March, 2018
Deferred Tax assets		
Related to tangible assets	Nil	Nil
Related to carry forward loss and unabsorbed depreciation	Nil	Nil
Related to employee benefits	88,734	1,93,831
Total (a)	88,734	1,93,831
Deferred Tax Liability		
Related to tangible assets	11,00,779	1,85,811
Total (b)	11,00,779	1,85,811
Net Deferred Tax Liability/(Assets)	10,12,045	(8,020)

Movement of Deferred Tax

Particulars	Opening as at 1 April, 2018	Deferred tax charged/credited during the year	Closing balance as at 31 March, 2019
Deferred Tax Liabilities/(Assets)	(8,020)	10,20,065	10,12,045

13). Remuneration to Auditors`

Particulars	31 March, 2019	31 March, 2018
Statutory audit fees*	1,75,000	1,25,000
Tax audit fees*	75,000	75,000
Other Matters*	60,000	25,000

* Excluding Goods & Services Tax

14). Licensed & Installed Capacity

Class of Goods	31 March, 2019		31 March, 2018	
	Licensed Capacity*	Installed Capacity*	Licensed capacity*	Installed Capacity*
	Nos.	Nos.	Nos.	Nos.
Plastic Molded Furniture	N.A.	N.A.	N.A.	N.A.

N.A. denotes not applicable

Nos. denotes number

*Licensed and Installed capacity certified by the management.

15). Plastic Molded Furniture

Year	Qty	Opening Stock	Purchases /sales return	Produced /Job work	Trans. to other FG head	Sold	Closing Stock
31 March, 2019	Pcs	40,659	7,79,963	12,60,021	Nil	20,48,718	31,925
31 March, 2018	Pcs	29,610	1,69,526	8,24,863	Nil	9,83,340	40,659

16). Granules / Scrap / - Purchased/ Consumed for Production

Year	Qty.	Opening Stock	Purchase	Sold	Closing Stock
31 March, 2019	MT	81.238	3,295.044	3,251.065	125.217
31 March, 2018	MT	145.020	2,195.405	2,259.187	81.238

17). Granules/ Scrap/ Filler / Master Batch - Purchased for trading

Year	Qty.	Opening Stock	Purchase	Sold	Closing Stock
31 March, 2019	MT	Nil	531.934	531.934	Nil
31 March, 2018	MT	Nil	434.383	434.383	Nil

18). (a) Value of Raw Material, Stores & Spares Consumed

Year	Class of Goods				
		Raw Material		Stores & Spares	
		Imported	Indigenous	Imported	Indigenous
31 March, 2019	Value	Nil	17,58,66,848	Nil	96,08,866
	% of Total	Nil	100%	Nil	100%
31 March, 2018	Value	Nil	15,02,22,268	Nil	1,10,31,495
	% of Total	Nil	100%	Nil	100%

(b) Value of imports calculated on CIF basis in respect of:

Particulars	31 March, 2019	31 March, 2018
Raw materials	Nil	Nil
Stores & Spare Parts	3,37,966	11,34,112
Capital Goods (Moulds)	34,51,671	1,20,88,725

19. Earnings in Foreign Exchange`

Particulars	31 March, 2019	31 March, 2018
F.O.B. value of sales	Nil	Nil
Reimbursements of expenditure	Nil	Nil

20. Expenditure in Foreign Exchange`

Particulars	Year ended 31 March, 2019	Year ended 31 March, 2018
Foreign traveling	1,52,625	2,06,306
Import of Mold	2,00,37,902	1,11,98,722
Import of Machine & Spare part	20,00,097	10,17,460

21. Earning per shares

	Year ended 31 March, 2019	Year Ended 31 March, 2018
Net Profit after tax (`)	85,40,397	85,24,169
Weighted average number of equity shares outstanding during the year (including Bonus shares)	32,54,000	23,70,000
Basic earnings per share (`)	2.62	3.60
Diluted earnings per share (`)	2.62	3.60
Face value per equity shares (`)	10	10

22. Related Party Disclosure

Related party transactions are reported as per Accounting Standard-18 of Companies (Accounts) Rules, 2014, as amended, are given below:

(a) List of related parties & relationships, where control exists

S. No.	Nature of Relationship	Name of Parties
1	Holding Company	Nil
2	Subsidiary Company	Nil
3	Associates	Nil
4	Key Management Personnel	Sh. Sushil Kumar Aggarwal, Chairman & Whole Time Director Sh. Sahil Aggarwal, Managing Director Sh. Umesh Kumar Gupta, Chief Financial Officer (Resigned on 31.08.2018) Sh. Saurav Khanna, Chief Financial Officer (05.09.2018 to 25.09.2018) Sh. Ghanshyam Singh, Chief Financial Officer (Appointed on 24.01.2019) Sh. Shikhar Agarwal, Company Secretary
5	Relatives of Key Management Personnel	Smt. Anita Aggarwal
6	Enterprises where Significant influence exist	M/s. Bonita Furniture Pvt. Ltd.

(b) Transaction with Related parties.

₹

S. No.	Transactions	Holding Company	Subsidiary Company	Associates	Key Management Personnel / Individuals	Relatives of Key Management Personnel	Enterprises where Significant Influence exist by Key Management Personnel
1	Remuneration/ Salary	Nil (Nil)	Nil (Nil)	Nil (Nil)	51,70,658 (6,42,000)	Nil (Nil)	Nil (Nil)
2	Sitting Fees	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	6,000 (Nil)	Nil (Nil)
3	Purchase of Furniture	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	20,83,94,726 (4,65,68,405)
4	Loan Taken	Nil (Nil)	Nil (Nil)	Nil (Nil)	23,70,806 (72,35,069)	Nil (Nil)	Nil (Nil)
5	Purchase of Capital Items	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)
6	Repayment of Loan	Nil (Nil)	Nil (Nil)	Nil (Nil)	69,13,875 (85,06,000)	Nil (Nil)	Nil (Nil)
7	Job Work Charges	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	27,435 (16,30,624)
8	Rent of Moulds	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	17,22,800 (2,96,240)
9	Sales	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	3,61,10,410 (30,18,440)
10	Outstanding as on 31.03.2019						
a.	Amount Receivable	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)
b.	Amount Payable	Nil (Nil)	Nil (Nil)	Nil (Nil)	66,300 (45,43,069)	Nil (Nil)	35,73,318 (55,27,611)
c.	Guarantee given	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	4,14,35,000 (2,14,60,000)

Note:

a) Figures in bracket represent previous year amounts.

b) No amount has been written off/provided for or written back during the year in respect of amount receivable from or payable to the related parties.

23). Previous year figures have been regrouped /rearranged/recasted wherever considered necessary. As per our report of even date attached

For Sushil Lal & Associates

Chartered Accountants
FRN-021758N

Rajib Kumar Karn
Partner
M. No. 304483

Place: Ghaziabad
Date: 30 May 2019

**For and on behalf of the Board of Directors of
Avon Moldplast Limited**

Sushil Kumar Aggarwal
Chairman
DIN-00248707

Ghanshyam Singh
Chief Financial Officer
PAN-CWCPS4843P

Sahil Aggarwal
Managing Director
DIN-02515025

Shikhar Agarwal
Company Secretary
PAN-BDUPA5568F

Form No. MGT-11

CIN:	L25200UP1996PLC101013
Name of the Company	AVON MOLDPLAST LIMITED
Registered Office	A-7/36-39, South Of G.T.Road Industrial Area Electrosteel Casting Compound Ghaziabad – 201009

Name of the Member(s)	
Registered address	
E-mail I. d.	
Folio no./Client Id*	
DP ID	

1 Name
Address
.....
E-Mail I.D.
Signature or failing him

2 Name
Address
.....
E-Mail I.D.
Signature or failing him

Form No. MGT-11

CIN:	L25200UP1996PLC101013
Name of the Company	AVON MOLDPLAST LIMITED
Registered Office	A-7/36-39, South Of G.T.Road Industrial Area Electrosteel Casting Compound Ghaziabad – 201009

Name of the Member(s)	
Registered address	
E-mail I. d.	
Folio no./Client Id*	
DP ID	

1 Name
Address

E-Mail I.D.
Signature or failing him

2 Name
Address

E-Mail I.D.
Signature or failing him

3 Name
 Address

 E-Mail I.D.
 Signature

as my/our proxy to attend and vote (on poll) for me/us and on my/our behalf at the 23rd Annual General Meeting of the company, to be held on **Monday, September 30, 2019 at 10:00 A.M.** at the Registered Office of the company at A-7/36-39, South of G.T. Road Industrial Area, Electrosteel Casting Compound, Ghaziabad –201009 and at any adjournment thereof in respect of such resolutions as are indicated below:

S. No.	Resolution	For	Against
1.	To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2019, the reports of the Board of Directors and Auditors' thereon.		
2.	To re-appoint Mr. Sahil Aggarwal (DIN: 00248707) , Managing Director of the Company, who is liable to retire by rotation and being eligible, offers himself for re-appointment.		

Signed this _____ day of _____ 2019.

Affix
Revenue Stamp
of Rs. 1/-

Signature of Shareholder

Signature of Proxy holder(s)

Form No. MGT-12

[Pursuant to section 109(5) of the Companies Act, 2013 and rule 21(1)(c) of the Companies (Management and Administration) Rules, 2014]

BALLOT PAPER

23rd Annual General Meeting of the members of **Avon Moldplast Limited** to be held on **Monday, 30th day of September 2019 at 10:00A.M.** at Registered office of the company situated at A-7/36-39, South of G.T.Road Industrial Area Electrosteel Casting Compound Ghaziabad -201009:-

Name of First Named Shareholder (In Block Letters)	
Postal Address	
Folio No./DP ID & Client ID	
No. of Shares held	
Class of Shares	

I hereby exercise my vote in respect of Ordinary/ Special Resolution enumerated below by recording my assent or dissent to the said resolution in the following manner:

S. No.	Brief of Resolutions	(Please mention no. of shares)	
		In favor of Resolutions	Against the Resolutions
1.	To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March 2019, the reports of the Board of Directors and Auditors' thereon.		
2.	To re-appoint Mr. Sahil Aggarwal (DIN: 02515025), Managing Director of the Company, who is liable to retire by rotation and being eligible, offers himself for re-appointment.		

Signature of Shareholder

* Please tick in the appropriate column

ATTENDANCE SLIP

(To be handed over at the entrance of the meeting hall)

23rd Annual General Meeting, on Monday, 30th day of September, 2019 at 10.00 A.M

Name of the Member (In Block Letters)	
Folio No./DP ID & Client ID	
No. of Shares held	
Name of Proxy (To be filled in, if the proxy attends instead of the member)	

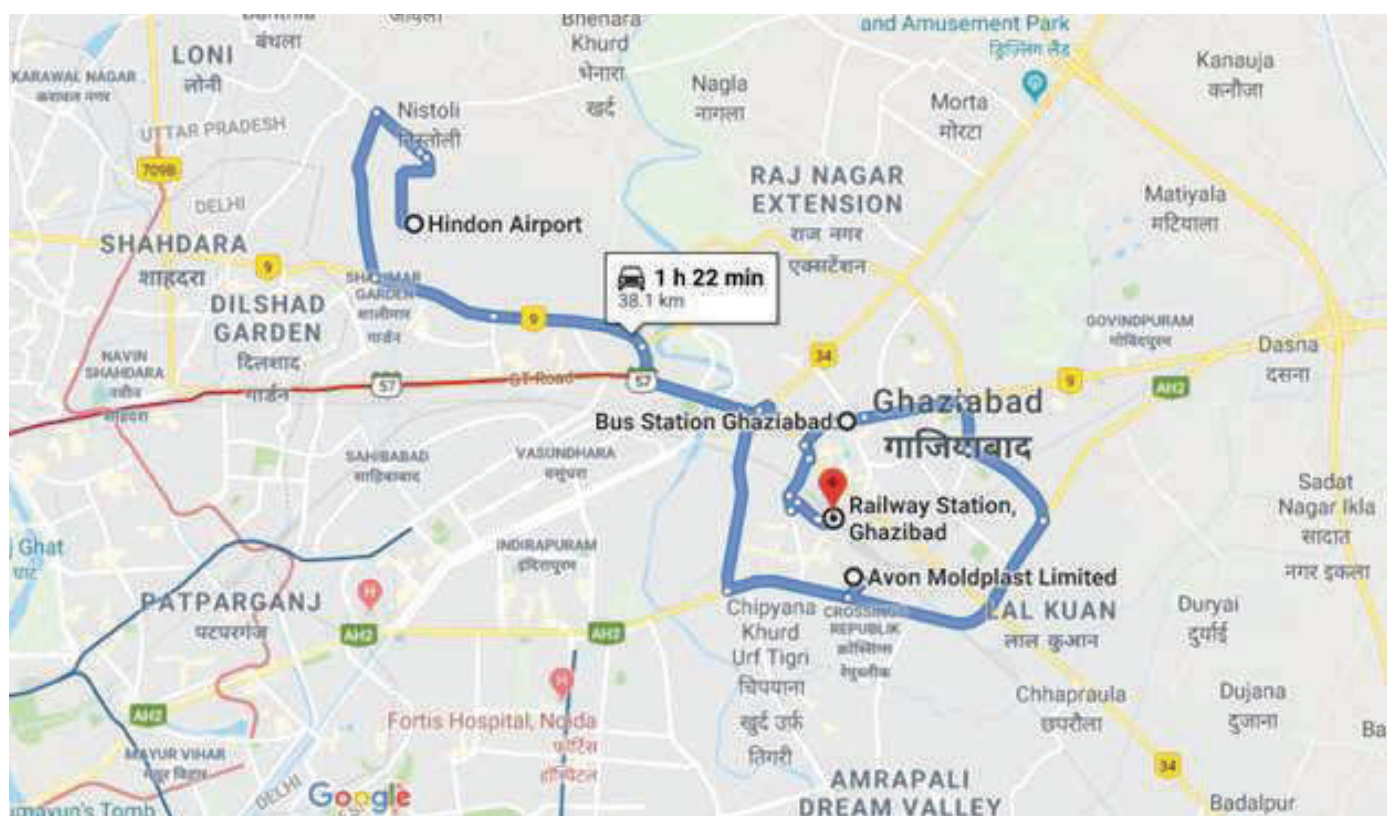
I, hereby certify that I am a registered shareholder/proxy for the registered Shareholder of the Company and hereby record my presence at the 23rd Annual General Meeting of the Company on **Monday, 30th day of September, 2019 at 10.00 A.M. at A-7/36-39, South of G.T.Road Industrial Area Electrosteel Casting Compound Ghaziabad – 201009.**

Member's /Proxy's Signature

Note:

- a) Members are requested to bring their copies of the Annual Report to the meeting, since further copies will not be distributed at the meeting venue.

ROUTE MAP









INDIA'S MOST DURABLE Plastic Furniture

REGISTERED OFFICE

A-7/36-39, South of G.T.road,
Industrial Area
(Opp. Rathi Udyog Ltd.),
Electrosteel Casting Compound
Ghaziabad - 201009 (UP), INDIA

0120-4376091 | 9910039125 |
info@avonmpl.com | www.avonmpl.com

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