

# **SYNERGY GREEN INDUSTRIES LIMITED**

(Formerly known as Synergy Green Industries Pvt. Ltd.)

(CIN : U27100PN2010PLC137493)

## **8<sup>TH</sup> ANNUAL REPORT 2017 - 2018**

### **BOARD OF DIRECTORS**

(As on 06-07-2018)

Mr. Rajendra V. Shirgaokar	Chairman & Non-Executive Director
Mr. Prafulla V. Shirgaokar	Non-Executive Director
Mr. Shishir S. Shirgaokar	Non-Executive Director
Mr. Chandan S. Shirgaokar	Non-Executive Director
Mr. Niraj S. Shirgaokar	Non-Executive Director
Mr. Anant S. Huilgol	Non-Executive Director
Mr. Jeevan V. Shirgaokar	Non-Executive Director
Mr. Sachin R. Shirgaokar	Managing Director
Mr. Sohan S. Shirgaokar	Joint Managing Director
Mr. V. S. Reddy	Executive Director (Technical)
Mr. Abhay S. Nevagi	Independent Director
Mr. Dattaram P. Kamat	Independent Director
Dr. M. R. Desai	Independent Director
Mrs. Prabha P. Kulkarni	Independent Director
Mr. Meyyappan Shanmugam	Independent Director

### **KEY MANAGERIAL PERSONNEL**

Mr. Suhas B. Kulkarni	Chief Financial Officer
Mr. Nilesh M. Mankar	Company Secretary

### **AUDITORS**

M/s. P. G. Bhagwat, Chartered Accountants,  
C. S. No. 221, B-1, E Ward, Rajhans Appartment, 2nd  
Floor, Flat No. S-6, Tarabai Park, Kolhapur - 416 003.  
Phone - (0231) - 2659546

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**Corporate Office :**  
392, 'E' Ward,  
Assembly Road, Shahupuri,  
Kolhapur - 416 001, Maharashtra, INDIA.  
Ph No.: 0231 - 2658375

**Works :**  
Plot. No. C - 18,  
Five Star MIDC, Kagal  
Kolhapur - 416 216, Maharashtra, INDIA  
Ph. No.: 0231 - 2305311

**Bankers :**  
Bank of Baroda

**ANNUAL GENERAL MEETING**  
FRIDAY, THE 3RD DAY OF AUGUST, 2018 AT 12.30 P. M.  
AT HOTEL PAVILLION, 392, 'E' WARD, ASSEMBLY ROAD, SHAHUPURI,  
KOLHAPUR - 416001

# Chairman's Letter

Dear Share Holders,

FY 2017-18 was a transformation year for the wind industry with introduction of reverse bidding in place of feed-in-tariff-system and implementation of landmark GST tax reform. I have a great pleasure in sharing that, in spite of adverse business environment during the year, your company could sustain the revenue and profitability. Company's revenue & net profit during the year was at Rs 103 Crore & Rs 4.66 Crore as against Rs 120 Crore & Rs 4.86 respectively in previous year.

**Product Mix & Customer Base:** Present year revenue was broadly protected with 7 folds growth from M/S Vestas products and 63% growth from M/S Terex products. Due to transformation period, there was a 20% drop in M/S ZF products and 90% drop in M/S Gamesa, & M/S Regen Products. With stabilisation of auctioning process, these customers are expected to regain previous volumes. Minimum 40% growth is projected from M/S Vestas, M/S ZF & M/S Terex. M/S Acciona, M/S GE Wind, M/S Enercon Germany and M/S Senvion products are under discussion for development.

## ***Industry overview and future prospects:***

- a. During the year 2017-18 India's wind turbine installations were at 1,762 MW as against 5,400 MW during previous year. This drop was mainly on account of transformation from feed-in-tariff system to reverse bidding resulting to delay in adapting new process.
- b. Reverse bidding system brought down the unit power tariff by 50% to below Rs 2.50. This has given opportunity to move renewable industry to main stream. India is being projected with 10 GW annual installations to meet renewable target and significant growth is expected in coming years.
- c. Apart from local demand, global demand is also expected for India with competitive advantage of WTG in assembled condition. India is being converted as manufacturing hub for wind turbine assemblies by majority of global manufacturers.
- d. With established customer base along with decent growth in industry, FY 2018-19 revenue is projected to grow at least 50%
- e. Profit margins are expected to be under pressure due to significant increase in raw material prices. However enhanced volume growth, operational excellence initiatives and in-house machining facilities are expected to protect present margin levels.

I am highly thankful to our Board for their valuable guidance and our management team & all employees for their continued effort towards the vision and bringing excellent growth to organisation. I take this opportunity to thank our banker, Bank of Baroda for their continued support in achieving our goals. I also acknowledge the support extended by Central & State governments and express our sincere thanks to them. I would like to express our appreciation to our partners in our various ventures. I would also like to thank our esteem shareholders for your continued support.

With Warm Regards  
Rajendra Vinayak Shirgaokar  
Chairman

### **AGM NOTICE**

Notice is hereby given that the 8<sup>th</sup> Annual General Meeting of the Members of the Company will be held at the Registered Office of the Company at Hotel Pavillion, 392, E- Ward, Shahupuri, Kolhapur- 416001, on Friday, 3<sup>rd</sup> August, 2018 at 12.30 p.m. to transact the following business:

#### **ORDINARY BUSINESS :**

1. To receive, consider and adopt the Audited Financial Statement of the Company for the Financial Year ended 31<sup>st</sup> March, 2018 together with the Board's Report and the Auditors' Report thereon
2. To appoint a Director in place of Mr. Rajendra Shirgaokar (DIN:00542644), who retires by rotation and being eligible, offers himself for reappointment
3. To appoint a Director in place of Mr. Prafulla Shirgaokar (DIN: 00151114), who retires by rotation and being eligible, offers himself for reappointment
4. To appoint the Auditors and to fix their remuneration and to pass the following resolution as an Ordinary Resolution in this connection:

**“RESOLVED THAT** pursuant to the provisions of Sections 139 and 142 and other applicable provisions, if any, of the Companies Act, 2013, M/s. P. G. Bhagwat, Chartered Accountants, (Firm Registration No. 101118W) be and are hereby appointed as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of the Annual General Meeting of the Company to be held in the year 2021, at such remuneration, as may be mutually agreed upon between the Board of Directors of the Company and the Auditors.”

#### **SPECIAL BUSINESS:**

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

**“RESOLVED THAT** pursuant to the provisions of Section 148 and such other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, as amended from time to time, the remuneration of 1,00,000/- (Rupees One Lac Only) as recommended by the Audit Committee and approved by the Board of Directors payable to M/s Adawadkar Chougule & Associates, Cost Accountants (Firm Registration No. 00425) as Cost Auditors to conduct the audit of the relevant Cost records of the Company as prescribed under the Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, for the financial year ending 31<sup>st</sup> March 2019 be and is hereby ratified and confirmed.”

**“RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorised to do all acts, deeds and things and take all such steps as may be necessary, proper or expedient to give effect to this Resolution.”

**6. To consider and to pass if thought fit, with or without modification, the following resolution as an Ordinary Resolution:**

**“RESOLVED THAT** pursuant to the provisions of Section 73(2) read with the Companies (Acceptance of Deposits) Rules, 2014 and all other applicable provisions, if any, of the Companies Act, 2013 and within the overall borrowing limits approved by the members the Company be and is hereby authorised to accept / renew unsecured deposits from its members not exceeding the limits, as prescribed, of the aggregate of the paid up capital and free reserves of the Company as per the latest audited accounts as of 31/03/2018.”

**“RESOLVED FURTHER THAT** Mr. Sachin R. Shirgaokar, Managing Director be and is hereby authorised to sign and file the necessary forms / documents with all statutory authorities to give effect to the above resolution”.

**Date :** 06.07.2018

**Place :** Kolhapur.

**SYNERGY GREEN INDUSTRIES LTD.**

**SACHIN R. SHIRGAOKAR  
MANAGING DIRECTOR  
DIN. 01512497**

**NOTE :**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY.

*The instrument of Proxy in order to be effective, must be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before the commencement of the meeting. A Proxy form is sent herewith. Proxy form submitted on behalf of the Companies, Societies, etc. must be supported by an appropriate resolution / authority, as applicable.*

2. *MEMBERS/PROXIES SHOULD BRING THE ATTENDANCE SLIP DULY FILLED IN FOR ATTENDING THE MEETING.*
3. *MEMBERS ARE REQUESTED TO BRING THEIR COPIES OF THE ANNUAL REPORT TO THE MEETING.*
4. *CORPORATE MEMBERS INTENDING TO SEND THEIR AUTHORIZED REPRESENTATIVES UNDER SECTION 113 OF THE COMPANIES ACT, 2013 ARE REQUESTED TO SEND A DULY CERTIFIED COPY OF THE BOARD RESOLUTION AUTHORIZING THEIR REPRESENTATIVES TO ATTEND AND VOTE AT THE MEETING.*
5. *THE EXPLANATORY STATEMENT PURSUANT TO SECTION 102 (1) OF THE COMPANIES ACT, 2013 RELATING TO THE SPECIAL BUSINESS TO BE TRANSACTED AT THE ANNUAL GENERAL MEETING IS ANNEXED HERETO AND FORMS PART OF THIS NOTICE.*
6. *MEMBERS MAY NOTE THAT THE NOTICE OF THIS MEETING HAS BEEN HOSTED UNDER THE INVESTOR'S TAB OF COMPANY'S WEBSITE 'www.synergygreenind.com'.*
7. *THE ROUTE MAP SHOWING DIRECTIONS TO REACH THE VENUE OF THE ANNUAL GENERAL MEETING IS ANNEXED.*

## **EXPLANATORY STATEMENT**

### **Pursuant to Section 102(1) of the Companies Act, 2013**

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#### **Item No. 5:**

Pursuant to the provisions of Section 148 of the Companies Act, 2013, based on turnover of the company for financial year 2017-18, the Board of Directors, in its meeting held on 6<sup>th</sup> July, 2018 appointed M/s Adawadkar Chougule & Associates, Cost Accountant(s) (Registration No.00425) as Cost Auditor to conduct audit of Cost Records of the company for financial year 2018-19 at a remuneration of Rs.1,00,000.00. As per the provisions of Rule 14 of Companies (Audit and Auditors) Rules, 2014, remuneration of the Cost Auditors needs to be ratified by the shareholders.

The Board commends the Ordinary Resolution set out at Item No. 5 of the Notice for approval by the Members.

None of the Directors, Key managerial Personnel or their relatives is or is deemed to be concerned or interested, directly or indirectly, in the said Resolution.

#### **Item No. 6:**

The special business relates to seeking members' approval for acceptance / renewal of unsecured deposits from members. The Board of Directors, in their meeting held on 6<sup>th</sup> July, 2018, has approved the acceptance / renewal of unsecured deposits from members of the Company subject to your approval.

The purpose for accepting / renewing unsecured deposits from Members is to fund the Expansion Project of the Company and augment long term working capital needs of the Company.

Directors, being members of the Company, are interested or concerned in the above resolution.

**Date :** 06.07.2018

**Place :** Kolhapur.

**SYNERGY GREEN INDUSTRIES LTD.**

**SACHIN R. SHIRGAOKAR  
MANAGING DIRECTOR  
DIN. 01512497**

## Attendance Slip

**CIN: U27100PN2010PLC137493**

**Synergy Green Industries Limited,  
392, E Ward, Shahupuri, Kolhapur-416001  
Maharashtra.**

Attendance Slip of Eighth Annual General Meeting of Synergy Green Industries Limited to be held on Friday, 3<sup>rd</sup> August, 2018, At 12.30 p.m. at Hotel Pavillion, 392, E Ward, Assembly Road, Shahupuri, Kolhapur-416001, Maharashtra.

Details of Shareholder	
Name and Address of the Shareholder	
Name of the Joint Holder	
No. of Shares held	

I hereby record my presence at the Eighth Annual General Meeting of the Company held on Friday, 3<sup>rd</sup> August, 2018, At 12.30 p.m. at Hotel Pavillion, 392, E Ward, Assembly Road, Shahupuri, Kolhapur-416001, Maharashtra.

\_\_\_\_\_  
Shareholder's/Proxy's name in Block Letters

\_\_\_\_\_  
Shareholder's/Proxy's Signature

Note: Shareholders wishing to attend the meeting must bring the attendance slip, duly signed to the meeting and hand it over at the entrance of the hall.

## Management Discussion and Analysis

### Wind Industry Analysis:

During 2017 global wind installations were stable with more than 50 GW of annual installations again lead by China with 19.5 GW.

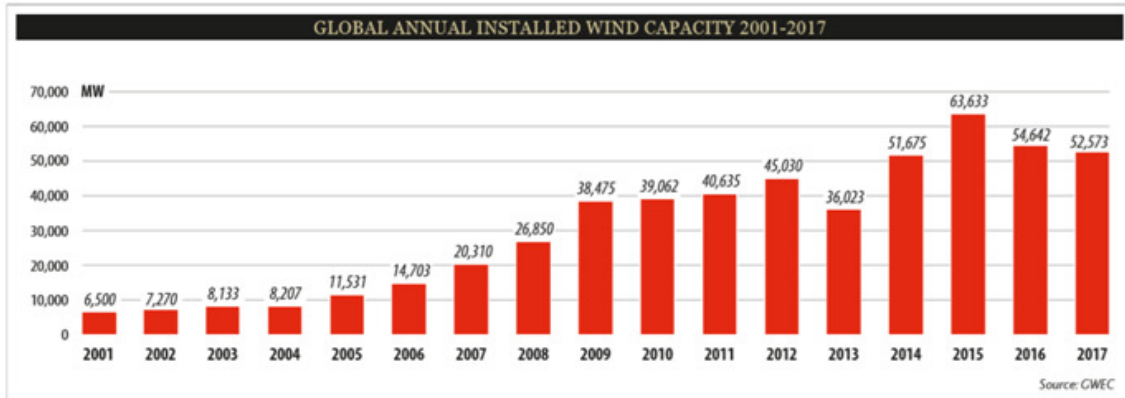


Figure 1: Global annual wind installations

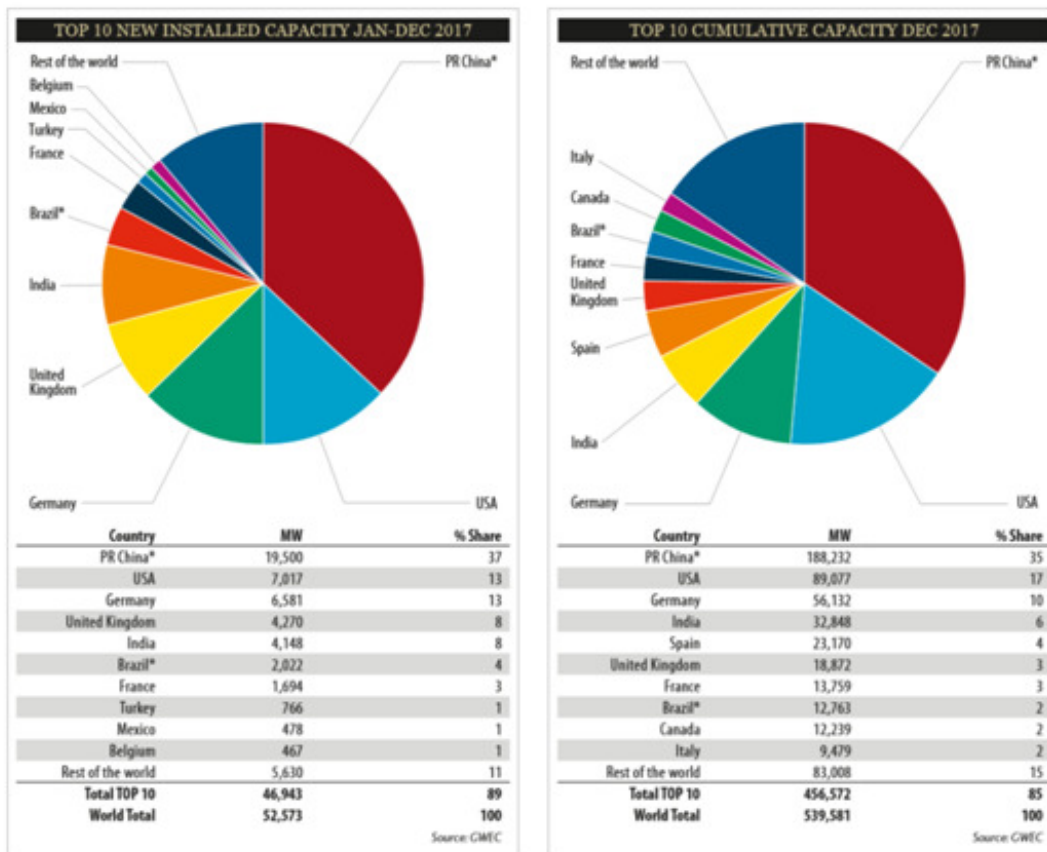


Figure 2: Top 10 countries wind power installation till Dec 2017

During 2017-18 Indian wind installations dipped by 2/3rd to 1762 MW. This drop was mainly on account of transformation from feed in tariff system to reverse bidding method.

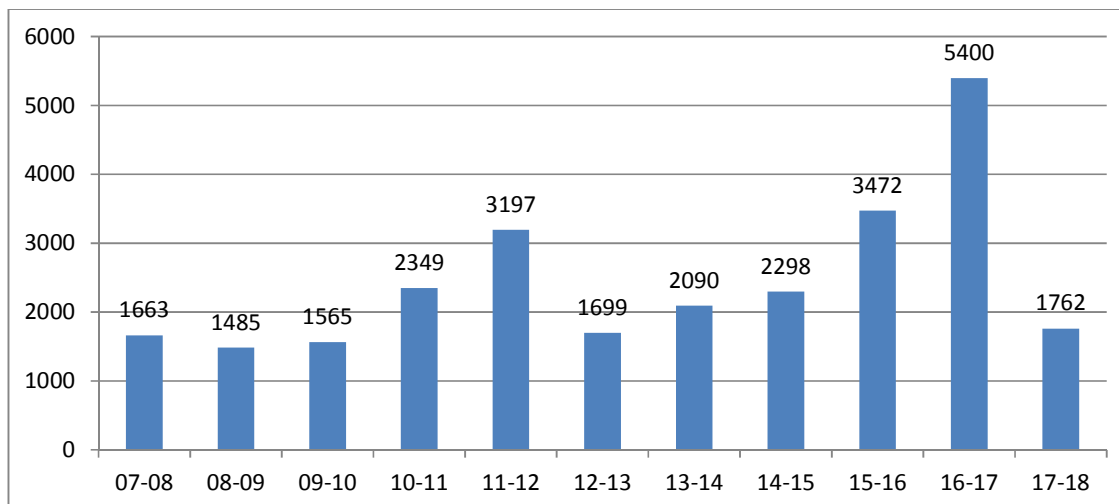


figure 3: Annual Wind Turbine Installations during last 10 years in India

New reverse bidding era brought down the unit KWH power tariff by 50% to below Rs 2.50. Excepting USA & China, majority of countries have implemented reverse bidding system for renewable power. USA & China are also likely to follow this system in couple of years. This competitive power tariff enabling renewable Industry to move main stream. This is going to bring huge demand for the Industry.

With introduction of reverse bidding process, government's priority towards renewable to protect environment & reduce foreign currency outflow through oil imports, and supported by GST reform, Indian wind industry is projected to attain 10 GW of annual installation with in short period of two years. Further India is being converted as manufacturing hub by international manufacturers for meeting their majority of global demand.

Each MW of wind turbine requires 15 MT of castings and global wind casting demand is around 7,50,000 MT. Indian wind casting demand is likely to reach 1,50,000 with 10 GW of annual installations. With global export of wind turbine assemblies from India, total casting demand is likely to exceed 2,00,000 MT.

Company established as a leading wind turbine casting manufacturer in the country with supplies to all leading wind turbine manufacturers in the world. Considering India and global demand, there is great opportunity for the company to capture 10% of global market share and offers >30% CAGR for next 5 years period.

### Non Wind Industry Analysis:

Apart from Wind Turbine Industry, company is also producing castings to Mining, Pumps & Plastic Injection parts. Looking at India's growth story, these industries are also offering huge growth opportunities for large castings.

During FY 2017-18, non wind segment contributed 24% of revenue and expected to reach 33% during next two years.

## Performance Analysis:

### Sales Revenue:

Following are the Sales revenues figures in Rs Crore for last four five years of operations.

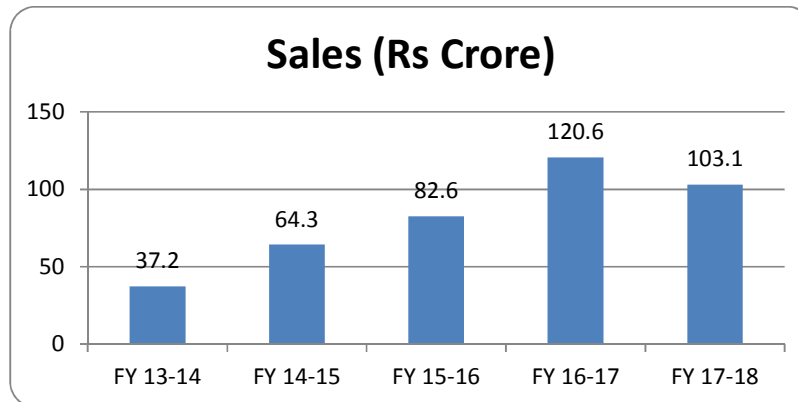


figure 4: Sales Revenue figures in Rs Crores

During the year, Rs 103.1 Crores of Sales Revenues was achieved. In spite of Indian wind Industry recording 2/3rd dip in installations due to reverse bidding transformation, company could protect the revenues within 14% drop from previous year. This could be possible with new customer addition and growth in non wind business.

With Industry getting settled down in new reverse bidding environment, significant growth is expected for the Industry. Company is projected to achieve minimum 50% revenue growth during 2017-18 supported by strong domestic demand with global supply opportunities.

### Profitability:

During the year in line with reduction in sales, there is a reduction in PBDIT from Rs 18.5 Crore to Rs 16.8 Crores.

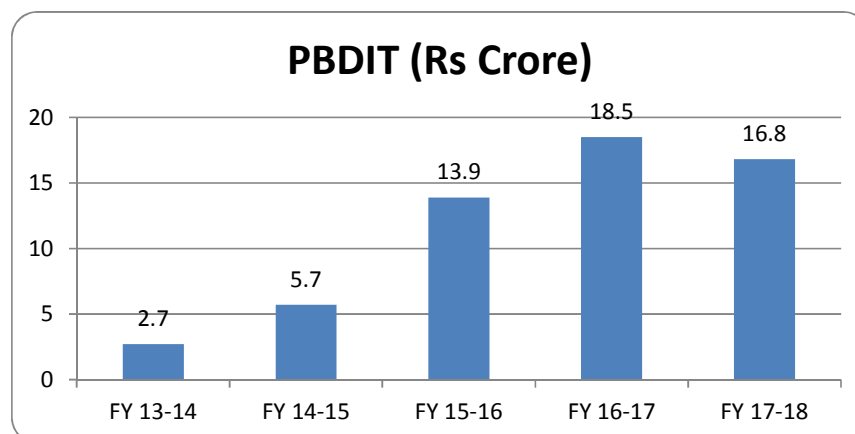


figure 5: PBDIT figures in Rs Crores

Profit margins are expected to be under pressure due to significant increase in raw material prices during fourth quarter of FY 2017-18. However enhanced volume growth, operational excellence initiatives and in-house machining facilities are expected to protect present margin levels.

## Board's Report of Synergy Green Industries Limited, Kolhapur.

Dear Members,  
Synergy Green Industries Limited,  
Kolhapur.

Your Directors have pleasure in presenting before you the Eighth Annual Report of the Company along with audited annual financial statement for the year ended 31st March, 2018.

### 1. Financial Results

The following are the financial results of the Company for the year ended 31st March, 2018:

Particulars	For the Year ended on 31 <sup>st</sup> March, 2018	For the Year ended on 31 <sup>st</sup> March, 2017
Profit Before interest, Depreciation & Tax	16,75,37,019	18,52,93,929
Less: Finance Cost	7,47,61,023	8,31,24,758
Less: Depreciation & Amortization Expense	6,36,69,780	6,13,51,007
Profit before Tax	2,91,06,216	4,08,18,164
Provision for Tax	-	-
Income Tax	-	(50,838)
Deferred Tax Asset	1,75,36,118	78,29,038
Profit after Tax	4,66,42,334	4,85,96,364
Less : Proposed Dividend & Tax thereon	-	-
Balance carried to Balance Sheet	4,66,42,334	4,85,96,364

### 2. Operational Performance

- FY 2017-18 was a transformation period for wind Industry with replacement of conventional feed-in-tariff system to reverse bidding method and introduction of landmark GST tax reform. Both these factors significantly impacted the second and third quarter performance. In spite of such adverse business environment, company could sustain its business and posted Rs.103 Crores revenue within 14% reduction from previous year. This was possible due to new customer addition and product diversification.
- In line with reduction in sales revenue, company posted a net profit of Rs.4.66 Crores as against Rs.4.86 Crore during previous year.
- During the year earnings per share is at Rs.6.96 as against Rs.9.72 during previous year.

### 3. Industry Update & Future Outlook

- Company established as a leading casting supplier in the country with supplies to all major customers. FY 2018-19 is projected to be very good year with a revenue growth of at least 50%
- Margins are going to be under pressure due to steep increase in raw material prices. However with increased sales revenue, operational excellence initiatives and installing in house machining facility should protect profitability.

#### 4. Economic Environment

With introduction of reverse bidding process, government's priority towards renewable to protect environment & reduce foreign currency outflow through oil imports, and supported by GST reform, Indian wind industry is projected to double its annual installation to 10 GW with in short period of two years. Further India is being converted as manufacturing hub by international manufacturers for meeting their majority of global demand.

#### 5. Quality and Certification

Our focus on quality, productivity and innovations has helped us deliver increased value to our customers. The Company is certified for ISO 9001:2015 (Quality Management Systems)

#### 6. Dividend

In view of the planned business growth, your Directors deem it proper to conserve the resources of the Company for its activities and therefore, do not recommend any dividend for the Financial Year ended on 31<sup>st</sup> March, 2018.

#### 7. Details of Subsidiaries, Joint Ventures (JV) or Associate Companies (AC)

The Company does not have subsidiary, joint venture or associate companies.

#### 8. Amounts proposed to be carried to any Reserves

The company has not transferred any amount to the reserves during the Financial Year ended on 31<sup>st</sup> March, 2018

#### 9. Conversion of the Company

The Company was originally incorporated and registered under the Companies Act, 1956 as a Private Limited Company under name and style Synergy Green Industries Private Limited, bearing CINU27100PN2010PTC137493 on 8th October, 2010 at Kolhapur, Maharashtra.

In view of the proposed SME IPO, the Company was converted from Private Limited Company into Public Limited Company vide Special Resolution passed on 12<sup>th</sup> February, 2018. A certificate confirming conversion of the Company into Public Limited Company bearing CIN U27100PN2010PLC137493 was issued by the Registrar of Companies, Pune on 16<sup>th</sup> February, 2018. Upon conversion, the name of the Company was changed to Synergy Green Industries Limited.

#### 10. Listing of Equity Shares

The company is planning to list the Equity shares on BSE SME board and has filed the Draft Prospectus on 06th June 2018 with BSE SME Board. The Initial Public Offer of the Company will be 37,80,000 equity shares of Rs.10/- each at premium of Rs.60/- per equity share.

#### 11. Change in Capital Structure of the Company

During the year under consideration, there are following changes in capital structure of the Company.

During the year under consideration, there were following changes in capital structure of the Company.

##### A) Increase in Authorised Share Capital

During the year, the authorised share capital of the company was increased as follows:

- 1) The Authorised Equity Share Capital of the Company was increased to Rs. 23,00,00,000/- (Rupees Twenty-Three Crore Only) divided into 1,00,00,000 equity shares of Rs. 10/- each and 13,00,000 10% Non-Cumulative Redeemable Preference Share of Rs.100/- each by passing resolutions in the Extra Ordinary General Meeting held on 21<sup>st</sup> November, 2017.
- 2) The Authorised Equity Share Capital of the Company was increased to Rs. 28,00,00,000/- (Rupees Twenty-Eight Crore Only) divided into 1,50,00,000 equity shares of Rs. 10/- each and 13,00,000 10% Non-Cumulative Redeemable Preference Share of Rs.100/- each by passing resolutions in the Extra Ordinary General Meeting held on 12<sup>th</sup> February, 2018.

**B) Issue and redemption of Share Capital**

**1) Right Issue:**

During the year, the Company raised Equity Capital of Rs. 5,00,00,000 (Rs. Five Crores Only) by way of Right Issue of 50,00,00 (Fifty Lacs) Equity shares of Rs.10/- (Rs. Ten Only) each.

**2) Preferential Issue:**

During the year, the Company raised the Capital of Rs. 2,10,00,000 (Rs. Two Crores Ten Lacs only) by way of Preferential Issue of 3,50,000 (Three Lacs Fifty Thousand) Equity shares of Rs. 10 (Rs. Ten Only) each at share premium of Rs. 50 (Rs. Fifty Only) per Equity Share.

**3) Redemption of Preference Shares:**

During the year, the Company redeemed 2,10,000 10% Non-Cumulative Redeemable Preference Share of Rs.100/- each amounting to Rs. 2,10,00,000 (Rs. Two Crores Ten Lacs Only)

**4) SWEAT EQUITY :**

The Company has not issued any Sweat Equity Shares during the year under review.

**5) BONUS SHARES :**

No Bonus Shares were issued during the year under review.

**6) EMPLOYEES STOCK OPTION PLAN :**

The Company has not provided any Stock Option Scheme to the employees.

**C) BUY BACK OF SECURITIES:**

The Company has not bought back any of its securities during the year under review.

**12. Change in nature of business, if any**

Company has not changed its nature of business, during the Financial Year 2017-18.

**13. Material changes and commitments affecting the financial position of the Company**

There are no material changes affecting the financial position of the Company subsequent to the close of the Financial Year 2017-18 till the date of this Report.

**14. Significant & material orders passed by the Regulators or Courts or Tribunals**

There are no significant material orders passed by the Regulators or Courts or Tribunal, which would impact the going concern status of the Company and its future operation.

## 15. Board of Directors and Key Managerial Personnel

The Board of the Company comprises an optimum combination of Executive, Non-Executive and Independent Directors.

As on the date of this report, Board of Directors of the Company comprises of total fifteen directors. The Composition of the Board of Directors is as under:

Name of Director	Category & Designation of Director
Mr. Rajendra V. Shirgaokar	Chairman & Non-Executive Director
Mr. Prafulla V. Shirgaokar	Non-Executive Director
Mr. Shishir S. Shirgaokar	Non-Executive Director
Mr. Chandan S. Shirgaokar	Non-Executive Director
Mr. Niraj S. Shirgaokar	Non-Executive Director
Mr. Anant S. Shirgaokar	Non-Executive Director
Mr. Jeevan V. Shirgaokar	Non-Executive Director
Mr. Sachin R. Shirgaokar	Managing Director
Mr. Sohan S. Shirgaokar	Joint Managing Director
Mr. V. S. Reddy	Executive Director Technical
Mr. Abhay S. Nevagi	Independent Director
Mr. Dattaram P. Kamat	Independent Director
Dr. M. R. Desai	Independent Director
Mrs. Prabha P. Kulkarni	Independent Director
Mr. Meyyappan Shanmugam	Independent Director

The Company appointed Mr. Abhay Nevagi (DIN 08070919), Mr. Dattaram Kamat (DIN 02081844), Dr. M. R. Desai (DIN 01625500), Mrs. Prabha P. Kulkarni (DIN 01625500) as Independent Directors w.e.f 12th February 2018. The Company appointed Mr. Meyyappan Shanmugam (DIN 00079844) as Independent Director, w.e.f. 22nd May, 2018.

In terms of the provisions of Section 152 of the Companies Act, 2013 and of Articles of Association of the Company, Mr. Rajendra Shirgaokar and Mr. Prafulla Shirgaokar, Directors of the Company retire by rotation at the ensuing Annual General Meeting and being eligible, have offered themselves for re-appointment.

Mr. Vinod R. Shirhatti resigned as a Director of the Company w.e.f. 17<sup>th</sup> January, 2018 on account of his other commitments.

The Board places on record his appreciation for the valuable services rendered by him while he was a director of the Company.

In pursuant to provisions of Section 203 of the Companies Act, 2013 read with the applicable rules and

other applicable provisions of the Companies Act, 2013, the designated Key Managerial Personnel (KMP) of the Company as on 31<sup>st</sup> March, 2018 are as follows:

Name of KMP	Category & Designation of KMP
Mr. Sachin R. Shirgaokar	Managing Director
Mr. Sohan S. Shirgaokar	Joint Managing Director
Mr. V. S. Reddy	Executive Director Technical
Mr. Suhas B. Kulkarni	Chief Financial Officer
Mr. Nilesh M. Mankar	Company Secretary (Memb. No.A39928)

The Company has re-appointed Mr. Suhas Kulkarni as Chief Financial Officer for the period of 5 years w.e.f. 1<sup>st</sup> April 2018.

#### 16. Number of Board Meetings held

Total 9 (nine) Board Meetings were held during the financial year 2017-18 on:

8 <sup>th</sup> June 2017	20 <sup>th</sup> September 2017	9 <sup>th</sup> November 2017
21 <sup>st</sup> November 2017	30 <sup>th</sup> November 2017	17 <sup>th</sup> January 2018
9 <sup>th</sup> February 2018	20 <sup>th</sup> February 2018	13 <sup>th</sup> March 2018

The gap between any two consecutive Board Meetings did not exceed 120 days.

#### 17. Committees

The Company has constituted Audit Committee, Nomination & Remuneration Committee and Stakeholder Relationship Committee. The details of constitution of these committees are furnished below:

##### Audit Committee:

Name of Director	Nature of Directorship
Mrs. Prabha P. Kulkarni	Independent Director
Mr. Dattaram P. Kamat	Independent Director
Dr. M. R. Desai	Independent Director
Mr. Rajendra V. Shirgaokar	Non-Executive Director
Mr. Chandan S. Shirgaokar	Non-Executive Director

Nomination and Remuneration Committee:

Name of Director	Nature of Directorship
Mr. Abhay S. Nevagi	Independent Director
Mr. Dattaram P. Kamat	Independent Director
Mrs. Prabha P. Kulkarni	Independent Director
Mr. Prafulla V. Shirgaokar	Non-Executive Director
Mr. Niraj S. Shirgaokar	Non-Executive Director

Stakeholders Relationship Committee:

Name of Director	Nature of Directorship
Mrs. Prabha P. Kulkarni	Independent Director
Mr. Abhay S. Nevagi	Independent Director
Mr. Dattaram P. Kamat	Independent Director
Mr. Shishir S. Shirgaokar	Non-Executive Director

**18. Declaration from Independent Directors**

During the year under review, all Independent Directors have furnished declaration to the effect that they meet the criteria of independence as laid down under Section 149 (6) of the Companies Act, 2013.

**19. Development and Implementation of Risk Management Policy**

The Company has in place a mechanism to identify, assess, monitor, and mitigate various risks to key business set for the Company. As a part of Risk Management policy, the relevant parameters for protection of environment, safety of operations and health of people at work are monitored regularly.

The Board does not foresee any risk which might threaten the existence of the Company.

**20. Deposits**

The Company has accepted deposits of Rs.190.17 lakh from its members during the financial year 2017-18 under section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposit) Rules, 2014 as amended from time to time.

**21. Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo**

Information required under section 134(3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, is given herein below:

**A) Conservation of Energy:**

- i. Energy Conservation: With improved production planning and installing VFD drive to compressors, 6% reduction in energy consumption could be achieved. It is being planned to install one 15 MT holding furnace along dual track system is projected to bring down power consumption by another 6% during FY 17-18.
- ii. Alternate source of energy: Ladle preheating system is being changed from diesel fired to LPG based which has got higher calorific value and save 13% fuel consumption in ladle section. Presently 30% of heat treatment is being carried by outside shops using diesel burners. It is being planned to invest Rs.50 lacs to carryout complete heat treatment in house with LPG fuel is expected to save 6% fuel consumption in heat treatment.
- iii. Capital Investment on Energy Conservation: In order to improve melting efficiency, it is being planned to invest Rs.3.0 crore to install 15 MT holding furnace along with dual track system.

#### **B) Technology Absorption:**

- i. In order to improve operational excellence, it is being planned to implement foundry 4.0 in production process. External consultants are being engaged to implement and train our engineers.
- ii. Import Substitution: Company's raw material import is less than 1% and got away with import of material.
- iii. Technological Up gradation: Technology up-gradation is in progress to improve surface finish of the casting by introducing aluminium patterns and installing automated shot blasting system with an investment of Rs 3.0 Crores.

#### **C) Foreign Exchange Earnings & Outgo**

During the year, the total foreign exchange outgo was Rs.10,34,150 and the total foreign exchange earned was Rs.4,40,39,378.

#### **22. Corporate Social Responsibility (CSR)**

The parameters prescribed for Corporate Social Responsibility initiatives did not apply to the company during the period under consideration. The Company was not required to develop and implement any designated Corporate Social Responsibility initiatives during the said period.

#### **23. Statutory Auditors**

M/s. P. G. Bhagwat, (Firm Registration No.101118W) Chartered Accountants, the acting Statutory Auditors retire at the conclusion of the ensuing Annual General Meeting of the Company. They have confirmed their eligibility and willingness for re appointment as Auditors for financial year 2018-19. Your Directors recommend for re appointment of M/s. P. G. Bhagwat, (Firm Registration No.101118W), Chartered Accountants, as statutory auditors of the company for the period of three years for the approval of Shareholders.

#### **24. Auditors Report**

The Notes on financial statements referred to in the Auditors report are self-explanatory and do not call

for any further comments. The Auditors Report does not contain any qualification, reservation or adverse remark.

## 25. Directors Responsibility Statement

Pursuant to the requirement of section 134(5) of the Companies Act, 2013, the Directors state:

1. That in the preparation of the Annual Accounts for the year 31st March, 2018, the applicable Accounting Standards had been followed along with proper explanation relating to material departures;
2. That they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the period;
3. They have taken proper and 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 and detecting fraud and other irregularities;
4. That the annual financial statements have been prepared on a going concern basis;
5. That they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively and;
6. That they have laid down internal financial controls to be followed by the Company and that such internal financials controls are adequate and are operating effectively.

## 26. Extract of Annual Return

The extract of Annual Return u/s 134 (3)(a) and u/s 92 (3) read with Rule 12 of Companies (Management and Administration) Rules, 2014 in Form MGT-9 is attached to the Report as Annexure II.

## 27. Particulars of Loans, Guarantees and Investments

The Company has not given any loan or guarantee or security or made investment under Section 186 of the Companies Act, 2013 during the financial year.

## 28. Particulars of Related Party Transactions

All transactions entered into with Related Parties as defined under Section 2(76) of the Companies Act, 2013 during the financial year were in the ordinary course of business and at an arm's length pricing basis and do not attract the provisions of Section 188 of the Companies Act, 2013.

The Company has formulated a policy on materiality of Related Party Transactions and dealing with Related Party Transactions. The Company has also taken omnibus approval from directors in Board Meeting held on 18<sup>th</sup> May 2018 for the F.Y.2018-19.

The particulars of related party transactions in prescribed Form AOC - 2 are attached as Annexure I.

## 29. Prevention of Sexual Harassment Committee

As per the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 a committee called Internal Complaints Committee has been established to provide a mechanism to redress grievances pertaining to sexual harassment at workplace and Gender Equality

of working women. During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

### 30. Vigil Mechanism / Whistle Blower

The Company has adopted a Vigil Mechanism Policy, to provide a formal mechanism to the Directors and employees to report their concerns about unethical behavior, actual or suspected fraud or violation of the Company's Code of Conduct or ethics policy. The Policy provides for adequate safeguards against victimization of employees who avail of the mechanism and also provides for direct access to the Chairman of the Audit Committee. It is affirmed that no personnel of the Company have been denied access to the Audit Committee.

### 31. Acknowledgements

Your directors would like to place on record their appreciation for the support to the Company received from the Employees at all levels. Our growth was made possible by their hard work, solidarity, cooperation and support. We would also like to thank our Bankers, Associates and all other clients and well-wishers.

**FOR AND ON BEHALF OF THE BOARD  
SYNERGY GREEN INDUSTRIES LIMITED**

**Place : Kolhapur  
Date : 6<sup>th</sup> July, 2018**

**MR. SACHIN R. SHIRGAOKAR  
MANAGING DIRECTOR  
DIN:01512497**

**MR. SOHAN S. SHIRGAOKAR  
JOINT MANAGING DIRECTOR  
DIN:00217631**

**ANNEXURE – I****Form No. AOC-2**

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

**1. Details of contracts or arrangements or transactions not at Arm's length basis.**

Sr. No.	Particulars	1	2	3
1	Name(s) of the related party			
2	Nature of relationship			
3	Duration of the contracts / arrangements/transactions			
4	Salient terms of the contracts or arrangements or transactions including the value	-----NOT APPLICABLE-----		
5	Justification for entering into such contracts or arrangements or transactions			
6	Date(s) of approval by the Board			
7	Amount paid as advances, if any			
8	Date on which the special resolution was passed in general meeting as required under first proviso to section 188			

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

Sr. No.	Particulars	1	2	3
1	Name(s) of the related party	S.B. Reshellers Pvt. Ltd.	Tara Tiles Pvt. Ltd.	The Ugar Sugar Works Ltd.
2	Nature of relationship	Holding Company	Fellow Associate	Director's holding >2%
3	Duration of the contracts/ arrangements/ transactions	01.04.2017 to 31.03.2018	01.04.2017 to 31.03.2018	01.04.2017 to 31.03.2018
4	Salient terms of the contracts or arrangements or transactions including the value	<b>1.</b> Purchase of Other items ₹3,55,51,074.00 <b>2.</b> Labour Charges Paid ₹11,52,203.00 <b>3.</b> Purchase of Fixed Asset ₹44,55,097.00 <b>4.</b> Service Charges Received ₹7,95,860.00 <b>5.</b> Lease Rent Paid ₹48,00,000.00 <b>6.</b> Office Rent Paid ₹10,000.00 <b>7.</b> Sale of material ₹15,12,850.00	<b>1.</b> Purchase of Fixed Assets ₹61,320.00 <b>2.</b> Labour Charges Paid ₹11,250.00	<b>1.</b> Purchase of other items ₹1,15,200.00
5	Justification for entering into such contracts or arrangements or transactions	Routine Business	Routine Business	Routine Business
6	Date(s) of approval by the Board	-		-
7	Amount paid as advances, if any	-		-

**ANNEXURE-II**

**FORM NO. MGT – 9  
EXTRACT OF ANNUAL RETURN (Annexure II)  
as on the financial year ended on March 31, 2018**

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

**I. REGISTRATION AND OTHER DETAILS :**

(i)	<b>CIN :-</b>	<b>U27100PN2010PLC137493</b>
(ii)	<b>Registration date:</b>	<b>08-10-2010</b>
(iii)	<b>Name of the company:</b>	<b>SYNERGY GREEN INDUSTRIES LTD.</b> (Formerly known as Synergy Green Industries Pvt. Ltd.)
(iv)	<b>Category/sub-category of the company:</b>	<b>LIMITED BY SHARES</b>
(v)	<b>Address of the registered office and contact details :</b>	<b>392, E WARD, SHAHUPURI, KOLHAPUR-416001. TEL.02312658375</b>
(vi)	<b>Whether listed company :-</b>	<b>NO</b>
(vii)	<b>Name, Address and Contact details of Registrar and Transfer Agent, if any</b>	<b>N.A.</b>

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

Sl. No.	Name and Description of Main Products / Services	NIC Code of the Product / Services	% to total Turnover of the Company
1	Windmill Parts	3450	58%
2	Other CI & SGI Castings	2431	42%

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

Sl. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associates	% of Shares Held	Applicable Section
1	S.B. Reshellers Pvt. Ltd.	U29199MH1949PTC007210	Holding Company	50.69%	2(46)

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

(i) Category-wise Shareholding.

Category of shareholders		No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during
		Demat	Physical	Total	% of total Shares	Demat	Physical	Total	% of total Shares	
A	Promoters									
1	<b>Indian</b>			0	0			0	0	0
a	Individual / HUF	0	2113865	2113865	42.28%	0	4498430	4498430	43.46%	-1.19%
b	Central Govt.	0		0	0.00%	0		0	0.00%	0.00%
c	State Govt(s)	0		0	0.00%	0		0	0.00%	0.00%
d	Bodies Corp.	0	2874661	2874661	57.49%	0	5744822	5744822	55.51%	1.99%
e	Banks / FI	0		0	0.00%	0		0	0.00%	0.00%
f	Any Other	0	0	0	0.00%	0	0	0	0.00%	0.00%
	Sub Total (A)(1)	0	4988526	4988526	99.77%	0	10243252	10243252	98.97%	0.80%
2	<b>Foreign</b>			0	0			0	0.00%	0.00%
a	NRIs – Individuals	0	0	0	0			0	0.00%	0.00%
b	Other – Individuals	0	0	0	0			0	0.00%	0.00%
c	Bodies Corp.	0	0	0	0			0	0.00%	0.00%
d	Bank / FI	0	0	0	0			0	0.00%	0.00%
e	Any Other....	0	0	0	0			0	0.00%	0.00%
	Sub-total (A) (2)	0	0	0	0			0	0.00%	0.00%
	Total Shareholding of Promoter (A)=(A) (1)+ (A) (2)	0	4988526	4988526	99.77%	0	10243252	10243252	98.97%	0.80%

Category of shareholders		No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during
		Demat	Physical	Total	% of total Shares	Demat	Physical	Total	% of total Shares	
B	<b>Public Shareholding</b>									
	1 Institutions									
a	Mutual Funds									
b	Bank / FI									
c	Central Govt.									
d	State Govt(s)									
e	Venture Capital Funds									
f	Insurance Companies									
g	FIIIs									
h	Foreign Venture Capital Funds									
i	Others (specify)									
	Sub Total (B)(1)									
	<b>2 Non-Institutions</b>									
a	Bodies Corp.									
i	Indian									
ii	Overseas									
b	Individuals									
i	Individual Shareholders holding nominal share capital upto Rs. 1 Lac	0	11474	11474	0.23%	0	71448	71448	0.69%	-0.46%
ii	Individual Shareholders holding nominal share Capital in excess of Rs. 1 Lac	0	0	0	0.00%	0	35300	35300	0.34%	-0.34%
c	Any Other (Non-Promoters)									
	Sub Total(B)(2)	0	11474	11474	0.23%	0	106748	106748	1.03%	-0.80%
	Total Public Shareholding (B)=(B)(1)+(B) (2)	0	11474	11474	0.23%	0	106748	106748	1.03%	-0.80%
C	Shares held by Custodian for GDRs & ADRs									
	<b>Grand Total (A+B+C)</b>	<b>0</b>	<b>5000000</b>	<b>5000000</b>	<b>100.00%</b>	<b>0</b>	<b>10350000</b>	<b>10350000</b>	<b>100.00%</b>	<b>0.00%</b>

## (i) Shareholding of promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change
		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	In shareholding during the year
1	Anant Shriniwas Huilgol & Asha Anant Huilgol	34218	0.69%	0.00	100436	0.97%	0.00	-0.28%
2	Anant Shriniwas Huilgol & Namita Sandeep Huilgol	205	0.004%	0.00	410	0.004%	0.00	0.000%
3	Asha Anant Huilgol	9945	0.20%	0.00	19890	0.19%	0.00	0.01%
4	Chandan Sanjeev Shirgaokar & Radhika Sanjeev Shirgaokar	3951	0.08%	0.00	3951	0.04%	0.00	0.04%
5	D. M. Shirgaokar Enterprises LLP	100433	2.01%	0.00	200866	1.94%	0.00	0.07%
6	Jeevan Vasant Shirgaokar & Anuja Jeevan Shirgaokar	14460	0.29%	0.00	28920	0.28%	0.00	0.01%
7	Laxmi Sachin Shirgaokar & Sachin Rajendra Shirgaokar	20000	0.40%	0.00	47500	0.46%	0.00	-0.06%
8	Prabhakar Shirgaokar Enterprises LLP	4500	0.09%	0.00	4500	0.04%	0.00	0.05%
9	Prafulla Shirgaokar Enterprises LLP	15000	0.30%	0.00	30000	0.29%	0.00	0.01%
10	Prafulla Vinayak Shirgaokar & Smita Prafulla Shirgaokar	51266	1.03%	0.00	102532	0.99%	0.00	0.03%
11	Radhika Sanjeev Shirgaokar & Chandan Sanjeev Shirgaokar	371176	7.42%	0.00	742352	7.17%	0.00	0.25%
12	Radhika Sanjeev Shirgaokar & Sohan Sanjeev Shirgaokar	371177	7.42%	0.00	742354	7.17%	0.00	0.25%
13	Rajendra Vinayak Shirgaokar & Sachin Rajendra Shirgaokar	10000	0.20%	0.00	20500	0.20%	0.00	0.00%
14	S.B.Reshellers Pvt. Ltd.	2622982	52.46%	0.00	5245964	50.69%	0.00	1.77%
15	Sachin Rajendra Shirgaokar	5000	0.10%	0.00	10000	0.10%	0.00	0.00%
16	Sachin Rajendra Shirgaokar & Laxmi Sachin Shirgaokar	363114	7.26%	0.00	730228	7.06%	0.00	0.21%
17	Sandhya Ashok Gupta	410	0.01%	0.00	820	0.01%	0.00	0.00%
18	Shishir Suresh Shirgaokar & Savita Shishir Shirgaokar	84932	1.70%	0.00	174864	1.69%	0.00	0.01%

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change In shareholding during the year
		No. of Shares	% of total shares of the Company	% of shares pledged / encumbered to total Shares	No. of Shares	% of total shares of the Company	% of shares pledged / encumbered to total Shares	
19	Shraddha Dinkar Shirgaokar	409	0.01%	0.00	1818	0.02%	0.00	-0.01%
20	Smita Prafulla Shirgaokar & Prafulla Vinayak Shirgaokar	14650	0.29%	0.00	29300	0.28%	0.00	0.01%
21	Sohan Sanjeev Shirgaokar	5000	0.10%	0.00	5000	0.05%	0.00	0.05%
22	Sohan Sanjeev Shirgaokar & Radhika Sanjeev Shirgaokar	3952	0.08%	0.00	3952	0.04%	0.00	0.04%
23	Suresh Shirgaokar Enterprises LLP	59246	1.18%	0.00	118492	1.14%	0.00	0.04%
24	Vendavagali Srinivasa Reddy & Sou.Vendavagali Kuberi Reddy	750000	15.00%	0.00	1510000	14.59%	0.00	0.41%
25	V. S. Shirgaokar Enterprises LLP	72500	1.45%	0.00	145000	1.40%	0.00	0.05%
26	Rajeev Vijay Dalvi	0	0.00%	0.00	20000	0.19%	0.00	-0.19%
27	Geetali Chandan Shirgaokar	0	0.00%	0.00	41600	0.40%	0.00	-0.40%
28	Niraj Shishir Shirgaokar & Asawari Niraj Shirgaokar	0	0.00%	0.00	5000	0.05%	0.00	-0.05%
29	Tarini Sanat Shirgaokar	0	0.00%	0.00	19000	0.18%	0.00	-0.18%
30	Sohan Sanjeev Shirgaokar & Gauri Sohan Shirgaokar	0	0.00%	0.00	111052	1.07%	0.00	-1.07%
31	Rishabh Sanat Shirgaokar	0	0.00%	0.00	4500	0.04%	0.00	-0.04%
32	Chandan Sanjeev Shirgaokar & Geetali Chandan Shirgaokar	0	0.00%	0.00	3951	0.04%	0.00	-0.04%
33	Aniket Jeevan Shirgaokar	0	0.00%	0.00	4000	0.04%	0.00	-0.04%
34	Harshada Avinash Shirgaokar & Avinash Vasant Shirgaokar	0	0.00%	0.00	4000	0.04%	0.00	-0.04%
35	Santhosh Avinash Shirgaokar	0	0.00%	0.00	4000	0.04%	0.00	-0.04%
36	Sanyam Jeevan Shirgaokar & Jeevan Vasant Shiragokar	0	0.00%	0.00	4000	0.04%	0.00	-0.04%
37	Kuberi Reddy V.	0	0.00%	0.00	2500	0.02%	0.00	-0.02%
<b>Total</b>		<b>4988526</b>	<b>99.77%</b>	<b>0.00</b>	<b>10243252</b>	<b>98.97%</b>	<b>0.00%</b>	<b>0.80%</b>

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

Sl. No.	Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year		Date wise increase / decrease in promoters Shareholding during the year specifying the reasons for increase / decrease (e.g., allotment / transfer / bonus / sweat equity,	Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the company		No. of Shares	% of total shares of the company
1	Anant Shriniwas Huilgol & Asha Anant Huilgol	34,218.00	0.69%	66,218.00	0.64%	Allotment of Shares under Right Issue & Preferential Issue	1,00,436.00	0.97%
2	Anant Shriniwas Huilgol & Namita Sandeep Huilgol	205.00	0.004%	205.00	0.002%	Allotment under Right issue	410.00	0.004%
3	Asha Anant Huilgol	9,945.00	0.20%	9,945.00	0.10%	Allotment under Right issue	19,890.00	0.19%
4	D. M. Shirgaokar Enterprises LLP	1,00,433.00	2.01%	1,00,433.00	0.97%	Allotment under Right issue	2,00,866.00	1.94%
5	Jeevan Vasant Shirgaokar & Anuja Jeevan Shirgaokar	14,460.00	0.29%	14,460.00	0.14%	Allotment under Right issue	28,920.00	0.28%
6	Laxmi Sachin Shirgaokar & Sachin Rajendra Shirgaokar	20,000.00	0.40%	27,500.00	0.27%	Allotment of Shares under Right Issue & Preferential Issue	47,500.00	0.46%
7	Prafulla Shirgaokar Enterprises LLP	15,000.00	0.30%	15,000.00	0.14%	Allotment under Right issue	30,000.00	0.29%
8	Prafulla Vinayak Shirgaokar & Smita Prafulla Shirgaokar	51,266.00	1.03%	51,266.00	0.50%	Allotment under Right issue	1,02,532.00	0.99%
9	Radhika Sanjeev Shirgaokar & Chandan Sanjeev Shirgaokar	3,71,176.00	7.42%	3,71,176.00	3.59%	Allotment under Right issue	7,42,352.00	7.17%
10	Radhika Sanjeev Shirgaokar & Sohan Sanjeev Shirgaokar	3,71,177.00	7.42%	3,71,177.00	3.59%	Allotment under Right issue	7,42,354.00	7.17%
11	Rajendra Vinayak Shirgaokar & Sachin Rajendra Shirgaokar	10,000.00	0.20%	10,500.00	0.10%	Allotment of Shares under Right Issue & Preferential Issue	20,500.00	0.20%
12	S.B.Reshellers Pvt. Ltd.	26,22,982.00	52.46%	26,22,982.00	25.34%	Allotment under Right issue	52,45,964.00	50.69%
13	Sachin Rajendra Shirgaokar	5,000.00	0.10%	5,000.00	0.05%	Allotment under Right issue	10,000.00	0.10%
14	Sachin Rajendra Shirgaokar & Laxmi Sachin Shirgaokar	3,63,114.00	7.26%	3,67,114.00	3.55%	Allotment of Shares under Right Issue & Preferential Issue	7,30,228.00	7.06%
15	Sandhya Ashok Gupta	410.00	0.01%	410.00	0.00%	Allotment under Right issue	820.00	0.01%
16	Shishir Suresh Shirgaokar & Savita Shishir Shirgaokar	84,932.00	1.70%	89,932.00	0.87%	Allotment of Shares under Right Issue & Preferential Issue	1,74,864.00	1.69%

Sl. No.	Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year		Date wise increase / decrease in promoters Shareholding during the year specifying the reasons for increase / decrease (e.g., allotment / transfer / bonus / sweat equity, etc):	Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the company		No. of Shares	% of total shares of the company
17	Shraddha Dinkar Shirgaokar	409.00	0.01%	1,409.00	0.01%	Allotment of Shares under Right Issue & Preferential Issue	1,818.00	0.02%
18	Smita Prafulla Shirgaokar & Prafulla Vinayak Shirgaokar	14,650.00	0.29%	14,650.00	0.14%	Allotment under Right issue	29,300.00	0.28%
19	Suresh Shirgaokar Enterprises LLP	59,246.00	1.18%	59,246.00	0.57%	Allotment under Right issue	1,18,492.00	1.14%
20	Vendavagali Srinivasa Reddy & Sou.Vendavagali Kuberi Reddy	7,50,000.00	15.00%	7,60,000.00	7.34%	Allotment of Shares under Right Issue & Preferential Issue	15,10,000.00	14.59%
21	V. S. Shirgaokar Enterprises LLP	72,500.00	1.45%	72,500.00	0.70%	Allotment under Right issue	1,45,000.00	1.40%
22	Rajeev Vijay Dalvi	-	0.00%	20,000.00	0.19%	Allotment of Shares under Right Issue & Preferential Issue	20,000.00	0.19%
23	Geetali Chandan Shirgaokar	-	0.00%	41,600.00	0.40%	Allotment of Shares under Right Issue & Preferential Issue	41,600.00	0.40%
24	Niraj Shishir Shirgaokar & Asawari Niraj Shirgaokar	-	0.00%	5,000.00	0.05%	Allotment of Shares under Right Issue & Preferential Issue	5,000.00	0.05%
25	Tarini Sanat Shirgaokar	-	0.00%	19,000.00	0.18%	Allotment of Shares under Right Issue & Preferential Issue	19,000.00	0.18%
26	Sohan Sanjeev Shirgaokar & Gauri Sohan Shirgaokar	-	0.00%	1,11,052.00	1.07%	Allotment of Shares under Right Issue & Preferential Issue	1,11,052.00	1.07%
27	Rishabh Sanat Shirgaokar	-	0.00%	4,500.00	0.04%	Renunciation from Prabhakar Shirgaokar Ent. LLP	4,500.00	0.04%
28	Chandan Sanjeev Shirgaokar & Geetali Chandan Shirgaokar	-	0.00%	3,951.00	0.04%	Renunciation from Radhika & Chandan Shirgaokar	3,951.00	0.04%
29	Aniket Jeevan Shirgaokar	-	0.00%	4,000.00	0.04%	Allotment of Shares under Right Issue & Preferential Issue	4,000.00	0.04%
30	Harshada Avinash Shirgaokar & Avinash Vasant Shirgaokar	-	0.00%	4,000.00	0.04%	Allotment of Shares under Right Issue & Preferential Issue	4,000.00	0.04%
31	Santhosh Avinash Shirgaokar	-	0.00%	4,000.00	0.04%	Allotment of Shares under Right Issue & Preferential Issue	4,000.00	0.04%
32	Sanyam Jeevan Shirgaokar & Jeevan Vasant Shiragokar	-	0.00%	4,000.00	0.04%	Allotment of Shares under Right Issue & Preferential Issue	4,000.00	0.04%
33	Kuberi Reddy V.	-	0.00%	2,500.00	0.02%	Allotment of Shares Preferential Issue	2,500.00	0.02%

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

Sl. No.	Name	Shareholding at the beginning of the year		Transactions during the year		Cumulative Shareholding during the year	
		No. of Shares	Percentage of total shares of the Company	Date of Transaction	No. of Shares	No. of Shares	Percentage of total shares of the Company
1	Vinod Ramrao Shirhatti & Bina Vinod Shirhatti	-		-	-	-	
	-Preferential Issue	-		20-02-2018	47,500	47,500	0.46%
	At the end of the year					47,500	0.46%
2	Mukund Krishnaji Kulkarni & Alakananda Mukund Kulkarni	11,474	0.23%	-	-	-	
	-Preferential Issue	-		20-02-2018	12,474	23,948	0.23%
	At the end of the year					23,948	0.23%
3	Kushal Hemraj Samani & Anjali Kushal Samani	-		-	-	-	
	-Preferential Issue	-		20-02-2018	4,300	4,300	0.04%
	At the end of the year					4,300	0.04%
4	Vidur Sharad Thakar	-		-	-	-	
	-Preferential Issue	-		20-02-2018	3,500	3,500	0.03%
	At the end of the year					3,500	0.03%
5	Badri Veermallaiah sadanandam	-		-	-	-	
	-Preferential Issue	-		20-02-2018	2,500	2,500	0.02%
	At the end of the year					2,500	0.02%
6	K. Basavaraja Reddy	-		-	-	-	
	-Preferential Issue	-		20-02-2018	2,500	2,500	0.02%
	At the end of the year					2,500	0.02%
7	Venkatarama Reddy N	-		-	-	-	
	-Preferential Issue	-		20-02-2018	2,500	2,500	0.02%
	At the end of the year					2,500	0.02%
8	Suhas Bhalchandra Kulkarni	-		-	-	-	
	-Preferential Issue	-		20-02-2018	2,000	2,000	0.02%
	At the end of the year					2,000	0.02%
9	Ram Balappa Birangaddi	-		-	-	-	
	-Preferential Issue	-		20-02-2018	2,000	2,000	0.02%
	At the end of the year					2,000	0.02%
10	Pravin Balasaheb Ghunake	-		-	-	-	
	-Preferential Issue	-		20-02-2018	1,500	1,500	0.01%
	At the end of the year					1,500	0.01%

(i) **Shareholding of Director's and Key Managerial Personnel's**

Sl. No.	Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year		Date wise increase / decrease in promoters Shareholding during the year specifying the reasons for increase / decrease (e.g., allotment / transfer / bonus / sweat equity, etc):	Shareholding at the end of the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the company		No. of Shares	% of total shares of the company
1	Shri Rajendra V. Shirgaokar	-	-	-	-	-	-	-
2	Shri Prafulla V. Shirgaokar	-	-	-	-	-	-	-
3	Shri Shishir S. Shirgaokar	-	-	-	-	-	-	-
4	Shri Chandan S. Shirgaokar	-	-	-	-	-	-	-
5	Shri Niraj S. Shirgaokar	-	-	-	-	-	-	-
6	Shri Anant S. Huilgol	-	-	-	-	-	-	-
7	Shri Jeevan V. Shirgaokar	-	-	-	-	-	-	-
8	Shri Sachin R. Shirgaokar	5000.00	0.10%	5000.00	0.05%	Allotment under Right Issue	10000.00	0.10%
9	Shri Sohan S. Shirgaokar	5000.00	0.10%	0.00	0.00%	-	5000.00	0.05%
10	Shri V. S. Reddy	-	-	-	-	-	-	-
11	Shri Abhay S. Nevagi	-	-	-	-	-	-	-
12	Shri Dattaram P. Kamat	-	-	-	-	-	-	-
13	Dr. M. R. Desai	-	-	1,000.00	0.01%	Allotment under Preferential Issue	1,000.00	0.01%
14	Mrs. Prabha P. Kulkarni	-	-	-	-	-	-	-
15	Shri Suhas B. Kulkarni (KMP)	-	-	2,000.00	0.02%	Allotment under Preferential Issue	2,000.00	0.02%
16	Shri Nilesh M. Mankar (KMP)	-	-	-	-	-	-	-

**(i) INDEBTEDNESS**

Indebtness of the company including interest outstanding / accrued but not due for payment.

		<b>Secured Loans excluding deposits</b>	<b>Unsecured Loans</b>	<b>Deposits</b>	<b>Total Indebtness</b>
<b>Indebtness at the beginning of the financial year</b>					
i.	Principal Amount	34,69,03,446.38	13,21,15,000.00	-	47,90,18,446.38
ii.	Interest due but not paid	-	-	-	-
iii.	Interest accrued but not due	39,633.00	-	-	39,633.00
<b>Total (i+ii+iii)</b>		34,69,43,079.38	13,21,15,000.00	-	47,90,58,079.38
<b>Change in Indebtness during the financial year</b>					
• Addition		-	12,60,17,000.00		12,60,17,000.00
• Reduction		(7,15,13,355.77)	(11,63,92,000.00)		(18,79,05,355.77)
<b>Net Change</b>		(7,15,13,355.77)	96,25,000.00	-	(6,18,88,355.77)
<b>Indebtness at the end of the financial year</b>					
i.	Principal Amount	27,53,90,090.61	14,17,40,000.00		41,71,30,090.61
ii.	Interest due but not paid	-	-		-
iii.	Interest accrued but not due	17,670.00	-		17,670.00
<b>Total (i+ii+iii)</b>		27,54,07,760.61	14,17,40,000.00	-	41,71,47,760.61

**REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

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

Sl. No.	Particulars of Remuneration	<b>Name of MD/WTD/Manager</b>	Total Amount
		<b>Mr. Sachin R. Shirgaokar (Managing Director)</b>	
1	Gross Salary		
a.	Salary as per provisions contained in section 17(1) of the income-tax Act, 1961.	30,00,000.00	30,00,000.00
b.	Value of perquisites under section 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 4% of profit	12,93,610.00	12,93,610.00
	-- others, specify	-	-
5	Others, please specify	35,000.00	35,000.00
	<b>Total (A)</b>	43,28,610.00	43,28,610.00
	Ceiling as per the Act		

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

Sl. No.	Particulars of Remuneration	Name of JMD/WTD/Manager	Total Amount
		Mr. Sohan S. Shirgaokar (Jt. Managing Director)	
1	Gross Salary		
a.	Salary as per provisions contained in section 17(1) of the income-tax Act, 1961.	30,00,000.00	30,00,000.00
b.	Value of perquisites under section 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 4% of profit	12,93,610.00	12,93,610.00
	-- others, specify	-	-
5	Others, please specify	35,000.00	35,000.00
	Total (A)	43,28,610.00	43,28,610.00
	Ceiling as per the Act		

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

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager	Total Amount
		Mr. V. S. Reddy (Executive Director-Technical)	
1	Gross Salary		
a.	Salary as per provisions contained in section 17(1) of the income-tax Act, 1961.	52,46,136.00	52,46,136.00
b.	Value of perquisites under section 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 2% of profit	6,46,805.00	6,46,805.00
	-- others, specify	-	-
5	Others, please specify	35,000.00	35,000.00
	Total (A)	59,27,941.00	59,27,941.00
	Ceiling as per the Act		

**Remuneration to other Directors :**

Sl. No.	Particulars of Remuneration	Mr. Abhay Nevagi	Mr. Dattaram Kamat	Mrs. Prabha Kulkarni	Dr. M. R. Desai				
1	Independent Directors								
•	Fee for attending Board / Committee Meetings	-	20,000.00	10,000.00	15,000.00				
•	Commission								
•	Others, please specify								
	<b>Total (1)</b>	-	20,000.00	10,000.00	15,000.00				
2	Other Non-Executive Directors	Mr. Rajendra Shirgaokar	Mr. Prafulla Shirgaokar	Mr. Shishir Shirgaokar	Mr. Chandan Shirgaokar	Mr. Niraj Shirgaokar	Mr. Anant Huilgol	Mr. Jeevan Shirgaokar	Mr. Vinod Shirhatti
•	Fee for attending Board / Committee Meetings	45,000.00	45,000.00	35,000.00	40,000.00	45,000.00	45,000.00	45,000.00	5,000.00
•	Commission								
•	Others, please specify								
	<b>Total (2)</b>	45,000.00	45,000.00	35,000.00	40,000.00	45,000.00	45,000.00	45,000.00	5,000.00
	<b>Total (B) = (1+2)</b>	45,000.00	65,000.00	45,000.00	55,000.00	45,000.00	45,000.00	45,000.00	5,000.00
	Total Managerial Remuneration	All the Directors are Non-executive Directors or Independent Directors. Only Sitting Fees are paid which are not exceeding Rs.1 Lakh per meeting.							
	Overall Ceiling as per the Act.								

**A. Remuneration to Key Managerial Personnel other than MD / Manager / WTD :**

Sl. No.	Particulars of Remuneration	Key Managerial Personnel	
		Mr. Suhas B. Kulkarni CFO	Total
1	Gross Salary		
a.	Salary as per provisions contained in section 17(1) of the income-tax Act, 1961.	13,83,005.00	13,83,005.00
b.	Value of perquisites under section 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	-	-
	<b>Total</b>	13,83,005.00	13,83,005.00

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

SI. No.	Particulars of Remuneration	Key Managerial Personnel	
		Mr. Nilesh M. Mankar CS	Total
1	Gross Salary		
a.	Salary as per provisions contained in section 17(1) of the income-tax Act, 1961.	4,77,211.00	4,77,211.00
b.	Value of perquisites under section 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	4,77,211.00	4,77,211.00

(i) PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES :

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

For Synergy Green Industries Limited

Place: Kolhapur

Date: 6th July, 2018

Sachin R. Shirgaokar  
Managing Director  
(DIN: 01512497)

Sohan S. Shirgaokar  
Jt. Managing Director  
(DIN: 00217631)

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE MEMBERS OF SYNERGY GREEN INDUSTRIES LIMITED**

#### **Report on the Standalone Financial Statements**

We have audited the accompanying financial statements of **Synergy Green Industries Limited** (formerly known as Synergy Green Industries Private Limited) ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2018, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

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

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

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

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

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

## **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March 2018, its Profit and its cash flows for the year ended on that date.

## **Report on Other Legal and Regulatory Requirements**

1. As required by The Companies (Auditor's Report) Order, 2016 issued by Central Government of India in terms of sub-section (11) of section 143 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, 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 and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) (Amendment) Rules, 2017.
  - e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2018 taken on record by the Board of Directors, none of the directors are disqualified as on 31<sup>st</sup> March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) With respect to the existence of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure B; and

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) Amendment Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- 1) The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note C-1 (a) to the financial statements;
- 2) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- 3) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

**For M/s. P. G. Bhagwat**  
**Chartered Accountants**  
FRN- 101118W

**Akshay B. Kotkar**  
**Partner**  
Membership No. 140581  
Place: Kolhapur  
Date: July 6, 2018

## **Annexure - A to the Independent Auditor's Report**

**Referred to in paragraph 1 of our Report on Other Legal and Regulatory Requirements of even date to the Members of Synergy Green Industries Limited.**

- (i) In respect of Property, Plant & Equipment:
  - (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant & Equipment.
  - (b) In our opinion the frequency of verification of Property, Plant & Equipment is reasonable. According to information and explanations given to us, no material discrepancies were noticed on such verification.
  - (c) The title deeds of immovable properties are held in the name of the company.
- (ii) The inventory was physically verified during the year by the management. In our opinion the frequency of verification is reasonable. Discrepancies between the physical stock and the book records noticed on verification were properly dealt with in the books of accounts.
- (iii) According to information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act 2013.

Accordingly, the reporting under clause 3 (iii) (a), (b) and (c) of the Companies (Auditor's Report) Order, 2016 is not applicable to the Company.

- (iv) According to information & explanations given to us, in our opinion in respect of loan, investment, guarantees and security provision of Sections 185 and 186 of the Companies Act, 2013 has been complied with.
- (v) According to information and explanations given to us, the Company has accepted deposits from members during the year. The Company has complied with the provision of sec 73 to 76 and any other relevant provision of Companies Act, 2013 and the rules framed there under, where applicable. Also, according to information and explanations given to us, no order has been passed by the Company Law Board or the National Company Law Tribunal or the Reserve bank of India or any Court or any other Tribunal against the company.
- (vi) We have broadly reviewed the books of accounts and records maintained by the Company relating to manufacture of SG Iron castings pursuant to the rules made by Central Government for the maintenance of cost records under sub-section (1) of Section 148 of the Companies Act 2013 and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have, however, not made a detailed examination of the records with a view to determining whether they are accurate or complete.
- (vii) (a) According to information and explanation given to us, the Company is generally regular in depositing undisputed statutory dues with appropriate authorities including provident

fund, employees' state insurance, income-tax, sales-tax service tax, duty of customs, duty of excise, value added tax, Goods and Service tax, cess and any other statutory dues applicable to it.

(b) According to information and explanation given to us, there are no dues of Income tax, Sales Tax, Service Tax, Duty of Custom, Duty of Excise, Goods and Service tax and Cess which have not been deposited on account of any dispute other than those mentioned below:

<b>Sr. No.</b>	<b>Nature of Dues</b>	<b>Amount (Rs.)</b>	<b>Period to which the amount Relates</b>	<b>Forum where dispute is pending</b>
1	Income Tax	1,01,250/-	AY 2012-13	Commissioner of Income Tax (Appeals), Kolhapur
2	Service Tax	57,525/-	FY 2012-13 FY 2013-14	Commissioner of Central GST (Appeals), Pune
3	Excise Duty	11,01,502/-	FY 2012-13 FY 2013-14	Commissioner of Central GST (Appeals), Pune
4	Income Tax - TDS	4,42,388/-	AY 2016-17	Commissioner of Income Tax (Appeals), Kolhapur
5	Income Tax - TDS	8,74,413/-	AY 2017-18	Commissioner of Income Tax (Appeals), Kolhapur
6	Income Tax - TDS	3,11,061/-	AY 2018-19	Commissioner of Income Tax (Appeals), Kolhapur

- (viii) According to information and explanations given to us, the Company has not defaulted in repayment of dues to any financial institution or bank.
- (ix) According to the information and explanation given to us, in our opinion the Company has not raised money by way of initial public offer or further public offer (including debt instruments) and term loans.  
Accordingly, the reporting under Clause 3 (ix) of the Companies (Auditor's report) Order, 2016, is not applicable to the Company.
- (x) According to information and explanation given to us, no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) According to information and explanation given to us and based on our examination of the records of the Company, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provision of Section 197 read with schedule V to the Companies Act, 2013.
- (xii) The company is not a Nidhi company, accordingly the reporting under Clause 3 (xii) of the Companies (Auditor's report) Order, 2016, is not applicable to the Company.
- (xiii) According to information & explanation given to us, in our opinion all transactions with related parties are in compliance with sections 177 & 188 of Companies Act 2013 wherever

applicable and the details have been disclosed in notes to accounts of Financial Statements as per Accounting Standard 18 - Related Party Disclosures.

- (xiv) According to information & explanation given to us, the Company has issued shares by way of preferential allotment during the year under review and in our opinion, the Company has complied with the requirements of section 42 of the Companies Act 2013 and the amount raised has been used for the purpose for which the funds were raised.
- (xv) According to information & explanation given to us, the Company has not entered into non-cash transactions with directors or persons connected with him; accordingly, provisions of section 192 are not applicable to the Company.
- (xvi) According to information & explanation given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For M/s P.G. Bhagwat**  
**Chartered Accountants**  
FRN- 101118W

**Akshay B. Kotkar**  
**Partner**  
Membership No. 140581  
Place: Kolhapur  
Date: July 6, 2018

## **Annexure - B to the Independent Auditor's Report**

**(Referred to in paragraph 2(f) of our Report on Other Legal and Regulatory Requirements of even date to the Members of Synergy Green industries Limited)**

### **Report on the Internal Financial Controls with reference to Standalone Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls with reference to Standalone Financial Statements of **Synergy Green Industries Limited** ("the Company") as of 31<sup>st</sup> March, 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

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

#### **Auditors' Responsibility**

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

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

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

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

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

## **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting with reference to Standalone Financial Statements, 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 with reference to Standalone Financial Statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to Standalone Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## **Opinion**

In our opinion, the Company has, in all material respects, internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For M/s P.G. Bhagwat**  
**Chartered Accountants**  
FRN- 101118W

**Akshay B. Kotkar**  
**Partner**  
Membership No. 140581  
Place: Kolhapur  
Date: July 6, 2018

**Synergy Green Industries Limited**  
(Formerly known as Synergy Green Industries Pvt. Ltd.)

**BALANCE SHEET AS AT 31st MARCH 2018**

	Particulars	Note No.	As at 31 March 2018	As at 31 March 2017
<b>I. EQUITY AND LIABILITIES</b>				
	<b>(1) Shareholder's Funds</b>			
	(a) Share capital	B-1	21,06,00,000	17,81,00,000
	(b) Reserves and Surplus	B-2	(12,09,24,857)	(18,50,67,191)
			8,96,75,143	(69,67,191)
	<b>(2) Non-Current Liabilities</b>			
	(a) Long-Term Borrowings	B-3	27,37,60,918	31,80,48,762
	(b) Other Long-Term Liabilities	B-4	12,000	12,000
	(c) Long-Term Provisions	B-5	28,02,433	47,68,007
			27,65,75,351	32,28,28,769
	<b>(3) Current Liabilities</b>			
	(a) Short Term Borrowings	B-6	8,93,71,815	10,69,62,205
	(b) Trade Payables			
	-Others	B-7	45,26,64,181	36,60,25,370
	-MSME	B-7	4,50,50,626	-
	(c) Other Current Liabilities	B-8	12,98,52,563	12,83,00,930
	(d) Short-Term provisions	B-9	3,60,757	7,21,814
			71,72,99,942	60,20,10,319
	<b>Total Liabilities</b>		<u>1,08,35,50,436</u>	<u>91,78,71,897</u>
<b>II. ASSETS</b>				
	<b>(1) Non-current Assets</b>			
	(a) Property Plant & Equipments			
	(i) Tangible Assets	B-10	33,14,74,051	33,28,03,557
	(ii) Intangible Assets	B-10	7,70,033	9,06,689
	(iii) Capital work-in-progress		45,09,001	1,08,72,975
	(iv) Intangible assets under development		-	-
			33,67,53,085	34,45,83,221
	(b) Deferred Tax Asset (net)	B-11	5,85,24,120	4,09,88,002
	(c) Long-term loans and advances	B-12	43,49,694	97,57,979
	(d) Other non-current assets	B-13	11,26,645	12,80,682
			40,07,53,544	39,66,09,884
	<b>(2) Current Assets</b>			
	(a) Inventories	B-14	37,65,11,427	22,76,50,093
	(b) Trade Receivables	B-15	17,97,70,027	23,60,24,326
	(c) Cash And Bank Balances	B-16	2,50,88,123	1,10,95,927
	(d) Short-Term loans and advances	B-17	5,19,931	10,33,488
	(e) Other current assets	B-18	10,09,07,384	4,54,58,179
			68,27,96,892	52,12,62,013
	<b>Total Assets</b>		<u>1,08,35,50,436</u>	<u>91,78,71,897</u>
	Corporate Information, Basis of Preparation and Significant Accounting Policies	A		
	Other Information & Disclosure	C		

Signed pursuant to the provisions of section 134 of the Companies Act 2013, in authentication of this Balance Sheet and Notes referred to therein.

As per our report attached  
**FOR M/S. P.G.BHAGWAT**  
Chartered Accountants  
Firm Registration No.101118W

**For SYNERGY GREEN INDUSTRIES LTD**

**Akshay B. Kotkar**  
Partner  
Membership No. 140581

**SACHIN R. SHIRGAOKAR**  
Managing Director  
DIN:01512497

**SOHAN S. SHIRGAOKAR**  
Jt. Managing Director  
DIN:00217631

Place : Kolhapur  
Date : 6th July 2018

**SUHAS B. KULKARNI**  
Chief Financial Officer

**NILESH M. MANKAR**  
Company Secretary

**Synergy Green Industries Limited**  
(Formerly known as Synergy Green Industries Pvt. Ltd.)  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st March 2018**

Particulars		Note No.	For the period Ended 31st March 2018		For the year ended 31 March 2017	
<b>I</b>	<b>REVENUE FROM OPERATIONS</b>	<b>B-19</b>	1,03,20,88,516		1,23,40,71,273	
	Less: Excise Duty		48,13,754	1,02,72,74,762	2,90,89,040	1,20,49,82,233
<b>II</b>	<b>Other Income</b>	<b>B-20</b>		40,24,905		17,36,774
<b>III</b>	<b>Total Revenue ( I + II )</b>			1,03,12,99,667		1,20,67,19,007
<b>IV</b>	<b>Expenses</b>					
	a. Cost of Materials Consumed	<b>B-21</b>		37,74,62,245		43,57,47,969
	b. Changes in inventories of finished goods and work-in-progress	<b>B-22</b>		(12,43,32,565)		2,09,30,295
	c. Employee Benefit Expenses	<b>B-23</b>		11,73,27,850		12,08,79,942
	d. Finance Costs	<b>B-24</b>		7,47,61,023		8,31,24,758
	e. Depreciation and Amortisation Expenses	<b>B-25</b>		6,36,69,780		6,13,51,007
	f. Other Expenses	<b>B-26</b>		49,33,05,118		44,38,66,872
	<b>Total Expenses (IV)</b>			1,00,21,93,451		1,16,59,00,843
<b>V</b>	<b>Profit before Tax</b>			2,91,06,216		4,08,18,164
<b>VI</b>	<b>Less : Tax Expenses</b>					
	(1) Current Tax					
	(2) Short/(Excess) provision for Income Tax				50,838	
	(3) Deferred Tax		(1,75,36,118)		(78,29,038)	
				(1,75,36,118)		(77,78,200)
<b>VII</b>	<b>Profit for the period</b>			4,66,42,334		4,85,96,364
<b>VIII</b>	<b>Basic &amp; Diluted Earnings per Equity Share</b>			6.96		9.72
	Corporate Information, Basis of Preparation and Significant Accounting Policies	A				
	Other Information & Disclosure	C				

Signed pursuant to the provisions of section 134 of the Companies Act 2013, in authentication of this Balance Sheet and Notes referred to therein.

As per our report attached

**FOR M/S. P.G.BHAGWAT**

Chartered Accountants

Firm Registration No.101118W

**For SYNERGY GREEN INDUSTRIES LTD**

**Akshay B. Kotkar**

**Partner**

Membership No. 140581

**SACHIN R. SHIRGAOKAR**

**Managing Director**

DIN:01512497

**SOHAN S. SHIRGAOKAR**

**Jt. Managing Director**

DIN:00217631

Place : Kolhapur

Date : 6th July 2018

**SUHAS B. KULKARNI**

**Chief Financial Officer**

**NILESH M. MANKAR**

**Company Secretary**

**Synergy Green Industries Limited**  
(Formerly known as Synergy Green Industries Pvt. Ltd.)  
**CASH FLOW STATEMENT FOR YEAR ENDED 31st March 2018**

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
<b>A. Cash flow from operating activities</b>		
Net Profit before taxation	2,91,06,216	4,08,18,164
Adjustments for		
Depreciation & Amortisation	6,36,69,780	6,13,51,007
Loss/(profit) on sale of Fixed assets	-	-
Interest income	(21,64,119)	(11,27,720)
Dividend income		
Finance Costs	7,47,61,023	8,31,24,758
Operating Profit/ (Loss) before working capital changes	16,53,72,900	18,41,66,209
(Increase)/decrease in trade and other receivables	14,86,990	(6,50,16,508)
(Increase)/decrease in Inventories	(14,88,61,334)	54,55,734
Increase/(decrease) in trade and other payables	13,09,46,524	8,12,33,199
Cash generated from operations	14,89,45,080	20,58,38,634
Income tax paid	(4,59,266)	5,14,834
<b>Net cash flow from Operating activities</b>	<b>14,84,85,814</b>	<b>20,63,53,468</b>
<b>B. Cash flow from investing activities</b>		
Purchase of and Advance given against Capital assets	(4,99,72,092)	(9,15,04,164)
Fixed Deposits with original maturity above 3 months (Net)	(1,42,38,520)	38,67,211
Interest received	21,85,643	15,77,750
<b>Net cash flow from Investing activities</b>	<b>(6,20,24,969)</b>	<b>(8,60,59,203)</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from issue of Share Capital	7,10,00,000	-
Redemption of Preference Share Capital	(2,10,00,000)	-
Repayment/proceed of/from borrowings (net)	(6,18,88,356)	(3,12,85,881)
Finance Costs	(7,47,82,986)	(8,91,28,836)
<b>Net cash flow from Financing activities</b>	<b>(8,66,71,342)</b>	<b>(12,04,14,717)</b>
Net increase / (decrease) in Cash and Cash Equivalents	(2,10,497)	(1,20,452)
Cash and Cash Equivalents at the beginning of the year	6,99,272	8,19,724
<b>Cash and Cash Equivalents at the end of the period [as per Note B-16(1)]</b>	<b>4,88,775</b>	<b>6,99,272</b>

**Notes :**

Cash Flow Statement has been prepared under indirect method as set out in Accounting Standard 3 of Companies(Accounting Standard) Rules, 2006.

Purchase of fixed assets includes movement in capital work in progress.

As per our report attached

**For SYNERGY GREEN INDUSTRIES LTD**

**FOR M/s. P.G.BHAGWAT**

**Chartered Accountants**

Firm Registration No.101118W

**Akshay B. Kotkar**

**Partner**

**Membership No. 140581**

Place : Kolhapur

Date : 6th July 2018

**SACHIN R. SHIRGAOKAR**

**Managing Director**

DIN:01512497

**SOHAN S. SHIRGAOKAR**

**Jt. Managing Director**

DIN:00217631

**SUHAS B. KULKARNI**

**Chief Financial Officer**

**NILESH M. MANKAR**

**Company Secretary**

**Synergy Green Industries Limited**  
(Formerly known as Synergy Green Industries Pvt. Ltd.)  
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**Notes to Financial Statements for the year ended on 31-03-2018**

**NOTE A-1: CORPORATE INFORMATION**

Incorporated as on 08-10-2010, Synergy Green Industries Ltd., is a subsidiary of S.B.Reshellers Pvt.Ltd. The Company manufactures Heavy Cast Iron(CI) and SG Iron Castings required for Wind Turbines, Machine Tools and for Pumps & Valves. The Works is situated at Kagal - Hatkanangale Five Star Industrial Area, Kolhapur - 416216 and at Gokulshirgaon MIDC, Kolhapur.

**NOTE A-2: BASIS OF PREPARATION**

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006, as amended, and the relevant provisions of The Companies Act, 2013. The financial statements have been prepared on an accrual basis and under the historical cost convention. The financial statements have been presented as per requirements of Schedule III to The Companies Act, 2013.

**NOTE A-3: SIGNIFICANT ACCOUNTING POLICIES**

**1 Property, Plant and Equipments And Intangible Assets:-**

**A) Tangible Assets And Intangible Assets:-**

- i) Tangible Assets are Carried at cost of acquisition or construction(Inclusive of freight, duties, taxes and expenses related to acquisition and installation and commissioning) less accumulated depreciation and impairment losses
- ii) Intangible Assets are recorded at the consideration paid for acquisition.

**B) Depreciation and Amortisation:-**

- a) Tangible Assets:- Depreciation on Tangible Assets is provided on the "Written Down value" Method, as per the useful life of assets prescribed in Part C of Schedule II of Companies Act, 2013, except "Tools and Equipments" which has depreciated using Strieght Line Method (SLM). Life of Dies and Moulds is taken as 8 years, and life of Tools & Equipments is taken as 4 years based on technical evaluation.
- b) Depreciation on addition to assets or sale/disposal of assets is calculated pro rata from the date put to use or up to the date of sale/disposal, as the case may be.
- c) Intangible assets which consist of computer software is amortized over a period of three years.

**2 Borrowing Cost:-**

Borrowing costs that are attributable to acquisition, construction or erection of qualifying assets incurred during the period of acquisition or construction, are capitalized as part of the cost of the asset. Other borrowing costs are recognised as expenditure in the period in which they are incurred.

**3 Impairment of Assets**

The company assesses at each reporting date whether there is an indication that an asset may be impaired. If an indication exists, the company estimates the asset's recoverable amount. The recoverable amount is determined for an individual assets, unless the assets does not generate cash inflows that are largely independent of those from other assets or group of assets. Where the carrying amount of an assets exceeds its recoverable amount the assets is considered impaired and is written down to it's recoverable amount. After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

An assessment is made at each reporting date as to whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased. If such indication exists, the company estimates the asset's recoverable amount. A previously recognised impairment loss is changed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised.

**Synergy Green Industries Limited**  
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**4 Inventories**

Raw material, Stores & Spares are valued at lower of cost or net realisable value. Cost includes cost of purchases and incidental expenses incurred in bringing the inventories to their present locations and conditions. Cost is arrived at mainly on the basis of Weighted Average Method.

Work in Progress and Finished goods are valued at lower of cost or net realisable value. Cost includes direct material, labour cost and proportion of manufacturing overheads based on the normal operating capacity. Finished goods lying in the factory premises are valued inclusive of Excise duty.

Runners and Risers are valued at replacement cost or net realisable value whichever is lower.

The inventory of patterns purchased and held for sale is valued at lower of cost and net realizable value. The cost comprises of all the costs of purchases and other costs incurred in bringing the inventories to their present location and condition.

**5 Revenue recognition**

Revenue from sale of goods is recognised on dispatch to customer. Sales value is inclusive of excise duty and export benefit, if any, and net of sales tax, GST, sales returns.

Revenue in respect of export Incentives is recognized only when it is reasonably certain that the ultimate collection will be made.

**6 Retirement Benefits.**

Retirement benefits have been recognised in accordance with AS-15(Revised 2005) and accordingly,

liability for balance of leave as on the last date of the year is fully provided on actuarial basis;

liability on account of retirement benefits such as provident fund are administered through separate funds. Contribution to provident fund are accounted for at respective specified rates; and

Gratuity is accounted on the basis of actuarial valuation, Method of valuation of Gratuity adopted by Actuary is 'Projected Unit Credit Method'.

**7 Foreign Currency Transactions:-**

All foreign currency transactions are accounted for at the rates prevailing on the date of the transaction. The short term and long term monetary items are restated at the rate of exchange prevailing on the date of Balance Sheet. The exchange differences on settlement / restatement are adjusted to Profit and Loss Account.

**8 Taxation:-**

Provision for taxation is made on the basis of the taxable profits, computed for the current accounting period in accordance with the provisions of the Income Tax Act 1961. Deferred Tax resulting from timing difference between book profits and tax profits is accounted for at the applicable rate of tax to the extent timing differences are expected to crystallize, in the case of deferred tax liabilities with reasonable certainty and in case of deferred tax assets with virtual certainty that there would be adequate future taxable income against which deferred tax assets can be realized, applying the tax rates that have been substantively enacted by the Balance Sheet date.

**9 Provisions & Contingencies:-**

Necessary provisions are made for the present obligations that arise out of past events entailing future outflow of economic resources. Such provisions reflect best estimates based on available information.

However a disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

**PART B - NOTES FORMING PART OF FINANCIAL STATEMENTS**

**B-1 SHARE CAPITAL**

		Rs.	
	Particulars	As at 31 March 2018	As at 31 March 2017
1)	<b>Authorised Share Capital</b>		
	1,50,00,000 Equity shares of Rs. 10/- each (Previous year 50,00,000 Equity shares of Rs. 10 /- each)	15,00,00,000	5,00,00,000
	13,00,000 10% Non-cumulative redeemable Preference shares of Rs. 100/- Each (Previous year 13,00,000 Preference Share of Rs. 100 /- each)	13,00,00,000	13,00,00,000
		<b>28,00,00,000</b>	<b>18,00,00,000</b>
2)	<b>Issued and Subscribed &amp; Paid-up Share Capital</b>		
	1,03,50,000 Equity Shares of Rs. 10/- each (Previous year 50,00,000 Equity Shares of Rs. 10/- each)	10,35,00,000	5,00,00,000
	10,71,000, 10% Non-cumulative redeemable Preference shares of Rs. 100/- Each (Previous year 12,81,000 10% Non-Cumulative redeemable Preference Share of Rs. 100 /- each )	10,71,00,000	12,81,00,000
	<b>Total</b>	<b>21,06,00,000</b>	<b>17,81,00,000</b>

**(a) Reconciliation of number of equity shares outstanding at the beginning and at the end of the period**

	Particulars	As at 31 March 2018	As at 31 March 2017
i	<b>Number of shares outstanding as at the beginning of the year</b>	50,00,000	50,00,000
	<b>Add:</b> No. of Right shares issued during the year	50,00,000	-
	<b>Add:</b> No. of Equity shares preferentially issued during the year	3,50,000	-
	<b>Number of shares outstanding as at the end of the period</b>	<b>1,03,50,000</b>	<b>50,00,000</b>

**Reconciliation of number of Preference shares outstanding at the beginning and at the end of the period**

	Particulars	As at 31 March 2018	As at 31 March 2017
ii	<b>Number of shares outstanding as at the beginning of the period</b>	12,81,000	12,81,000
	<b>Add:</b> No. of shares issued during the period	-	-
	<b>Less:</b> Number of shares redeemed during the period	2,10,000	-
	<b>Number of shares outstanding as at the end of the period</b>	<b>10,71,000</b>	<b>12,81,000</b>

**(b) Rights, preferences and restrictions attaching to various classes of shares**

Sr. NO.	Class of shares	Rights, preferences and restrictions (including restrictions on distribution of dividends and repayment of capital) attached to the class of shares
1	<b>Equity Shares of Rs. 10 Each</b>	Each member present in person shall have one vote and has a right to receive dividend as recommended by the Board of Directors subject to the necessary approval from the shareholders. 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. For the year ended March 31, 2018 the Board of Directors has not proposed any dividend (Previous year Nil).
2	<b>10% Non-cumulative redeemable Preference shares of Rs.100/- each</b>	Each Share shall confer on the holders thereof, the right to a fixed preferential dividend from the date of allotment, at a rate of 10%, on the capital for the time being paid up or credited as paid up thereon. However Dividend is on Non cumulative basis. Each share has priority to the equity share of the company, but shall not confer any further or other right to participate either in profits or assets. The shares are redeemable at any time after completion of one year but within twenty years from the date of allotment.

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**(c) Shareholding in the company by the Holding Company - S.B. Reshellers Pvt. Ltd.**

Sr. No.	Class of shares	No. of shares held in the aggregate by Holding Co.
1	Equity Shares of Rs. 10 each	52,45,964
2	10% Non-cumulative redeemable preference shares of Rs. 100/- each	5,96,000

**(d) Shares in the company held by each shareholder holding more than 5% shares**

Sr. No.	Name of the shareholder	Number of shares held in the company		Percentage of shares held	
		As at 31 March 2018	As at 31 Mar. 17	As at 31 March 2018	As at 31 Mar. 17
<b>i</b>	<b>Equity Shares of Rs. 10/- each</b>				
a.	S. B. Reshellers Pvt. Ltd.	52,45,964	26,22,982	50.69	52.46
b.	Radhika Sanjeev Shirgaokar & Chandan Sanjeev Shirgaokar	7,42,352	3,71,176	7.17	7.42
c.	Sachin Rajendra Shirgaokar & Laxmi Sachin Shirgaokar	7,40,228	3,68,114	7.15	7.36
d.	Radhika Sanjeev Shirgaokar & Sohan Sanjeev Shirgaokar	7,42,354	3,71,177	7.17	7.42
e.	Vendavagali Srinivasa Reddy & Sou. Vendavagali Kuberi Reddy	15,10,000	7,50,000	14.59	15.00
<b>ii</b>	<b>Non-cumulative redeemable Preference shares of Rs. 100/- Each</b>				
a.	S. B. Reshellers Pvt. Ltd.	5,96,000	5,96,000	55.65	46.53
b.	The Ugar Sugar Works Ltd	4,75,000	6,40,000	44.35	49.96

**B-2 RESERVES AND SURPLUS**

		Rs.	
Particulars		As at 31 March 2018	As at 31 March 2017
<b>1)</b>	<b>Securities Premium</b>	1,75,00,000	-
<b>2)</b>	<b>Surplus / (Deficit) in the statement of Profit and Loss</b>		
a.	As per Last Balance Sheet	(18,50,67,191)	(23,36,63,556)
b.	Profit/ (Loss) Carried From Statement of Profit & Loss	4,66,42,334	4,85,96,365
	Sub Total	(13,84,24,857)	
	<b>Total</b>	<b>(12,09,24,857)</b>	<b>(18,50,67,191)</b>

**B-3 LONG-TERM BORROWINGS**

		Rs.	
Particulars		As at 31 March 2018	As at 31 March 2017
<b>1)</b>	<b>TERM LOANS FROM BANKS, SECURED</b>		
a.	Term loan from Bank of Baroda - Term Loan I	11,98,00,000	16,82,00,000
b.	Term loan from Bank of Baroda - Term Loan II	1,08,00,000	1,56,00,000
c.	Car loan from ICICI Bank Ltd - Vehicles	-	2,85,012
d.	Car loan from HDFC Bank Ltd - Vehicles	14,20,918	18,48,750
	Sub Total	13,20,20,918	18,59,33,762
<b>2)</b>	<b>UNSECURED LOANS</b>		
a.	Deposits from Directors, Relatives of Directors and Companies	14,17,40,000	13,21,15,000
	Sub Total	14,17,40,000	13,21,15,000
	<b>Total</b>	<b>27,37,60,918</b>	<b>31,80,48,762</b>
	Out of above, guaranteed by Managing Director and Joint Managing Director	18,38,00,000	23,70,00,000

**Synergy Green Industries Limited**  
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(i) Principal terms, security and repayment schedule of long term secured loans

a.	<b>Term Loan - I</b> from Bank of Baroda (BOB) is obtained for construction of new factory building and purchase of imported as well as indigenous machinery. Hypothecation of plant & machineries, shed materials & equitable mortgage of factory land, building at Kagal location; and collateral charge over the current assets; Entire amount has been personally guaranteed, jointly and severally, by Managing Director, Jt. Managing Director and Corporate Guarantee by S.B.Reshellers Pvt. Ltd., the holding company. Bank of Baroda had reviewed the term loan account of the Company and issued sanction letter on 16.03.2016. Accordingly, the loan is repayable in 18 quarterly instalments commencing from 30th June, 2017 out of which 17 instalments of Rs.1.21 Crores & Last instalment of Rs. 1.09 Crores which is falling due on 30 September 2021 subject to annual review.
b.	<b>Term Loan - II</b> from Bank of Baroda (BOB) is obtained for construction of Administrative building and purchase of indigenous machinery & movable fixed assets. Hypothecation of plant & machineries, shed materials & equitable mortgage of factory land, building at Kagal location; and collateral charge over the current assets; Entire amount has been personally guaranteed, jointly and severally, by Managing Director, Jt. Managing Director and Corporate Guarantee by S.B.Reshellers Pvt. Ltd., the holding company. Bank of Baroda had reviewed the term loan account of the Company and issued sanction letter on 16.03.2016. Accordingly, the loan is repayable in 17 quarterly instalments of Rs. 12 Lacs commencing from 30th June, 2017 & last instalment is falling due on 18 August 2021 subject to annual review.
c.	Vehicle Loan from ICICI Bank Ltd. is secured by hypothecation of Vehicles, which is repayable in 60 monthly instalments and last instalment is falling due on 1st March 2019.
d.	Vehicle Loan from HDFC Bank Ltd. is secured by hypothecation of Vehicles, which is repayable in 60 monthly instalments and last instalment is falling due on 7th October 2021.
e.	Deposits are accepted from Directors, relatives of Directors and Companies and are repayable on maturity @ 12% p.a.interest.

Other Particulars

Sr. No.	Rate of Interest	As at 31 March 2018		As at 31 March 2017	
		Current	Non Current	Current	Non Current
a.	BOB Base Rate + 3.00% (18 Quarters)	4,84,00,000	11,98,00,000	4,84,00,000	16,82,00,000
b.	BOB Base Rate + 3.00% (18 Quarters)	48,00,000	1,08,00,000	48,00,000	1,56,00,000
c.	ICICI Bank 11.01% (60 Months)	3,32,404	-	3,46,550	2,85,012
d.	HDFC CAR LOAN 9.30% (60 Months)	4,64,954	14,20,918	4,60,930	18,48,750
<b>Total</b>		<b>5,39,97,358</b>	<b>13,20,20,918</b>	<b>5,40,07,480</b>	<b>18,59,33,762</b>

**Note:**

There is no continuing default, as at the balance sheet date, in repayment of principles & interest.

**B-4 OTHER LONG TERM LIABILITIES**

		Rs.	
Particulars		As at 31 March 2018	As at 31 March 2017
1) Others			
a. Security Deposit		12,000	12,000
<b>Total</b>		<b>12,000</b>	<b>12,000</b>

**B-5 LONG-TERM PROVISIONS**

		Rs.	
Particulars		As at 31 March 2018	As at 31 March 2017
1) Provision for Leave Encashment		28,02,433	32,38,007
2) Superannuation payable		-	15,30,000
<b>Total</b>		<b>28,02,433</b>	<b>47,68,007</b>

**B-6 SHORT-TERM BORROWINGS**

		Rs.	
Particulars		As at 31 March 2018	As at 31 March 2017
1) Secured :-			
Working Capital Loans- from Bank			
a. Cash Credit		8,93,71,815	10,69,62,205
<b>Sub Total</b>		<b>8,93,71,815</b>	<b>10,69,62,205</b>
<b>Total</b>		<b>8,93,71,815</b>	<b>10,69,62,205</b>

Out of above, guaranteed by Managing Director and Joint Managing Director

8,93,71,815 10,69,62,205

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(a) Principal terms, security and repayment schedule of short term borrowings

Cash Credit from Bank of Baroda is secured against Hypothecation of stock, book debts, current and future, and collateral security in nature of equitable mortgage of factory land and building and extended charge on Plant and Machineries of the Company. Entire amount has been personally guaranteed, jointly and severally, by Managing Director, Jt. Managing Director and Corporate Guarantee by S.B.Reshellers Pvt. Ltd., the holding company. The cash credit is repayable on demand and carries rate of interest at BR+2.50% p.a.

(b) There is no continuing default, as at the balance sheet date, in repayment of any of the above loans & interest thereon.

**B-7 TRADE PAYABLES**

		Rs.	
	Particulars	As at 31 March 2018	As at 31 March 2017
1)	Acceptances	8,24,29,216	14,58,83,968
2)	Creditors for Supplies and Services	37,02,34,965	22,01,41,402
	<b>Total</b>	<b>45,26,64,181</b>	<b>36,60,25,370</b>
3)	MSME Creditors	4,50,50,626	-
	<b>Total</b>	<b>49,77,14,807</b>	<b>36,60,25,370</b>

**B-8 OTHER CURRENT LIABILITIES**

		Rs.	
	Particulars	As at 31 March 2018	As at 31 March 2017
1)	Current maturities of long term debt		
	Secured:		
a.	From Banks	5,39,97,358	5,40,07,480
2)	Interest accrued but not due on borrowings	17,670	39,633
3)	Interest accrued and due on borrowings	-	-
4)	Interest Payable on Deposits	-	-
5)	Creditors for Purchase of Fixed Assets	2,14,46,819	3,55,75,392
6)	Advance from Customers	2,02,99,600	42,67,042
7)	Security Deposits of Civil Contractors	3,09,238	3,09,238
8)	<u>Other payables</u>		
a.	Salary & wages payable	1,90,85,701	1,90,65,593
b.	Contribution to PF	5,74,775	5,33,795
c.	Statutory Dues	13,79,177	13,99,436
d.	Provision for Other Expenses	1,27,42,225	1,31,03,321
	<b>Total</b>	<b>12,98,52,563</b>	<b>12,83,00,930</b>

**B-9 SHORT-TERM PROVISIONS**

		Rs.	
	Particulars	As at 31 March 2018	As at 31 March 2017
1)	Provision for Gratuity		2,25,919
2)	Provision for Leave Encashment	3,60,757	4,95,895
	<b>Total</b>	<b>3,60,757</b>	<b>7,21,814</b>

**B-11 DEFERRED TAX ASSET (NET)**

		Rs.	
	Particulars	As at 31 March 2018	As at 31 March 2017
1)	Deferred Tax Asset		
	On account of time differences in -		
a.	Statutory Liabilities	21,86,517	49,98,196
b.	Provision for Gratuity	-	74,689
c.	Other timing differences		-
d.	Unabsorbed Depreciation*	6,29,60,875	4,47,80,898
e.	Unabsorbed Losses*	-	-
2)	Less: Deferred Tax Liabilities	6,51,47,392	4,98,53,783
	On account of time differences in -		
a.	Depreciation	66,23,272	88,65,781
	<b>TOTAL (1)+(2)</b>	<b>5,85,24,120</b>	<b>4,09,88,002</b>

\* Deferred Tax on unabsorbed Depreciation has been recognised in full as it can be recouped within an unlimited time as per Taxation laws.

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**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2018**

**B- 10 FIXED ASSETS, DEPRECIATION & AMORTISATION  
AS PER SCHEDULE II OF COMPANIES ACT 2013**

	Tangible Assets										Intangible Assets			Total
	Lease Hold Land	Buildings	Plant & Machinery	Tools & Equipments	Dies & Moulds	Furniture & Fixture	Office Equipment	Office Equip - Computer	Vehicle	Total	Computer Softwares	Cost of Time Share	Total	
<b>GROSS BLOCK</b>														
<b>As at 01-04-2016</b>	1,51,64,916	16,59,77,414	28,85,38,897		5,55,33,738	64,05,445	19,03,094	30,06,820	28,72,862	53,94,03,186	56,79,317	-	56,79,317	<b>54,50,82,503</b>
Transition Effect AS 10				1,02,29,039						1,02,29,039				<b>1,02,29,039</b>
Additions	-	6,51,702	3,14,98,520	50,83,147	2,86,56,261	4,64,236	1,54,911	1,63,321	27,59,883	6,94,31,981	11,27,207	-	11,27,207	<b>7,05,59,188</b>
Other adjustments										-				-
Borrowing costs	-	-		-	-	-	-	-	-	-	-	-	-	-
Deletions	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Revaluation / Impairments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>As at 31.03.2017</b>	<b>1,51,64,916</b>	<b>16,66,29,116</b>	<b>32,00,37,417</b>	<b>1,53,12,186</b>	<b>8,41,89,999</b>	<b>68,69,681</b>	<b>20,58,005</b>	<b>31,70,141</b>	<b>56,32,745</b>	<b>61,90,64,206</b>	<b>68,06,524</b>	<b>-</b>	<b>68,06,524</b>	<b>62,58,70,730</b>
Additions :31.03.2018	-	52,17,956	2,27,93,956	41,27,683	2,85,15,135	4,00,400	4,53,548	4,66,894	-	6,19,75,572	2,28,045	-	2,28,045	<b>6,22,03,617</b>
Other adjustments										-				-
Borrowing costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deletions	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>As at 31.03.2018</b>	<b>1,51,64,916</b>	<b>17,18,47,072</b>	<b>34,28,31,373</b>	<b>1,94,39,869</b>	<b>11,27,05,134</b>	<b>72,70,081</b>	<b>25,11,553</b>	<b>36,37,035</b>	<b>56,32,745</b>	<b>68,10,39,778</b>	<b>70,34,569</b>	<b>-</b>	<b>70,34,569</b>	<b>68,80,74,347</b>
Depreciation /Amortisation :										-				-
<b>At 01.04.2016</b>	7,81,555	4,69,13,309	14,03,04,254	-	2,37,48,414	12,99,084	9,05,616	24,05,557	17,78,646	21,81,36,435	54,35,521	-	54,35,521	<b>22,35,71,956</b>
<b>Transition Effect AS 10</b>	-	-	-	<b>72,37,523</b>	-	-	-	-	-	72,37,523	-	-	-	<b>72,37,523</b>
Charge for the year	1,64,538	1,04,22,931	3,09,64,790	27,41,358	1,36,42,648	13,96,478	4,87,545	3,03,610	7,62,795	6,08,86,693	4,64,314	-	4,64,314	<b>6,13,51,007</b>
Adjustment on deletions	-	-				-		-		-			-	-
<b>At 31.03.2017</b>	<b>9,46,093</b>	<b>5,73,36,240</b>	<b>17,12,69,044</b>	<b>99,78,881</b>	<b>3,73,91,062</b>	<b>26,95,562</b>	<b>13,93,161</b>	<b>27,09,167</b>	<b>25,41,441</b>	<b>28,62,60,651</b>	<b>58,99,835</b>	<b>-</b>	<b>58,99,835</b>	<b>29,21,60,486</b>
<b>Transition Effect AS 10</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Charge for the year</b>	<b>1,64,538</b>	<b>98,40,608</b>	<b>3,00,63,155</b>	<b>32,94,902</b>	<b>1,70,70,650</b>	<b>11,33,356</b>	<b>4,36,505</b>	<b>3,32,270</b>	<b>9,69,095</b>	<b>6,33,05,079</b>	<b>3,64,701</b>	<b>-</b>	<b>3,64,701</b>	<b>6,36,69,780</b>
Adjustment on deletions	-	-		-		-		-		-			-	-
<b>As at 31.03.2018</b>	<b>11,10,631</b>	<b>6,71,76,848</b>	<b>20,13,32,199</b>	<b>1,32,73,783</b>	<b>5,44,61,712</b>	<b>38,28,918</b>	<b>18,29,666</b>	<b>30,41,437</b>	<b>35,10,536</b>	<b>34,95,65,730</b>	<b>62,64,536</b>	<b>-</b>	<b>62,64,536</b>	<b>35,58,30,266</b>
<b>Net Block :</b>										-				-
<b>At 31.03.2017</b>	<b>1,42,18,823</b>	<b>10,92,92,876</b>	<b>14,87,68,373</b>	<b>53,33,305</b>	<b>4,67,98,937</b>	<b>41,74,119</b>	<b>6,64,844</b>	<b>4,60,974</b>	<b>30,91,304</b>	<b>33,28,03,557</b>	<b>9,06,689</b>	<b>-</b>	<b>9,06,689</b>	<b>33,37,10,246</b>
<b>As at 31.03.2018</b>	<b>1,40,54,285</b>	<b>10,46,70,224</b>	<b>14,14,99,174</b>	<b>61,66,086</b>	<b>5,82,43,422</b>	<b>34,41,163</b>	<b>6,81,887</b>	<b>5,95,598</b>	<b>21,22,209</b>	<b>33,14,74,051</b>	<b>7,70,033</b>	<b>-</b>	<b>7,70,033</b>	<b>33,22,44,084</b>

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**B-12 LONG-TERM LOANS AND ADVANCES**

		Rs.	
Particulars		As at 31 March 2018	As at 31 March 2017
1)	<b>Unsecured, Consider Good</b>		
	Capital Advances	21,52,936	89,59,421
2)	Advance To Gratuity Trust	15,000	15,000
3)	Central Excise & Service Tax (Under protest)	9,38,934	
4)	Advance Income Tax	12,42,824	7,83,558
	Less: Provision for Income Tax	-	-
		12,42,824	7,83,558
<b>Total</b>		<b>43,49,694</b>	<b>97,57,979</b>

**B-13 OTHER NON-CURRENT ASSETS**

		Rs.	
Particulars		As at 31 March 2018	As at 31 March 2017
1)	Non Current Portion in Fixed Deposit with Bank	4,90,434	4,54,610
2)	Interest Accrued on Fixed Deposits with Bank	19,034	17,643
3)	Other Deposits	6,17,177	8,08,429
<b>Total</b>		<b>11,26,645</b>	<b>12,80,682</b>

**B-14 INVENTORIES**

		Rs.	
Particulars		As at 31 March 2018	As at 31 March 2017
1)	Raw Materials	3,90,94,977	2,86,14,710
2)	Stores & Spares	1,71,72,905	1,79,98,351
3)	Patterns Stock	4,55,84,829	3,07,10,881
4)	Work in Process	27,46,58,716	15,03,26,151
5)	Finished Goods	-	-
<b>Total</b>		<b>37,65,11,427</b>	<b>22,76,50,093</b>

**B-15 TRADE RECEIVABLES**

		Rs.	
Particulars		As at 31 March 2018	As at 31 March 2017
1)	<b>Trade receivables outstanding for more than six months from the date they became due for payment</b>		
(i)	Secured , considered good	-	-
(ii)	Unsecured , considered good	1,04,16,879	22,49,414
(iii)	Doubtful		
		1,04,16,879	22,49,414
	Less : Allowance for bad and doubtful advances		
	<b>Total</b>	<b>1,04,16,879</b>	<b>22,49,414</b>
2)	<b>Trade Receivables (Others)</b>		
(i)	Secured , considered good	-	-
(ii)	Unsecured , considered good	16,93,53,148	23,37,74,912
(iii)	Doubtful	-	-
		16,93,53,148	23,37,74,912
	Less : Allowance for bad and doubtful advances		
		16,93,53,148	23,37,74,912
<b>Total</b>		<b>17,97,70,027</b>	<b>23,60,24,326</b>

**B-16 CASH AND BANK BALANCES**

		Rs.	
Particulars		As at 31 March 2018	As at 31 March 2017
1)	<b>Cash &amp; Cash Equivalents</b>		
i)	Cash on hand	65,729	52,519
ii)	Balances with Banks in Current Accounts	2,83,337	1,91,949
iii)	Fixed Deposits	1,39,709	4,54,804
	(with original maturity for 3 months or less)		
	<b>Total (1)</b>	<b>4,88,775</b>	<b>6,99,272</b>
2)	<b>Other Bank Balances</b>		
	Fixed Deposit	2,50,89,782	1,08,51,265
	(With original maturity for more than 3 months)		
	lien against bank guarantee & letter of credit		
	Less: Non-Current portion in above, disclosed under Other Non-Current Assets	(4,90,434)	(4,54,610)
	<b>Total (2)</b>	<b>2,45,99,348</b>	<b>1,03,96,655</b>
<b>Total (1)+(2)</b>		<b>2,50,88,123</b>	<b>1,10,95,927</b>

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**B-17 SHORT TERM LOANS & ADVANCES**

		Rs.	
Particulars		As at 31 March 2018	As at 31 March 2017
<b>1) Unsecured &amp; Considered Good</b>			
a. Staff Advances		1,50,606	2,45,120
b. Advance to Suppliers		3,69,325	7,88,369
<b>Total</b>		<b>5,19,931</b>	<b>10,33,489</b>

**B-18 OTHER CURRENT ASSETS**

		Rs.	
Particulars		As at 31 March 2018	As at 31 March 2017
1) Prepaid Expenses		9,51,187	17,36,559
2) Interest Accrued on Fixed Deposits with Bank		3,36,769	3,59,682
3) Service Tax receivable		-	17,777
4) VAT Receivable		45,14,549	2,64,20,858
5) GST Receivable		8,91,95,797	-
6) Gratuity Surplus		13,67,659	-
7) Central Excise Receivable		2,34,251	1,69,23,303
8) Other Receivables		43,07,172	-
<b>Total</b>		<b>10,09,07,384</b>	<b>4,54,58,179</b>

**B-19 REVENUE FROM OPERATIONS**

		Rs.	
Particulars		For the year ended 31 March 2018	For the year ended 31 March 2017
<b>1) Sale of Products</b>			
a) Windmill Castings	59,13,25,828		72,92,02,872
b) Other Castings	42,59,10,831		45,57,28,796
		<b>1,01,72,36,659</b>	<b>1,18,49,31,668</b>
<b>2) Other Operating Revenues</b>			
a) Sale of Pattern	81,36,002		1,94,68,499
b) Deemed Sale	-		3,10,729
c) Sale of Scrap	8,03,437		2,08,537
d) Service Charges	10,98,664		62,800
		<b>1,00,38,103</b>	<b>2,00,50,565</b>
<b>Total</b>		<b>1,02,72,74,762</b>	<b>1,20,49,82,233</b>

**B-20 OTHER INCOME**

		Rs.	
Particulars		For the year ended 31 March 2018	For the year ended 31 March 2017
1) Interest Income		21,64,119	11,27,720
2) Foreign Exchange Fluctuation Gain		3,69,687	-
3) Export Incentive		13,43,645	1,90,957
4) Excess Provision Written Back		1,46,866	4,16,827
5) Profit on Sale of Fixed Assets		-	-
6) Miscellaneous Receipts		588	1,270
<b>Total</b>		<b>40,24,905</b>	<b>17,36,774</b>

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**B-21 COST OF MATERIAL CONSUMED**

		Rs.	
Particulars		For the year ended 31 March 2018	For the year ended 31 March 2017
1)	Raw Material Consumed		
	Opening Stock	2,86,14,710	2,13,69,743
	Add:-Purchases	38,14,59,238	42,41,57,337
		41,00,73,948	44,55,27,080
	Less:- Closing Stock	3,90,94,977	2,86,14,710
	Sub total	37,09,78,971	41,69,12,370
2)	PURCHASE RAW MATERIAL OTHER COMPONENT		
3)	Pattern Material Consumed		
	Opening Stock	3,07,10,881	2,39,86,788
	Add:-Purchases	2,13,57,222	2,55,59,692
		5,20,68,103	4,95,46,480
	Less:- Closing Stock	4,55,84,829	3,07,10,881
	Sub total	64,83,274	1,88,35,599
Grand Total		37,74,62,245	43,57,47,969

**B-22 CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK -IN PROGRESS**

		Rs.	
Particulars		For the year ended 31 March 2018	For the year ended 31 March 2017
1)	Opening Stock		
	a. Work in Progress	15,03,26,151	17,12,56,446
	b. Finished Goods	-	-
		15,03,26,151	17,12,56,446
2)	Closing Stock		
	a. Work in Progress	27,46,58,716	15,03,26,151
	b. Finished Goods	-	-
		27,46,58,716	15,03,26,151
TOTAL		(12,43,32,565)	2,09,30,295

**B-23 EMPLOYEES BENEFIT EXPENSES**

		Rs.	
Particulars		For the year ended 31 March 2018	For the year ended 31 March 2017
1)	Salary, Wages, Allowances, Bonus & Gratuity	5,97,14,708	6,59,85,758
2)	Wages Contract Labour	4,89,39,796	4,80,71,923
3)	Contribution to Employees P F & Other Funds	37,57,866	35,27,888
4)	Staff and Labour Welfare Expenses	49,15,480	32,94,373
TOTAL		11,73,27,850	12,08,79,942

**B-24 FINANCE COST**

		Rs.	
Particulars		For the year ended 31 March 2018	For the year ended 31 March 2017
1)	Interest Expense	7,00,30,987	7,81,13,344
2)	Finance Charges	47,30,036	50,11,414
TOTAL		7,47,61,023	8,31,24,758

**B-25 DEPRECIATION AND AMORTISATION EXPENSES**

		Rs.	
Particulars		For the year ended 31 March 2018	For the year ended 31 March 2017
1)	Depreciation	6,33,05,079	6,08,86,693
2)	Amortisation	3,64,701	4,64,314
TOTAL		6,36,69,780	6,13,51,007

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**B-26 OTHER EXPENSES**

		Rs.	
Particulars		For the year ended 31 March 2018	For the year ended 31 March 2017
A)	<b><u>Manufacturing Expenses</u></b>		
1)	Consumption of Stores, Spares & Consumables	16,65,73,397	15,50,50,112
2)	Consumption of Tools & Tackles	-	-
3)	Power & Fuel Consumed	10,06,38,457	10,51,35,140
4)	Labour Charges	14,10,66,472	9,88,31,863
5)	Other Manufacturing Expenses	63,70,232	48,84,349
6)	Deemed Purchase	-	3,10,729
7)	Repairs & Maintenance - Building	14,61,431	6,46,853
8)	Repairs & Maintenance - Machinery	72,08,728	81,81,184
9)	Repairs & Maintenance - Others	28,52,027	69,75,871
	Sub Total	42,61,70,744	38,00,16,101
B)	<b><u>Administrative Expenses</u></b>		
1)	Rent, Rates & Taxes, excluding taxes on income	1,17,03,239	39,61,566
2)	Insurance	6,52,484	6,88,033
3)	Printing & Stationary	4,34,857	4,50,887
4)	Postage, Telephone & Telegram	5,18,743	5,44,745
5)	Consultation Fees	19,43,555	14,35,942
6)	Loss on Sale of Fixed Assets	-	-
6)	Staff & Guest Expenses	8,65,110	3,86,740
7)	Travelling & Conveyance Expenses	68,75,374	38,53,108
8)	Payment to Auditors		
	a. As auditors		
	- Audit Fees	1,80,000	1,80,000
	- Tax Audit	20,000	20,000
	b. Other Services	1,16,650	28,004
	( For Certification etc.)		
	c. For reimbursement of expenses	5,845	4,296
		3,22,495	2,32,300
9)	Garden Expenses	4,41,967	3,10,942
10)	Directors Sitting Fees	4,55,000	95,000
11)	General repairs & Maintenance	25,774	25,925
12)	Miscellaneous Expenses	7,26,328	9,24,109
13)	Foreign Exchange Loss	-	2,03,417
	Sub Total	2,49,64,926	1,31,12,714
C)	<b><u>Selling &amp; Distribution Expenses</u></b>		
1)	Packing & Forwarding	50,12,816	38,16,517
2)	Carriage Outward	3,70,58,285	4,65,76,346
3)	Sales Promotion Expenses	98,347	3,45,194
	Sub Total	4,21,69,448	5,07,38,057
GRAND TOTAL		49,33,05,118	44,38,66,872

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**Note C: OTHER INFORMATION AND DISCLOSURES**

- 1 Contingent Liabilities & Commitments:
  - a. Contingent Liabilities not provided for
    - i) Disputed Income Tax Liability
      - a) Matter relating to A. Y. 2012-13 is under Appeal: Total amount Rs.2,02,500.00 out
      - b) Matter relating to A. Y. 2016-17 is under Appeal: TDS amount of Rs.5,52,988.00 out of which paid under protest Rs. 1,10,600.00 (Previous Year Nil, paid under protest
      - c) Matter relating to A. Y. 2017-18 is under Appeal: TDS amount of Rs. 10,93,113.00
      - d) Matter relating to A. Y. 2017-18 is under Appeal: TDS amount of Rs. 3,88,861.00 out of which paid under protest Rs. 77,800.00 (Previous Year Nil, paid under
    - ii) Disputed Excise and Service Tax Liability
      - a) Matter relating to F. Y. 2012-13 and 2013-14 is under Appeal : Total amount Rs.
    - iii) Claims against the Company not acknowledged as debts: Nil (Previous Year Nil)
    - iv) Guarantees : Nil (Previous Year Nil)
  - b. Commitments
    - i) Estimated amount of contracts remaining to be executed on capital account and not
    - iii) Others :
      - a. Commitments under EPCG license towards duty saved and Interest thereon for Rs.
      - b. Commitments under PSI Scheme 2007 towards exemption of stamp duty on mortgage for Rs. 13,83,750/- (Previous Year Rs. 12,82,500/-)
      - c. Commitments under PSI Scheme 2007 towards exemption of Electricity Duty for a period of 15 years for Rs. 3,93,91,483/- (Previous Year Rs. 2,97,93,433/-)

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- 2 The amount due to Micro and Small Enterprises as defined in the, "The Micro, Small and Medium Enterprises Development Act, 2006" has been determined to the extent such parties have been identified on the basis of information available with the Company. The disclosures relating to Micro and Small Enterprises as at 31.03.2018 are as under;

Particulars	2017-2018	2016-2017
Principal amount due and remaining unpaid	4,50,50,626	-
Interest due on above and unpaid interest	6,01,519	-
Interest paid	-	-
Payment made beyond appointment date	-	-
Interest due and payable for the period of delay	-	-
Interest accrued and remain unpaid	6,01,519	-
Amount of further interest remaining due and payable in succeeding years	-	-

- 3 Borrowing Cost capitalised during the year Rs. Nil (Previous Year Rs.Nil)

- 4 Earnings Per Share:-

Particulars	2017-2018	2016-2017
Weighted average number of Equity Shares held during the year (in Nos.)	67,05,023	50,00,000
Net Profit/Loss after Taxation and Dividend on Preference Shares (in Rs.)	4,66,42,334	4,85,96,364
Basic earning per Equity Share of Rs.10/- each (in Rs.)	6.96	9.72

7

- 5 Value of imports calculated on CIF basis

Sl.	Particulars	2017-2018	2016-2017
a	Stores & Spares	8,07,727	30,84,854
b	Raw Material	-	24,03,173
c	Moulding Machineries	2,26,423	-

- 6 Expenditure in Foreign Currency

Sl.	Particulars	2017-2018	2016-2017
a.	Travelling Expenses	1,38,484	-

- 7 Earnings in Foreign Currency.

Sl.	Particulars	2017-2018	2016-2017
a.	FOB Value of Exports	4,40,39,378	1,40,64,321

- 8 Prior Period Expenses

Sl.	Particulars	2017-2018	2016-2017
a.	Prior Period Expenses	-	51,77,866.00

- 9 Raw Material Consumed.

Sl.	Particulars	2017-2018	2016-2017
a.	CRCA Scrap	18,90,78,627	21,20,28,012
b.	Pig Iron	7,06,34,054	9,54,36,897
c.	M. S. Scrap	16,95,603	80,91,866
d.	Pattern Consumption	64,83,274	1,88,35,599
e.	Ferro Alloys	10,95,70,687	10,13,55,596
	Total	37,74,62,245	43,57,47,969

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10 Value of Raw Material Consumed & Percentage there of to the total Consumption:

Sl.		2017-2018	2016-2017
a	Imported:		
	Value	-	24,03,173.00
	Percentage to Total Consumption	-	0.55%
b	Indigenous:		
	Value	37,74,62,245	43,33,44,796
	Percentage to Total Consumption	100.00%	99.45%
	Total	37,74,62,245	43,57,47,969

11 Value of Stores & Spares Consumed & Percentage there of to the total Consumption:

Sl.	Particulars	2017-2018	2016-2017
a	Imported:		
	Value	8,07,727	97,560.00
	Percentage to Total Consumption	0.48%	0.06%
b	Indigenous:		
	Value	16,57,65,670	15,49,52,552
	Percentage to Total Consumption	99.52%	99.94%
	Total	16,65,73,397	15,50,50,112

12 a Closing Stock of Work - in -process -

Sl.	Product	2017-2018	2016-2017
a.	Windmill Castings	20,24,97,687	10,72,29,855
b.	Other Castings	7,21,61,029	4,30,96,296
	Total	27,46,58,716	15,03,26,151

13 Disclosure as per requirement of AS 15:

The Company has implemented Revised Accounting Standard-15 on Employee Benefits and made the **Defined Contribution plan**

Contribution to Defined Contribution plan, recognised and charged off to Statement of Profit & Loss for the year as under :

	2017-2018	2016-2017
Employer's contribution to ESIC	5,14,891	2,78,473
Employer's contribution to Provident Fund	33,84,726	25,99,243

**Gratuity**

In accordance with the applicable laws, the Company provides for gratuity, a defined retirement plan (Gratuity plan) covering all staff, workers, and officers. The Gratuity Plan provides for, at retirement or termination of employment, an amount based on the respective employee's last drawn salary and the years of employment with the company. The Gratuity Scheme is not entirely funded, so appropriate liability as required under AS 15 (revised) is being provided in the balance sheet.

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**Defined Benefit Plan**

		<b>GRATUITY</b>	
Period of accounting		<b>01/04/2017 to 31/03/2018</b> <i>(all figures in Indian Rupees)</i>	
		31-Mar-18	31-Mar-17
		<u>IALM (2006-08) Ult</u>	<u>IALM (2006-08) Ult</u>
I	Assumptions as at		
	Mortality		
	Interest / Discount Rate	7.60%	7.30%
	Rate of increase in compensation	7.00%	7.00%
	Rate of return (expected) on plan assets	8.00%	8.25%
	Withdrawal Rate		
	Age upto 30 Years : 8%	Age upto 30 Years : 8%	Age upto 30 Years : 8%
	Age upto 31-40 Years : 8%	Age upto 31-40 Years : 8%	Age upto 31-40 Years : 8%
	Age upto 41-50 Years : 8%	Age upto 41-50 Years : 8%	Age upto 41-50 Years : 8%
	Age above 50 Years : 8%	Age above 50 Years : 8%	Age above 50 Years : 8%
	Expected average remaining service	10.09	10.26
II	<b><u>Changes in present value of obligations</u></b>		
	PVO at beginning of period	40,95,931	26,90,509
	Interest cost	2,92,915	2,04,479
	Current Service Cost	11,15,297	8,24,255
	Past Service Cost- (non vested benefits)	-	-
	Past Service Cost -(vested benefits)	-	-
	Benefits Paid	(1,66,788)	-
	Actuarial (Gain)/Loss on obligation	(8,86,512)	3,76,688
	PVO at end of period	44,50,843	40,95,931
III	<b><u>Changes in fair value of plan assets</u></b>		
	Fair Value of Plan Assets at beginning of period	38,70,012	15,18,879
	Expected Return on Plan Assets	3,74,929	2,16,058
	Contributions	18,00,000	22,00,000
	Mortality Charges and Taxes	(39,359)	(35,563)
	Benefit Paid	(1,66,788)	-
	Actuarial Gain/(Loss) on plan assets	(20,292)	(29,362)
	Fair Value of Plan Assets at end of period	58,18,502	38,70,012
	Actual Return on Plan assets	3,54,637	1,86,696
Period of accounting		31-Mar-18	31-Mar-17
IV	<b><u>Actuarial Gain/(Loss) Recognized</u></b>		
	Actuarial Gain/(Loss) for the period (Obligation)	(8,86,512)	3,76,688
	Actuarial Gain/(Loss) for the period (Plan Assets)	20,292	29,362
	Total Gain/(Loss) for the period	(8,66,220)	4,06,050
	Actuarial Gain/(Loss) recognized for the period	(8,66,220)	4,06,050
	Unrecognized Actuarial Gain/(Loss) at end of period	-	-

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	31-Mar-18	31-Mar-17
<b>V <u>Past Service Cost Recognised</u></b>		
Past Service Cost- (non vested benefits)		-
Past Service Cost -(vested benefits)		-
Average remaining future service till vesting of the benefit		-
Recognised Past service Cost- non vested benefits		-
Recognised Past service Cost- vested benefits		
Unrecognised Past Service Cost- non vested benefits		
<b>VI <u>Amounts to be recognized in the balance sheet</u></b>		
PVO at end of period	44,50,843	40,95,931
Fair Value of Plan Assets at end of period	58,18,502	38,70,012
Funded Status	13,67,659	(2,25,919)
Unrecognized Actuarial Gain/(Loss)	-	-
Unrecognised Past Service Cost- non vested benefits	-	-
Net Asset/(Liability) recognized in the balance sheet	13,67,659	(2,25,919)
<b>VII <u>Expense recognized in the statement of P &amp; L</u></b>		
Current Service Cost	11,15,297	8,24,255
Interest cost	2,92,915	2,04,479
Past Service Cost- (non vested benefits)	-	-
Past Service Cost -(vested benefits)	-	-
Unrecognised Past Service Cost- non vested benefits	-	-
Expected Return on Plan Assets	(3,74,929)	(2,16,058)
Net Actuarial (Gain)/Loss recognized for the period	(8,66,220)	4,06,050
Expense recognized in the statement of P & L A/C at the end of the period	1,67,063	12,18,726
<b>VIII <u>Reconciliation of net (Assets)/Liability recognized</u></b>		
Opening Net Liability / (Asset)	2,25,919	11,71,630
Expenses as above	2,06,422	12,54,289
Contribution paid	(18,00,000)	(22,00,000)
Closing Net Liability / (Asset)	(13,67,659)	2,25,919

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market. The above information is certified by the actuary.

**14 Disclosure of Related Parties and Related Party Transactions**

<b>I</b>	<b>Name of Related Party under which Control exists</b>	<b>Nature of Relationship</b>
	a. S.B. Reshellers Pvt.Ltd.	Holding Company
	b. Tara Tiles Pvt. Ltd.	Fellow Associates
	c. Shakti Alloys Steels Ltd.	Fellow Associates
<b>II</b>	Name of the Related Parties with whom transactions were carried out during the year and description of relationship	
<b>i</b>	<b>Key Management Personnel (KMP)</b>	<b>Designation</b>
	a. Shri Sachin Rajendra Shirgaokar	Managing Director (MD)
	b. Shri Sohan Sanjeev Shirgaokar	Joint Managing Director (Jt. MD)
	c. Shri V. S. Reddy	Executive Director (Technical)
<b>ii</b>	<b>Relative of Key Management Personnel</b>	
	<b>Name of the transacting related party</b>	<b>Nature of Relationship</b>
	a. Shri. Rajendra Vinayak Shirgaokar	Father of MD
	b. Sou. Laxmi Sachin Shirgaokar	Wife of MD
	c. Smt.Radhika Sanjeev Shirgaokar	Mother of Jt.MD
	d. Shri. Chandan Sanjeev Shirgaokar	Brother of Jt. MD
	e. Ms. Shreya Sachin Shirgaokar	Daughter of MD
	f. Ms. Priya Sachin Shirgaokar	Daughter of MD
<b>III</b>	<b>Enterprises over which KMP or Relatives of KMP are able to Exercise significant influence.</b>	
	<b>Name of the related party</b>	<b>Nature of Relationship</b>
	a. V S Shirgaokar Enterprises LLP	MD, Wife of MD, Father of MD are Partners
	b. D M Shirgaokar Enterprises LLP	MD, Jt.MD are Partners
	c. Suresh Shirgaokar Enterprises LLP	Brother of Jt.MD & Father of MD are Partners
	d. The Ugar Sugar Works Ltd.	Brother of Jt. MD is MD
	e. S S Shirgaokar Enterprises LLP	Jt.MD, Brother & Mother of Jt.MD are Partners

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**Disclosure of Related Parties and Related Party Transactions**

Sr. No.	Nature of Transaction	Holding company		Fellow Associate		KMP		Relatives of KMP		Related Parties referred to		Total	
		2017-2018	2016-2017	2017-2018	2016-2017	2017-2018	2016-2017	2017-2018	2016-2017	2017-2018	2016-2017	2017-2018	2016-2017
<b>1</b>	<b><u>Remuneration Paid</u></b>	-	-	-	-	1,44,80,161	1,91,72,339	-	-	-	-	1,44,80,161	1,91,72,339
	Shri Sachin R. Shirgaokar					42,93,610	66,01,230					42,93,610	66,01,230
	Shri Sohan S. Shirgaokar					42,93,610	66,01,230					42,93,610	66,01,230
	Shri V. S. Reddy					58,92,941	59,69,879					58,92,941	59,69,879
<b>2</b>	<b><u>Purchase of Other Items</u></b>	3,55,51,074	3,67,45,105	-	-	-	-	-	-	1,15,200	1,13,960	3,56,66,274	3,68,59,065
	S. B. Reshellers Pvt. Ltd.	3,55,51,074	3,67,45,105							-	-	3,55,51,074	3,67,45,105
	The Ugar Sugar Works Limited									1,15,200	1,13,960	1,15,200	1,13,960
<b>3</b>	<b><u>Labour Charges Paid</u></b>	11,52,203	52,02,254	11,250	-	-	-	-	-	-	-	11,63,453	52,02,254
	S. B. Reshellers Pvt. Ltd.	11,52,203	52,02,254									11,52,203	52,02,254
	Tara Tiles Pvt. Ltd.			11,250								11,250	-
<b>4</b>	<b><u>Lease Rent Paid</u></b>	48,00,000	4,00,000	-	-	-	-	-	-	-	-	48,00,000	4,00,000
	S. B. Reshellers Pvt. Ltd.	48,00,000	4,00,000									48,00,000	4,00,000
<b>5</b>	<b><u>Office Rent Paid</u></b>	10,000	-	-	-	-	-	-	-	-	-	10,000	-
	S. B. Reshellers Pvt. Ltd.	10,000	-									10,000	-
<b>6</b>	<b><u>Security Deposit towards Lease Paid</u></b>	-	4,00,000	-	-	-	-	-	-	-	-	-	4,00,000
	S. B. Reshellers Pvt. Ltd.	-	4,00,000									-	4,00,000
<b>7</b>	<b><u>Purchase of Fixed Assets</u></b>	44,55,097	45,69,111	61,320	-	-	-	-	-	-	-	45,16,417	45,69,111
	S. B. Reshellers Pvt. Ltd.	44,55,097	45,69,111									44,55,097	45,69,111
	Tara Tiles Pvt. Ltd.			61,320								61,320	-
<b>8</b>	<b><u>Acceptance of Deposit</u></b>	5,75,00,000	2,80,00,000	-	-	86,00,000	40,00,000	90,00,000	1,15,00,000	2,15,48,000	-	9,66,48,000	4,35,00,000
	S. B. Reshellers Pvt. Ltd.	5,75,00,000	2,80,00,000									5,75,00,000	2,80,00,000
	Shri Sachin R. Shirgaokar					40,00,000						40,00,000	-
	Shri Sohan S. Shirgaokar					46,00,000	40,00,000					46,00,000	40,00,000
	Radhika S. Shirgaokar							70,00,000	30,00,000				
	Mrs. Laxmi S. Shirgaokar								35,00,000				
	Ms. Shreya S. Shirgaokar					-		15,00,000				15,00,000	-
	Ms. Priya S. Shirgaokar							5,00,000				5,00,000	-
	Shri Chandan S. Shirgaokar								50,00,000				
	D M Shirgaokar Enterprises LLP (Formerly known as D.M. Shirgaokar Enterprises Pvt. Ltd.)									1,00,00,000		1,00,00,000	-
	V S Shirgaokar Enterprises LLP (Formerly known as Vinayak Shirgaokar Enterprises Pvt. Ltd.)									86,48,000		86,48,000	-
	S S Shirgaokar Enterprises LLP									29,00,000		29,00,000	-
	Prafulla Shirgaokar Enterprises LLP (formerly known as Prafulla Shirgaokar Enterprises Pvt. Ltd.)									39,85,000		39,85,000	-
<b>9</b>	<b><u>Interest Payment</u></b>	22,67,604	10,69,542	-	-	2,07,207	76,112	22,67,870	13,06,816	30,44,407	33,93,399	77,87,088	58,45,869
	S. B. Reshellers Pvt. Ltd.	22,67,604	10,69,542									22,67,604	10,69,542
	Shri Sachin R. Shirgaokar					92,055	-					92,055	-
	Shri Sohan S. Shirgaokar					1,15,152	76,112					1,15,152	76,112
	Ms. Shreya S. Shirgaokar							6,39,722	4,80,003			6,39,722	4,80,003
	Smt. Radhika S. Shirgaokar							9,68,635	7,04,551			9,68,635	7,04,551
	Mrs. Laxmi S. Shirgaokar								18,699			-	18,699
	Ms. Priya S. Shirgaokar							59,509				59,509	-
	Shri Chandan S. Shirgaokar							6,00,004	1,03,563			6,00,004	1,03,563
	D M Shirgaokar Enterprises LLP (Formerly known as D.M. Shirgaokar Enterprises Pvt. Ltd.)									12,19,281	11,84,478	12,19,281	11,84,478

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Sr. No.	Nature of Transaction	Holding company		Fellow Associate		KMP		Relatives of KMP		Related Parties referred to		Total	
		2017-2018	2016-2017	2017-2018	2016-2017	2017-2018	2016-2017	2017-2018	2016-2017	2017-2018	2016-2017	2017-2018	2016-2017
	S.S. Shirgaokar Enterprise LLP (Formerly known as Sanjeev Shirgaokar Enterprises Pvt.Ltd)									2,48,369	3,45,001	2,48,369	3,45,001
	Suresh Shirgaokar Enterprises LLP (Formerly known as Suresh Shirgaokar Enterprises Pvt.Ltd)									8,31,843	8,31,843	8,31,843	8,31,843
	V S Shirgaokar Enterprises LLP (Formerly known as Vinayak Shirgaokar Enterprises Pvt.Ltd)									7,44,914	10,32,077	7,44,914	10,32,077
	Prafulla Shirgaokar Enterprises LLP (formerly known as Prafulla Shirgaokar Enterprises Pvt.Ltd)									3,43,258		3,43,258	-
10	<b>Sitting Fees Paid</b>	-	-	-	-	1,35,000	30,000	-	-	-	-	1,35,000	30,000
	Shri Sachin R. Shirgaokar					45,000	10,000					45,000	10,000
	Shri Sohan S. Shirgaokar					45,000	10,000					45,000	10,000
	Shri V. S. Reddy					45,000	10,000					45,000	10,000
	Shri Rajendra V. Shirgaokar	-											
	Shri Chandan S. Shirgaokar		-										
11	<b>Repayment of Deposit</b>	-	-	-	-	-	-	86,00,000	70,00,000	70,00,000	1,44,23,000	70,00,000	2,14,23,000
	S. B. Reshellers Pvt. Ltd.	6,70,00,000	1,68,90,000										6,70,00,000
	Shri Sachin R. Shirgaokar						40,00,000						40,00,000
	Shri Sohan S. Shirgaokar						46,00,000	70,00,000					46,00,000
	Mrs. Laxmi S. Shirgaokar		35,00,000										
	Radhika S. Shirgaokar								70,00,000				70,00,000
	D M Shirgaokar Enterprises LLP (Formerly known as D.M.Shirgaokar Enterprises Pvt.Ltd)										70,00,000		70,00,000
	S.S. Shirgaokar Enterprise LLP (Formerly known as Sanjeev Shirgaokar Enterprises Pvt.Ltd)									57,75,000		57,75,000	-
	V S Shirgaokar Enterprises LLP (Formerly known as Vinayak Shirgaokar Enterprises Pvt.Ltd)									86,48,000		86,48,000	-
	Prafulla Shirgaokar Enterprises LLP (formerly known as Prafulla Shirgaokar Enterprises Pvt.Ltd)									39,85,000		39,85,000	-
12	<b>Security Deposit towards Lease Refunded</b>												
	S. B. Reshellers Pvt. Ltd.	4,00,000	-										
13	<b>Service Charges Received</b>	7,95,860	8,460	-	-	-	-	-	-	-	-	7,95,860	8,460
	S. B. Reshellers Pvt. Ltd.	7,95,860	8,460									7,95,860	8,460
14	<b>Sale of other material</b>	5,92,330										5,92,330	-
	S. B. Reshellers Pvt. Ltd.	5,92,330										5,92,330	-
15	<b>Sale of Castings</b>	9,20,520										9,20,520	-
	S. B. Reshellers Pvt. Ltd.	9,20,520										9,20,520	-
16	<b>Corporate/ Personal Guarantee in Company's favour</b>	*51,35,00,000	*51,35,00,000	-	-	*51,35,00,000	*51,35,00,000	-	-	-	-	*51,35,00,000	*51,35,00,000
	S. B. Reshellers Pvt. Ltd.	*51,35,00,000	*51,35,00,000	-	-	*51,35,00,000	*51,35,00,000	-	-	-	-	*51,35,00,000	*51,35,00,000
17	<b>Outstanding Balance as on 31.03.2018</b>											-	-
	Payable	3,57,26,546	3,98,83,297	13,275		40,90,685	88,97,730	1,90,00,000	1,70,00,000	2,85,05,000	2,83,80,000	8,73,35,506	9,41,61,027
	Receivable	-										-	-

\* Jointly and severally

**Synergy Green Industries Limited**  
(Formerly known as Synergy Green Industries Pvt. Ltd.)  
**Annual Report 2017-18**

**15. Segment Reporting**

The Company has only one reportable segment viz: Castings. Hence reporting under Accounting Standard - 17 is not applicable.

**16. Operating Leases**

a. The Company has taken on lease the premises situated at Plot no. C-16, Gokulshirgaon MIDC, Kolhapur-416234.

Amount Receivable	Total Future Minimum Lease Payment Payable	Total Future Minimum Lease Payment Payable
	2017-2018	2016-2017
Within one year	48,00,000.00	-
Later than one year and not later than five years	44,00,000.00	-
Later than five years	-	-
Total	92,00,000.00	-

b. Accounting Policy adopted in respect of initial Direct Cost : Initial Direct Cost is charged to Profit and Loss Account in the year in which incurred.

**17. Figures for previous year has been regrouped / recast/ rearranged wherever necessary.**

SIGNATORIES TO PART A TO C

**FOR M/S. P.G.BHAGWAT**

Chartered Accountants

Firm Registration No.101118W

**For SYNERGY GREEN INDUSTRIES LTD.**

**AKSHAY B. KOTKAR**

**Partner**

Membership No.140581

Kolhapur

Date : 6th July 2018

**SACHIN R. SHIRGAOKAR**

**Managing Director**

DIN:01512497

**SOHAN S. SHIRGAOKAR**

**Jt. Managing Director**

DIN:00217631

**SUHAS B. KULKARNI**

**Chief Financial Officer**

**NILESH M. MANKAR**

**Company Secretary**

## Proxy Form

Form No. MGT-11

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

**CIN: U27100PN2010PLC137493**

**Synergy Green Industries Limited,  
392, E Ward, Shahupuri, Kolhapur-416001  
Maharashtra.**

Name of the Shareholder (s):	
Folio No:	
Registered Address:	
E-mail Id:	

I/We, being the shareholder (s) of ..... shares of the above named company, hereby appoint

1. Name: .....  
Address:

E-mail Id:

Signature:....., or failing him

2. Name: .....  
Address:

E-mail Id:

Signature:....., or failing him

3. Name: .....  
Address:

E-mail Id:

Signature:.....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Eighth Annual General Meeting of the Company, to be held on the Friday, 3<sup>rd</sup> August, 2018, At 12.30 p.m. at Hotel Pavillion, 392, E Ward, Assembly Road, Shahupuri, Kolhapur-416001, Maharashtra and at any adjournment thereof in respect of such resolutions as are indicated below:

I wish my above proxy to vote in the manner as indicated in the box below:

Sr. No.	Description of Resolution	For	Against
<b>ORDINARY BUSINESS</b>			
1.	To adopt the Audited Financial Statement of the Company for the Financial Year ended 31 <sup>st</sup> March, 2018 together with the Board's Report and the Auditors' Report.		
2.	To appoint a Director in place of Mr. Rajendra Shirgaokar (DIN:00542644), who retires by rotation and being eligible, offers himself for reappointment.		
3.	To appoint a Director in place of Mr. Prafulla Shirgaokar (DIN: 00151114), who retires by rotation and being eligible, offers himself for reappointment.		
4.	To appoint the Auditors and to fix their remuneration and to pass the following resolution as an Ordinary Resolution in this connection.		
<b>SPECIAL BUSINESS</b>			
5.	To appoint the M/s. Adawadkar Chougule & Associates, Cost Accountants, as Cost Auditors.		
6.	To accept / renew unsecured deposits from shareholders.		

Singed this .....day of ....., 2018.

Signature of Shareholder

Signature of Proxy holder (s)

Affix  
Revenue stamp  
of Re.1

**Note:**

1. The proxy form duly signed across the Revenue Stamp must be deposited at the Registered Office of the Company not less than 48 hours before the time of the meeting.
2. A proxy need not be a member of the Company.
3. This is only optional. Please put a 'X' in the appropriate column in front of the resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all the resolutions, your proxy will be entitled to vote in the manner as he/she thinks appropriate.
4. For the resolution and notes please refer the accompanying Notice.
5. All alterations made in the form of proxy should be initialed.

## Route Map

