

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF WINDLAS BIOTECH PRIVATE LIMITED**

**Report on the Audit of the Standalone Financial Statements**

**Opinion**

We have audited the Standalone financial statements of **Windlas Biotech Private Limited** ("the Company"), which comprise the Balance sheet as at 31st March 2019, and the statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.(hereinafter referred to as " the financial statements").

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

**Basis for Opinion**

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

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

The Company's Board of Directors is responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Director Report but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.



If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibility of Management for Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

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

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the 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.



**SS KOTHARI MEHTA**  
**& COMPANY**  
CHARTERED ACCOUNTANTS

- 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 financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- e) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- g) The provisions of section 197 read with Schedule V to the Act are not applicable to the Company since the Company is not a public company as defined under section 2(71) of the Act. Accordingly, reporting under section 197(16) is not applicable.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements. Refer Note 14 & 43 to the financial statements.
  - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, on long-term contracts including long term derivative contracts.
  - iii. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.
  - iv. The reporting on the disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended 31 March 2019.

For **S. S. KOTHARI MEHTA & COMPANY**

Chartered Accountants

Firm Reg. No : 000756N

**Yogesh K. Gupta**

Partner

Membership No.:093214



Place: *Dehradun*

Date: *25th sept 2019*

**Annexure A" to the Independent Auditors' Report**

The Annexure as referred in paragraph (1) 'Report on Other Legal and Regulatory Requirements of our Independent Auditors' Report to the members of **Windlas Biotech Private Limited** on the standalone financial statements for the year ended 31 March 2019, we report that:

- i. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.  
  
(b) Fixed Assets have been physically verified by the company during the year and no material discrepancies were noticed on such verification. In our opinion, the periodicity of such verification is reasonable having regard to the size of the company and the nature of its assets.  
  
(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- ii. We have been explained by the management that the inventory has been physically verified at reasonable intervals during the year. According to information and explanations given to us, no material discrepancies were noticed between the physical stock and the book records.
- iii. (a) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has granted unsecured loans to the one party covered in the Register maintained under section 189 of the Act.  
  
(b) The terms and condition on which the loan had been granted were not, prima facie, prejudicial to the interest to the Company.  
  
(c) The loans were repaid during the year. Accordingly, the provisions of clause 3(iii) (b) &(c) of the order are not applicable
- iv. According to the information and explanations given to us, the Company has complied with the provisions of section 185 and section 186 of the Act with respect to the loans and investments. The Company has not provided any guarantees and security.
- v. According to the information and explanations given to us, during the year the Company has not accepted any deposits from the public. Accordingly, the provisions of clause 3 (v) of the Order are not applicable to the Company.
- vi. We have broadly reviewed the books of account maintained by the Company pursuant to the rules prescribed by the Central Government of India for the maintenance of cost records under sub-section 1 of Section 148 of the Act and are of the opinion that, prima facie, the prescribed records and accounts have been made and maintained. However, we have not carried out a detailed examination of such records with a view to determining whether they are accurate or complete.



- vii. (a) According to the information and explanations given to us and on the basis of examination of the records of the Company, the company is generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, sales-tax, income tax, service tax, custom duty, excise duty, value added tax, goods & service tax, cess and any other material statutory dues with the appropriate authorities to the extent applicable.
- (b) According to the information and explanations given to us and on the basis of examination of the records of the Company, there are no undisputed statutory dues payable for a period of more than six months from the date they become payable as at 31<sup>st</sup> March 2019.
- (c) According to the records and information and explanations given to us, there are no dues in respect of income tax, goods & service tax, sales tax, service tax, duty of excise, duty of custom, or value added tax which have not been deposited on account of any dispute.
- viii. In our opinion, on the basis of audit procedures and according to the information and explanations given to us, the Company has not defaulted in repayment of loan or borrowing to any banks or financial institution. The Company has not obtained any loans from debenture holders and government.
- ix. According to the information and explanations given to us, the company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year. The term loans have been applied for the purpose for which they were raised.
- x. During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the Management.
- xi. The Company is a Private Limited Company and section 197 of the Act is not applicable on Private Limited Company. Accordingly, clause 3(xi) of the Order is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the record of the company, transactions with the related parties are in compliance with Section 188 of Act where applicable and details of such transactions have been disclosed in the Financial Statements as required by the applicable accounting standards. Section 177 of the Act, is not applicable to the Company.
- xiv. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has made preferential allotment of shares during the year and has made compliance of section 42 of the Companies Act, 2013 and amount raised has been utilised for the purpose which has been raised.



**S S KOTHARI MEHTA**  
**& COMPANY**  
CHARTERED ACCOUNTANTS

- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, clause 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi) of the Order is not applicable.

For **S. S. KOTHARI MEHTA & COMPANY**

Chartered Accountants

Firm Reg. No : 000756N

**Yogesh K. Gupta**

Partner

Membership No.:093214



Place: *Behadun*

Date: *25<sup>th</sup> sept 2019.*

**“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of WINDLAS BIOTECH PRIVATE LIMITED.**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”) as referred to in paragraph 2(f) of ‘Report on Other Legal and Regulatory Requirements’**

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

**Auditors’ Responsibility**

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

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

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

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

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





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

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

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

#### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **S. S. KOTHARI MEHTA & COMPANY**

Chartered Accountants

Firm Reg. No : 000756N

**Yogesh K. Gupta**

Partner

Membership No.:093214



Place: *Dehradun*

Date: *25th Sept 2019.*

Particulars		Note No.	As at 31st March 2019		As at 31st March 2018	
<b>I</b>	<b>EQUITY &amp; LIABILITIES</b>					
<b>1</b>	<b>Shareholders' Funds</b>					
a	Share capital	B 1	641.11		852.94	
b	Reserves and surplus	B 2	18,760.92	19,402.03	15,820.28	16,673.22
<b>2</b>	<b>Non Current Liabilities</b>					
a	Long-term borrowings	B 3	581.55		1,153.50	
b	Deferred tax liabilities	B 4	-		-	
c	Other long-term liabilities	B 5	-		3.00	
d	Long-term provisions	B 6	105.67	687.22	86.00	1,242.50
<b>3</b>	<b>Current Liabilities</b>					
a	Short-term borrowings	B 7	1,707.80		1,847.50	
b	Trade payables					
	Total outstanding dues to micro enterprises and small enterprises	B 8	278.98		269.94	
	Total outstanding dues to creditors other than micro enterprises and small enterprises.	B 8	5,514.35		7,236.25	
c	Other current liabilities	B 9	1,652.15		2,122.50	
d	Short-term provisions	B 6	458.40	9,611.68	491.98	11,968.17
	<b>TOTAL</b>			<b>29,700.93</b>		<b>29,883.89</b>
<b>II</b>	<b>ASSETS</b>					
<b>1</b>	<b>Non Current Asset</b>					
a	Property Plant & Equipment					
	Tangible asset	B 10	6,148.97		5,750.76	
	Intangible asset	B 12	44.15		70.95	
	Capital work-in-progress	B 11	457.94	6,651.06	1,050.90	6,872.61
b	Non-current investments	B 13	10,468.71		10,468.71	
c	Deferred tax assets(net)	B 4	183.77		165.18	
d	Long term loans & advances	B 14	741.53		600.94	
e	Other non-current assets	B 15	18.36	11,412.37	13.38	11,248.21
<b>2</b>	<b>Current Asset</b>					
a	Current investments	B 13	1,629.01		1,878.41	
b	Inventories	B 16	1,902.67		2,650.70	
c	Trade receivables	B 17	6,226.04		5,946.50	
d	Cash and bank balances	B 18	1,324.73		561.07	
e	Short-term loans and advances	B 14	555.05		726.39	
f	Other current assets	B 15	-	11,637.50	-	11,763.07
	<b>TOTAL</b>			<b>29,700.93</b>		<b>29,883.89</b>

Significant Accounting Policies  
Notes to Accounts

A  
B-1 to B-43

Accompanying notes referred to above formed the integral part of the financial statement

As per our separate report of even date attached

For and on behalf of the Board of Directors

For S. S. Kothari Mehta & Company  
Chartered Accountants  
Firm Reg. No. 000756N



Yogesh K Gupta  
Partner  
M. No.: 93214

Ashok Kumar Windlass  
Managing Director  
DIN: 00011451



Hitesh Windlass  
Director  
DIN: 02030941

Manoj Windlass  
Director  
DIN: 00221671

Komal Gupta  
Chief Financial Officer

Anjan Kumar  
Company Secretary  
M. No. - A24267

Place: Dehradun

Date: 25th Sept 2019.

Statement of Profit & Loss for the year ended 31st March, 2019

(Figures in ₹ lakhs)

Particulars	Note No.	For the year ended March 31, 2019		For the year ended March 31, 2018	
<b>I. Revenue from Operations</b>					
Sale of Products	B 19	28,635.29		31,979.95	
Less: Excise Duty		-	28,635.29	(16.42)	31,963.53
Other Operating Revenues			185.12		68.09
<b>II. Other Income</b>	B 20		211.82		280.46
<b>III. Total Revenue (I+II)</b>			<b>29,032.23</b>		<b>32,312.08</b>
<b>IV. Expenses:</b>					
Cost of Materials Consumed	B 21		17,776.39		22,133.48
Changes in Inventories of Finished Goods, Work in Progress	B 22		345.54		276.80
Employee Benefit Expense	B 23		3,350		3,284
Finance Costs	B 26		363.58		474.47
Depreciation and Amortisation expense	B 25		808.68		1,132.05
Other Expenses	B 24		2,902.17		2,498.41
<b>Total Expenses</b>			<b>25,545.88</b>		<b>29,798.99</b>
<b>V. Profit Before Tax (III-IV)</b>			<b>3,486.35</b>		<b>2,513.09</b>
<b>VI. Tax Expenses</b>					
Current Tax			(1,233.78)		(950.84)
Deferred Tax			18.59		118.64
Earlier Year Tax			(23.86)		9.60
<b>VII. Profit After Tax</b>			<b>2,247.30</b>		<b>1,690.49</b>
<b>VIII. Earnings per Equity Shares</b>					
1) Basic (in ₹)	B 28		38.61		30.25
2) Diluted (in ₹)			37.26		28.74
<b>Face value per share (in ₹ 10)</b>					

Significant Accounting Policies

A

Notes to Accounts

B-1 to B-43

Accompanying notes referred to above formed the integral part of the financial statement

As per our separate report of even date attached

For and on behalf of the Board of Directors

For S. S. Kothari Mehta & Company

Chartered Accountants

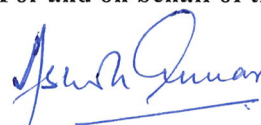
Firm Reg. No. 000756N



Yogesh K Gupta

Partner

M. No.: 93214



Ashok Kumar Windlass

Managing Director

DIN: 00011451



Hitesh Windlass

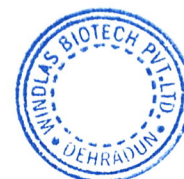
Director

DIN: 02030941



Komal Gupta

Chief Financial Officer




Manoj Windlass

Director

DIN: 00221671



Anjan Kumar

Company Secretary

M. No. - A24267

Place: Dehradun

Date: 25<sup>th</sup> Sept 2019.

WINDLAS BIOTECH PRIVATE LIMITED  
(Formerly Known as WINDLAS BIOTECH LIMITED)  
Cash Flow Statement for the year ended March 31st, 2019

(Figures in ₹ lakhs)

PARTICULARS		For the year ended March/19		For the year ended March/18
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Operating Profit before Tax & Extraordinary Items		3,486.35		2,513.09
Adjustments for:				
Net operating profit before tax				
Depreciation	808.68		1,132.05	
Interest Expenses	363.58		474.47	
Misc. Balance Written Back	(85.41)		(11.30)	
Bad Debts	-		157.47	
Interest Income	(67.23)		(76.25)	
Property Plant & Equipment Written off	10.57		-	
Net (gain)/ loss on sale of Property Plant & Equipment	(3.72)		(1.61)	
Loss/(Gain) on sale of Mutual fund	(50.58)		(174.41)	
Unrealised Foreign Exchange Loss/(Gain) (Net)	10.69	986.58	(3.22)	1,497.20
Operating Profit before Working Capital changes		4,472.93		4,010.29
Changes in Working Capital				
Adjustment for (Increase)/Decrease in Operating Assets				
Trade Receivables	(278.83)		(12.59)	
Short term Loans and Advances	171.34		(546.07)	
Long term Loans and Advances	28.86		(31.97)	
Inventories	748.03		1,339.75	
Adjustment for Increase/(Decrease) in Operating Liabilities				
Trade Payables	(1,627.64)		(148.93)	
Long Term Provision & Liability	16.67		6.44	
Other Current Liabilities	18.82		(191.07)	
Short Term Provision	(5.09)	(927.84)	18.10	433.66
Cash Generated from Operations before tax		3,545.09		4,443.95
Net Direct Taxes paid (Net of refund)	1,337.26	1,337.26	539.03	539.03
Net cash from/used in Operating Activities		2,207.83		3,904.92
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase of Fixed Assets including Capital Advances & Payable on FA	(996.79)		(1,123.01)	
Sale of Fixed Assets	6.99		2.14	
Investment - Long term *	-		(1,350.27)	
Investment - Short term	299.98		1,300.01	
Investment in Fixed Deposit	(36.36)		13.24	
Interest Received	67.23		76.25	
Net cash used in Investing Activities		(658.95)		(1,081.64)
Net cash used in Operating and Investing Activities		1,548.88		2,823.28
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Issue of Equity Share Capital	8.29		-	
Change in Share Premium	473.22		-	
Short Term Borrowings (Net)	(139.70)		(1,474.92)	
Long Term Borrowings Received	100.00		-	
Long Term Borrowings Repaid	(940.57)		(517.53)	
Interest paid (Net)	(317.89)		(473.54)	
Net Cash from Financing Activities		(816.65)		(2,465.99)
Net Cash from Operating, Investing & Financing Activities		732.23		357.29
Effect of exchange Difference on translation of Foreign Currency Cash and cash equivalent		(0.05)		0.09
Net increase in Cash & Cash equivalent		732.28		357.20
Opening balance of Cash & Cash equivalent		553.25		196.05
Closing balance of Cash & Cash equivalent		1,285.53		553.25
Note: Cash and cash equivalents included in the Cash Flow Statement comprise of the following:-				
i) Cash Balance on Hand		14.22		15.33
Cheque in Hand				
ii) Balance with Banks :				
- In Current Accounts		51.66		537.92
In Fixed Deposit with Original Maturity less than 3 months		1,219.65		-
Total		1,285.53		553.25

\*Non Cash Items: During the year the Company has converted 294117 Optionally Convertible Preference Shares into 739998 Equity Shares in the ratio of 1:2.516 & during the previous year the Company has converted an amount of Rs. 1350.27 lakhs with subsidiary into Optionally Convertible Preference Shares through conversion of loan of Rs 1350.27 lakhs and balance through bank.

As per our separate report of even date attached

For S. S. Kothari Mehta & Company  
Chartered Accountants  
Firm Reg. No. 000756N

Yogesh K Gupta  
Partner  
M. No.: 93214



Place: Dehradun  
Date: 25th sept 2019.

For and on behalf of the Board of Directors

Ashok Kumar Windlass  
Managing Director  
DIN: 00011451

Hitesh Windlass  
Director  
DIN: 02030941

Komal Gupta  
Chief Financial Officer

Manoj Windlass  
Director  
DIN: 00221671

Anjan Kumar  
Company Secretary  
M. No. - A24267



**B NOTES TO ACCOUNTS**

(Figures in ₹ lakhs)

1 SHARE CAPITAL		As at 31st March 2019	As at 31st March 2018
<b>Authorised Shares</b>			
65,00,000 (Previous Year 60,00,000) Equity Shares of ₹10 each (Previous Year of ₹ 10 each)		650.00	600.00
3,00,000(Previous Year 3,00,000 ) 0.001% Non- Cumulative Compulsory Convertible Preference Shares of ₹100 each		300.00	300.00
		<b>950.00</b>	<b>900.00</b>
<b>Issued Shares</b>			
64,11,063 (Previous Year 55,88,236 ) Equity Shares of ₹10 each (Previous Year ₹ 10 each)		641.11	558.82
NIL ( Previous Year 2,94,117) 0.001% Non- Cumulative Compulsory Convertible Preference Shares of Rs.100 Each		-	294.12
		<b>641.11</b>	<b>852.94</b>
<b>Subscribed &amp; Fully Paid up Shares</b>			
64,11,063 (Previous Year 55,88,236 ) Equity Shares of ₹10 each (Previous Year ₹ 10 each)		641.11	558.82
NIL ( Previous Year 2,94,117) 0.001% Non- Cumulative Compulsory Convertible Preference Shares of Rs.100 Each		-	294.12
<b>Total subscribed and fully paid up share capital</b>		<b>641.11</b>	<b>852.94</b>

**a. Terms/ rights attached to Equity Shares**

The Company has only one class of Equity Shares having a par value of ₹10 per share (Previous Year ₹ 10 per share). Each holder of Equity Shares is entitled to one vote per share. In the event of liquidation,

**b. Terms/ rights attached to Preference Shares**

The Company has only one class of Preference Shares having a par value of ₹100 per share. Subject to applicable law, each 0.001%Non- Cumulative Compulsory Convertible Preference Shares shall carry

**c. Reconciliation of Shares outstanding at the beginning and at the end of the reporting period**

**Equity Shares**

Particulars	No. of Shares		Value of Shares (In lakhs)	
	2018-19	2017-18	2018-19	2017-18
Share outstanding at beginning of period	5,588,236	5,588,236	558.82	558.82
Shares issued during the year	82,829	-	8.28	-
Shares conversion Preference into equity during the year	739,998	-	74.00	-
<b>Share outstanding at end of period</b>	<b>6,411,063</b>	<b>5,588,236</b>	<b>641.11</b>	<b>558.82</b>

**Issued, Subscribed & Paid up**

**Equity Shares**

Particulars	No. of Shares		Value of Shares (In lakhs)	
	2018-19	2017-18	2018-19	2017-18
Share outstanding at beginning of period	5,588,236	5,588,236	558.82	558.82
Shares issued during the year*	82,829	-	8.28	-
Shares conversion Preference into equity during the year	739,998	-	74.00	-
<b>Share outstanding at end of period</b>	<b>6,411,063</b>	<b>5,588,236</b>	<b>641.11</b>	<b>558.82</b>

**Preference Shares**

Particulars	No. of Shares		Value of Shares (In lakhs)	
	2018-19	2017-18	2018-19	2017-18
Share outstanding at beginning of period	294,117	294,117	294.12	294.12
Shares conversion into equity during the year**	(294,117)	-	(294.12)	-
<b>Share outstanding at end of period</b>	<b>-</b>	<b>294,117</b>	<b>-</b>	<b>294.12</b>

\* During the year, the Company has issued and allotted 82,829 equity shares of a face value of Rs. 10 at a premium of Rs 571.32/- to Mr. Ashok Windlas.

\*\* During the year, the Shareholders has passed a resolution on 15th December, 2018 for change in the conversion ratio of the preference shares into equity share from 1:1 to 1:2.516 . The Preference shares holders have exercised their rights and 294117 preference shares have been converted into 7,39,998 equity shares.

**d. Details of shareholders holding more than 5% shares in the Company**

**Equity Shares**

Name of Shareholders	2018-19		2017-18	
	No of Shares	% of Holding	No of Shares	% of Holding
Sh. Ashok Kumar Windlass	4,500,471.00	70.20%	4,417,642.00	79.05%
Smt. Vimla Windlass	500,000.00	7.80%	500,000.00	8.95%
Tano India Private Equity Fund II	1,410,587.00	22.00%	670,589.00	12.00%
<b>Total</b>	<b>6,411,058.00</b>	<b>100.00%</b>	<b>5,588,231.00</b>	<b>100.00%</b>

**Preference shares**

Name of Shareholders	2018-19		2017-18	
	No of Shares	% of Holding	No of Shares	% of Holding
Tano India Private Equity Fund II	-	-	294,117.00	100.00%
<b>Total</b>	<b>-</b>	<b>0.00%</b>	<b>294,117.00</b>	<b>100.00%</b>



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**B. NOTES TO FINANCIAL STATEMENTS**

(Figures in ₹ Lakhs)

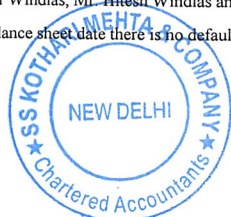
2 RESERVES & SURPLUS		As at 31st March 2019	As at 31st March 2018
<b>a. Securities Premium</b>			
Balance at the beginning of the Financial year		6,855.82	6,855.82
Add: Additional premium on Equity Share		693.34	-
Add: Premium on issue of Preference Shares		-	-
Less: Share Issue Expenses		-	-
	<b>A</b>	7,549.16	6,855.82
<b>b. General Reserve</b>			
Balance at the beginning of the Financial year		1,362.50	1,362.50
Addition during the Financial year		-	-
Deduction during the year		-	-
Closing Balance	<b>B</b>	1,362.50	1,362.50
<b>c. Surplus in Statement of Profit &amp; Loss</b>			
Balance at the beginning of the Financial year		7,601.96	5,911.47
Addition during the Financial year		2,247.30	1,690.49
	<b>C</b>	9,849.26	7,601.96
	<b>TOTAL(A+B+C)</b>	18,760.92	15,820.28

3 LONG TERM BORROWINGS	Non- Current		Current Maturities	
	As at March 31, 2019	As at March 31, 2018	As at March 31, 2019	As at March 31, 2018
<b>Term Loans - Secured</b>				
From Banks	438.79	772.34	502.08	806.32
From Others	142.76	381.16	199.63	152.75
<b>TOTAL</b>	<b>581.55</b>	<b>1,153.50</b>	<b>701.71</b>	<b>959.07</b>

**a. Loans includes:**

- (i) Loan from SIDBI Bank amounting to Rs. 83.91 Lakhs (previous year Rs. 119.06 lakhs) carrying interest rate of 2% below SIDBI Prime Landing Rate is outstanding as on March 31, 2019 and is repayable in 19 monthly instalments. The loan is secured by (A) First charge by the way of hypothecation of all the movable assets including movables, Plant, Machinery, Spare, Tools and accessory, Office Equipment, Computers, Furniture and Fixture, acquired / proposed to be acquired under the project and located at khasra no. 141KHA, khasra no. 142KHA, 143KA, 145GA at Mohabewala industrial area, Dehradun, Uttarakhand. (B) Extension of first charge by the way of Hypothecation of all movable assets including Plant & Machinery and Equipment, Misc. Fixed Assets, etc. of the company whether installed or not and whether no lying loose and which has been acquired under the previous assistance. (C) Extension of First Charge by way of Equitable Mortgage on the Immovable Properties of Shri Ashok Kumar Windlas, Shri Sudhir Kumar Windlas and Shri Pradeep Kumar Windlas situated at 53R, Rajpur Road, Dehradun. (D) Personal Guarantee of Mr. Ashok Kumar Windlass, Mr. Hitesh Windlass and Mr. Manoj Kumar Windlass.
- (ii) Loan from SIDBI Bank amounting to Rs. 137.30 Lakhs (previous year Rs. 233.89 Lakhs) carrying interest rate of 6 month LIBOR + 45 BPS is outstanding as on March 31, 2019 and is repayable in 12 monthly instalments. The loan is secured by (A) First charge by the way of hypothecation of all the movable assets including movables, Plant, Machinery, Spare, Tools and accessory, Office Equipment, Computers, Furniture and Fixture, acquired / proposed to be acquired under the project and located at khasra no. 141KHA, khasra no. 142KHA, 143KA, 145GA at Mohabewala industrial area, Dehradun, Uttarakhand. (B) Extension of first charge by the way of Hypothecation of all movable assets including Plant & Machinery and Equipment, Misc. Fixed Assets, etc. of the company whether installed or not and whether no lying loose and which has been acquired under the previous assistance. (C) Extension of First Charge by way of Equitable Mortgage on the Immovable Properties of Shri Ashok Kumar Windlas, Shri Sudhir Kumar Windlas and Shri Pradeep Kumar Windlas situated at 53R, Rajpur Road, Dehradun. (D) Personal Guarantee of Mr. Ashok Kumar Windlass, Mr. Hitesh Windlass and Mr. Manoj Kumar Windlass.
- (iii) Loan from SIDBI Bank amounting to Rs. 100.00 Lakhs (previous year Rs. NIL) carrying interest rate of 8.09% is outstanding as on March 31, 2019 and is repayable in 48 monthly instalments will start from 10th march 2020. The loan is secured by (A) First charge by the way of hypothecation of all the movable assets including movables, Plant, Machinery, Spare, Tools and accessory, Office Equipment, Computers, Furniture and Fixture, acquired / proposed to be acquired under the project and located at khasra no. 141KHA, khasra no. 142KHA, 143KA, 145GA at Mohabewala industrial area, Dehradun, Uttarakhand. (B) Extension of first charge by the way of Hypothecation of all movable assets including Plant & Machinery and Equipment, Misc. Fixed Assets, etc. of the company whether installed or not and whether no lying loose and which has been acquired under the previous assistance. (C) Extension of First Charge by way of Equitable Mortgage on the Immovable Properties of Shri Ashok Kumar Windlas, Shri Sudhir Kumar Windlas and Shri Pradeep Kumar Windlas situated at 53R, Rajpur Road, Dehradun. (D) Personal Guarantee of Mr. Ashok Kumar Windlass, Mr. Hitesh Windlass and Mr. Manoj Kumar Windlass.
- (iv) Loan from IndusInd Bank amounting to Rs.258.88 Lakhs (previous year Rs. 329.34 Lakhs) carrying interest rate of 1% above Bank Base rate, (Current IBL Base rate is 11.00%) minimum current applicable rate is 12.00% is outstanding as on March 31, 2019 and is repayable in 33 equal monthly instalments. The loan is secured by (A) First pari passu charge on all Fixed assets of the company (both present and future) except the assets acquired out of finance from other financiers. (B) Exclusive charge on P&M, Equipment's, building procured from term loan availed from IBL. (C) Second part pari passu charge on the entire current assets (both present and future) of the company. (D) pari passu charge by way of EQM on the company's factory land and building at KH. No. 166Ga, 168kha, 40/1,141-kha and 143- Ka,167-Gha,168 Gha, 172 Da, Mouza Chanderbani Khalsa, Mohabewala Industrial Area, Dehradun. (E) pari passu charge by way of EQM on the company's land at khasra No. 145 Ka and Khasra No. 143 Kha situated at Village - Mohabewala, Paragana - central Doon, Distt- Dehradun (F) Personal Guarantee of Mr. Ashok Kumar Windlass, Mr. Hitesh Windlass and Mr. Manoj Kumar Windlass.
- (v) Vehicle loan from Banks and others (Numbering - 3 Accounts) amounting to Rs. 21.18 Lakhs (previous year Rs. 28.21 Lakhs) is outstanding as on March 31, 2019. The loan is secured by hypothecation of vehicles. These vehicle loans carries an interest from 9% to 11% p.a.
- (vi) Loan from HDFC Bank amounting to Rs.Nil (previous year Rs. 141.86 Lakhs) carrying interest rate of 9.85% has been paid to Bank during current year. The loan was secured by (A) Exclusive charge on assets purchased/constructed under the proposed facility. (B) First charged on Land and Building acquired from Innova Life Science. (C) Personal Guarantee of Mr. Ashok Kumar Windlas, Mr. Hitesh Windlas and Mr. Manoj Kumar Windlas.
- (vii) Loan from IndusInd Bank amounting to Rs. Nil Lakhs (previous year Rs.169.01 Lakhs) carrying interest rate of 1% above Bank Base rate, (Current IBL Base rate is 11.00%) minimum current applicable rate is 12.00% has been paid during current year. The loan was secured by (A) First pari passu charge on all Fixed assets of the company (both present and future) except the assets acquired out of finance from other financiers. (B) Exclusive charge on P&M, Equipment's, building procured from term loan availed from IBL. (C) Pari passu charge on the entire current assets (both present and future) of the company. (D) pari passu charge by way of EQM on the company's factory land and building at KH. No. 166Ga, 168kha, 40/1,141-kha and 143- Ka,167-Gha,168 Gha, 172 Da, Mouza Chanderbani Khalsa, Mohabewala Industrial Area, Dehradun. (E) pari passu charge by way of EQM on the company's land at khasra No. 145 Ka and Khasra No. 143 Kha situated at Village - Mohabewala, Paragana - central Doon, Distt- Dehradun.(F) Personal Guarantee of Mr. Ashok Kumar Windlass, Mr. Hitesh Windlass and Mr. Manoj Kumar Windlass.
- (viii) Loan from HDFC Bank amounting to Rs. 681.99 Lakhs (previous year Rs. 1091.19 Lakhs) carrying interest rate of 9.75% is outstanding as on March 31, 2019 and is repayable in 20 monthly instalments. The loan is secured by (A) Exclusive charge on assets purchased/constructed under the proposed facility. (B) First charged on Land and Building acquired from Innova Life Science. (C) Personal Guarantee of Mr. Ashok Kumar Windlas, Mr. Hitesh Windlas and Mr. Manoj Kumar Windlas.

b As on the Balance sheet date there is no default in repayment of loans and interest.



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B. NOTES TO FINANCIAL STATEMENTS

(Figures in ₹ lakhs)

4 DEFERRED TAX LIABILITIES/ASSETS	As at March 31, 2019	As at March 31, 2018
Deferred tax assets/ liabilities are attributable to the following items;		
<b>Deferred Tax Assets</b>		
<b>Opening Balance</b>	165.18	56.97
Difference in depreciation and amortisation in block of fixed assets and books of accounts		
Effects of expenditure debited to Statement of P&L in the current year but allowed for tax purposes in the following year	18.59	108.21
<b>Sub- Total (a)</b>	<b>183.77</b>	<b>165.18</b>
<b>Deferred Tax Liabilities</b>		
Difference in depreciation and amortisation in block of fixed assets		
as per Income Tax Act and books of accounts & Others		
<b>Sub- Total (b)</b>		
<b>Net Deferred Tax Liability (b)-(a) &amp; Deferred tax Assets(a-b)</b>	<b>183.77</b>	<b>165.18</b>
<b>5 OTHER LONG TERM LIABILITIES</b>	<b>As at March 31, 2019</b>	<b>As at March 31, 2018</b>
Security Deposits from Dealers	-	3.00
<b>TOTAL</b>	<b>-</b>	<b>3.00</b>

(Figures in ₹ lakhs)

6 PROVISIONS	Non- Current		Current	
	As at March 31, 2019	As at March 31, 2018	As at March 31, 2019	As at March 31, 2018
<b>Provision for Employee Benefits*</b>				
Leave encashment	105.67	86.00	25.80	21.10
Gratuity	-	-	-	9.79
<b>Other Provisions</b>	<b>105.67</b>	<b>86.00</b>	<b>25.80</b>	<b>30.89</b>
Provision for Income Tax	-	-	432.60	461.09
	-	-	432.60	461.09
	<b>105.67</b>	<b>86.00</b>	<b>458.40</b>	<b>491.98</b>

\* Refer note No. 32

7 SHORT TERM BORROWINGS	As at March 31, 2019	As at March 31, 2018
<b>Loans Repayable on Demand (Secured)</b>		
From Banks	1,707.80	8.90
Bill discounting facility	-	1,838.60
<b>TOTAL</b>	<b>1,707.80</b>	<b>1,847.50</b>

Working capital loans are secured by way of first pari passu charge on the current assets by hypothecation of stocks of raw materials, finished and semi finished goods, stores and spares, bills receivable, book debts and all other movable current assets of the Company both present and future, and additionally secured by way of charge on several fixed assets of the Company and Personal Guarantee of Mr. Ashok Kumar Windlas, Mr. Hitesh Windlas and Mr. Manoj Kumar Windlas.

Bill Discounting Facility from Kotak Mahindra Bank\HDFC is secured by undated cheque drawn in favour of the bank.

(Figures in ₹ lakhs)

8 TRADE PAYABLES	As at March 31, 2019	As at March 31, 2018
Trade Payables		
- Total outstanding dues to micro enterprises and small enterprises(MSME) *	278.98	269.94
- Total outstanding dues to creditors other than micro enterprises and small enterprises.	5,514.35	7,236.25
<b>TOTAL</b>	<b>5,793.33</b>	<b>7,506.19</b>

\* Refer Note 36

(Figures in ₹ lakhs)

9 OTHER CURRENT LIABILITIES	As at March 31, 2019	As at March 31, 2018
Current maturities of long-term debt	701.71	959.07
Advances from Customers	53.70	43.25
Statutory Liabilities	63.83	52.78
Employees Related Liabilities	244.97	216.90
Interest Accrued but not due on loans	8.41	13.85
Deferred Government Grant #	162.18	162.18
Payable on Purchase of Fixed asset	220.60	446.97
Other Payables ##	196.75	227.50
	<b>1,652.15</b>	<b>2,122.50</b>

B. NOTES TO FINANCIAL STATEMENTS

# In the Previous years, The company has received Government Grant amounting to Rs 162.18 Lakhs from Biotechnology Industry Research Assistance Council (BIRAC) for project "Enhancement of oral bioavailability of poorly water soluble drugs using NanoCrySP\* technology which is patented as nanocrystal line solid dispersion (NSD) technology platform developed at National Institute of Pharmaceutical Education and Research (NIPER).

## Includes Expenses Payable and CSR Expenses



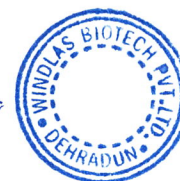
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**B. NOTES TO FINANCIAL STATEMENTS**

(Figures in ₹ lakhs)

13 INVESTMENTS	NON CURRENT		Current	
	As at March 31, 2019	As at March 31, 2018	As at March 31, 2019	As at March 31, 2018
<b>Long Term Investments (At cost) : Non Trade</b>				
<b>Short Term Investments (At lower of cost and fair value)</b>				
<b>1 Investment in wholly-owned subsidiary</b>				
Windlas Healthcare Private Limited				
<b>Equity Shares</b>				
25133713 (Previous Year 10184400) Equity Shares of ₹10 each (Previous Year ₹ 10 each)	10,468.71	1,018.44		
<b>Optionally Convertible Preference Shares</b>				
Rs. Nil (Previous Year 12949313) Optionally Convertible Preference Shares of ₹10 each (Previous Year ₹ 10 each)	-	9,450.27		
<b>2 Investment in Mutual Funds</b>				
HDFC Liquid Fund - Direct Plan Growth Option - 16,444.82 Units (Previous year 16,444.82 Units)			478.47	478.47
ICICI Flexible Income Plan - Direct Plan Growth - 2,06,838.206 Units (Previous year 2,36,093.57,Units)			576.40	657.92
SBI Premier Liquid Fund - Direct Plan Growth - 24,619.433 Units (Previous year 31869.1090 Units)			570.14	738.02
HDFC Growth Fund - Regular Plan - 8520.460 Units( Previous Year 8520.460 Units)			4.00	4.00
<b>Total</b>	<b>10,468.71</b>	<b>10,468.71</b>	<b>1,629.01</b>	<b>1,878.41</b>
Aggregate market value of Quoted Investments	-	-	2,090.05	2,238.34
Aggregate amount of Quoted Investments	-	-	1,629.01	1,878.41
Aggregate amount of Un-Quoted Investments	10,468.71	10,468.71		

14 LOANS AND ADVANCES	NON CURRENT		CURRENT	
	As at March 31, 2019	As at March 31, 2018	As at March 31, 2019	As at March 31, 2018
Capital Advance A	205.42	35.97	-	-
Security Deposits (Refer Note 34) B	278.46	286.37	-	-
<b>Loans and advances to related parties</b>				
<b>Other Loans and advances C</b>				
PLA Account balance	0.94	-	-	-
Balance with Government Authorities	256.71	278.60	455.76	685.39
Employee Advances	-	-	3.98	2.71
Prepaid Expenses	-	-	27.60	25.64
Other Advances	-	-	5.93	-
<b>TOTAL of 'C'</b>	<b>257.65</b>	<b>278.60</b>	<b>555.05</b>	<b>726.39</b>
<b>TOTAL (A+B+C)</b>	<b>741.53</b>	<b>600.94</b>	<b>555.05</b>	<b>726.39</b>

\*In the previous year, the company has received a notice of demand of excise duty from Uttarakhand State Excise on manufacturing of cough syrup containing codeine phosphate. The Company has deposited the excise duty of Rs. 253 Lakhs under protest. The Honourable High court of Uttarakhand had passed an order in favour of Company not to charge excise duty on cough syrup containing codeine phosphate less than prescribed limits prospectively and not to refund the excise duty under protest. The Company has filed an application for prayer with Honourable High court of Uttarakhand for refund of excise duty. During the year, The Honourable High court of Uttarakhand has passed a decision in the favour of the Company to refund the excise duty deposit under protest along with the interest. The Uttarakhand State Excise department has filed a petition to review the decision. The management is in opinion that the company will receive the refund.



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B. NOTES TO FINANCIAL STATEMENTS

(Figures in ₹ lakhs)

15 OTHER ASSETS	NON CURRENT		CURRENT	
	As at March 31, 2019	As at March 31, 2018	As at March 31, 2019	As at March 31, 2018
Deposit with Bank (Refer Note No. 18)*	18.36	13.38	-	-
<b>TOTAL</b>	<b>18.36</b>	<b>13.38</b>	<b>-</b>	<b>-</b>

\*Deposits includes ₹ 1.18 Lakhs (Previous Year ₹ 1.05 Lakhs) towards deposit with Medical and Health Care department, ₹ 3.09 Lakhs (Previous Year ₹ 2.80 Lakhs) lodged with The Executive Director State Health Society Bihar, ₹ 7.39 Lakhs (Previous Year ₹ 5 Lakhs) lodged with SBI Commercial Branch, ₹ 2.67 Lakhs (Previous Year ₹ 0.59 Lakhs) lodged with Custom department, ₹ 4.03 Lakhs (Previous Year ₹ 3.94 Lakhs) lodged with Others. The balance in Fixed deposit is inclusive of Interest Accrued.

16 INVENTORY	As at March 31, 2019	As at March 31, 2018
Raw Materials and Packing Materials	1,319.67	1,771.30
Work in Progress	143.74	247.32
Finished Goods	332.37	574.33
Consumables	106.89	57.75
<b>TOTAL</b>	<b>1,902.67</b>	<b>2,650.70</b>

(Figures in ₹ lakhs)

17 TRADE RECEIVABLES	As at March 31, 2019	As at March 31, 2018
<i>Unsecured, considered good unless stated otherwise</i>		
Debts outstanding for a period exceeding six months from the date they are due for payment		
-Considered Good		
	377.60	195.40
<b>A</b>	<b>377.60</b>	<b>195.40</b>
Others Debts		
-Considered Good	5,848.44	5,751.10
	5,848.44	5,751.10
Less: Allowance for Other Doubtful Debts	-	-
<b>B</b>	<b>5,848.44</b>	<b>5,751.10</b>
<b>TOTAL (A+B)</b>	<b>6,226.04</b>	<b>5,946.50</b>

(Figures in ₹ lakhs)

18 CASH AND BANK BALANCES	As at March 31, 2019	As at March 31, 2018
Cash & Cash Equivalents		
Cash - on hand	14.22	15.33
Balance with Bank		
In Current Accounts	51.66	537.92
In Fixed Deposit with Original Maturity less than 3 months*	1,219.65	
Other Bank Balance		
Fixed Deposit with Bank*		
'as Free from Lien	39.20	7.82
<b>TOTAL</b>	<b>1,324.73</b>	<b>561.07</b>

\* Includes Fixed deposits with more than twelve months maturity : ₹ 18.36 Lakhs (Previous Year ₹ 13.38 Lakhs); and Fixed deposits upto 3 months maturity : Rs. 1219.65 lakhs (Previous Year ₹ Nil). Fixed deposits upto 12

Note- Fixed Deposits with Banks are inclusive of Accrued Interest.



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B NOTES TO FINANCIAL STATEMENTS

(Figures in ₹ lakhs)

19 REVENUE FROM OPERATIONS	For the year ended March 31, 2019	For the year ended March 31, 2018
Revenue from Operations		
a) Sale of products:		
Domestic Sales	28,006.66	30,601.99
Export Sales	628.63	1,377.96
	28,635.29	31,979.95
b) Other operating Revenues:		
Scrap Sales	20.03	5.12
Export Benefits	56.44	21.50
Other operating Income	108.65	41.47
	185.12	68.09
Revenue From Operations (Gross) (a+b)	28,820.41	32,048.04
Less: Excise Duty	-	16.42
Revenue From Operations (Net)	28,820.41	32,031.62

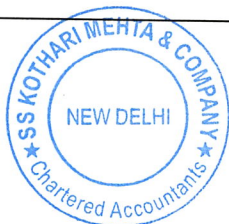
20 OTHER INCOME	For the year ended March 31, 2019	For the year ended March 31, 2018
Interest Income;		
- Fixed deposit	38.16	2.68
- Others	29.07	73.57
Net gain/ loss on sale of Investment (mutual funds)	50.58	174.41
Net gain/ loss on sale of Property Plant & Equipment	3.72	1.61
Net gain/loss through Foreign exchange fluctuation	-	14.21
Balances Written Back	85.41	11.30
Miscellaneous Income	4.88	2.68
<b>TOTAL</b>	<b>211.82</b>	<b>280.46</b>

B. NOTES TO FINANCIAL STATEMENTS

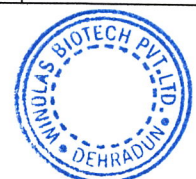
(Figures in ₹ lakhs)

21 COST OF MATERIAL CONSUMED	For the year ended March 31, 2019	For the year ended March 31, 2018
Opening Stock	1,829.05	2,892.00
Add: Purchases	17,373.90	21,070.53
Less: Closing Stock	1,426.56	1,829.05
Cost Of Material Consumed	17,776.39	22,133.48
Opening Stock of Consumables	57.75	54.36
Add: Purchases of Consumables	473.93	555.72
Less: Closing Stock of Consumables	106.89	57.75
<b>TOTAL</b>	<b>424.79</b>	<b>552.33</b>
Material Consumed Comprises of:		
Raw Material/Chemical and Packing Material	17,351.60	21,581.15
Consumables	424.79	552.33
Grand Total	17,776.39	22,133.48

22 CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS	For the year ended March 31, 2019	For the year ended March 31, 2018
Inventories at the end of the year		
Finished Goods	332.37	574.33
Work in Progress	143.74	247.32
Inventories at the beginning of the year		
Finished Goods	574.33	237.47
Work in Progress	247.32	860.98
<b>TOTAL</b>	<b>345.54</b>	<b>276.80</b>



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B. NOTES TO FINANCIAL STATEMENTS

(Figures in ₹ lakhs)

23 EMPLOYEE BENEFIT EXPENSES	For the year ended March 31, 2019	For the year ended March 31, 2018
Salaries, Wages and Bonus	3,141.99	3,100.93
Contribution to Provident & other funds	179.99	155.44
Staff Welfare Expenses	27.54	27.41
<b>TOTAL</b>	<b>3,349.52</b>	<b>3,283.78</b>

24 OTHER EXPENSES

(Figures in ₹ lakhs)

24 OTHER EXPENSES	For the year ended March 31, 2019	For the year ended March 31, 2018
Power and Fuel	621.77	572.24
Repairs		
Machinery	88.25	61.83
Building	59.25	64.91
Others	77.13	70.87
Rent	78.56	77.86
Insurance	31.55	32.04
Travelling, Conveyance and Vehicle Expenses	123.80	124.88
Printing and Stationery	35.98	40.93
Security Expenses	56.16	60.27
Payment to Auditors:		
Audit Fees	15.00	11.50
Certification and Other Matters	3.05	3.05
Legal & Professional Expenses	622.53	185.64
Freight & Cartage Inward	194.03	193.15
Freight & Cartage Outward	18.99	29.15
Calibration Expenses	23.54	13.17
Recruitment Expenses	3.97	8.37
Donation	2.29	0.26
Lab Testing Expenses	2.76	56.80
Business Promotion Expenses	10.59	27.99
Misc. Govt. Registration	21.33	22.87
Bad Debts	-	157.46
Exchange Rate Fluctuation	53.49	-
Commission	300.11	339.76
Research & Development Expenses	264.92	195.81
Corporate Social Responsibilities Expenses	29.36	20.66
Rates and Taxes	7.88	27.93
Other expenses	155.88	99.01
<b>TOTAL</b>	<b>2,902.17</b>	<b>2,498.41</b>

B. NOTES TO FINANCIAL STATEMENTS

(Figures in ₹ lakhs)

25 DEPRECIATION AND AMORTIZATION EXPENSES	For the year ended March 31, 2019	For the year ended March 31, 2018
Depreciation on Tangible Assets*	777.93	1,106.24
Amortization of Intangible Assets*	30.75	25.81
<b>TOTAL</b>	<b>808.68</b>	<b>1,132.05</b>

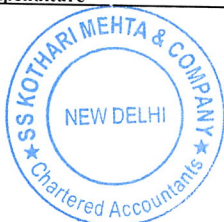
\* Refer Note 10 & 12

26	FINANCE COST	For the year ended March 31, 2019	For the year ended March 31, 2018
	Interest		
	On Fixed Loans	140.14	181.80
	On Working Capital	171.02	290.97
	Other Borrowing Costs	52.42	1.70
	<b>TOTAL</b>	<b>363.58</b>	<b>474.47</b>

(Figures in ₹ lakhs)

27	RESEARCH & DEVELOPMENT EXPENSES	For the year ended March 31, 2019	For the year ended March 31, 2018
	Details of Expenditure on Research & Development included in the Statement of Profit & Loss Account:		
a)	Revenue Expenditure		
	Employee Benefit Expenses		
	Salaries, Wages & Bonus	159.25	176.34
	Raw & Packing Materials Consumed	105.67	19.47
	<b>Total Expenditure</b>	<b>264.92</b>	<b>195.81</b>

(Figures in ₹ lakhs)



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(Figures in ₹ lakhs)

28 EARNING PER SHARE		For the year ended March 31, 2019	For the year ended March 31, 2018
a) Net Profit for Basic & Diluted EPS( Figures in Laacs)		2,247.30	1,690.49
b) Number of Equity Shares at the beginning of the year		5,588,236	5,588,236
Add: Issue of Shares		822,827	-
Total Number of Shares outstanding at the end of the year		6,411,063	5,588,236
Weighted Average number of Equity Shares outstanding during the year - Basic		5,820,431	5,588,236
Weighted Average number of Equity Shares outstanding during the year - Diluted		6,031,551	5,882,353
Earning Per Share - Basic (₹)		38.61	30.25
Earning per share - Diluted (₹)		37.26	28.74
Face value per share (₹)		10	10

## 29 AMOUNT SPENT ON CSR ACTIVITIES

(Figures in ₹ lakhs)

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
a) Gross amount required to be spent by the Company during the year	29.36	20.66
b) Gross amount provided for CSR activities	29.36	20.66
c) Amount spent during the year		
Eradicating Hunger, Poverty & Malnutrition, Promoting preventive health care, and sanitation and making available safe drinking water	30.07	23.00
Education and vocational training projects		
<b>Total</b>	<b>30.07</b>	<b>23.00</b>

## 30 SEGMENT REPORTING

## Primary Segment

Segments are identified in line with Accounting Standard 17, "Segment Reporting", taking into consideration the internal organisation and management structure as well as differential risk and return of the segment. Based on above, the company has identified "Pharmaceutical" as the only primary reportable segment. The company does not have any geographical segment. Hence no separate financial disclosure provided.

## 31 Lease

## Operating Lease

Operating leases are mainly in the nature of office premises and godowns and are renewable / cancellable at the option of either of the party. The aggregate amount of operating lease payment recognised in the statement of Profit and Loss account is Rs. 78.56 Lakhs (Last Year Rs. 77.86 Lakhs).



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As per Accounting Standard (AS)- 15 "Employee Benefits", the disclosure of employee benefits as defined in the accounting standard is given below:

a) Defined Contribution Plans:-

The Company has recognised an expense of ₹179.99 lakhs (Previous Year ₹ 155.44 lakhs) towards the defined contribution plan.

b) Defined benefits plans - as per actuarial valuation

Particulars	2018-19		2017-18	
	Gratuity	Long term Compensated Absences	Gratuity	Long term Compensated Absences
	Funded	Non -Funded	Funded	Non -Funded
<b>I Change in present value of obligation during the year</b>				
1 Present value of obligation at the beginning of the year				
2 Current Service Cost	159.94	107.10	135.20	88.92
3 Interest Cost	27.79	24.46	24.60	22.06
4 Past Service Cost	12.30	8.24	9.46	6.22
5 Net Actuarial (Gain)/Loss			2.00	
6 Benefits Paid	12.36	15.12	(2.20)	10.91
7 Present Value of obligation as at year-end	(18.03)	(23.44)	(9.12)	(21.01)
	194.36	131.47	159.94	107.10
<b>II Change in Fair Value of Plan Assets during the year</b>				
1 Plan assets at the beginning of the year				
2 Expected return on plan assets	150.16	-	131.77	-
3 Actuarial Gain/(Loss) on plan assets	11.26	-	10.28	-
4 Employer's contribution	(1.28)	-	(1.93)	-
5 Benefits paid	58.12	-	19.16	-
6 Plan assets at the end of the year	(18.03)	-	(9.12)	-
	200.23	-	150.16	-
<b>III Reconciliation of Present value of Defined Benefit Obligation and Fair Value of Plan Assets</b>				
1 Present Value of obligation as at year-end	194.36	131.47	159.95	107.10
2 Fair value of plan assets at year -end	200.23	-	150.16	-
3 Funded status {Surplus/(Deficit)}	5.87	(131.47)	(9.79)	(107.10)
4 Net Asset/(Liability)	5.87	(131.47)	(9.79)	(107.10)
<b>IV Expenses recognised in the Statement of Profit and Loss</b>				
1 Current Service Cost				
2 Interest Cost	27.79	24.44	24.60	22.06
3 Past service Cost	12.30	8.24	9.46	6.22
4 Expected return on plan assets			2.00	
5 Net Actuarial (Gain)/Loss	(11.26)	-	(10.28)	-
6 Total Expense	13.64	15.12	(0.27)	10.91
	42.47	47.79	25.51	39.19
<b>V Actuarial Assumptions</b>				
1 Discount Rate	7.30%	7.30%	7.69%	7.69%
2 Expected rate of return on plan assets	7.50%	NA	7.80%	NA
3 Mortality Table	100% - IALM	100% - IALM	100% - IALM (2006-08)	100% - IALM (2006-08)
	(2006-08)	(2006-08)		
4 Salary Escalation	5.00%	5.00%	5.00%	5.00%
<b>VI Investment Details</b>				

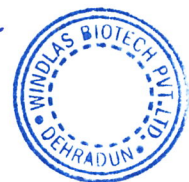
The management of 100% of the gratuity funds is entrusted with the Life Insurance Corporation of India, whose pattern of investment is not available with the Company.

(Figures in ₹ lakhs)

33 OTHER COMMITMENT	For the year ended March 31, 2019	For the year ended March 31, 2018
Letter of Credit	30.48	-
	30.48	-



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**34 RELATED PARTY DISCLOSURES**

Related party disclosure, as required by Accounting Standard-18, is as below:

**a) List of Related Parties**

**i Subsidiary Company till October 28, 2018**  
Windlas Healthcare Private Limited.

**ii Associate Company from October 29, 2018**  
Windlas Healthcare Private Limited.

**iii Key Managerial Personnel (KMP):**

Chairman & Managing Director  
Whole-Time Director  
Whole-Time Director

Mr. Ashok Kumar Windlass  
Mr. Hitesh Windlass  
Mr. Manoj Kumar Windlass

**iv The following transactions were carried out with related parties in the ordinary course of business:**

(Figures in ₹ lakhs)

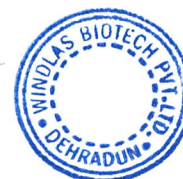
Name of the Party	Nature of Tars.	2018-19		2017-18	
		Transactions during the period	Closing Balance	Transactions during the period	Closing Balance
Windlas Healthcare Pvt. Ltd.	Purchase of goods/Job Work Charges	28.81		29.67	
	Sale of goods	101.39		7.30	3.86
	Loans Given	1,200.00	-	1,350.27	-
	Loans Receipt Back	1,200.00			
	Interest Income	29.07			
	Conversion of Loan and Trade Receivable into Optionally Convertible Preference Shares	-	-	1,350.27	9,450.26
	Investment (Equity Share Capital)	-	10,468.71	-	1,018.44
Mr. Ashok Windlass	Remuneration to Directors	156.00	13.00	156.00	13.00
Mr. Hitesh Windlass	Remuneration to Directors	67.28	-	87.00	7.25
Mr. Manoj Windlass	Remuneration to Directors	75.00	6.25	75.00	6.25
Mr. Ashok Windlass	Rent & Power Cost	21.11	-	20.28	-
Mr. Hitesh Windlass	Rent & Power Cost	21.11	-	20.28	-
Mr. Manoj Windlass	Rent & Power Cost	21.11	-	20.28	-
	Closing Balance: Security deposit for Rent with directors	-	200.00	-	200.00

**35 UNHEDGED FOREIGN CURRENCY EXPOSURE**

Foreign currency exposure that are not hedged by derivative or forward contracts as at Balance Sheet Date

(Figures in ₹ lakhs)

S.No.	Particulars	Currency	Amount as at March 31, 2019 (in Foreign Currency)	Amount as at March 31, 2019 (in INR)	Amount as at March 31, 2018 (in Foreign Currency)	Amount as at March 31, 2018 (in INR)
1	Term loan	USD	5.73	396.17	13.44	874.11
2	EEFC Account	USD	0.13	9.03	0.26	17.05
3	Import Creditors (Net)	EURO	0.00	0.03	0.00	0.03
4	Import Creditors (Net)	USD	0.14	9.86	0.11	6.86
5	Advance to Creditor	EURO	0.10	7.89	0.16	13.20
6	Advance to Creditor	USD	0.06	4.09	0.14	9.24
7	Export Debtors	USD	2.71	187.43	3.42	222.64



B. NOTES TO FINANCIAL STATEMENTS

36 THE MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT (MSMED) ACT, 2006

(Figures in ₹ lakhs)

The information regarding Micro and Small Enterprises has been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the auditors.

For the year ended March 31, 2019		For the year ended March 31, 2018	
Principal Amount	Interest Amount	Principal Amount	Interest Amount
278.98	-	269.94	-

Principal amount and Interest due thereon remaining unpaid to any supplier as on 31st March, 2016

Interest paid by the Company in terms of Section 16 of the MSMED Act along with the amounts of the payment made to the supplier beyond the appointed day during the accounting year

Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act.

Interest accrued and remaining unpaid at the end of the year

Further interest remaining due and payable in succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under Section 23 of MSMED Act.

37 VALUE OF IMPORTS CALCULATED ON CIF BASIS	(Figures in ₹ lakhs)	
	For the year ended March 31, 2019	For the year ended March 31, 2018
Raw Material	936.70	559.26
Consumables	10.32	53.28
Capital Asset	14.89	65.98

38 EARNINGS IN FOREIGN CURRENCY	(Figures in ₹ lakhs)	
	For the year ended March 31, 2019	For the year ended March 31, 2018
Export of Goods on FOB Basis	628.63	1,377.96

39 EXPENDITURE IN FOREIGN CURRENCY	(Figures in ₹ lakhs)	
	For the year ended March 31, 2019	For the year ended March 31, 2018
Interest	36.33	59.70
Others	71.54	115.29

40 VALUE OF IMPORTED AND INDIGENOUS RAW MATERIAL, PACKING MATERIAL AND CONSUMABLES

PARTICULARS	For the year ended March 31, 2019		For the year ended March 31, 2018	
	%	(in ₹ lacs)	%	(in ₹ lacs)
i Raw Material / Packing Material				
Imported	4.53%	806.06	0.03%	5.63
Indigenous	95.5%	16,970.33	99.97%	22,127.85

41 In the opinion of the Management and to the best of their knowledge and belief, the value on realization of loans, advances and other current assets, in the ordinary course of business will not be less than the amount at which they are stated in the Balance Sheet and provisions has been made for all known liabilities.

42 Figures of previous year have been regrouped and/ or rearranged wherever necessary to make them comparable with those of the current year.

43 Hon'ble Supreme Court has pronounced a judgement in February, 2019 making clarification with respect to the definition of Wages for the purpose of Employees Provident Fund contribution. Further petitions have been filed with the Hon'ble Supreme Court seeking additional clarifications and there has been no clarity either from Government, or from other concerned authorities. In light of the above, the Company has not made any provision of the same in the financial statements. However, appropriate accounting treatment will be given in its ensuing financial statements as and when clarification is received.

Signatures to the Notes to Accounts

As per our separate report of even date attached

For S. S. Kothari Mehta & Company  
Chartered Accountants  
Firm Reg. No. 000756N

Yogesh K Gupta  
Partner  
M. No.: 93214

Place: Dehradun  
Date: 25th Sept 2019

For and on behalf of the Board of Directors

Ashok Kumar Windlass  
Managing Director  
DIN: 00011451

Hitesh Windlass  
Director  
DIN: 02030941

Komal Gupta  
Chief Financial Officer

Manoj Windlass  
Director  
DIN: 00221671

Rajan Kumar  
Company Secretary  
M. No. - A24267



## Significant Accounting Policies And Notes to Accounts

### A SIGNIFICANT ACCOUNTING POLICIES

#### 1) BASIS OF PREPARATION

The financial statements have been prepared to comply in all material respects with the applicable Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, and the relevant provisions of Companies Act, 2013 to the extent applicable. The financial statements have been prepared under the historical cost convention, as a going concern, on an accrual basis except in case of assets for which provision for impairment is made and revaluation is carried out. The accounting policies have been consistently applied by the Company.

All Assets and Liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of product & activities of the Company and their realization in cash and cash equivalent, the Company has determined its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

#### 2) USE OF ESTIMATES

The presentation of financial statements requires estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Differences between the actual results and estimates are recognized in the period in which the results are known/ materialized.

#### 3) REVENUE RECOGNITION

Revenue is recognized to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

**Sale of Goods** - Revenue is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer and is stated inclusive of excise duty but net of trade discount, returns and Sales Tax / VAT .

**Sales of service**-Income from Development charges and other services is recognized in accordance with the terms of the contract with customers when the related performance obligation is completed.

**Interest** - Revenue is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

**Dividends** - Revenue is recognized when the shareholder's right to receive payment is established by the Balance Sheet date.

**Export Benefits / Incentives** - Export entitlement under prevalent Scheme are recognized in the Statement of Profit & Loss when the right to receive credit as per terms of the scheme is established in respect of export made and where there is no significant uncertainty regarding the ultimate collection of the relevant export proceeds.

#### 4) PROPERTY PLANT & EQUIPMENT AND DEPRECIATION

a) Property Plant & Equipment are stated at cost, less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of qualifying Property Plant & Equipment, if material, are also included in cost to the extent they relate to the period till such assets are ready to be put to use. Expenditure during construction / erection period is included under capital work-in-progress and is allocated to the respective Property Plant & Equipment on completion of construction / erection.

b) Depreciation on Property Plant & Equipment is provided on the Written Down Value Method over the useful lives of assets specified under Schedule Plant and Machinery (Continuous Process Plant)\*  
15 years  
Lab Equipment \*  
15 years

\* Based on internal assessment , the Management believes that the useful lives as given above best represent the period over which Management expects to use these assets.

c) Leasehold land and building is being amortized over the lease period.

#### 5) INTANGIBLE ASSETS

Intangible Assets are stated at cost of acquisition less accumulated amortization as below

**Software**:- Software is stated at cost of acquisition and includes all attributable expenditure on making the assets ready for their intended use.

**Amortization**:- Amortization of intangible asset is provided on the basis of estimated useful life of the assets as below:

**Software**: Amortized on straight line basis over a period of 5 years.

#### 6) IMPAIRMENT OF ASSETS

The Company assesses, at each Balance Sheet date, whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Statement of Profit and Loss. If at the Balance Sheet date there is an indication that if a previously assessed impairment loss no longer exists or may have decreased, the recoverable amount is reassessed and the asset is reflected at the lower of recoverable amount and the carrying amount that would have been determined had no impairment loss being recognized. Such reversal of impairment loss is recognized in the Statement of Profit and Loss.



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7) **INVENTORIES**

- a) Inventories of Finished Goods, Work in progress, Raw materials, Packing materials and Stores & Spares are stated at lower of cost and net realizable value.
- b) Cost of Raw Materials, Packing Materials, Stores and Spares, Trading and other products are determined on FIFO Basis. Cost includes all charges in bringing the goods to their present location and condition and are net of cenvat credit.
- c) Cost of Work in progress and Finished Goods is determined considering direct material cost and appropriate portion of manufacturing overheads based on normal operating capacity. Cost of finished goods include excise duty.
- d) Provision for obsolescence if any, is made, wherever necessary.

8) **EMPLOYEE BENEFITS**

- a) Defined Contribution Plan :  
Employees benefits in the form of the Company's contribution to Provident Fund, Pension scheme , Employees State Insurance and Super Annuation Fund is a defined contribution scheme and contributions are charged to the Statement of Profit & Loss of the year when the contribution to the respective fund is due.
- b) Defined Benefit Plan :  
Retirement benefits in the form of gratuity and long term compensated absences are considered as defined benefit obligations and are provided for on the basis of an actuarial valuation as at the date of the Balance Sheet using the projected unit credit method.
- c) Actuarial gains/losses, if any, are immediately recognized as Profit/Loss.

9) **FOREIGN CURRENCY TRANSACTIONS**

- a) **Initial Recognition**  
Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.
- b) **Conversion**  
Foreign currency monetary items are reported using the closing rate.
- c) **Exchange Difference**  
Any gain or loss on account of exchange difference arising either on the settlement or on reinstatement of foreign currency monetary items is recognized as Profit/Loss.

10) **RESEARCH AND DEVELOPMENT**

The research and development cost is accounted in accordance with Accounting Standard (AS) 26 'Intangible Assets'. All related revenue expenditure incurred on original and planned investigation undertaken with the prospect of gaining new scientific or technical knowledge and understanding up to the time when it is possible to demonstrate probable future economic benefits, is recognized as research expenses and charged off to the Statement of Profit and Loss, as incurred. All subsequent expenditure incurred for product development on the application of research findings or other knowledge upon demonstration of probability of future economic benefits, prior to the commencement of production, to the extent identifiable and possible to segregate are accumulated and carried forward as development expenditure under Intangible assets under development, to be capitalized as an intangible asset on completion of the project. In case a project does not proceed as per expectations / plans, the same is abandoned and the amount classified as development expenditure under Intangible assets under development is charged off to the Statement of Profit and Loss. Capital Expenditure incurred for Research and Development is capitalized when commissioned and included in the gross block of Property Plant & Equipment.

11) **INVESTMENTS**

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value. Long -term investments are stated at cost. Provision for diminution in the value of investments is made, if it is other than temporary.

12) **BORROWING COST**

Borrowing costs that are attributable to the acquisition or construction of a qualifying asset are capitalized as part of the cost of such asset. A qualifying asset is one that necessarily takes a substantial period of time to get ready for intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred.

13) **TAXATION**

- a) Provision for Current Tax is made after considering benefits, exemptions and deductions available under the Income Tax Act,1961.
- b) Deferred tax resulting from "timing differences" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognised and carried forward for timing differences only to the extent that there is a reasonable certainty that the assets can be realised in future. However, if there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognized only if there is virtual certainty that there will be sufficient future taxable income available to realise the assets. Deferred tax assets are reviewed as at each Balance sheet date for their realisability



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14) **LEASES**

Operating Lease: Lease rentals in respect of assets taken on operating leases are charged to the Statement of Profit and Loss account with reference to lease terms and other consideration.

15) **PROVISIONS, CONTINGENT LIABILITIES & CONTINGENT ASSETS**

Provisions are recognized only when there is a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate of the amount of the obligation can be made. Contingent liability is disclosed for (i) Possible obligations which will be confirmed only by future events not wholly within the control of the Company or (ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made. Contingent Assets are not recognized in the financial statements.

16) **CASH FLOW STATEMENTS**

Cash-flow statements are prepared in accordance with "Indirect Method" as explained in the Accounting Standard on Cash Flow Statements (AS-3). The cash flows from regular revenue generating, financing and investing activity of the Company are segregated.

17) **GOVERNMENT GRANT**

Government grants, if any, are accounted when there is reasonable assurance that the enterprise will comply with the conditions attached to them and it is reasonably certain that the ultimate collection will be made. Capital subsidy in nature of government grants related to specific Property Plant & Equipment is accounted for where collection is reasonably certain and the same is shown as a deduction from the gross value of the asset concerned in arriving at its book value and accordingly the depreciation is provided on the reduced book value. Revenue grants are recognized in the Statement of Profit and Loss as income over the periods necessary to match the grant on a systematic basis to the cost that it is intended to compensate.

18) **EARNING PER SHARE**

Basic earning per share is calculated by dividing the net profit or loss for the period attributable to Equity Shareholders by the weighted average number of Equity Shares outstanding during the period.

For the purpose of calculating diluted Earning per Share, the net profit or loss for the period attributable to Equity Shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential Equity Shares.



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A handwritten signature in blue ink, appearing to be a stylized 'A'.

A handwritten signature in blue ink, appearing to be a stylized 'M'.

A handwritten signature in blue ink, appearing to be a stylized 'S'.

A handwritten signature in blue ink, appearing to be a stylized 'S'.



	10 TANGIBLE ASSETS											Total
	Leasehold land	Freehold Land	Buildings	Buildings - Lease	Plant & Machinery	Furniture & Fixtures	Office Equipments	Computer Data Processing	Electrical Installation	Motor Vehicles		
Gross Carrying Value												
As at April 01, 2017	156.27	779.75	2,574.24	43.60	4,623.67	201.07	78.39	220.54	998.06	280.18		9,955.77
Additions	-	-	517.62	-	732.06	21.33	0.29	15.63	23.93	8.35		1,319.21
Disposals	-	-	-	-	-	-	-	-	-	-		-
As at March 31, 2018	156.27	779.75	3,091.86	43.60	5,355.73	222.40	78.68	236.17	1,021.99	288.30		11,271.75
Additions	-	-	941.50	-	159.20	26.54	0.96	22.80	14.74	24.24		1,189.98
Disposals	-	-	-	-	-	-	-	-	-	-		-
As at March 31, 2019	156.27	779.75	4,033.36	43.60	5,514.93	248.94	79.64	258.97	1,036.73	293.30		12,435.49
Depreciation												
As at April 01, 2017	2.13	-	938.26	-	2,257.56	173.28	66.92	184.91	609.20	182.86		4,417.12
Charge for the year	1.95	-	176.25	-	746.63	12.44	5.12	22.82	129.79	31.92		1,126.92
Disposals	-	-	-	-	0.20	20.41	-	-	-	2.44		23.05
As at March 31, 2018	4.08	-	1,114.51	-	3,003.99	167.31	72.04	207.73	738.99	212.34		5,520.98
Charge for the year	1.95	-	191.90	-	444.75	13.83	2.55	18.37	76.95	27.63		777.93
Disposals	-	-	-	-	(7.51)	(0.69)	(0.79)	-	-	-		-
As at March 31, 2019	6.03	-	1,306.41	-	3,456.25	181.83	75.38	226.10	815.94	218.58		6,286.51
Net Carrying Value												
As at March 31, 2018	152.19	779.75	1,977.35	43.60	2,351.74	55.09	6.64	28.44	283.00	72.96		5,750.76
As at March 31, 2019	150.24	779.75	2,726.95	43.60	2,058.68	67.11	4.26	32.87	220.79	64.72		6,148.97



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II CAPITAL WORK IN PROGRESS

	(Figures in ₹ lakhs)
As at April 01, 2017	Amount of Capital
Additions	1,513.80
Other Expenses including Salary	495.98
Less- Capitalized during the year	46.74
As at March 31, 2018	1,005.62
Additions	1,050.90
Other Adjustments	359.09
Borrowing Costs	-
Other Expenses including Salary	4.83
Less- Capitalized during the year	956.88
As at March 31, 2019	457.94

(Figures in ₹ lakhs)

12 INTANGIBLE ASSETS

	Intangible Assets	Total
Gross Carrying Value	118.56	118.56
As at April 01, 2017	15.80	15.80
Additions	134.36	134.36
Disposals	3.95	3.95
As at March 31, 2018	138.31	138.31
Additions	37.60	37.60
Disposals	25.81	25.81
As at March 31, 2018	63.41	63.41
Charge for the year	30.75	30.75
Disposals	94.16	94.16
As at March 31, 2019	70.95	70.95
Net Carrying Value	44.15	44.15
As at March 31, 2018		
As at March 31, 2019		



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