



# 2020

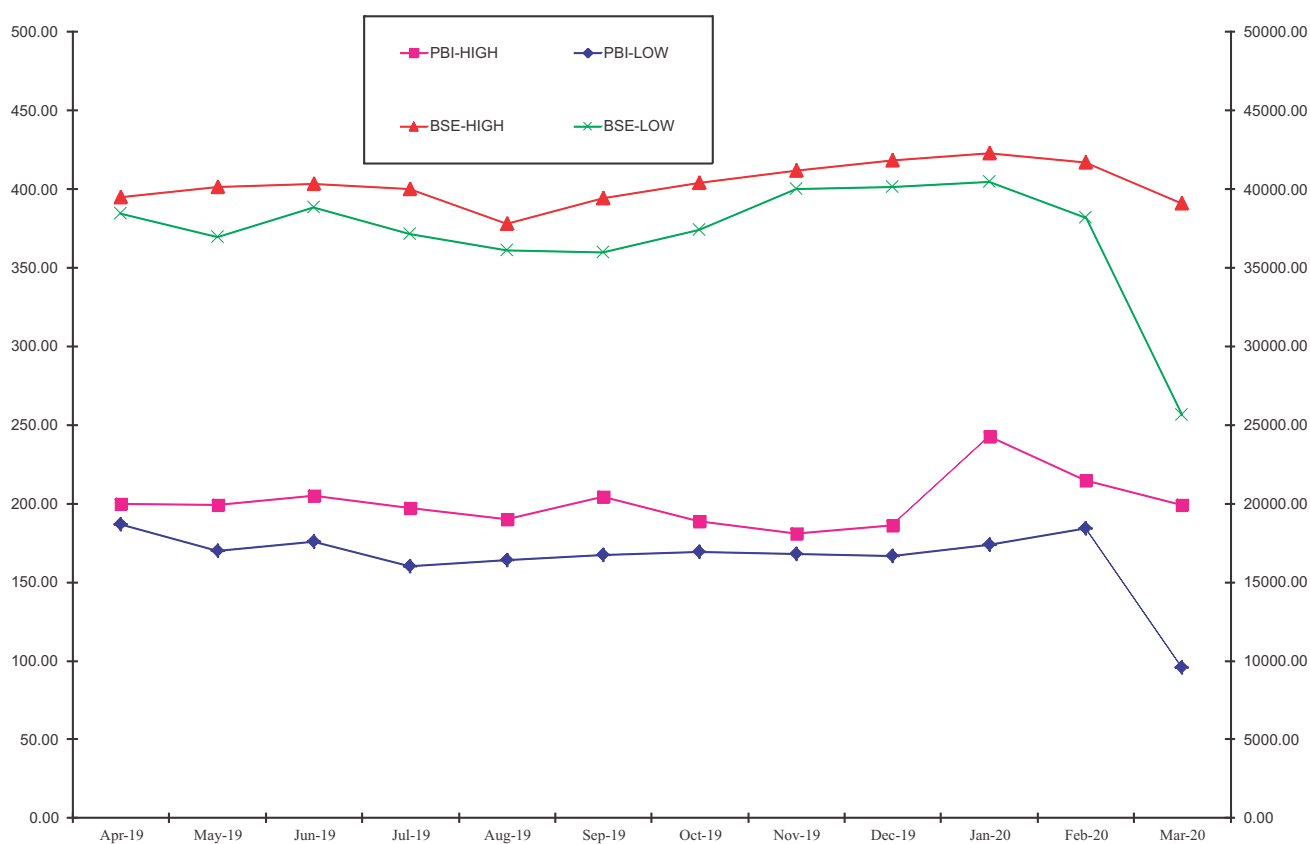
## ANNUAL REPORT

# FINANCIAL HIGHLIGHTS

(₹ in Lacs)

	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15
Sales and Other Income	60587.24	62685.38	56782.12	54526.66	52225.79	49621.30
Profit before Depreciation, Interest & Tax	7006.81	6148.63	5726.28	6516.42	6165.12	5265.50
Less : Depreciation	1705.01	1174.25	1165.15	1071.86	623.50	623.89
Finance Cost	148.22	813.66	761.43	798.37	354.88	360.28
Profit before Tax (PBT)	5153.58	4160.72	3799.70	4646.19	5186.74	4281.33
Net Profit after Tax (PAT)	3717.54	3116.7	2731.52	3302.62	3767.08	3005.12
Share Capital	1299.46	1299.46	1299.46	649.73	649.73	649.73
Reserves	26790.25	25570.61	23498.31	21706.95	17776.45	15109.33
Total shareholders funds	28089.71	26870.07	24797.77	22356.68	18426.18	15759.06
Number of Equity Shares	25989200	25989200	25989200	12994600	12994600	12994600
Face Value of shares (₹)	5.00	5.00	5.00	5.00	5.00	5.00
Book Value Per Share (₹)	108.08	103.39	95.42	172.04	141.80	121.27
Earning Per Share (EPS) (₹)	14.3	11.99	10.51	12.58	28.99	23.13
Dividend Per share (₹)	3.75	2.75	2.50	2.50	7.00	5.50

# STOCK PERFORMANCE



## CORPORATE INFORMATION

### BOARD OF DIRECTORS

**Shri Shreevallabh G. Kabra**  
(Chairman)

**Shri Satyanarayan G. Kabra**  
(Vice-Chairman & Managing Director)

**Shri Varun S. Kabra**  
(Managing Director)

**Smt Jyoti V. Kabra**  
(Director)

**Shri Pushp Raj Singhvi**  
(Independent Director)

**Shri Sudarshan K. Parab**  
(Independent Director)

**Shri Bajrang Lal Bagra**  
(Independent Director)

**Shri Rahul R. Rathi**  
(Independent Director)

**Smt Meena S. Agrawal**  
(Additional Director, w.e.f. 29<sup>th</sup> June, 2020)

### CHIEF FINANCIAL OFFICER

Shri Anand R. Mundra

### COMPANY SECRETARY

Shri Himanshu S. Mhatre

### AUDITORS

Kirtane & Pandit LLP  
Chartered Accountants, Pune

### BANKERS

- ❖ CITI Bank
- ❖ DBS Bank India Ltd.
- ❖ HSBC Ltd.
- ❖ HDFC Bank Ltd.
- ❖ Kotak Mahindra Bank Ltd.

### REGISTERED OFFICE

Fortune Terraces, 'A' Wing, 10<sup>th</sup> Floor, New Link Road,  
Opp. Citi Mall, Andheri (West), Mumbai - 400 053  
Tel. No. : +91-22-67205200, 26736468/9  
Fax : +91-22-26736808  
E-mail : pbi@kolsitegroup.com  
Website : www.plastiblends.com  
CIN : L25200MH1991PLC059943

### SHARE TRANSFER AGENT

Sharex Dynamic (India) Pvt. Ltd.  
C-101, 247 Park, L.B.S. Marg,  
Vikhroli (West), Mumbai - 400 083  
Tel. : 022-28515606, 28515644  
Fax : 022-28512885  
E-mail : support@sharexindia.com

### WORKS

<b>Daman</b>	<b>Palsana</b>
Daman Industrial Estate, Kadaiya Village, Daman - 396 210	Block No. 18-A, 15, Makhinga, Palsana, Surat, Gujarat - 394 315

### Roorkee

Khasara No. 216, Village Raipur,  
Pargana : Bhagwanpur, Tehsil : Roorkee,  
Distt. Haridwar, Uttarkhand - 247 667

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## NOTICE

**NOTICE** is hereby given that the **TWENTY NINETH ANNUAL GENERAL MEETING** of the Members of **PLASTIBLENDS INDIA LIMITED** will be held on Wednesday, the 30<sup>th</sup> day of September, 2020 at 3:30 p.m. through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM"), to transact the following business :

### Ordinary Business :

1. To consider and adopt the Audited Financial Statements for the year ended 31<sup>st</sup> March, 2020, the Reports of the Board of Directors and Auditors thereon;
2. To confirm the payment of interim dividend of ₹ 3.75 per share (@75%), on equity shares of face value of ₹ 5.00 each, as dividend for the Financial Year 2019-20;
3. To appoint a Director in place of Shri Shreevallabh G. Kabra (DIN: 00015415), a Director, liable to retire by rotation in terms of section 152(6) of the Companies Act, 2013 and being eligible, offers himself for reappointment;

### Special Business :

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

**"RESOLVED THAT** pursuant to the provisions of Sections 149, 152, 161 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, (including any statutory modification(s) or re-enactment thereof for the time being in force), Smt Meena Shreenarayan Agrawal (DIN : 00023235), who was appointed as an Additional Director of the Company by the Board of Directors with effect from June 29, 2020 and who holds office until the date of Annual General Meeting in terms of Section 161 of the Act and in respect of whom the Company has received a notice in writing from a Member under Section 160 of the Act signifying the Member's intention to propose appointment of Smt Meena Shreenarayan Agrawal, as a candidate for the office of a Director, and who has submitted a declaration that she meets the criteria for independence as provided in Section 149 (6) of the Act and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and is eligible for appointment, be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation to hold office for a term of 5 (Five) consecutive years with effect from 29<sup>th</sup> June, 2020."

5. To consider and if thought fit, to pass, with or without modification(s), the following resolution as a **Special Resolution** :

**"RESOLVED THAT** pursuant to the provisions of Sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, (including any statutory modification(s) or re-enactment thereof for the time being in force) Shri Bajrang Lal Bagra (DIN:00090596), an Independent Non-Executive Director of the Company, who is eligible for re-appointment and who has submitted a declaration that he meets the criteria for independence as provided statutorily and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a Member proposing his candidature for the office of Director, be and is hereby re-appointed as an Independent Director of the Company to hold such office for second term of 5 (five) consecutive years upon completion of current tenure and shall not be liable to retire by rotation during his tenure.

**RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds, matters or things as may be necessary, expedient or desirable to give effect to this resolution."

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

**"RESOLVED THAT** pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force) M/s. Urvashi Kamal Mehta & Co, Cost Accountants (Firm Regn. No. : 001817), appointed by the Board of Directors of the Company to conduct the audit of the Cost Records of the Company for the Financial Year ending 31<sup>st</sup> March, 2021 on a remuneration of ₹ 1,20,000/- (Rupees One Lacs Twenty Thousand Only) plus applicable taxes and reimbursement of actual travel and out of pocket expenses incurred by them be and is hereby ratified and confirmed."

By order of the Board  
For **Plastiblends India Ltd.**

**Himanshu S. Mhatre**  
Company Secretary

Place : Mumbai  
Date : June 29, 2020

**Notes :**

1. **In view of the massive outbreak of the COVID-19 pandemic, social distancing is to be a prerequisite and pursuant to the Circular No. 14/2020 dated May 05, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs (MCA) followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 issued by the Securities and Exchange Board of India (SEBI), physical attendance of the Members to the Annual General Meeting (AGM) venue is not required and AGM be held through video conferencing (VC) or other audio visual means (OAVM). Accordingly, this AGM has been convened through VC/OAVM in compliance with the said applicable provisions.**
2. The facility to appoint proxy to attend and cast vote for the Members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
3. The Members can join the AGM in the VC / OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 Members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013. The deemed venue for the 29<sup>th</sup> AGM shall be the Registered Office of the Company. Since the AGM will be held through VC / OAVM facility, the Route Map is not annexed in this Report.
5. The Members will be allowed to pose questions during the course of the Meeting. The queries can also be given in advance at [pbi\\_sd@kolsitegroup.com](mailto:pbi_sd@kolsitegroup.com).
6. In line with the said MCA Circulars and SEBI Circular, the Notice of the AGM and Annual Report for FY2019-20 has been uploaded on the website of the Company at [www.plastiblends.com](http://www.plastiblends.com) and can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) respectively and also on the website of National Securities Depository Limited ('NSDL') at <https://www.evoting.nsdl.com>.
7. The Explanatory Statement, pursuant to Section 102(2) of the Companies Act, 2013 are annexed hereto.
8. Corporate Members are requested to send to the Company, at its Registered Office a duly certified copy of the Board Resolution authorising their representative to attend and vote at the Annual General Meeting.
9. Register of Members and the Share Transfer Books of the Company will remain closed from Thursday, 24<sup>th</sup> September, 2020 to Wednesday, 30<sup>th</sup> September, 2020 (both days inclusive).
10. On account of threat posed by COVID-19 and in terms of the MCA and SEBI Circulars, the Company would send the Annual Report, Notice of e-AGM and e-Voting instructions only in electronic form to the registered e-mail addresses of the shareholders. Therefore, those shareholders who have not yet registered their e-mail address are requested to get their e-mail addresses registered with their DP or RTA for electronic and physical folios respectively. Members may note that this Annual Report will also be available on the Company's website viz. [www.plastiblends.com](http://www.plastiblends.com).
11. (i) Those Members who have not encashed their dividend warrants for the Financial Year 2012-13 or any subsequent Financial Years are requested to return the time barred dividend warrants or forward their claims to the Company for issue of Bankers' Cheque/Demand Draft in lieu thereof.  
(ii) Pursuant to the provisions of Section 124 of the Companies Act, 2013, as amended, dividend for the Financial Year 2012-13 and thereafter which shall remain unclaimed/unpaid for a period of 7 (Seven) years from the date of transfer to the unpaid dividend account is required to be transferred to the Investors Education & Protection Fund (IEPF). Accordingly, during October, 2020, the Company would be transferring such unclaimed or unpaid dividend for the Financial Year ended 31<sup>st</sup> March, 2013. Members are therefore requested to make claim thereof, before October, 2020 otherwise no claim shall lie in respect of such amount.

- (iii) Pursuant to the said provisions unclaimed/unpaid dividend for the Financial Year upto 2011-12 have been transferred to the Investor Education and Protection Fund (IEPF) established by Central Government. Pursuant to the provisions of Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 (IEPF Rules) the Company has uploaded the information in respect of the unclaimed dividends of the Financial Years from 2012, as on date of the 28<sup>th</sup> Annual General Meeting held on 27<sup>th</sup> July, 2019 on the website of the Company, [www.plastiblends.com](http://www.plastiblends.com) and also on website of IEPF Authority, [www.iepf.gov.in](http://www.iepf.gov.in).
  - (iv) Pursuant to the provisions of Section 124 of the Act read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, as amended ('IEPF Rules'), all the shares on which dividends remain unpaid or unclaimed for a period of seven consecutive years or more shall be transferred to the demat account of the IEPF Authority as notified by the Ministry of Corporate Affairs. Accordingly, the Company will transfer Equity Shares to the demat account of the IEPF Authority during October, 2020.
  - (v) Members whose shares, unclaimed dividend etc. have been transferred to the IEPF Demat Account or the Fund, as the case may be, may claim the shares or apply for refund by making an application to the IEPF Authority in e-Form IEPF- 5 (available on [www.iepf.gov.in](http://www.iepf.gov.in)) along with requisite fee as decided by the IEPF Authority from time to time. No claim shall lie against the Company in respect of the dividend/shares so transferred.
12. SEBI Regulations has mandated Companies to credit Dividend electronically to the Members' bank account. Shareholders holding shares, whether in Physical or Demat form should inform to the Company and the Depository Participant's (DP), as the case may be their Bank Name, A/c No., A/c Type, Branch name, MICR Code along with their Name and Folio Number (DP-ID/Client ID). Those Members who have earlier provided the above information should update the details, as soon as changes take place.
  13. In case of Joint Holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
  14. Members holding shares in dematerialized form are requested to intimate all changes pertaining to their bank details, National Electronic Service (NECS), Electronic Clearing Service (ECS), Mandates, Nomination, Power of Attorney, Change of Address, Change of Name, E-mail Address, Contact Numbers etc. to their respective Depository Participant (DP). Changes intimated to the DP will then be automatically reflected in the Company's records which will help the Company and its Transfer Agents to provide efficient and better services. Members holding shares in Physical Form are requested to intimate such changes to Transfer Agents M/s. Sharex Dynamic (India) Pvt. Ltd.
  15. To prevent fraudulent transactions, Members are advised to exercise due diligence and notify the Company of any change in address or demise of any Member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participants and holdings should be verified.
  16. Brief profile of the Directors retiring by rotation and being eligible for re-appointment and the Directors proposed to be re-appointed/appointed at this Annual General Meeting has been furnished in this Annual Report.
  17. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act, and the Register of Contracts or Arrangements in which the Directors are interested, maintained under Section 189 of the Act, will be available electronically for inspection by the Members during the AGM. All documents referred to in the Notice will also be available for electronic inspection without any fee by the Members from the date of circulation of this Notice up to the date of AGM. Members seeking to inspect such documents can send an e-mail to [pbi\\_sd@kolsitegroup.com](mailto:pbi_sd@kolsitegroup.com). The Board of Directors of the Company at its meeting held on June 29, 2020 considered that special business at Item Nos. 4 to 6 being considered unavoidable, be transacted at the 29<sup>th</sup> AGM of the Company.
  18. Members desirous of obtaining any information with regard to accounts are requested to write to the Company Secretary at the Registered Office of the Company, at least 10 days in advance, so as to compile the same.
  19. Members desirous of making a nomination in respect of their shareholding in the Company, as permitted under Section 72 of the Companies Act, 2013 are requested to fill up the Form SH-13 and send to the office of the Company's Transfer Agent.
  20. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore requested to submit the PAN to their Depository Participant with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company's Transfer Agent.

21. Securities and Exchange Board of India has mandated that the transfer of securities held in physical form, except in case of transmission or transposition, shall not be processed by the listed entities / Registrars and Share Transfer Agents with effect from 1<sup>st</sup> April, 2019. In view of such amendment and in order to eliminate the risks associated with physical holding of shares, Members who are holding shares in physical form are hereby requested to dematerialize their holdings.

**22. Voting through electronic means**

Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the MCA dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM.

For this purpose, the Company has entered into an agreement with NSDL for facilitating voting through electronic means, as the authorized agency. The Members who have cast their vote by remote e-voting prior to the meeting may also attend the meeting but shall not be entitled to cast their vote again.

The e-voting period commences on Sunday, September 27, 2020, at 09:00 a.m. IST and ends on Tuesday, September 29, 2020 at 5:00 p.m. IST. During this period, shareholders of the Company holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) Wednesday, September 23, 2020 may cast their vote electronically.

The e-voting module shall also be disabled for voting thereafter. Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.

**THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER :**

**How do I vote electronically using NSDL e-Voting system?**

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" as mentioned below:

Step 1: Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com/>

Step 2: Cast your vote electronically on NSDL e-Voting system.

**Details on Step 1 is mentioned below:**

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen. Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices> after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
4. Your User ID details are given below :

	<b>Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical</b>	<b>Your User ID is:</b>
a)	For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b)	For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c)	For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the Company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Your password details are given below :
  - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
  - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
  - c) How to retrieve your 'initial password'?
    - (i) If your e-mail ID is registered in your demat account or with the Company, your 'initial password' is communicated to you on your e-mail ID. Trace the e-mail sent to you from NSDL from your mailbox. Open the e-mail and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit Client ID for NSDL account, last 8 digits of Client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
    - (ii) If your e-mail ID is not registered, please follow steps mentioned below in process for those shareholders whose e-mail ID's are not registered.
6. If you are unable to retrieve or have not received the " Initial password" or have forgotten your password:
  - a) Click on "Forgot User Details / Password?" (If you are holding shares in your demet account with NSDL or CDSL) option available on [www.evoting.nsd.com](http://www.evoting.nsd.com)
  - b) Physical User Reset Password?" (If you are holding shares in physical mode) option available on [www.evoting.nsd.com](http://www.evoting.nsd.com)
  - c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number / folio number, your PAN, your name and your registered address.
  - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

**Details on Step 2 is given below:**

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the Companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
3. Select "EVEN" of Company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.
5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
6. Upon confirmation, the message "Vote cast successfully" will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

**General Guidelines for shareholders**

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [bhandariandassociates@gmail.com](mailto:bhandariandassociates@gmail.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)



2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details / Password" or "physical User Reset Password" option available on [www.evoting.nSDL.com](http://www.evoting.nSDL.com) to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nSDL.com](http://www.evoting.nSDL.com) or call on toll free no.: 1800-222-990 or send request to Ms. Pallavi Mhatre at [evoting@nSDL.co.in](mailto:evoting@nSDL.co.in)

**Process for those shareholders whose e-mail ID's are not registered with the depositories for procuring user id and password and registration of e-mail ID's for e-voting for the resolutions set out in this notice:**

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by e-mail to [pbi\\_sd@kolsitegroup.com](mailto:pbi_sd@kolsitegroup.com)

In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to [pbi\\_sd@kolsitegroup.com](mailto:pbi_sd@kolsitegroup.com)

**THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM:-**

- 1 The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
- 2 Only those Members/shareholders, who will be present in the AGM through VC/OAVM facility and have not cast their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
- 3 Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
- 4 The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

**INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM:**

1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access the same at <https://www.evoting.nSDL.com> under Shareholders/Members login by using the remote e-voting credentials. The link for VC/OAVM will be available in Shareholder/Members login where the EVEN of Company will be displayed. Please note that the Members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Further Members can also use the OTP based login for logging into the e-Voting system of NSDL.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to fluctuation in their respective network. It is therefore recommended to use stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/have questions may send their questions in advance at least 48 hours prior to the meeting mentioning their name demat account number/folio number, e-mail id, mobile number at [pbi\\_sd@kolsitegroup.com](mailto:pbi_sd@kolsitegroup.com). The same will be replied by the Company suitably.

By order of the Board  
For **Plastiblends India Ltd.**

Place : Mumbai  
Date : June 29, 2020

**Himanshu S. Mhatre**  
Company Secretary

## ANNEXURE TO NOTICE

### Explanatory Statement under Sec. 102 of the Companies Act, 2013

#### Item Nos. 4

Pursuant to the recommendation of the Nomination and Remuneration Committee, the Board of Directors at its meeting held on 29<sup>th</sup> June, 2020, appointed Smt Meena Shreenarayan Agrawal (DIN : 00023235) as an Additional Director of the Company w.e.f. 29<sup>th</sup> June, 2020. She holds office upto the date of the ensuing Annual General Meeting pursuant to Section 161 of the Companies Act, 2013 ('Act'). The Company has received a Notice in writing from a Member proposing her candidature for the office of Director of the Company.

Smt Meena Shreenarayan Agrawal aged 56 years and is holding Bachelor's Degree in Commerce from the Mumbai University. Smt Meena Shreenarayan Agrawal has over 25 years of experience is working for social organizations and social causes around India. She is presently Trustee of Agroha Vikas Trust, Haryana and President of Cultural Society of Tribals, Mumbai. She is one of the Directors of Nandan Group of Companies.

The Company has received declarations from her that she meets with the criteria of Independence as prescribed under Section 149(6) of the Act and under Regulation 16(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Company has also received from Smt Meena Shreenarayan Agrawal, a consent in writing to act as Director in Form DIR-2 pursuant to Rule 8 of the Companies (Appointment and Qualification of Directors) Rules, 2014 and intimation in Form DIR-8 in terms of said Rules, to the effect that she is not disqualified under sub-section 2 of Section 164 of the Companies Act, 2013.

The Board of Directors of your Company, is of opinion that she fulfills the conditions specified in the Act, the Rules made thereunder and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 to be eligible to be appointed as an Independent Director and that she is independent of the management of the Company.

The Board is of view that Smt Meena Shreenarayan Agrawal's qualification, knowledge and experience will be of immense benefit and value to the Company and therefore, recommends to the Members, her appointment as an Independent Director, not liable to retire by rotation. Her brief resume forms part of this Annual Report.

This statement, be regarded as disclosure under Regulation 36 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Copy of the draft letter of appointment of Smt Meena Shreenarayan Agrawal, as an Independent Director setting out the terms and conditions is available for inspection by Members at the registered office of the Company.

Except for Smt Meena Shreenarayan Agrawal, none of the other directors, Key Managerial Personnel of the Company and their relatives, are in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 4 of the Notice, except to the extent of her shareholding interest, if any, in the Company. The relatives of said appointee, may be deemed to be interested in this resolution to the extent of their respective shareholding interest, if any, in the Company.

#### Item No. 5

Shri Bajrang Lal Bagra (DIN: 00090596), Independent Director of the Company was appointed pursuant to the approval of Members through ordinary resolution passed at the Annual General Meeting of the Company held on August 27, 2015. The term of his current appointment are expiring on August 26, 2020. In terms of Regulation 19(4) read with Para A-5 of Part D of Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and pursuant to recommendation of Nomination and Remuneration Committee, the Board of Directors of the Company at their meeting held on June 29, 2020, approved and recommended to the Members for their approval appointment of Shri Bajrang Lal Bagra, as an Independent Director for a second term of Five years starting from August 27, 2020 to August 26, 2025.

The Board considered rich experience, knowledge, skills, valuable contribution to the Company and overall performance evaluation of Shri Bajrang Lal Bagra, and recommend his appointment for second term of consecutive five years to the Members of the Company for approval.

Pursuant to section 149(10) and other applicable provisions of the Companies Act, 2013 and the rules made thereunder, an independent Director shall hold office for a term upto five consecutive years on the Board of a Company, but shall be eligible for re-appointment on passing of a special resolution of the Company and disclosure of such appointment in the Board Report's.

Shri Bajrang Lal Bagra, has given a declaration to the Board that he meets the criteria of Independence as provided under Section 149(6) of the Companies Act, 2013. In the opinion of the Board, Shri Bajrang Lal Bagra fulfills the conditions as specified in the Companies Act, 2013 and the rules made thereunder read with Schedule IV for appointment as an Independent Director. The Company has also received a notice in writing pursuant to Section 160 of the Act, from the Member of the Company proposing the candidature of Shri Bajrang Lal Bagra, to hold the office of an Independent Director.

Copy of the draft letter of appointment of Shri Bajrang Lal Bagra, as an Independent Director setting out the terms and conditions is available for inspection by Members at the registered office of the Company. Brief profile, qualification, experience, date of appointment on Board, number of Board meeting attended during the financial year 2019-20, directorships, Membership/chairmanships of the Committees held in other companies of Shri Bajrang Lal Bagra, are enclosed along with the explanatory statement/ corporate governance report.

Accordingly, the Board recommends the special resolution as set out in item no. 5 of the notice for the approval of the Members.

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

In pursuance of Section 148 of the Companies Act, 2013 and Rule 14 of Companies (Audit and Auditors) Rules, 2014 the Board shall appoint an individual who is a Cost Accountant in Practice or a firm of Cost Accountants in Practice as Cost Auditor on the recommendations of the Audit Committee, which shall also recommend remuneration for such Cost Auditor.

The remuneration recommended by Audit Committee shall be considered and approved by the Board of Directors and ratified by the Shareholders.

Pursuant to the recommendation of the Audit Committee, the Board of Directors had at its meeting held on June 29, 2020 considered and approved the appointment of the Cost Auditors M/s. Urvashi Kamal Mehta & Co, Cost Accountants (Firm Registration No. : 001817) and remuneration payable to them, as set out in the Resolution.

The resolution at Item No. 6 of the Notice is set out as an Ordinary Resolution for approval and ratification by the Members in terms of above referred statutory provisions.

None of the Directors and/or Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise in aforesaid resolutions.

The Board commends the Ordinary Resolution for approval by the Members.

By order of the Board  
For **Plastiblends India Ltd.**

Place : Mumbai  
Date : June 29, 2020

**Himanshu S. Mhatre**  
Company Secretary

**Brief Resume of Directors proposed to be re-appointed :**

<b>Name</b>	<b>Shri Shreevallabh G. Kabra</b>	<b>Shri Bajrang Lal Bagra</b>	<b>Smt Meena Shreenarayan Agrawal</b>
<b>DIN</b>	00015415	00090596	00023235
<b>Age</b>	81 years	64 years	56 years
<b>Date of First Appointment</b>	22/01/1991	07/11/2014	29/06/2020
<b>Position held</b>	Chairman	Independent Director	Additional Director
<b>Educational Qualification</b>	B A (Hons)	M. Com & C.A.	B. Com.
<b>Expertise in specific functional areas</b>	<ul style="list-style-type: none"> <li>• Extensive experience of plastic industry and promoters of Kolsite Group of Industries.</li> <li>• Management and control of industry and business.</li> </ul>	<ul style="list-style-type: none"> <li>• Vast experience in top managerial position in varied industries in Finance and Strategic</li> </ul>	<ul style="list-style-type: none"> <li>• Experience of 25 years in working for social organizations and social causes across India. Management.</li> </ul>
<b>Directorship held in other public Companies</b>	<ul style="list-style-type: none"> <li>• Kabra Extrusiontechnik Ltd.</li> <li>• Kabra Gloucester Engineering Ltd.</li> <li>• Smartech Global Solutions Ltd.</li> <li>• Penta Auto Feeding India Ltd.</li> </ul>	<ul style="list-style-type: none"> <li>• Kabra Extrusiontechnik Ltd.</li> </ul>	None
<b>Chairmanship / Membership of Committee across</b>	Kabra Extrusiontechnik Ltd.	Kabra Extrusiontechnik Ltd.	None
<b>Number of Shares held in the Company as on 29-06-2020</b>	4000	None	None
<b>Relationship between Directors inter-se</b>	Related to Shri S. N. Kabra (Brother)	None	None

## DIRECTORS' REPORT

To  
The Members of  
**Plastiblends India Limited**

Your Directors have pleasure in presenting the **TWENTY NINETH ANNUAL REPORT** and the **Audited Financial Statements** for the financial year ended 31<sup>st</sup> March, 2020.

### 1 Financial Highlights

(₹ in Lacs)

PARTICULARS	Year ended 31 <sup>st</sup> March 2020	Year ended 31 <sup>st</sup> March 2019
<b>Revenue from Operations (Net of Tax)</b>	<b>60,587.24</b>	<b>62,685.38</b>
Other Income	262.13	118.83
<b>Total Revenue</b>	<b>60,849.37</b>	<b>62,804.22</b>
Other Expenditure	53,842.56	56,655.59
<b>Earnings before Interest and Depreciation (EBIDTA)</b>	<b>7,006.81</b>	<b>6,148.63</b>
Less : Interest	148.22	813.66
Depreciation	1,705.01	1,174.25
<b>Profit Before Tax (PBT)</b>	<b>5,153.58</b>	<b>4,160.72</b>
Less : Provision for Taxation		
Current Tax	1,434.38	1,200.00
Deferred Tax	(53.54)	(155.99)
(Excess)/short provision for earlier years	(51.88)	-
<b>Profit After Tax (PAT)</b>	<b>3,717.54</b>	<b>3,116.71</b>
Other Comprehensive Income	(461.36)	(261.12)
<b>Total Comprehensive Income for the year</b>	<b>3,256.18</b>	<b>2,855.59</b>

### 2 Operations

The brief highlights of operations for the Financial Year 2019-20 are as under :-

- The revenue from Operations was ₹ 60,849 Lacs for FY 2019-20 as against ₹ 62,804 Lacs for FY 2018-19.
- Earnings before Interest, Tax, Depreciation and Amortisation (EBITDA) increased to ₹ 7,007 Lacs in FY 2019-20 from ₹ 6,149 Lacs in FY 2018-19, an increase of 14%.
- Profit before Tax increased to ₹ 5,154 Lacs in FY 2019-20 from ₹ 4,161 Lacs in FY 2018-19, an increase of 24%.
- Profit after Tax increased to ₹ 3,718 in FY 2019-20 from ₹ 3,117 Lacs in FY 2018-19, an increase of 19%.
- In response to Appeal made by Government of India, Company contributed ₹ 100 Lacs to "PM CARES FUND" in order to combat emergency situation caused by COVID-19 pandemic even though Company had already surpassed CSR contribution limit.
- Despite high volatility in raw material prices and huge swing in USD rate to INR during the year the. Company achieved highest ever EBIDTA of ₹ 7,007 lacs in its history due to cost rationalization, better product mix and operational efficiency.
- Due to effective Working Capital Management there was significant reduction in borrowing by approx. ₹ 2,942 Lacs during FY 2019-20 (In FY 2018-19 borrowings were reduced by ₹ 3,500 Lacs). In last 2 Financial Year borrowings have

reduced by ₹ 6,442 Lacs. The trend of reduction in borrowing will continue going forward. During the year, Interest subsidy of ₹ 385 Lacs from Gujarat Government for recently set up Palsana Unit was received under "Scheme for Assistance for Plastic Industries". These factors lead to reduction in interest cost.

- Company has declared interim dividend @ 75% i.e. ₹ 3.75 per share for the FY 2019-20. The total outflow inclusive of Dividend Distribution Tax (DDT) amounts to ₹ 1,174.92 Lacs. This resulted into Highest ever Dividend pay-out ratio in the History of the Company @ 31.60%.
- Export Market continued to face severe headwinds and coupled with volatile currency fluctuations impacted export revenue in FY2019-20.

The Covid-19 pandemic is the defining global health crisis of our time and is spreading very fast across the continents. But it is much more than a health crisis and is having an unprecedented impact on people and economies worldwide. Your Company has significantly grown after each challenges be it demonetization, introduction of GST and E Way bill, Plastic bag ban etc. We are confident that we will further strengthen ourselves as all necessary measures in terms of mitigating the impact of said external challenges are taken.

### **3 Dividend**

During the year, your Company has declared & paid an Interim dividend of ₹ 3.75 per share (@75%). The Board has not recommended any final dividend for the financial year 2019-20. The total outflow on account of interim dividend inclusive of Dividend Distribution Tax (DDT) amounted to ₹ 1,174.92 Lacs (Previous year the Company has paid dividend of @ 55% i.e. ₹ 2.75 per share and the total outflow inclusive of DDT was ₹ 861.61 Lacs.) As informed this is the highest ever dividend payout ratio in the history of Company.

### **4 Transfer To Reserves**

The Board of Directors have decided to retain the entire amount of profits for F.Y. 2019-20 in the Profit & Loss Account.

### **5 Transfer to IEPF of Equity Shares and unclaimed Dividend**

In terms of the provisions of Section 125 of the Companies Act, 2013 read with the Companies (Declaration and Payment of Dividend) Rules, 2014, all unclaimed / unpaid dividend up to FY 2011-12 has been transferred to the Investor Education and Protection Fund and unclaimed / un-encashed dividend for the FY 2012-13 is due for transfer to IEPF in October 2020. Company has intimated individually to concerned shareholders and published necessary notice in the newspapers intimating the shareholders about the impending transfer and the modus operandi for the same. In compliance with the amended Rules, Company will be transferring requisite applicable equity shares to the designated demat account opened by IEPF Authority. Company has uploaded the details of the shareholders whose shares were liable to be transferred to IEPF on its website viz., [www.plastiblends.com](http://www.plastiblends.com).

### **6 Conferment of Honorary Doctorate Degree on Shri Satyanarayan G. Kabra, Vice-Chairman And Managing Director of the Company**

We are happy to inform you that Shri Satyanarayan G. Kabra, Vice-Chairman and Managing Director of the Company has been conferred with honorary Doctorate Degree for his lifetime contribution in the field of Global Leadership & Management, by European International University, Paris at a ceremony held in Singapore in October, 2019.

### **7 Directors**

In the Board meeting held on 29<sup>th</sup> June, 2020 Smt Meena Shreenarayan Agrawal, has been appointed as an Additional Directors and hold office upto the conclusion of this Annual General Meeting. The Company has received notice in writing from a Member proposing her candidature for the office of the Directors of the Company.

Shri Bajrang Lal Bagra, was appointed as an Independent Director at the 24<sup>th</sup> AGM of the Company held on August 27, 2015 for a term of five years and his term ends on August 26, 2020.

He is eligible for re-appointment for another term of five consecutive years subject to approval of the Members by Special Resolution. He has consented to his re-appointment and confirmed that he is not disqualified from being appointed as an Independent Director in terms of Section 164 of the Companies Act, 2013.

Based on the performance evaluation of the Independent Directors, the Nomination & Remuneration Committee and the Board of Directors of the Company at their Meetings held on June 29, 2020 has recommended his re-appointment as an

Independent Director for a second term of five consecutive years effective from August 27, 2020. During his tenure of appointment, he shall not be liable to retire by rotation as provided under Section 152(6) of the Companies Act, 2013.

Shri Shreevallabh G. Kabra, Chairman of the Company will retire by rotation at the ensuing Annual General Meeting and being eligible offer himself for re-appointment.

A brief resume of the Directors seeking appointment/re-appointment at the forthcoming AGM and other details as required to be disclosed in terms of Regulation 36(3) of the Listing Regulations and Secretarial Standard on General Meetings (SS-2) forms part of the Notice calling the AGM.

## **8 Board Independence**

Based on the confirmation/disclosures received from the Independent Directors and on evaluation of the relationships disclosed, the following Non-Executive Directors are Independent in terms of Regulation 16 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 149 (6) of the Companies Act, 2013;

Shri Pushp Raj Singhvi  
Shri Sudarshan K. Parab  
Shri Bajrang Lal Bagra  
Shri Rahul R. Rathi  
Smt Meena S. Agrawal

## **9 Annual Evaluation By The Board**

In compliance with the Companies Act, 2013 and Regulation 19 read with Schedule II of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, the Board has carried out the annual performance evaluation of its own performance, the Directors individually as well as the evaluation of Committees. A structured questionnaire was prepared after taking into consideration inputs received from the Nomination and Remuneration Committee Members, covering various aspects of the Board's functioning such as adequacy of composition of Board and Committees, Board communication, timeliness and unbiased information of right length and quality of information, Board culture, execution and performance of specific duties, obligations and governance.

A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as attendance and participation in the discussion and deliberation at the meeting understanding role and responsibilities as board member, demonstration of knowledge, skill and experience that make him/her a valuable resource for the Board.

The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non-Executive Directors was carried out by the Independent Directors. The Directors expressed their satisfaction with the evaluation process.

## **10 Familiarisation Programme For Independent Directors**

The Company conducted familiarisation programme for Directors during the year. The programme aims to provide insights into the Company's business and familiarise Directors with its various aspects and assist them in performing their role as Independent Director. The Company's policy on conducting the familiarisation program has been disclosed on the website of the Company at <http://www.plastiblends.com/Upload/PolicyOtherDoc/PLASTIBLENDS-FAMILIARISATION-PROGRAMME.pdf>

## **11 Number Of Board Meetings**

During the year, 5 (five) meetings of the Board of Directors were held. The details of the Meetings are furnished in the corporate governance report which forms part of this Annual Report.

## **12 Audit Committee**

The details pertaining to composition of Audit Committee are included in the Corporate Governance Report which forms part of this report.

## **13 Directors' Responsibility Statement**

Pursuant to Section 134 of the Companies Act, 2013, your Directors hereby confirm that

(i) in the preparation of Annual Accounts for the year ended 31<sup>st</sup> March, 2020, the applicable Accounting Standards had

been followed along with proper explanation relating to material departures;

- (ii) the Directors had selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give the true and fair view of the state of affairs of the Company as at end of the Financial Year ended on 31<sup>st</sup> March, 2020 and of the profit and loss of the Company for the said Financial Year;
- (iii) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the Directors had prepared the annual accounts on a "going concern basis";
- (v) the Directors had laid down Internal Financial Controls to be followed by the Company and such Internal Financial Controls are adequate and were operating effectively;
- (vi) the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and such systems were adequate and operating effectively.

#### **14 Credit Ratings**

During the year, credit rating agency CRISIL has reaffirmed CRISILA + / Stable (Long Term Rating) and CRISILA1 (Short Term Rating) ratings to the Bank loan facilities availed by the Company.

#### **15 Nomination And Remuneration Policy (NRP)**

The NRP of the Company for Directors, Key Managerial Personnel (KMP) and Senior Management Personnel is hosted on the website of the Company at the following web link : <http://www.plastiblends.com/Upload/PolicyOtherDoc/PLASTIBLENDS-NRC.pdf>

Disclosure pertaining to remuneration and other details as required under section 197 (12) of the act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is enclosed as in this Report.

#### **16 Vigil Mechanism/Whistle Blower Policy**

In compliance with the provisions of Section 177(9) the Board of Directors of the Company has framed the "Whistle Blower Policy" as the vigil mechanism for Directors and employees of the Company. The Whistle Blower Policy is disclosed on the website of the Company at <http://www.plastiblends.com/Upload/PolicyOtherDoc/PLASTIBLENDS-VIGIL%20MECHANISM.pdf>

#### **17 Prevention Of Insider Trading**

The insider trading policy of the Company lays down guidelines and procedures to be followed and disclosures to be made while dealing with the shares of the Company. The policy has been formulated to regulate, monitor and ensure reporting of deals by designated person/employees and maintain the highest ethical standards of dealing in Company securities.

#### **18 Internal Financial Controls**

The Internal Financial Controls with reference to financial statements as designed and implemented by the Company are adequate. During the year under review, no material or serious observations has been received from the Auditors of the Company for inefficiency or inadequacy of such controls.

#### **19 Risk Management Policy**

The Board of Directors of the Company has formulated a Risk Management Policy which aims at enlarging shareholders value and providing an optimum risk reward trade off. The risk management approach is based on a clear understanding of the variety of risks that the organization faces, disciplined risk monitoring and measurement and continuous risk assessment and mitigation measures.

#### **20 Corporate Governance**

As required by Regulation 27 of the Listing Regulation, a Report on Corporate Governance is appended along with a Certificate of Compliance from the Auditors, forming part of this report. The Board of Directors of the Company adopted



the Code of Conduct and the same is posted on the Company's website. The Directors and Senior Management personnel have affirmed their compliance with the said code.

## **21 Related Party Transactions**

All contracts/arrangements/transactions entered by the Company during the Financial Year with related parties were in the ordinary course of business and on an arm's length basis. During the year, the Company has not entered into any contract / arrangement / transaction with related parties which could be considered material in accordance with the policy of the Company on materiality of related party transactions.

The Policy on materiality of related party transactions and dealing with related party transactions as approved by the Board may be accessed on the Company's website at the link: <http://www.plastiblends.com/Upload/PolicyOtherDoc/PBI-POLICY-ON-RELATED-PARTY-TRANSACTIONS.pdf>. Your Directors draw attention of the Members to Notes on financial statement which sets out related party disclosures.

## **22 Auditors**

### **Statutory Auditors**

M/s. Kirtane & Pandit LLP, Chartered Accountants, Pune, were appointed as Statutory Auditors for a term of 5 (five) consecutive years in the 28<sup>th</sup> AGM held on 27<sup>th</sup> July, 2019 and hold office upto 33<sup>rd</sup> AGM to be held in the year 2024.

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 qualifications, reservation or adverse remark.

### **Cost Auditor**

In terms of section 148 of Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014 and other applicable provisions, if any, of the Companies Act, 2013, the Board of Directors of your Company has appointed M/s. Urvashi Kamal Mehta & Co, Cost Accountants as the Cost Auditor of your Company to conduct audit of Cost Accounting records for Financial Year 2020-21 on the recommendation made by the Audit Committee.

The remuneration proposed to be paid to the Cost Auditors, subject to the ratification by the Members at the ensuing Annual General Meeting would be ₹ 1,20,000/- (Rupees One Lac Twenty Thousand Only) excluding applicable statutory taxes, conveyance and out of pocket expenses, if any.

### **Secretarial Auditor**

As required under provisions of section 204 of the Companies Act, 2013, the report in respect of the Secretarial Audit carried out by M/s. Bhandari & Associates, Company Secretaries, in Form MR-3 for the FY 2019-20 form part of this report.

## **23 Corporate Social Responsibility (CSR)**

The Report on CSR activities as required under Companies (Corporate Social Responsibility) Rules, 2014, including a brief outline of the Company's CSR Policy, total amount to be spent under CSR for the Financial Year and amount spent is set out at CSR statement forming part of this Report.

## **24 Business Responsibility Report (BRR)**

Pursuant to Regulation 34(2)(f) of the Listing Regulations, the Business Responsibility Report initiatives taken from an environmental, social and governance perspective in the prescribed format is available as a separate section of this Annual Report.

## **25 Extract Of Annual Return**

Pursuant to the provisions of section 134(3)(a) of the Companies Act, 2013, extract of the Annual Return for the financial year ended March 31, 2020 made under the provisions of section 92(3) of the Act forms part of this report.

## **26 Material Changes**

There have been no material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statement relate & the date of the report.

**27 Particulars Of Loans, Guarantees & Investments**

The particulars of loans, guarantees and investments given/made during the financial year under review and governed by the provisions of Section 186 of the Companies Act, 2013 have been disclosed in the financial statements.

**28 Conservation Of Energy, Technology Absorption And Foreign Exchange Earnings & Outgo**

The particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under the Act, forms part of this report.

**29 Deposits**

During the year under review, your Company did not accept any deposits in terms of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposit) Rules, 2014.

**30 Significant & Material Court Orders**

No significant and material orders have been passed by any Regulator or Court or Tribunal which can have an impact of the going concern status and the Company's operations in future.

**31 Disclosure Under The Sexual Harassment Of Women At Workplace (Prevention, Prohibition And Redressal) Act, 2013**

The Company pursuant to the Section 4 of the Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013 has constituted an Internal Complaints Committee. During the year, no complaint was lodged with the Internal Complaint Committee.

**32 Particulars Of Employee And Related Disclosures**

In terms of the provisions of Section 197 (12) of the Act read with Rules 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, a statement showing the details required therein forms part of this report.

The statement containing names of top ten employees in terms of remuneration drawn and the particulars of employee as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is provided in a separate annexure forming part of this report. Further, the report and account are being sent to the Members excluding aforementioned annexure. In terms of Section 136 of the Act, the said annexure is open for inspection at the Registered Office of the Company. Any shareholder interested in obtaining a copy of the same may write to the Company Secretary.

**33 MD & CFO Certification**

Certificate from Managing Director and Chief Financial Officer of the Company, pursuant to the Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the Financial Year 2019-20 under review was placed before the Board of Directors of the Company at its meeting held on June 29, 2020.

**34 Secretarial Standard**

The Company complies with all applicable Secretarial Standards issued by The Institute of Company Secretaries of India and approved by the Central Government under Section 118(10) of the Companies Act, 2013 for the Financial Year ended 31<sup>st</sup> March 2020.

**35 Acknowledgement**

Your Directors would like to express their appreciation for the assistance and co-operation received from the Shareholders, Bankers, Government Authorities, Export Promotion Council, Other Semi Government Authorities, Stock Exchanges, Customers, Dealers, Suppliers and Business Associates at all levels during the year under review. Your Directors also wish to place on record their appreciation for the committed services of the executives, staffs and workers of the Company.

For and on behalf of the Board

Place : Mumbai  
Date : June 29, 2020

**S. V. Kabra**  
Chairman  
(DIN : 00015415)

**DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO.**

**A. CONSERVATION OF ENERGY :**

- (a) Energy Conservation Measures taken : The Company has installed the state-of-the-art technology machines which are energy conservative. Company is in process of installing Solar Power Plants at two units situated at Daman & Palsana, which will help in conservation of energy.
- (b) Additional Investments and proposals, if any, for reduction of consumption of energy : None
- (c) Impact of measures at (a) & (b) above : With the sophisticated Plant & Machinery and on account of restructuring of machinery, the energy consumption for manufacturing masterbatches has been reduced.

**B. TECHNOLOGY ABSORPTION :**

**Research and Development**

The Company has in-house full-fledged Research & Development Department equipped with a wide range of lab machines, equipments, instruments and testing facilities that enables to deliver a broad spectrum of new & customized solution for tailor made product and formulations like bio-degradable masterbatches and masterbatches for BOPP Films, PP Yarns, Fibres etc. with excellent price benefit ratio. The Company also has technical experts with latest technical know-how & innovative abilities focusing on upgradation of the existing masterbatches and development of new products. The manufacturing units are highly automatic and equipped with sophisticated laboratory facilities to conduct stringent tests.

We are proud to state that the In-house Research and Development facility of the Company has been registered with the Department of Scientific and Industrial Research and this is the first time any Company in masterbatch business that has this achievement.

During the year, the Company has spent ₹ 223.58 Lacs on Research & Product Development initiatives (constituting ₹ 222.33 Lacs as revenue expenditure and ₹ 1.25 Lacs as capital expenditure).

**C. FOREIGN EXCHANGE EARNINGS AND OUTGO :**

(₹ in Lacs)

	<b>2019-20</b>	<b>2018-19</b>
Foreign Exchange Earned	12,686.59	14,667.73
Foreign Exchange Used	13,532.20	14,097.00

For and on behalf of the Board

Place : Mumbai  
Date : June 29, 2020

**S. V. Kabra**  
Chairman  
(DIN : 00015415)

## ANNUAL REPORT ON CSR ACTIVITIES

### 1. Brief outline of CSR Policy and reference to weblink

- In compliance of Section 135 of the Companies Act, 2013 (Act), Schedule VII to Act, Companies (Corporate Social Responsibility Policy) Rules, 2014 and as recommended by the CSR Committee, the Company adopted policy on undertaking the corporate social responsibility activities.
- The Board of the Company shall ensure that the Company spends, in every Financial Year, at least two percent of the average net profits of the Company made during the three immediately preceding Financial Years and disclose contents of such policy in its report and also place it on the Company's website.
- Reasons for not spending the requisite amount, if any, shall be specified in the Board's Report.
- CSR Corpus would include -
  - a. 2% of the average net profits
  - b. Any income arising there from
  - c. Surplus arising out of CSR activities
- Expenditure on CSR activities as mentioned herein below shall not be counted as CSR spending -
  - a. CSR activities which are exclusively for the benefit of employees of the Company or their family members
  - b. CSR activities undertaken outside India
  - c. Contribution of any amount directly or indirectly to any political party.
- CSR Policy is available at: <http://www.plastiblends.com/Upload/PolicyOtherDoc/PBI-POLICY-ON-CORPORATE-SOCIAL-RESPONSIBILITY.pdf>

2. Composition of the CSR Committee :- Shri S. V. Kabra - Chairman, Shri S. N. Kabra - Member, Shri S. K. Parab - Member - Independent Director

3. Average Net Profit of the Company for last three Financial Years :- ₹ 4,211.57 Lacs

4. Prescribed CSR Expenditure (two percent of the amount as in item 3 above):- ₹ 84.23 Lacs

### 5. Details of CSR Spent during the year

(a) Total amount spent : ₹ 181.42 Lacs

(b) Amount Unspent, if any : Nil

#### (c) Manner in which the amount spent during the Financial Year

Sr. no.	CSR Project or activity identified	Sector in which the project is covered	Project or programmes 1) Local area or other 2) Specify the state and district where projects or programs was undertaken	Amount outlay (budget) project or programme wise (₹ in Lacs)	Amount spent on the project or programmes sub heads (₹ in Lacs)	Cumulative expenditure upto the reporting period (₹ in Lacs)	Amount spent - direct or through implementing agency
1	PM Cares Fund	Sch VII (viii)	INDIA	100.00	100.00	100.00	Agency
2	Cultural Society For Tribals	Sch VII (iii)	Maharashtra	21.00	21.00	21.00	Agency
3	Maheshwari Vidya Pracharak Mandal	Sch VII (iii)	Maharashtra	21.00	21.00	21.00	Agency

Sr. no.	CSR Project or activity identified	Sector in which the project is covered	Project or programmes 1) Local area or other 2) Specify the state and district where projects or programs was undertaken	Amount outlay (budget) project or programme wise (₹ in Lacs)	Amount spent on the project or programmes sub heads (₹ in Lacs)	Cumulative expenditure upto the reporting period (₹ in Lacs)	Amount spent - direct or through implementing agency
4	Maharshi Vedvyas Prathisthan	Sch VII (v)	Maharashtra	21.00	21.00	21.00	Agency
5	Param Shakti Peeth	Sch VII (v)	Braj	7.00	7.00	7.00	Agency
6	Furniture Park	Sch VII (i)	Daman	2.00	2.00	2.00	Agency
7	Damini Women's Foundation	Sch VII (iii)	Daman	1.50	1.50	1.50	Agency
8	Saath Charitable Trust	Sch VII (ii)	Ahmedabad	1.50	1.50	1.50	Agency
9	Bhagwat Parivar	Sch VII (v)	Maharashtra	1.50	1.50	1.50	Agency
10	Maheshwari Pragati Mandal	Sch VII (i)	Maharashtra	1.00	1.00	1.00	Agency
11	Akhil Bhartiya Mahila Seva Trust	Sch VII (iii)	Maharashtra	1.00	1.00	1.00	Agency
12	Janmangal Seva Pratishthan	Sch VII (ii)	Maharashtra	1.00	1.00	1.00	Agency
13	Maheshwari Education Charitable Trust	Sch VII (ii)	Vapi	0.50	0.50	0.50	Agency
14	Shree Hari Satsang Samiti	Sch VII (iii)	Aassam	0.50	0.50	0.50	Agency
15	Vaidehi Sanskar Trust	Sch VII (ii)	Saputara, Gujrat	0.35	0.35	0.35	Agency
16	Dilip Nagar Development Association	Sch VII (v)	Daman	0.25	0.25	0.25	Agency
17	Pandey Shiksha Samiti	Sch VII (ii)	Maharashtra	0.21	0.21	0.21	Agency
18	Vanvasi Seva Trust	Sch VII (iii)	Maharashtra	0.11	0.11	0.11	Agency
	<b>TOTAL</b>			<b>181.42</b>	<b>181.42</b>	<b>181.42</b>	

#### Reason for not spending

Not Applicable

#### Responsibility Statement

I Shri S. V. Kabra, Chairman of the Company and Chairman of the CSR Committee do state that during the Financial Year 2019-20 the Company spent the expenditure in CSR activities to achieve objective of Promoting Education, Animal Welfare, Socio Economic Development of Tribals which is covered by Schedule VII to the Companies Act, 2013 and CSR Policy of the Company.

For and on behalf of the Board

Place : Mumbai  
Date : June 29, 2020

**S. V. Kabra**  
Chairman  
(DIN : 00015415)

**FORM NO. MGT-9**
**EXTRACT OF ANNUAL RETURN**

as on the Financial Year ended on 31<sup>st</sup> March, 2020  
[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies  
(Management and Administration) Rules, 2014]

**I. REGISTRATION AND OTHER DETAILS**

i)	CIN	L25200MH1991PLC059943
ii)	Registration Date	22 <sup>nd</sup> January, 1991
iii)	Name of the Company	Plastiblends India Limited
iv)	Category / Sub-Category of the Company	Public Limited
v)	Address of the Registered Office	Fortune Terraces, 10 <sup>th</sup> Floor, A-Wing, Opp. Citi Mall, New Link Road, Andheri (West), Mumbai - 400 053.
vi)	Whether listed Company	Yes
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	Sharex Dynamic (India) Pvt. Ltd., C-101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai - 400 083. Tel. : 022-28515606, 28515644 Fax : 022-28512885 Email : support@sharexindia.com

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

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

Sr. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the Company
1	Masterbatches	20131	100 %

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

No holding, subsidiary and associate Companies.

**IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**
**a) Category-wise Share Holding**

Sr. No.	Category of Shareholders	No. of Shares held at the beginning of the year (31.03.2019)				No. of Shares held at the end of the year (31.03.2020)				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(A)	<b>Promoter</b>									
(1)	<b>Indian</b>									
(a)	Individuals/HUF	9675640	-	9675640	37.23	11576471	-	11576471	44.54	7.31
(b)	Central/State Govt (s)	-	-	-	-	-	-	-	-	-
(c)	Bodies Corporate	6660410	-	6660410	25.63	4965410	-	4965410	19.11	(6.52)
(d)	Banks / FI	-	-	-	-	-	-	-	-	-
(e)	Any Other (Total)	-	-	-	-	-	-	-	-	-
	<b>Sub-Total (A)(1)</b>	<b>16336050</b>	<b>-</b>	<b>16336050</b>	<b>62.86</b>	<b>16541881</b>	<b>-</b>	<b>16541881</b>	<b>63.65</b>	<b>0.79</b>

Sr. No.	Category of Shareholders	No. of Shares held at the beginning of the year (31.03.2019)				No. of Shares held at the end of the year (31.03.2020)				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>(2)</b>	<b>Foreign</b>									
(a)	NRI/Other - Individuals	-	-	-	-	-	-	-	-	-
(b)	Bodies Corporate	-	-	-	-	-	-	-	-	-
(c)	Institutions	-	-	-	-	-	-	-	-	-
(d)	QFI	-	-	-	-	-	-	-	-	-
(e)	Any Other (Total)	-	-	-	-	-	-	-	-	-
	<b>Sub-Total (A)(2)</b>	-	-	-	-	-	-	-	-	-
	<b>Total Shareholding of Promoter (A)= (A) (1)+(A)(2)</b>	<b>16336050</b>	<b>-</b>	<b>16336050</b>	<b>62.86</b>	<b>16541881</b>	<b>-</b>	<b>16541881</b>	<b>63.65</b>	<b>0.79</b>
<b>(B)</b>	<b>Public shareholding</b>									
(1)	Institutions									
(a)	Mutual Funds/UTI	479026	-	479026	1.84	530382	-	530382	2.04	0.20
(b)	Banks / FI	-	-	-	-	-	-	-	-	-
(c)	Central/State Govt (s)	198768	-	198768	0.76	214768	-	214768	0.83	0.06
(d)	Venture Capital Funds	-	-	-	-	-	-	-	-	-
(e)	Insurance Companies	-	-	-	-	-	-	-	-	-
(f)	Any Other (Others)	297231	459600	756831	2.91	326231	459600	785831	2.99	0.08
	<b>Sub-Total (B)(1)</b>	<b>975025</b>	<b>459600</b>	<b>1434625</b>	<b>5.52</b>	<b>1071381</b>	<b>459600</b>	<b>1530981</b>	<b>5.82</b>	<b>0.30</b>
<b>(2)</b>	<b>Non-institutions</b>									
(a)	Bodies Corporate	399866	-	399866	1.54	332594	-	332594	1.28	(0.26)
(b)	Individuals -									
	Individual (i) Shareholders Holding Nominal Share Capital up to ₹ 2 Lacs.	4420098	774032	5194130	19.99	4994458	690632	5685090	21.87	1.89
	Individuals(ii) Individual Shareholders Holding Nominal Share Capital In Excess of ₹ 2 Lacs.	2209916	120000	2329916	8.97	1580854	60000	1640854	6.31	(2.65)
(c)	QFI	-	-	-	-	-	-	-	-	-
(d)	Any Other (Total)	-	-	-	-	-	-	-	-	-
(d1)	Non Resident Indians	270119	-	270119	1.04	257800	-	257800	0.99	(0.05)
(d2)	Overseas Bodies	24494	-	24494	0.09	-	-	-	-	(0.09)
(d3)	clearing member	-	-	-	-	-	-	-	-	-
	<b>Sub-Total (B)(2)</b>	<b>7324493</b>	<b>894032</b>	<b>8218525</b>	<b>31.62</b>	<b>7165706</b>	<b>750632</b>	<b>7916338</b>	<b>30.46</b>	<b>(1.16)</b>
	<b>Total Public Shareholding (B) = (B) (1)+(B)(2)</b>	<b>8299518</b>	<b>1353632</b>	<b>9653150</b>	<b>37.14</b>	<b>8237087</b>	<b>1210232</b>	<b>9447319</b>	<b>36.35</b>	<b>(0.79)</b>
	<b>TOTAL (A)+(B)</b>	<b>24635568</b>	<b>1353632</b>	<b>25989200</b>	<b>100.00</b>	<b>24778968</b>	<b>1210232</b>	<b>25989200</b>	<b>100.00</b>	
<b>(C)</b>	<b>Shares held by Custodians for GDRs/ ADRs</b>	-	-	-	-	-	-	-	-	-
	<b>GRAND TOTAL (A)+(B)+(C)</b>	<b>24635568</b>	<b>1353632</b>	<b>25989200</b>	<b>100.00</b>	<b>24778968</b>	<b>1210232</b>	<b>25989200</b>	<b>100.00</b>	

**(b) Shareholding of Promoters**

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding 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	
1	Kolsite Corporation LLP	4813848	18.52	-	3118848	12.00	-	(6.52)
2	Varun S. Kabra	4129807	15.89	-	5335638	20.53	-	4.64
3	Satyanarayan G. Kabra	2770356	10.66	-	3202356	12.32	-	1.66
4	Saritadevi S. Kabra	2643392	10.17	-	2906392	11.18	-	1.01
5	Kabra Extrusiontechnik Ltd.	1846562	7.11	-	1846562	7.11	-	-
6	Jyoti V. Kabra	116085	0.45	-	116085	0.45	-	-
7	Anand S. Kabra	4000	0.02	-	4000	0.02	-	-
8	Shreevallabh G. Kabra	4000	0.02	-	4000	0.02	-	-
9	Veenadevi S. Kabra	4000	0.02	-	4000	0.02	-	-
10	Ekta A. Kabra	4000	0.02	-	4000	0.02	-	-
	<b>Total</b>	<b>16336050</b>	<b>62.86</b>		<b>16541881</b>	<b>63.65</b>		<b>0.79</b>

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

Sr. No.	Name	Shareholding at the beginning of the year			Cumulative Shareholding during the year			% of total Shares of the Company
		No. of Shares	% of total Shares of the Company	Date	Increase / Decrease in Promoters Shareholding	Reason	No. of Shares	
1	2	3	4	5	6	7	8	9
1	Varun S. Kabra	4129807	15.89	1-04-2019				15.89
				12-04-2019	7517	Buy	4137324	15.92
				17-05-2019	4686	Buy	4142010	15.94
				24-05-2019	8647	Buy	4150657	15.97
				31-05-2019	5047	Buy	4155704	15.99
				07-06-2019	2982	Buy	4158686	16.00
				14-06-2019	8822	Buy	4167508	16.04
				21-06-2019	8264	Buy	4175772	16.07
				29-06-2019	1434	Buy	4177206	16.07
				05-07-2019	6103	Buy	4183309	16.10
				02-08-2019	2546	Buy	4185855	16.11
				09-08-2019	9008	Buy	4194863	16.14
				16-08-2019	5643	Buy	4200506	16.16
				23-08-2019	7616	Buy	4208122	16.19
				30-08-2019	8079	Buy	4216201	16.22



Sr. No.	Name	Shareholding at the beginning of the year			Cumulative Shareholding during the year			% of total Shares of the Company
		No. of Shares	% of total Shares of the Company	Date	Increase / Decrease in Promoters Shareholding	Reason	No. of Shares	
1	2	3	4	5	6	7	8	9
				06-09-2019	4388	Buy	4220589	16.24
				13-09-2019	4101	Buy	4224690	16.26
				20-09-2019	846235	Inter-se	5070925	19.51
				04-10-2019	150000	Inter-se	5220925	20.09
				29-11-2019	7157	Buy	5228082	20.12
				06-12-2019	5048	Buy	5233130	20.14
				13-12-2019	13755	Buy	5246885	20.19
				20-12-2019	5689	Buy	5252574	20.21
				27-12-2019	9141	Buy	5261715	20.25
				31-12-2019	2000	Buy	5263715	20.25
				10-01-2020	12893	Buy	5276608	20.30
				24-01-2020	6966	Buy	5283574	20.33
				31-01-2020	11515	Buy	5295089	20.37
				07-02-2020	12070	Buy	5307159	20.42
				14-02-2020	7151	Buy	5314310	20.45
				21-02-2020	1736	Buy	5316046	20.45
				28-02-2020	3000	Buy	5319046	20.47
				06-03-2020	5251	Buy	5324297	20.49
				20-03-2020	7257	Buy	5331554	20.51
				27-03-2020	3904	Buy	5335458	20.53
				28-03-2020	180	Buy	5335638	20.53
	-Closing Balance-			31-03-2020			5335638	20.53
2	Satyanarayan G. Kabra	2770356	10.66	01-04-2019				
	-Closing Balance-			04-10-2019	432000	Inter-se	3202356	12.32
				31-03-2020			3202356	12.32
3	Saritadevi S. Kabra	2643392	10.17	01-04-2019				
	-Closing Balance-			04-10-2019	263000	Inter-se	2906392	11.18
				31-03-2020			2906392	11.18
4	Kolsite Corporation LLP	4813848	18.52	01-04-2019				
	-Closing Balance-			29-09-2019	(1695000)	Inter-se	3118848	12.00
				31-03-2020			3118848	12.00

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

Sr. No.	Name	Shareholding at the beginning of the year			Cumulative Shareholding during the year			% of total Shares of the Company
		No. of Shares	% of total Shares of the Company	Date	Increase / Decrease in Promoters Shareholding	Reason	No. of Shares	
1	2	3	4	5	6	7	8	9
1	DSP Small Cap Fund	479026	1.84	01-04-2019				
				19-04-2019	23357	Buy	502383	1.93
				26-04-2019	13373	Buy	515756	1.98
				03-05-2019	7465	Buy	523221	2.01
				17-05-2019	3022	Buy	526243	2.02
				31-03-2020				479026
	-Closing Balance-							
2	Colloids (Widnes) Ltd Pension Fund -	459600	1.77	01-04-2019				
				31-03-2020		No Change	459600	1.77
	-Closing Balance-							
3	Minaxi Bhalchandra Trivedi	290759	1.12	01-04-2019				
				12-04-2019	16119	Buy	306878	1.18
				24-05-2019	19609	Buy	326487	1.26
				31-05-2019	14391	Buy	340878	1.31
				07-06-2019	15441	Buy	356319	1.37
				14-06-2019	10947	Buy	367266	1.41
				21-06-2019	652	Buy	367918	1.42
				29-06-2019	14020	Buy	381938	1.47
				19-07-2019	6643	Buy	388581	1.50
				26-07-2019	5543	Buy	394124	1.52
				0208-2019	1372	Buy	395496	1.52
				01-11-2019	52587	Buy	448083	1.72
				10-01-2020	1722	Buy	449805	1.73
				17-01-2020	11928	Buy	461733	1.78
				31-01-2020	6264	Buy	467997	1.80
				14-02-2020	5237	Buy	473234	1.82
	-Closing Balance-			31-03-2020			473234	1.82
4	Gymkhana Partners L.P.	289231	1.11	01-04-2019				
				31-03-2020		No Change	289231	1.11
	-Closing Balance-							
5	Investor Education Fund	198768	0.77	01-04-2019				
				15-11-2019	16000	transfer	214768	0.83
				31-03-2020			214768	0.83
	-Closing Balance-							
6	Dharmesh P. Tandel	140000	0.54	01-04-2019				
				31-03-2020		No Change	140000	0.54
	-Closing Balance-							
7	Rajkishore Mundra	106960	0.41	01-04-2019				
				31-03-2020		No Change	106960	0.41
	-Closing Balance-							

Sr. No.	Name	Shareholding at the beginning of the year			Cumulative Shareholding during the year			% of total Shares of the Company
		No. of Shares	% of total Shares of the Company	Date	Increase / Decrease in Promoters Shareholding	Reason	No. of Shares	
1	2	3	4	5	6	7	8	9
8	Shaileshkumar P. Tandel  -Closing Balance-	100000	0.39	01-04-2019				
				31-01-2020	(5944)	Sold	94056	0.36
				07-02-2020	(1504)	Sold	92552	0.36
				28-02-2020	(2552)	Sold	90000	0.35
				31-03-2020			90000	0.35
9	Champion Commercial Company -Closing Balance-	93000	0.36	01-04-2019				
				31-03-2020		No Change	93000	0.36
10	Dhvanet Bipin Savla -Closing Balance-	88845	0.34	01-04-2019				
				31-03-2020		No Change	88845	0.34

e) Shareholding of Directors and Key Managerial Personnel :

Sr. No.	Name	Shareholding at the beginning of the year			Cumulative Shareholding during the year			% of total Shares of the Company
		No. of Shares	% of total Shares of the Company	Date	Increase / Decrease in Promoters Shareholding	Reason	No. of Shares	
1	2	3	4	5	6	7	8	9
1	Shreevallabh G. Kabra -Closing Balance-	4000	0.02	01-04-2019				
				31-03-2020		No Change	4000	0.02
2	Satyanarayan G. Kabra -Closing Balance-	2770356	10.66	01-04-2019				
				04-10-2019	432000	Inter-se	3202356	12.32
				31-03-2020			3202356	12.32
3	Varun S. Kabra	4129807	15.89	01-04-2019				15.89
				12-04-2019	7517	Buy	4137324	15.92
				17-05-2019	4686	Buy	4142010	15.94
				24-05-2019	8647	Buy	4150657	15.97
				31-05-2019	5047	Buy	4155704	15.99
				07-06-2019	2982	Buy	4158686	16.00
				14-06-2019	8822	Buy	4167508	16.04
				21-06-2019	8264	Buy	4175772	16.07
				29-06-2019	1434	Buy	4177206	16.07
				05-07-2019	6103	Buy	4183309	16.10
				02-08-2019	2546	Buy	4185855	16.11
				09-08-2019	9008	Buy	4194863	16.14
				16-08-2019	5643	Buy	4200506	16.16
		23-08-2019	7616	Buy	4208122	16.19		

Sr. No.	Name	Shareholding at the beginning of the year			Cumulative Shareholding during the year			% of total Shares of the Company
		No. of Shares	% of total Shares of the Company	Date	Increase / Decrease in Promoters Shareholding	Reason	No. of Shares	
1	2	3	4	5	6	7	8	9
				30-08-2019	8079	Buy	4216201	16.22
				06-09-2019	4388	Buy	4220589	16.24
				13-09-2019	4101	Buy	4224690	16.26
				20-09-2019	846235	Inter-se	5070925	19.51
				04-10-2019	150000	Inter-se	5220925	20.09
				29-11-2019	7157	Buy	5228082	20.12
				06-12-2019	5048	Buy	5233130	20.14
				13-12-2019	13755	Buy	5246885	20.19
				20-12-2019	5689	Buy	5252574	20.21
				27-12-2019	9141	Buy	5261715	20.25
				31-12-2019	2000	Buy	5263715	20.25
				10-01-2020	12893	Buy	5276608	20.30
				24-01-2020	6966	Buy	5283574	20.33
				31-01-2020	11515	Buy	5295089	20.37
				07-02-2020	12070	Buy	5307159	20.42
				14-02-2020	7151	Buy	5314310	20.45
				21-02-2020	1736	Buy	5316046	20.45
				28-02-2020	3000	Buy	5319046	20.47
				06-03-2020	5251	Buy	5324297	20.49
				20-03-2020	7257	Buy	5331554	20.51
				27-03-2020	3904	Buy	5335458	20.53
				28-03-2020	180	Buy	5335638	20.53
	-Closing Balance-			31-03-2020			5335638	20.53
4	Jyoti Varun Kabra	116085	0.45	01-04-2019				
	-Closing Balance-			31-03-2020		No Change	116085	0.45
5	Pushp Raj Singhvi	8944	0.03	01-04-2019				
	-Closing Balance-			31-03-2020		No Change	8944	0.03
6	Sudarshan K. Parab	2000	0.01	01-04-2019				
	-Closing Balance-			31-03-2020		No Change	2000	0.01
7	Bajrang Lal Bagra	Nil	Nil	01-04-2019				
	-Closing Balance-			31-03-2020		No Change	Nil	Nil
8	Rahul Ramkumar Rathi	133600	0.51	01-04-2019				
	-Closing Balance-			31-03-2020		No Change	133600	0.51
9	Anand R. Mundra	Nil	Nil	01-04-2019				
	-Closing Balance-			31-03-2020		No Change	Nil	Nil
10	Himanshu S. Mhatre	Nil	Nil	01-04-2019				
	-Closing Balance-			31-03-2020		No Change	Nil	Nil

**V. INDEBTEDNESS**
**Indebtedness of the Company including interest outstanding/accrued but not due for payment**

(₹ in Lacs)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the Financial Year</b>				
i) Principal Amount	7,778.70	-	-	7,778.70
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	<b>7,778.70</b>	<b>-</b>	<b>-</b>	<b>7,778.70</b>
<b>Change in Indebtedness during the Financial Year</b>				
· Addition	-	-	-	-
· Reduction	2,942.50	-	-	2,942.50
Net Change	<b>2,942.50</b>	<b>-</b>	<b>-</b>	<b>2,942.50</b>
<b>Indebtedness at the end of the Financial Year</b>				
i) Principal Amount	4,836.16	-	-	4,836.16
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	<b>4,836.16</b>	<b>-</b>	<b>-</b>	<b>4,836.16</b>

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**
**A. Remuneration to Managing Director, Whole-Time Directors and/or Manager :**

(₹ in Lacs)

Sr. No.	Particulars of Remuneration	Name of MD/WTD/Manager		Total Amount
		Satyanarayan G. Kabra	Varun S. Kabra	
<b>1</b>	<b>Gross salary</b>			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	97.35	38.88	136.23
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	1.64	4.01	5.28
	(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>	<b>98.99</b>	<b>42.89</b>	<b>141.88</b>
	Ceiling as per the Act			529.91

**B. Remuneration to other Directors**

(₹ in Lacs)

Sr. no.	Particulars of Remuneration	Fee for attending board/ committee meetings	Commission	Others	Total Amount
	<b>Independent Directors</b>				
1	Shri Pushp Raj Singhvi	2.00	-	-	2.00
2	Shri Sudarshan K. Parab	2.10	-	-	2.10
3	Shri Bajrang Lal Bagra	2.10	-	-	2.10
4	Shri Rahul R. Rathi	1.10	-	-	1.10
	<b>Total</b>	<b>7.30</b>	<b>-</b>	<b>-</b>	<b>7.30</b>
	Total Managerial Remuneration				145.55
	Overall Ceiling as per the Act				582.90

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

(₹ in Lacs)

Sr. no.	Particulars of Remuneration	Key Managerial Personnel		
		CS	CFO	Total
<b>1</b>	<b>Gross salary</b>			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	12.13	61.35	73.48
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-
2.	Stock Option	-	-	-
3.	Sweat Equity	-	-	-
4.	Commission			
	- as % of profit	-	-	-
	- others, specify	-	-	-
5.	Others, please specify	-	-	-
	<b>Total</b>	<b>12.13</b>	<b>61.35</b>	<b>73.48</b>

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES**

There were no penalties, punishment or compounding of offences during the year ended March 31, 2020.

For and on behalf of the Board

Place : Mumbai  
Date : June 29, 2020

**S. V. Kabra**  
Chairman  
(DIN : 00015415)

**PARTICULARS OF EMPLOYEE AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014**

**1. The ratio of the remuneration of each Director to the median remuneration of employees for Financial Year.**

<b>Executive Directors</b>	<b>Ratio to median remuneration</b>
Satyanarayan G. Kabra, Vice-Chairman & Managing Director	44.00
Varun S. Kabra, Managing Director	17.00

**2 Percentage increase in remuneration in the Financial Year of following :-**

Satyanarayan G. Kabra, Vice-Chairman & Managing Director	Nil
Varun S. Kabra, Managing Director	Nil
Anand R. Mundra, Chief Financial Officer	13.07 %
Himanshu Mhatre, Company Secretary	7.63 %

**3 Percentage increase in median remuneration of employees in the Financial Year : 1 %**

**4 Number of permanent employees on the roll of Company : 501**

**5 Average percentile increase already made in the salaries of employees other than the managerial personnel in the last Financial Year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration.**

There is no difference between the average percentile increase in remuneration of employees other than managerial personnel and percentile increase in the managerial remuneration which was in the range of 9.5%.

**6 Affirmation that the remuneration is as per the remuneration policy of the Company**

It is affirmed that the remuneration paid is as per the remuneration policy of the Company.

For and on behalf of the Board

Place : Mumbai  
Date : June 29, 2020

**S. V. Kabra**  
Chairman  
(DIN : 00015415)

## CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

[Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,  
The Members of **Plastiblends India Limited**  
Fortune Terraces, 10<sup>th</sup> Floor, A Wing  
New Link Road, Opp. Citi Mall  
Andheri (West) Mumbai - 400053

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Plastiblends India Limited** having **CIN : L25200MH1991PLC059943** and having registered office at Fortune Terraces, 10<sup>th</sup> Floor, A Wing, New Link Road, Opp. Citi Mall, Andheri West, Mumbai- 400053, Maharashtra (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to us by the Company & its officers, we hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31<sup>st</sup> March, 2020 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Date of Appointment
1.	Mr. Shreevallabh Gopilal Kabra	00015415	January 22, 1991
2.	Mr. Satyanarayan Gopilal Kabra	00015930	January 22, 1991
3.	Mr. Varun Satyanarayan Kabra	03376617	February 13, 2015
4.	Mrs. Jyoti Varun Kabra	07088904	May 11, 2017
5.	Mr. Pushp Raj Singhvi	00255738	April 28, 2006
6.	Mr. Bajrang Lal Bagra	00090596	November 07, 2014
7.	Mr. Sudarshan Krishnarao Parab	02331587	October 22, 2008
8.	Mr. Rahul Ramkumar Rathi	00966359	January 30, 2018

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For Bhandari & Associates**  
Company Secretaries

Place : Mumbai  
Date : June 29, 2020

**S. N. Bhandari**  
Partner  
FCS No.: 761; C P No.: 366  
ICSI UDIN : F000761B000392781

## DECLARATION ON COMPLIANCE OF THE COMPANY'S CODE OF CONDUCT

The Company has formed a Code of Conduct for the Members of the Board of Directors and Senior Management of the Company pursuant to Regulation 17(5) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the all the members of the board of directors and senior management have affirmed compliance with the code of conduct for the financial year 2019-20.

**For Plastiblends India Ltd.**

**S. N. Kabra**  
Vice-Chairman and Managing Director  
(DIN : 00015930)



## MANAGEMENT DISCUSSION AND ANALYSIS

### I. ECONOMIC OVERVIEW

At time of writing of this report the world is in the recovery mode after being hit by the worst health and economic crisis after world war II. All the economic growth estimates made so far have been dampened by the global outbreak of COVID-19 pandemic and many countries had to declare countrywide lockdown leading to almost complete halt of the economic activity. Almost all Industries had suffered temporary shutdown and manufacturing activity resumed slowly. Capacity utilization is returning to its optimum as the various regions are resuming operations.

As per world economic outlook projected by International monetary fund global economy is expected to contract by 3% in the year 2020-2021. World bank projects that the world economy will shrink 5.2% due to coronavirus impact. Economic activity among advanced economies is expected to shrink 7% in 2020-2021 due to severe disruption caused by pandemic. Much of the world is expected to come out of slowdown caused by corona pandemic in the second quarter of FY 2020-2021. Even before the Corona virus impact a slowdown in world economy was anticipated due to tension in US-China trade relations and concerns over Brexit.

As per GDP estimates by National Statistical Organisation (NSO) Indian economy has slowed down from 5.9% growth in January - March, 2019 to 3.1% growth in January -March, 2020. Fitch has also downgraded India's ratings from stable to negative due to COVID impact. In order to counteract these impacts on economy Government has introduced various reform measures for the Industry, which are designed to boost local consumption and industrial output.

### II. INDUSTRY STRUCTURE AND DEVELOPMENTS

Plastics remain to be a material of choice for various applications and once again with the worldwide crisis caused by coronavirus prove to be life saver than a nuisance material. We have seen the use of plastics everywhere in this covid pandemic right from the diagnostic tools to the ventilators. Use of plastics packaging boomed in the pandemic situations due to sanitation requirements and many plastics units were granted permission for operating in the lockdown time as an essential commodity. This proves how indispensable plastics are for the modern lifestyle and are found to be very useful in our day to day life.

Indian plastic Industry has over 35,000 plastic processing units employing more than 4 million people across the country. Almost 80 to 90% of the total manufacturing units are in small & medium scale sector. The Industry is very fragmented and majority of the manufacturers are from unorganized sector and very few are from organized sector. Plastic industry consumes around seventy five percent of the petrochemicals production, which is quite significant.

One of the vital components of plastics industry worldwide is masterbatch, which consists of pigments and additives used for imparting required color and characteristics to the end products. It is a concentrated mixture of pigments and additives encapsulated during a heat process into a carrier resin, which is then cooled and cut into a granular shape. It imparts various properties like Ultraviolet light resistance, Flame retardation, Anti-fouling, Anti-static, Lubrication, Anti-slip, Antimicrobial, Anti-oxidant etc to end products. Use of Masterbatches in production process offers many benefits like cost-effectiveness, easy to use, helps achieve the desired color and ensures a dirt-free production environment. Your Company is leader in manufacturing of Masterbatches and has presence in practically all segment of Masterbatch i.e. White/ Black / Colour / Additive / Polywhite (filler) unlike most of other competitors who are not present in all segments.

Masterbatches find applications in various plastic processing industries, such as Flexible Packaging (FMCG, consumer durable and pharmaceuticals), Agriculture, Irrigation, Piping, Infrastructure, Consumer Durables etc. Global masterbatch market is projected to rise to USD 14 to 15 billion by 2025 and Indian masterbatch market is expected to grow at a CAGR of over 11% through 2025, on account of strong growth in the packaging and automotive sectors, favorable government regulations, rapid industrialization, and commercialization. Furthermore, there is a growing demand for light-weight and fuel-efficient vehicles, which will further fuel the growth of the Indian plastic masterbatch market.

### III. FINANCIAL HIGHLIGHTS WITH RESPECT TO OPERATIONAL PERFORMANCE

The revenue from Operations was ₹ 60,849 Lacs for FY 2019-20 as against ₹ 60,804 Lacs for FY 2018-19, down by 3%. Earnings before Interest, Tax, Depreciation and Amortisation (EBITDA) increased from ₹ 6,149 Lacs in FY 2018-19 to ₹ 7,007 Lacs in FY 2019-20, an increase of 14%. Profit before Tax increased from ₹ 4,161 Lacs in FY 2018-19 to ₹ 5,154 Lacs in FY 2019-20, increase of 24%. Profit after Tax increased from ₹ 3,117 Lacs in FY 2018-19 to ₹ 3,718 in FY 2019-20, an increase of 19%. Other financial details are as given in the Directors' Report.

#### **IV. SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE**

Your Company operates in one segment only - masterbatches.

#### **V. BUSINESS OUTLOOK, OPPORTUNITIES AND THREATS**

As we are already aware there is a huge potential for growth in the masterbatch industry due to rising demand for light weight, durable and environment friendly materials by end user industries like automobile, agriculture etc. With the current pandemic situation faced by the world one other area that has come to the forefront is the medical plastics. We have witnessed multiple uses of the plastics right from the virus protection masks, PPE kits, testing swabs to most critical ventilators. Plastics have proved to be a very convenient and helpful hand, in humanities fight against COVID-19 and has proved to be a helpful companion of humanity in this world crisis.

There is a huge amount of investment to the tune of ₹ 8 Lacs Cr for plastics capacity and government has a huge plan of setting up eight plastic parks throughout the country. Indian plastic consumption remain at 11 kg which is one tenth that of what is consumed by per person in developed countries and there is huge potential for growth.

Indian plastic industry is also expected to benefit due to the growing sentiment against China and many industries are expected to shift their base to India. Government is already working on offering incentives for these industries to setup their manufacturing units in India. The campaign of "Atmanirbhar Bharat" announced by our Hon'ble Prime Minister Shri Narendra Modi ji is also expected to boost investment in plastics Industry. Therefore plastics consumption is expected to witness a significant boon in the coming period once the normalcy returns after the disruption caused by coronavirus.

#### **VI. RISK AND CONCERNS**

Risk management is embedded in your Company's operating framework. Your Company believes that managing risks helps in maximizing returns. The Company's approach to addressing business risks is comprehensive and includes periodic review of such risks and a framework for mitigating controls and reporting mechanism of such risks. The risk management framework is reviewed periodically by the Board and the Audit Committee.

Pursuant to the Companies Act 2013 and the SEBI Regulations, the Board has authorized the Audit Committee to review the risk management systems of the Company from time to time. Apart from the usual risks and concerns that affect any commercial, manufacturing operational, the key business risks and concern areas identified by the Company are as under :

##### **a. Operational Issues**

The Company has long term raw material supply contracts and majority suppliers of the Company are regular in nature.

##### **b. Financial Risks:**

###### **i) Currency value and interest rate fluctuations**

The Company's policy is to actively manage its foreign exchange risk. The Company actively manages the interest rate risk by adopting suitable strategies to minimise the impact of interest rate fluctuations, including maintaining an optimal balance of different loan types and maturities.

###### **ii) Credit Risk**

The Company sell their products by extending credit to customers, with the attendant risk of payment delays and defaults. To mitigate the risk appropriate measures like periodic review and rigorous follow-up are put in place for timely collection of dues from the customer. In last 2 years the debtors balance has reduced significantly. Credit availability and exposure is another area of risk. However all exports and domestic sales of the Company are covered under receivable insurance Policy which further mitigate the risk.

###### **iii) Liquidity Risk**

The Company realizes that its ability to meet its obligations to its suppliers and others is linked to timely and regular collection of receivables and maintaining a healthy credit rating. Review of working capital constituents like inventory of raw materials, finished goods and receivables are done regularly by the respective Divisions and closely monitored by Corporate Finance.

**c. Strategic risks**

Emerging businesses, capital expenditure for capacity expansion etc, are normal strategic risks faced by the Company. However, the Company has well-defined processes and procedures for investments in capacity expansions and is focused on its core activity.

**d. Regulatory risks**

The Company is exposed to risks attached to various statutes, laws and regulations. The Company is mitigating these risks through regular review of legal compliances. The Company has implemented an enterprise-wide compliance management system, capable of effectively tracking and managing regulatory and internal compliance requirements.

**e. Cyber risk**

The failure of Information Technology (IT) systems due to malicious attacks and / or non-compliance with data privacy laws can potentially lead to financial loss, business disruption and / or damage to the Company's reputation. The Company has in place a data protection policy. It maintains a cyber security infrastructure. The Company uses standardised backup tools, services and procedures to ensure that information and data are stored at two or more diverse locations.

**VII. DETAILS OF SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS, ALONG WITH DETAILED EXPLANATIONS THEREFORE**

There was no significant change (i.e. change of 25% or more as compared to the immediately previous financial year) in the key financial ratios.

**VIII. DETAILS OF CHANGES IN RETURN ON NETWORTH AS COMPARED TO THE IMMEDIATELY PREVIOUS FINANCIAL YEAR ALONG WITH A DETAILED EXPLANATION THEREOF :**

There has been increase in return on net worth from 11.81% for FY1819 to 13.10 % for FY1920.

**IX. INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY**

Your Company has a system of internal controls which is commensurate with the size and nature of operations. These controls ensure that all the assets are safeguarded and protected against loss from unauthorised use or disposition and that the transactions are authorised, recorded and reported diligently. There are well established policies and procedures in place across your Company.

Internal Audit Team consists of well experienced members, which constantly review various aspects of control systems and conduct audit under well laid down audit programmes to ensure effectiveness of the controls. The said internal audit team continuously review the control system and undertakes audit of special areas in-depth.

**X. HUMAN RESOURCE**

"People are an organization's most valuable asset and the key to its success.- Dave Bookbinder"

Manpower is given utmost importance in our Organization and in this time of this unprecedented crisis, we are taking utmost care of our manpower ensuring their safety and health on every step of the way. Our employees are a diverse mix of varied skills, knowledge, experience levels working with commitment and drive that makes our Organization what it is.

We are dedicated towards making our employees better at what they are doing so that we can deliver to our customers in way that delights them. Training and development is what we are involved with day in and day out.

Among the trainings conducted are 5S, Interpersonal Skills and Team work, Good Work Habits, Managing Absenteeism. Also an extensive workshop "Together towards Tomorrow" was conducted for the Sales Team. We have also arranged a comprehensive "Talent Assessment and Individual Development Plan" for the High potential employees in the organization.

We regularly organise trainings pertaining to IMS - ISO 9001:2015, ISO 14001:2015 and OHSAS 18001:2007 and 5S. Our efforts are to educate, make our employees aware and continuously update their knowledge base to ensure that IMS is followed in letter and spirit.

We have also started an Internal Capability Development Program, "Gyanoday" which encourages employees to share their knowledge with other employees. This initiative has enabled us to develop internal resources which can be

contacted by the team members in the course of their daily work and get real-time solutions for problems faced.

We also focus on Employee Engagement activities like our Annual Day which brings together all employees and their families for a fun filled day and regular birthday celebrations, annual picnics for locations to keep the "Happiness Quotient" of our employees and their morale high. Reward and Recognition in the form of Gift Cards is another way we celebrate the wins of our employees. No. of people employed on the rolls of the company is 501.

## XI. CAUTIONARY STATEMENT

Estimation and expectation made in the Report may differ from actual performance due to various Economic Conditions, Government Policies and other related factors.

For and on behalf of the Board

Place : Mumbai  
Date : June 29, 2020

**S. V. Kabra**  
Chairman  
(DIN : 00015415)

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## COMPLIANCE CERTIFICATE

(in terms of Regulation 17(8) of SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015

To  
The Board of Directors  
**Plastiblends India Limited**

We the undersigned, certify to the Board that

- (a) We have reviewed the financial statements and the cash flow statement for the year and that to the best of our knowledge and belief -
  - (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - (ii) these statements together present a true and fair view of the company's affairs and are in compliance with the existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have also disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the auditors and the Audit Committee -
  - (i) significant changes in internal control over financial reporting during the year;
  - (ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  - (iii) instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For **PLASTIBLENDS INDIA LTD.**

**S. N. Kabra**  
Vice-Chairman & Managing Director

**Anand R. Mundra**  
Chief Financial Officer

## REPORT ON CORPORATE GOVERNANCE

### 1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Your Company's activities are carried out in accordance with good corporate practices and the Company is constantly striving to better them and adopt best practices that would ensure efficient conduct of the affairs of the Company to achieve its goals and maximize value for all its stakeholders.

### 2. BOARD OF DIRECTORS

#### a. Composition of Board of Directors

The present strength of the Board is Nine (9) Directors. The Board comprises of Two (2) Executive and Seven (7) Non-Executive Directors representing the optimum combination of professionalism, knowledge and business experience. The members of the Board are acknowledged as leading industrialist and professionals in their respective Fields. The Board is headed by Shri Shreevallabh G. Kabra, Non-Executive Chairman.

The Independent Directors bring unbiased, equitable judgment in the Board's deliberations and decisions and constitute half of the total number of Directors.

#### b. Board Meeting

Five (5) Board Meetings were held during the Financial year 2019-20 on 9<sup>th</sup> May, 2019, 26<sup>th</sup> July, 2019, 7<sup>th</sup> November, 2019, 15<sup>th</sup> January, 2020 and 25<sup>th</sup> February, 2020.

Details of Composition, Status, Attendance at the Board Meetings and the last Annual General Meeting and inter-se relationship:

Sr.	Name of the Director	Position / Status	Attendance at		Inter-se relationship as per Companies Act, 2013
			Board Meeting	Last AGM held on 27/07/19	
1.	Shri Shreevallabh. G. Kabra (DIN : 00015415)	Non-Executive Non-Independent	04	Yes	Brother of Shri Satyanarayan G. Kabra
2.	Shri Satyanarayan G. Kabra (DIN : 00015930)	Executive Non-Independent	05	Yes	Brother of Shri Shreevallabh G. Kabra
3.	Shri Varun S. Kabra (DIN : 03376617)	Executive Non-Independent	05	Yes	Son of Shri Satyanarayan G. Kabra and spouse of Smt Jyoti V. Kabra
4.	Smt Jyoti V Kabra (DIN : 07088904)	Non-Executive Non-Independent	04	Yes	Spouse of Shri Varun S. Kabra and daughter in law of Shri Satyanarayan G. Kabra
5.	Shri Pushp Raj Singhvi (DIN : 00255738)	Non-Executive Independent	05	No	None
6.	Shri Bajrang Lal Bagra (DIN : 00090596)	Non-Executive Independent	05	Yes	None
7.	Shri Sudarshan K. Parab (DIN : 02331587)	Non-Executive Independent	05	Yes	None
8.	Shri Rahul R. Rathi (DIN : 00966359)	Non-Executive Independent	05	Yes	None
9.	Smt. Meena S. Agrawal* (DIN : 00023235)	Non-Executive Independent	-	NA	None

\* Appointed w.e.f. 29<sup>th</sup> June 2020

Details of number of other Directorship and other committee position held are as follows :

Sr.	Name of the Director	As on 31 <sup>st</sup> March, 2020			Name of listed entity where Director	Nature of Directorship
		Number of External Directorship held	Number of Membership/ Chairmanship/ Board Committee across all the Company			
			Member	Chairman		
1.	Shri Shreevallabh. G. Kabra	06	02	-	Kabra Extrusiontechnik Ltd	Executive Director
2.	Shri Satyanarayan G. Kabra	02	01	-	Kabra Extrusiontechnik Ltd	Non-Executive Director
3.	Shri Varun S. Kabra	-	-	-	--	--
4.	Smt Jyoti V Kabra	02	-	-	--	--
5.	Shri Pushp Raj Singhvi	04	02	01	Wim Plast Ltd	Independent Director
					Raj Packaging Industries Ltd	Independent Director
6.	Shri Bajrang Lal Bagra	03	02	02	Kabra Extrusiontechnik Ltd	Independent Director
7.	Shri Sudarshan K. Parab	-	01	-	--	--
8.	Shri Rahul R. Rathi	04	01	-	Onward Technologies Ltd	Independent Director
9.	Smt Meena S. Agrawal	02	-	-	--	--

**c. Key Board Qualifications, Expertise and Attributes:**

The Board of Directors comprises of qualified members who bring in the required skills, competence and expertise that allow them to make effective decisions or contributions to the Board, its Committees and the management. The list of core skills / expertise / competency identified by the Board of Directors as required in the context of its business(es) and sector(s) for functioning effectively and those already available with the Board are as follows :

Leadership	Leadership / Directorship experience resulting in effective participation in or spearheading various initiatives taken up by the Company. Ability to envision, develop talent, long-term planning and drive changes.
Board Service, Legal and Governance	Has experience in managing Board Services and Governance resulting in the better understanding of the governance process undertaken by the organization and helps to protect the stakeholders interest at large. Has experience in Legal processes and is adept at interpreting laws / regulations applicable to the Company so as to enhance the Governance and protect its interest.
Business Strategy	Experience in developing business strategies which will result in identifying divestiture and acquisition or alliance opportunities to strengthen the Company's portfolio and capabilities, analyze viability of a project with the business strategy and contribute to growth of the organization (organic and inorganic).
Technology & Innovation	Ability to develop long term plans to sustain and support the business, anticipating future business models / changes in a innovative way. Experience in understanding technology its purposes and its suitability for the Company.

Financial	Experience in supervising the principal financial officer or person having similar nature of function. Having the ability to read and understand financial statements. Management of financial function of the organization resulting in proficiency in Financial management / reporting / processes.
Sales and Marketing	Experience in driving / heading sales and marketing, resulting in better management of sales, increase organization reputation and build brand reputation.
Human Resources	Experience in people management including but not limited to talent management, dispute resolution, inter-personnel relations, liaison with external stakeholders.

**d. Independent Directors confirmation by the Board**

All Independent Directors have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 and Regulation 16(1) (b) of the Listing Regulations. In the opinion of the Board, the Independent Directors, fulfil the conditions of independence specified in Section 149(6) of the Companies Act, 2013 and Regulation 16(1) (b) of the Listing Regulations. A formal letter of appointment to Independent Directors as provided in Companies Act, 2013 has been issued and disclosed on website of the Company viz. www.plastiblends.com

**e. Independent Directors' Meeting**

During the year under review, the Independent Directors met on January 15, 2020, inter alia, to:

- Evaluate performance of Non-Independent Directors and the Board of Directors as a whole;
- Evaluate performance of the Chairman of the Company, taking into account the views of the Executive and Non-Executive Directors;
- Evaluation of the quality, content and timeliness of flow of information between the Management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

All the Independent Directors were present at this Meeting.

**3. AUDIT COMMITTEE**

**a. Committee Composition :**

The Committee comprises of four (4) Directors who are eminent professionals having expertise knowledge in the field of Finance, Accounts, Corporate Law and Business Management.

Name of Members	Status	Qualification	Position in Committee	Meetings Attended
Shri Pushp Raj Singhvi	Non-Executive Independent	B.Com, L.L.B.	Chairman	04
Shri Bajrang Lal Bagra	Non-Executive Independent	M.Com, F.C.A.	Member	04
Shri Sudarshan K. Parab	Non-Executive Independent	B.Com, CAIIB.	Member	04
Shri Satyanarayan G. Kabra	Executive Director	B. E. (Mechanical)	Member	04

**b. Terms of reference :**

The terms of reference of the Audit Committee are in line with the requirements of Section 177 of the Companies Act, 2013 and Regulation 18 of the Listing Regulations. The Audit Committee inter-alia performs the functions of approving Annual Internal Audit Plan, review of financial reporting system, internal controls system, discussion on financial results, interaction with Statutory and Internal Auditors, discussion with Statutory and Internal Auditors, recommendation for the appointment of Statutory, Internal and Cost Auditors and their remuneration, Management Discussions and Analysis, Review of Internal Audit Reports and significant related party transactions.

**c. Meeting and Attendance :**

The Audit Committee met four times during the financial year on 9<sup>th</sup> May, 2019, 26<sup>th</sup> July, 2019, 7<sup>th</sup> November, 2019 and 15<sup>th</sup> January, 2020 and all the members attended the meeting. Quorum of the Committee is two (2) Independent Directors as Members.

The Statutory Auditors, Internal Auditor and Chief Financial Officer are permanent invitees at the meeting. The Company Secretary acts as a Secretary to the Committee.

Minutes of each Audit Committee Meeting are placed before and discussed in the Board Meeting held subsequently.

**4. NOMINATION AND REMUNERATION COMMITTEE (NRC)**

**a. Committee composition**

The Nomination & Remuneration Committee of the Company is in line with the provisions of Regulation 19 of the SEBI (Listing Obligations & Disclosure Requirement) Regulations, 2015 and section 178 of the Companies Act, 2013 having following composition :

Name of Members	Status	Qualification	Position in Committee
Shri Pushp Raj Singhvi	Non-Executive Independent	B.Com, L.L.B.	Chairman
Shri Bajrang Lal Bagra	Non-Executive Independent	M.Com, F.C.A.	Member
Shri Sudarshan K. Parab	Non-Executive Independent	B.Com, CAIIB.	Member

**b. Terms of Reference**

The terms of reference of the NRC is identifying persons to be appointed as Directors and senior management positions, recommend to the Board the appointment and removal of Directors, carryout evaluation of Directors, formulate criteria for determining qualification, positive attributes and independence of Directors, recommend policy relating to remuneration of Directors.

**c. Meeting and attendance**

The Nomination and Remuneration Committee met once on 9<sup>th</sup> May, 2019 and all the Members attended the meeting.

**d. Performance Evaluation**

Guided by the prevailing regulatory environment of the SEBI Listing Regulations, 2015 and the Companies Act, 2013, the framework used to evaluate the performance of Independent and the Executive Directors is based on the expectation that they perform their duties in a manner which creates and continues to build sustainable value for the shareholders and in accordance with the duties and obligations abided on them. The performance evaluation criteria for Independent Directors are determined by the Nomination and Remuneration Committee. An indicative list of factors that may be evaluated include participation and contribution by a Director, commitment, effective deployment of knowledge and expertise, effective management of relationship with stakeholders, integrity and maintenance of confidentiality and independence of judgment. The evaluation also assessed the quality, quantity and timeliness of flow of information between the management and the Board that is necessary for it to effectively and reasonably perform its duties.

**e. Policy on Nomination & Remuneration**

Nomination & Remuneration Policy is designed to create a high-performance culture. It enables the Company to attract, retain and motivate employees to achieve desired results. Company's business model promotes customer centricity and requires employee mobility to address customer needs. The current policy is to have an appropriate mix of Executive and Independent Directors to maintain the independence of the Board. The policy adheres to the prevailing regulatory requirements of the SEBI Listing Regulations, 2015 and the Companies Act, 2013.

The Company pays remuneration by way of Salary, perquisites, allowances to the Executive Directors of the Company, as approved by the shareholders and by the Central Government, when so required.



The non-executive Directors are Independent Directors and they are paid sitting fees for attending the meetings of Board and of the Committees.

There has been no change in the Nomination & Remuneration Policy of the Company. It can be viewed at our website at <http://www.plastiblends.com/Upload/PolicyOtherDoc/PBI-REMUNERATION-POLICY.pdf>

**f. Remuneration of Directors**

Details of remuneration paid to Executive and Non Executive Directors are given under point no VI in the Extract of Annual return in form MGT 9 which is included in this Annual Report.

**5. STAKEHOLDERS RELATIONSHIP COMMITTEE (SRC)**

**a. Committee Composition**

The Stakeholders Relationship Committee of the Company is in line with the provisions of Regulation 20 of the SEBI (Listing Obligations & Disclosure Requirement) Regulations, 2015 and section 178(5) of the Companies Act, 2013, constituted to look into the mechanism of redressal of grievances of shareholders :

Name of Members	Status	Qualification	Position in Committee
Shri Bajrang Lal Bagra	Non-Executive Independent	M.Com, F.C.A.	Chairman
Shri Shreevallabh G. Kabra	Non-Executive Non-Independent	B.A. (Economics)	Member
Shri Satyanarayan G. Kabra	Executive Director	B. E. (Mechanical)	Member

Shri Himanshu Mhatre, being Company Secretary acts as secretary to the Committee.

**b. Terms of Reference**

The Committee periodically reviews the services rendered to the shareholders particularly redressal of complaints of the shareholders like delay in transfer of shares, non-receipt of Annual Report, non-receipt of declared dividends, etc. and also the action taken by the Company on the above matters.

**c. Meetings and Attendance**

There was one meeting of the Stakeholders Relationship Committee held during FY 2019-20 on 9<sup>th</sup> May, 2019. All the members attended the meeting.

**d. Investor correspondence**

Details of Investor's correspondence received and disposed during the Financial Year 2019-20 :

Sr.	Nature of Correspondence	Received	Disposed
1.	Revalidation of Dividend Warrants	25	25
2.	Transmission of Shares	13	13
3.	Loss of Shares / Duplicate Shares	09	09
4.	Unclaimed / Returned Share Certificate	03	03
5.	Unclaimed / Returned Bonus Shares	08	08
6.	ECS / Bank Mandate	13	13
7.	Change of Address	13	13
8.	Request for Physical Annual Report	50	50
9.	Others	22	22
	<b>TOTAL</b>	<b>156</b>	<b>156</b>

## 6. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE (CSR)

### a. Composition of Committee

The Committee's composition and terms of reference are in compliance with the provisions of the Companies Act, 2013 :

Name of Members	Status	Qualification	Position in Committee
Shri Shreevallabh G. Kabra	Non-Executive Non-Independent	B.A. (Economics)	Member
Shri Satyanarayan G. Kabra	Executive Director	B. E. (Mechanical)	Member
Shri Sudarshan K. Parab	Non-Executive Independent	B.Com, CAIIB.	Member

The Company Secretary of the Company acts as the Secretary to the committee.

### b. Terms of Reference

The Committee's prime responsibility is to assist the Board in discharging its social responsibilities by way of formulating and monitoring implementation of the framework of corporate social responsibility policy, recommend amount of expenditure to be incurred on CSR activities, oversee the implementation of CSR projects/programs undertaken by the Company, suggest remedial measures, where required and monitor the CSR Policy from time to time.

### c. Meetings and Attendance

There was one meeting of the Corporate Social Responsibility Committee held during FY 2019-20 on 15<sup>th</sup> January, 2020. All Members were present in the meeting.

## 7. GENERAL BODY MEETINGS

Particulars of last three (3) Annual General Meeting held are as follows :

Financial Year	AGM Date	Venue	Time
2016-17	18-07-2017	Hotel Park View, Andheri (West), Mumbai-58	4:15 p.m.
2017-18	10-08-2018	Hotel Karl Residency, Andheri (West), Mumbai-58	5:00 p.m.
2018-19	27-07-2019	Hotel Karl Residency, Andheri (West), Mumbai-58	3:30 p.m.

Special Resolutions as detailed below were passed during the last three Annual General Meetings:

27-07-2019	i	To approve re-appointment of Shri Pushp Raj Singhvi as Independent Director of the Company for 5 years.
	ii	To approve re-appointment of Shri Sudarshan K. Parab as Independent Director of the Company for 5 years.
	iii	To approve change in the place of keeping register and index of Members.
10-08-2018	i	To appoint Shri Satyanarayan G. Kabra as a Vice-Chairman and Managing Director for a period of 5 (five) years with effect from 01 <sup>st</sup> July, 2018 to 30 <sup>th</sup> June, 2023 and fix his remuneration.
	ii	To appoint Shri Varun S. Kabra as Managing Director for remaining period of his present appointment with effect from 1 <sup>st</sup> August, 2018 to 31 <sup>st</sup> July, 2021 and fix his remuneration.
	iii	Approval for continuation of Directorship of Shri. Shreevallabh G. Kabra, who had attained age more than 75 year.
	iv	Approval for continuation of Directorship of Shri. Pushp Raj Singhvi, who was to attain age of 75 year in January 2019.
18-07-2017		None

All special resolutions as set out in the notice of Annual General Meeting were passed by the shareholders at respective meeting with requisite majority. No resolution was passed through postal ballot last year nor is any resolution proposed to be passed through postal ballot in the ensuing Annual General Meeting.

## 8. MEANS OF COMMUNICATION

**Financial Results :** Quarterly, Half Yearly and Annual Financial Results of the Company are submitted to the Stock Exchange immediately after they have been approved by the Board. Quarterly and Annual Results are published in leading English & Marathi newspapers i.e. Business Standard (English) and Sakal (Marathi).

**Company's Website :** The Company's website [www.plastiblends.com](http://www.plastiblends.com) contains a separate dedicated section "Investors" where shareholders information is available. The full Annual Report is also available on the website. Apart from this official news releases, financial results, shareholding pattern etc are also displayed on the Company's website.

**Stock Exchange website :** The financial results, shareholding pattern and quarterly report on Corporate Governance are filed electronically through NSE Electronic Application Processing System (NEAPS) portal i.e. [www.connect2nse.com/listing](http://www.connect2nse.com/listing) and BSE portal i.e. <http://listing.bseindia.com>.

**Post / E-mail / Courier :** Shareholder notices, letters, Annual Report containing, inter alia, Directors' Report, Auditors' Report, Audited Annual Accounts and other important information is circulated to Members of the Company through Post/E-mail/Courier etc.

## 9. GENERAL SHAREHOLDERS INFORMATION

- |   |   |   |  |
|---|---|---|--|
| 1 | Annual General Meeting<br>Day, Date & Time                | : | Wednesday, the 30 <sup>th</sup> day of September, 2020 at 3.30 p.m.  |
|   | Venue   | : | Registered Office of Company through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM").  |
| 2 | Financial year  | : | April to March   |
| 3 | Dividend payment date                                     | : | Not Applicable   |
| 4 | Listing on Stock Exchanges and its address                | : | BSE Ltd. (BSE)<br>Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001<br><br>National Stock Exchange of India Ltd. (NSE)<br>Exchange Plaza, Plot No. C/1, G Block,<br>Bandra-Kurla Complex, Bandra (East), Mumbai - 400 051<br><br>Annual Listing Fees for the Financial Year 2020-21 have been paid to the above Stock Exchanges. |
| 5 | Stock Code / Symbol on NSE / BSE respectively             | : | PLASTIBLEN/523648  |
| 6 | Demat International Security Identification Number (ISIN) | : | INE083C01022   |
| 7 | Corporate Identity Number                                 | : | L25200MH1991PLC059943  |
| 8 | Designated e-mail id for investors                        | : | <a href="mailto:pbi_sd@kolsitegroup.com">pbi_sd@kolsitegroup.com</a> ,   |
| 9 | Address for correspondence<br>Company address             | : | Secretarial Department, Plastiblends India Limited, Fortune Terraces, A-Wing, 10 <sup>th</sup> Floor, Opp. Citi Mall, New Link Road, Andheri (West), Mumbai - 400 053.   |

Company's Share Transfer Agent address : Sharex Dynamic (India) Pvt. Ltd.  
C-101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai - 400 083  
Tel. : 022-28515606, 28515644 Fax : 022-28512885  
E-mail : support@sharexindia.com

#### 10 Plant Locations

Daman : Daman Industrial Estate, Kadaiya Village, Daman - 396 210.  
Palsana : Block No. 18-A, 15, Makhinga, Palsana, Surat, Gujarat - 394 315  
Roorkee : Khasara No. 216, Village Raipur, Pargana : Bhagwanpur,  
Tehsil : Roorkee, Distt. Haridwar, Uttarakhand - 247 667

#### 11 Share Transfer System

: Transfer of shares in physical form was processed by the Company's Registrars & Transfer Agents (RTA) within statutory time limit from the date of receipt. In view of the amendments to Regulation 40 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, w.e.f. April 1, 2019 requests for effecting transfer of shares shall not be processed unless the securities are held in the dematerialized form with a depository.

Stock Market Data : Monthly High/Low price of the Equity Shares of the Company during the Financial Year 2019-20 with the volume traded on BSE & NSE.

Month	BSE Ltd			National Stock Exchange of India Ltd		
	High (₹)	Low (₹)	Volume	High (₹)	Low (₹)	Volume
Apr-2019	200.00	187.05	18865	202.40	184.05	76964
May-2019	198.95	170.10	13902	205.00	170.30	89160
Jun-2019	205.00	176.00	20833	204.95	177.10	64405
Jul-2019	197.40	160.25	13097	199.00	160.30	73169
Aug-2019	190.00	164.00	6750	191.00	161.10	59492
Sep-2019	204.70	167.25	20512	203.70	166.10	1816558
Oct-2019	188.70	169.00	12046	188.00	168.15	39971
Nov-2019	181.00	168.15	11436	185.00	168.05	70265
Dec-2019	186.00	166.80	6719	195.00	169.20	69449
Jan-2020	242.80	174.05	72073	240.00	173.35	585909
Feb-2020	215.00	184.20	27799	215.00	182.00	139739
Mar-2020	198.95	96.05	20049	192.15	98.00	175721

Performance of Share price of your Company in comparison to BSE Sensex for the Financial Year is presented on inside front cover page.

**Distribution of Shareholding as on 31<sup>st</sup> March, 2020**

Number of Equity Shares	Number of Shareholders	% of Shareholders	Number of Shares	% of Shares
Upto-100	3784	38.62	166003	0.64
101-200	1258	12.84	223516	0.86
201-500	2923	29.84	1123451	4.32
501-1000	843	8.61	670438	2.58
1001-5000	793	8.09	1720264	6.62
5001-10000	91	0.93	657529	2.53
10001-100000	91	0.93	2558482	9.84
100001 & Above	14	0.14	18869517	72.61
<b>TOTAL</b>	<b>9797</b>	<b>100.00</b>	<b>25989200</b>	<b>100.00</b>

**Category of Shareholders as on 31<sup>st</sup> March, 2020**

Sr.	Category	No. of Shares	% of Shareholding	No. of Shareholders	% of Shareholders
1.	Promoters	165,41,881	63.65	10	0.10
2.	Banks & Mutual Funds	5,30,382	2.04	2	0.02
3.	Private Corporate Bodies	3,32,594	1.28	98	1.00
4.	NRIs & FFI	10,14,631	3.90	169	1.73
5.	Indian Public & Others	75,69,712	29.13	9518	97.15
	<b>TOTAL</b>	<b>259,89,200</b>	<b>100.00</b>	<b>9,797</b>	<b>100.00</b>

**Reconciliation of Share Capital Audit Report :**

A qualified practicing Company Secretary conducts the Share Capital Reconciliation Audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. The Share Capital Reconciliation Audit Report confirms that the total issued/paid-up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL. The said report is submitted to the BSE Limited and National Stock Exchange of India Limited and is also placed before the Board of Directors on a quarterly basis.

Mode of Holding	No. of Shareholders	% of Shareholders	Number of Shares	% of Shares
Physical	1,026	10.47	12,10,232	4.66
Electronic	8,771	89.53	247,78,968	95.34
<b>TOTAL</b>	<b>9,797</b>	<b>100.00</b>	<b>259,89,200</b>	<b>100.00</b>

**10. OTHER DISCLOSURES**

- a. **CEO / CFO Certification :** The Managing Director (MD) and Chief Financial Officer (CFO) have issued certificate pursuant to the provisions of Regulation 17(8) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 certifying that the financial statements do not contain any materially untrue statement and these statements represent a true and fair view of the Company's affairs. The said certificate is annexed to this Report.

- b. Compliance with Corporate Governance Requirements:** The Company is fully compliant with the Corporate Governance requirements as specified by Regulation 17 to 27 and clauses (b) to (i) of Sub-Regulation (2) of Regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- c. Disclosures regarding Materially Significant Related Party Transactions:** All transactions with related parties were in the ordinary course of business and at arm's length. The Company has not entered into any transaction of a material nature with any of the related parties. Particulars of the Related Party Transactions have been disclosed in Note No. 37 of the accounts.
- d. Credit Ratings:** During the year, credit rating agency CRISIL has reaffirmed CRISIL A + / Stable (Long Term Rating ) and CRISIL A1 (Short Term Rating) ratings to the Bank loan facilities availed by the Company.
- e. Familiarisation Programme for Independent Directors :** The Company has a detailed familiarization programme for Independent Directors the details of which are available on weblink <http://www.plastiblends.com/Upload/PolicyOtherDoc/PLASTIBLENDS-FAMILIARISATION%20PROGRAMME.pdf>
- f. Policy on Material Subsidiary:** The Company has formulated a policy on determination of Material subsidiary and the same is available on weblink [http://www.plastiblends.com / Upload/PolicyOtherDoc / PBI-POLICY-ON-DETERMINING-MATERIAL-SUBSIDIARIES.pdf](http://www.plastiblends.com/Upload/PolicyOtherDoc/PBI-POLICY-ON-DETERMINING-MATERIAL-SUBSIDIARIES.pdf)
- g. Disclosure regarding certain Non-Compliances related to Capital Markets:** There are no penalties or strictures imposed on the Company by the Stock Exchanges or SEBI or any statutory authorities. There were no instances of non-compliance of any matter related to the capital market during the last three (3) years.
- h. Whistle Blower Policy:** The Board of Directors have framed Whistle Blower Policy for the Directors and employees. The policy has been disclosed on the website of the Company.
- i. Compliance of mandatory and non-mandatory requirements :** Certificate from the auditors of the Company confirming compliance with the mandatory requirements under Schedule V(E) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed to this report.
- j. A certificate from a Company Secretary in practice that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Board/Ministry of Corporate Affairs or any such statutory authority :** The Certificate of Company Secretary in practice is annexed herewith as a part of the report.
- k. Details of shares held by Non-Executive Directors :** Details of shares held by Non-Executive Directors are given in Extract of Annual return in form MGT-9.
- l. Accounting treatment in preparation of Financial Statements:** The Financial Statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 and other relevant provisions of the Act.
- m. Confirmation by the Board of Directors regarding acceptance of recommendation of all Committees :** In terms of the amendments made to the Listing Regulations, the Board of Directors confirm that during the year, it has accepted all recommendations received from all its Committees.
- n. Fees paid to Statutory Auditor :** Details of fees paid by the Company for all services to M/s. Kirtane & Pandit LLP, Statutory Auditors are disclosed in note no. 41 to the financial statements.
- o. Details of use of Public Funds obtained in last three years:** No funds have been raised from public in last three years.
- p. Dematerialization of Shares:** 95.34 % of the equity shares of the Company have been dematerialized (NSDL 83.68% and CDSL 11.67 %) as on March 31, 2020. The Company has entered into agreements with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) whereby shareholders have an option to dematerialise their shares with either of the Depositories.

- q. Outstanding GDRs/ADRs/Warrants or any Convertible :** There are no outstanding instruments and hence Instruments, its date of conversion and likely impact on there will be no dilution of the equity.
- r. Commodity price risk or foreign exchange risk and hedging activities:** The Company purchases a variety of commodities related to raw materials and finished products and the associated commodity price risks is managed through commercial negotiation with customers and suppliers. The Company does not have any exposure hedged through Commodity derivatives.
- s. Foreign exchange risk and hedging activities:** During the year, the Company has managed foreign exchange risk and hedged to the extent considered necessary. Net open exposures are reviewed regularly and covered through forward contracts. The details of foreign currency exposure are disclosed in Note No. 45 to the financial statements.
- t. Prevention, Prohibition And Redressal Of Sexual Harassment At Workplace :** The details of number of complaints filed and disposed of during the year and pending as on March 31, 2020 is given in the Directors' report.
- u. Unclaimed Suspense Account :** There were no shares in the demat suspense account or unclaimed suspense account during the Financial Year 2019-20.
- v. Transfer of Shares to Investor Education and Protection Fund (IEPF):** During the year under review, the Company has transferred requisite applicable Equity shares belonging to those shareholders holding shares both in dematerialized form as well as physical form, who had not encashed their Dividend for a period of consecutive 7 years or more beginning from the Financial Year 2011-12 so as to comply with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 and the amendments thereto.

#### Expertise / Skill / Competence of Directors

Sr. No.	Name of the Director	Skills / expertise / competence
1.	Shri Shreevallabh. G. Kabra	Knowledge on Company's businesses, plastic industry prospects, policies and culture (incl. Mission, Vision & Values) major risks / threats and potential opportunities, Business Strategy, Sales & Marketing, Leadership, Technology and Innovation
2.	Shri Satyanarayan G. Kabra	
3.	Shri Varun S. Kabra	
4.	Smt Jyoti V Kabra	
5.	Shri Pushp Raj Singhvi	Knowledge on plastic industry Business Strategy, Sales & Marketing, Leadership, Financial Management
6.	Shri Bajrang Lal Bagra	Corporate Governance, Legal and Board Services, Decision Making, behavioral skills- attributes & competencies to use their knowledge and skills
7.	Shri Sudarshan K. Parab	Financial and Management Skills, Board Services
8.	Shri Rahul R. Rathi	Forex Management, Strategic Investment and Financial Operational Skills
9.	Smt Meena S. Agrawal	Business Governance and Social Welfare

For and on behalf of the Board

Place : Mumbai  
Date : June 29, 2020

**S. V. Kabra**  
Chairman  
DIN : 00015415

## BUSINESS RESPONSIBILITY REPORT

### Section A: General Information about the Company

1	CIN	L25200MH1991PLC059943
2	Name of the Company	Plastiblends India Limited
3	Registered Address	Fortune Terraces, A-Wing, 10 <sup>th</sup> Floor, Opp. Citi Mall, New Link Road, Andheri (West), Mumbai - 400 053.
4	Website	www.plastiblends.com
5	Email	pbi@kolsitegroup.com
6	Financial year of Report	2019-20
7	Sectors that the Company is engaged (Industry Activity Code wise)	Chemical NIC Code 20131 - Manufacture of Plastic in Primary forms
8	Key Product and services	Masterbatches
9	Locations where business activities are undertaken by the Company	The Company has plants situated at Daman, Roorkee, Uttarakhand and Palsana Gujarat The R&D Facility is situated at Daman, Daman and Diu.
10	Markets served by the Company	The Company's products are sold in domestic as well as in International markets

### Section B : Financial Details of the Company

1. Paid-up Capital : ₹ 1,299.46 Lacs
2. Total Turnover : ₹ 60,840.37 Lacs
3. Total Profit after Taxes : ₹ 3,717.54 Lacs
4. Total Spending on Corporate Social Responsibility (CSR) as percentage of profit after tax (%): 4.88%
5. List of activities in which expenditure in 4 above has been incurred :
  - (a) PM CARES FUND for national disaster relief caused by COVID-19 pandemic
  - (b) Education
  - (c) Socio Economic Development of Tribal's
  - (d) Animal Welfare
  - (e) Rural Development Projects

### Section C : Other Details

1. Does the Company have any Subsidiary Company/Companies?  
No.
2. Do the Subsidiary Company/Companies participate in the BR initiatives of the parent Company? If yes, then indicate the number of such subsidiary Company(s):  
No.
3. Do any other entity/entities (e.g. suppliers, distributors etc.) that the Company does business with participate on the BR initiatives of the Company? If yes, then indicate the percentage of such entity/entities? [Less than 30%, 30%-60%, More than 60%]:  
No.



## Section D : Business Responsibility Information

### Details of Director/Directors responsible for BR

(a) Details of the Director/Directors responsible for implementation of the BR policy/policies

1. DIN Number : 00015930
2. Name : Shri Satyanarayan G. Kabra
3. Designation : Vice-Chairman & Managing Director

(b) Details of the BR head

#### No. Particulars Details

1. DIN Number : 00015930
2. Name : Shri Satyanarayan G. Kabra
3. Designation : Vice-Chairman & Managing Director
4. Telephone number : +91 022-67205200
5. E-mail id : pbi\_sd@kolsitegroup.com

### Business Responsibility Policies

At Plastiblends India Ltd, Business Responsibility is guided by India's 'National Voluntary Guidelines on Social, Environmental and Economic Responsibilities of Business' which articulate nine principles as below :

Principle 1 (P1)	Businesses should conduct and govern themselves with Ethics, Transparency and Accountability.
Principle 2 (P2)	Businesses should provide goods and services that are safe and contribute to sustainability throughout their life cycle.
Principle 3 (P3)	Businesses should promote the well-being of all employees.
Principle 4 (P4)	Businesses should respect the interests of and be responsive towards all stakeholders, especially those who are disadvantaged, vulnerable and marginalized.
Principle 5 (P5)	Businesses should respect and promote human rights.
Principle 6 (P6)	Businesses should respect, protect, and make efforts to restore the environment
Principle 7 (P7)	Businesses, when engaged in influencing public and regulatory policy, should do so in a responsible manner.
Principle 8 (P8)	Businesses should support inclusive growth and equitable development.
Principle 9 (P9)	Businesses should engage with and provide value to their customers and consume.

## 2. Principle-wise (as per NVGs<sup>^</sup>) BR policy/policies

(a) Details of compliance (Reply in Y/N)

Sr. No.	Questions	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
i	Do you have a policy/policies for each of the principles	Y	Y	Y	Y	Y	Y	Y	Y	Y
ii	Has the policy being formulated in Consultation with the relevant stakeholders?	The Company has formulated the policies and adopted best practices in its own. However, policies have been formulated keeping in view the interest of the Stakeholders.								
iii	Does the policy conform to any National / International Standards? If yes, specify? (50 words)	Y	Y	Y	Y	Y	Y	Y	Y	Y
		The policies are based on the National Voluntary Guidelines on Social, Environment and Economic responsibilities of business issued by the Ministry of Corporate Affairs, Government of India.								
iv	Has the policy being approved by the Board? Is yes, has it been signed by MD / owner/ CEO / appropriate Board Director?	Since all the policies are not required to be approved by the Board, the approval of the Board has been obtained, where it is mandatory.								

Sr. No.	Questions	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
v	Does the Company have a specified committee of the Board/ Director/ Official to oversee the implementation of the policy?	Y	Y	Y	Y	Y	Y	Y	Y	Y
vi	Indicate the link for the policy to be viewed online?	http://www.plastiblends.com (i. Code of Conduct and ii. Whistle Blower Policy etc.)								
vii	Has the policy been formally communicated to all relevant internal and external stakeholders?	The policies have been communicated to key internal stakeholders. External stakeholders are communicated to the extent applicable								
viii	Does the Company have in-house structure to implement the policy/ policies.	Y	Y	Y	Y	Y	Y	Y	Y	Y
ix	Does the Company have a grievance redressal mechanism related to the policy/ policies to address stakeholders' grievances related to the policy/ policies?	Y	Y	Y	Y	Y	Y	Y	Y	Y
x	Has the Company carried out independent audit/ evaluation of the working of this policy by an internal or external agency?	N	N	N	N	N	N	N	N	N
xi	National Voluntary Guidelines on Social, Environmental and Economic Responsibilities of Business issued by the Ministry of Corporate Affairs in July 2011.	Y	Y	Y	Y	Y	Y	Y	Y	Y

(b) If answer to the question at serial number 1 against any principle, is 'No', please explain why: (Tick up to 2 options):  
Not Applicable

### 3. Governance related to BR

(a) Indicate the frequency with which the Board of Directors, Committee of the Board or CEO to assess the BR performance of the Company. Within 3 months, 3-6 months, Annually, More than 1 year : Annually

(b) Does the Company publish a BR or a Sustainability Report? What is the hyperlink for viewing this report? How frequently it is published?

This report is the Company's first Business Responsibility Report.

## Section E : Principle-wise performance

### Principle 1 : Ethics, Transparency and Accountability

1 Does the policy relating to ethics, bribery and corruption cover only the Company? Yes/No. Does it extend to the Group/Joint Ventures / Suppliers / Contractors / NGOs / Others?

The Company does not have a separate policy relating to ethics, bribery and corruption. However, the policy is embedded in the Company's Codes of Conduct for Directors and Senior Management, Whistle Blower Policy, HR policies and various HR practices.

2. How many stakeholder complaints have been received in the past Financial Year and what percentage was satisfactorily resolved by the management? If so, provide details thereof, in about 50 words or so.:

During the Financial Year 2019-20, the Company has not received any complaints related to ethics, bribery and corruption. Company received 156 queries/complaints from the shareholders of the Company, mainly on account of non-receipt of annual report, non-receipt of dividend, non-receipt of share certificates, etc. during the Financial Year 2019-20, which were resolved during the year. No complaint was pending from previous Financial Year.

### Principle 2 : Product Sustainability

1. List up to 3 of your products or services whose design has incorporated social or environmental concerns, risks and/or opportunities.

We strive to innovate and incorporate social and/or environmental concerns in all our products.

- For each such product, provide the following details in respect of resource use (energy, water, raw material etc.) per unit of production (optional) :

The Company has constantly putting the efforts towards improving resource efficiency, conservation of energy (electrical & thermal) and water and upkeep of equipment conditions. We are closely monitoring and working on improving/ reducing our raw materials, energy consumption, water consumption, resource efficiency and utilization of waste as fuel and which is reflecting on our footprint.

- Does the Company have procedures in place for sustainable sourcing (including transportation)? If yes, what percentage of your inputs was sourced sustainably?

The Company has long standing business relations with regular vendors. The Company continues to receive sustained support from its vendors.

- Has the Company taken any steps to procure goods and services from local and small producers, including communities surrounding their place of work? If yes, what steps have been taken to improve their capacity and capability of local and small vendors?

The Company procures goods and avail services from local and small vendors, particularly those located around its manufacturing locations and from within the State. The Company provides technical support and guidance to vendors in developing products wherever possible.

- Does the Company have a mechanism to recycle products and waste? If yes what is the percentage of recycling of products and waste (separately as <5%, 5-10%, >10%).

Yes. The Company has mechanism for recycling of product as well as waste.

### Principle 3 : Employees' Well-Being

- Please indicate the Total number of employees : 501
- Please indicate the Total number of employees hired on temporary/contractual/casual basis : 390
- Please indicate the Number of permanent women employees : 18
- Please indicate the Number of permanent employees with disabilities : Nil
- Do you have an employee association that is recognized by management : No
- What percentage of your permanent employees is Members of this recognized employee association? Not Applicable
- Please indicate the Number of complaints related to child labour, forced labour, involuntary labour, sexual harassment in the last Financial Year and pending, as on the end of the Financial Year.

Sr. No.	Category	No of complaints filed during the Financial Year	No of complaints pending as on end of the Financial Year
1	Child labour/ forced labour/ involuntary labour	Nil	Nil
2	Sexual harassment	Nil	Nil
3	Discriminatory employment	Nil	Nil

- What percentage of your under mentioned employees were given safety & skill up-gradation training in the last year?
  - Permanent Employees : 100 %
  - Permanent Women Employees : 100 %
  - Casual/Temporary/Contractual Employees : 100 %
  - Employees with disabilities : 100 %

### Principle 4 : Stakeholders Engagement

- Has the Company mapped its internal and external stakeholders?
 

Yes.
- Out of above, has the Company identified the disadvantaged, vulnerable and marginalized stakeholders?
 

Not Applicable

3. Are there any special initiatives taken by the Company to engage with the disadvantaged, vulnerable and marginalized stakeholders.

Not Applicable

#### **Principle 5 : Human Rights**

1. Does the policy of the Company on human rights cover only the Company or extend to the Group/Joint Ventures/Suppliers/Contractors/NGOs/Others?

The Company respects and promotes human rights of all relevant stakeholders and groups within and beyond the workplace, including those of the communities and consumers. The Company is committed to ensuring that people are treated with dignity and respect.

2. How many stakeholder complaints have been received in the past Financial Year and what percent was satisfactorily resolved by the management?

There were no complaints received regarding breach of human rights during the reporting period.

#### **Principle 6 : Environment**

1. Does the policy related to Principle 6 cover only the Company or extends to the Group/Joint Ventures/Suppliers/Contractors/NGOs/others.

The Company's policy on environment covers the entire Company.

2. Does the Company have strategies/ initiatives to address global environmental issues such as climate change, global warming, etc.? Y/N. If yes, please give hyperlink for webpage etc.

Yes, the Company is committed to address environmental issues through energy conservation and efficient natural resource utilisation.

3. Does the Company identify and assess potential environmental risks?

Yes, the Company has mechanism to identify and assess potential risks in its units and surrounding areas.

4. Does the Company have any project related to Clean Development Mechanism? If so, provide details thereof, in about 50 words or so. Also, if yes, whether any environmental compliance report is filed?

No

5. Has the Company undertaken any other initiatives on - clean technology, energy efficiency, renewable energy, etc. Y/N. If yes, please give hyperlink for webpage etc.

The Company has taken various initiatives on conservation of energy and technology absorption as mentioned in Annexure to the Board's Report. Solar Power is one of the areas where the Company has invested for clean energy. <http://www.plastiblends.com>

6. Are the Emissions/Waste generated by the Company within the permissible limits given by CPCB/SPCB for the Financial Year being reported?

Yes.

7. Number of show cause/ legal notices received from CPCB/SPCB which are pending (i.e. not resolved to satisfaction) as on end of Financial Year.

Nil.

#### **Principle 7 : Advocacy**

1. Is your Company a Member of any trade and chamber of association? If Yes, Name only those major ones that your business deals with:

The Company is a member of various trade bodies and chamber of associations inter-alia :

- (a) Federation of Indian Export Organisation
- (b) Indian Chamber of Commerce
- (d) PLEXCONCIL

2. Have you advocated/lobbied through above associations for the advancement or improvement of public good? Yes/No; if yes specify the broad areas (drop box : Governance and Administration, Economic Reforms, Inclusive Development Policies, Energy security, Water, Food Security, Sustainable Business Principles, Others)

Yes. The Company has advocated on various areas concerning economic reforms, best practices, new standards or regulatory development pertaining to plastic industry through the associations, from time to time.

#### Principle 8 : Community Development

1. Does the Company have specified programmes/initiatives/projects in pursuit of the policy related to Principle 8? If yes details thereof.

Company has been proactively carrying out various community development activities since many years. Company has promoted various Non - Profit Organisations focusing on three major areas - Education, Healthcare and Rural Development. The details are mentioned in Annexure to the Board's Report.

2. Are the programmes/projects undertaken through in-house team/own foundation/external NGO/Government structures/ any other organization?

The Company undertakes programmes/projects directly/through various Non - Profit Organisations.

3. Have you done any impact assessment of your initiative?

Yes.

4. What is your Company's direct contribution to community development projects - Amount in INR and the details of the projects undertaken :

The details are mentioned in Annexure to the Board's Report.

5. Have you taken steps to ensure that this community development initiative is successfully adopted by the community? Please explain in 50 words, or so.

The Company conducts impact assessment through feedbacks collected from the beneficiaries of projects undertaken.

#### Principle 9 : Customer Value

1. What percentage of customer complaints/consumer cases are pending as on the end of Financial Year.

Nil.

2. Does the Company display product information on the product label, over and above what is mandated as per local laws? Yes/No/N.A./Remarks (additional information) :

No. The Company follows all legal statutes with respect to product labeling and displaying of product information.

3. Is there any case filed by any stakeholder against the Company regarding unfair trade practices, irresponsible advertising and/or anti-competitive behaviour during the last five years and pending as on end of Financial Year. If so, provide details thereof, in about 50 words or so.

No.

4. Did your Company carry out any consumer survey/ consumer satisfaction trends?

Yes.

For and on behalf of the Board

Place : Mumbai  
Date : June 29, 2020

**S. V. Kabra**  
Chairman  
(DIN : 00015415)

## SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31<sup>st</sup> MARCH, 2020

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,  
The Members,  
**PLASTIBLENDS INDIA LIMITED**  
**CIN: L25200MH1991PLC059943**

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Plastiblends India Limited (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorised representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2020 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31<sup>st</sup> March, 2020 according to the provisions of:

- I. The Companies Act, 2013 (the Act) and the Rules made thereunder;#
  - ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
  - iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
  - iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment. The Company does not have Overseas Direct Investment and External Commercial Borrowings;
  - v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
    - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
    - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
    - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018#;
    - d. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014#;
    - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008#;
    - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client#;
    - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009#; and
    - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018#;
- # The Regulations or Guidelines, as the case may be were not applicable for the period under review.

### **We have also examined compliance with the applicable clauses of:**

- I. Secretarial Standards issued by The Institute of Company Secretaries of India and
- ii. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").

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

### **We further report that -**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under

review were carried out in compliance with the provisions of the Act.

Adequate notices were given to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent adequately in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

During the period under review, decisions were carried through unanimously and no dissenting views were observed, while reviewing the minutes.

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

We further report that during the audit period, the Company has no specific events/actions, having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

**For Bhandari & Associates**  
Company Secretaries

Place : Mumbai  
Date : June 29, 2020

**S. N. Bhandari**  
Partner  
FCS No.: 761; C P No.: 366  
ICSI UDIN : F000761B000392757

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

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### **Annexure 'A'**

To,  
The Members,  
**PLASTIBLENDS INDIA LIMITED**  
**CIN: L25200MH1991PLC059943**

Our Secretarial Audit Report for the Financial Year ended on March 31st March, 2020 of even date is to be read along with this letter.

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

**For Bhandari & Associates**  
Company Secretaries

Place : Mumbai  
Date : June 29, 2020

**S. N. Bhandari**  
Partner  
FCS No.: 761; C P No.: 366  
ICSI UDIN : F000761B000392757

## INDEPENDENT AUDITOR'S REPORT

To  
The Members of  
Plastiblends India Limited

### Report on the audit of the Financial Statements

#### Opinion

We have audited the accompanying financial statements of Plastiblends India Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the 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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. 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 (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter	How our audit addressed the key audit matter
1.	<p><b>Contingent Liability</b></p> <p>The Company has litigations of duties and taxes that are pending with various tax authorities. Whether a liability is recognized or disclosed as a contingent liability in the financial statements is inherently judgmental and dependent on assumptions and assessments. We placed specific focus on the judgements in respect to these demands against the Company. Determining the amount, if any, to be recognized or disclosed in the financial statements, is inherently subjective. Therefore, it is considered to be a key audit matter. (Refer Note 33 to financial statements)</p>	<p>Our procedures included, but were not limited to, the following:</p> <ul style="list-style-type: none"> <li>• Obtained an understanding from the management with respect to process and controls followed by the Company for identification and monitoring of significant developments in relation to the litigations, including completeness thereof.</li> <li>• Obtained the list of litigations from the management and reviewed their assessment of the likelihood of outflow of economic resources being probable, possible or remote in respect of the litigations.</li> <li>• Assessed management's discussions held with their legal consultants and understanding precedents in similar cases;</li> </ul>



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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Corporate Governance and Business Responsibility Report, but does not include the financial statements and our auditor's report thereon.

Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Corporate Governance and Shareholder's Information is expected to be made available to us after the date of this auditor's report, hence our opinion is based on the Financial Statements only.

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 during the course of our audit or otherwise appears to be materially misstated. When we read Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Corporate Governance and Business Responsibility Report, If we conclude that there is material misstatement therein, we are required to communicate the matter to those charged with governance.

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

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

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.

The Board of Directors are 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 skepticism 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, 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.

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

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

1. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 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 A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

2. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

3. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 35 to the financial statements
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
4. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.
5. The Financial Statements of the Company for the year ended March 31, 2019 were audited by another auditor who expressed an unmodified opinion on those statements on May 09, 2019.

For **Kirtane & Pandit LLP**  
Chartered Accountants  
Firm Registration No.105215W/W100057

**Parag Pansare**  
Partner

Place : Pune  
Date : June 29, 2020

Membership No.: 117309  
UDIN : 20117309AAAG09093

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## ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of PLASTIBLENDS INDIA LIMITED of even date)

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

We have audited the internal financial controls over financial reporting of Plastiblends India Limited ("the Company") as of March 31, 2020 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 Board of Directors of the Company 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 respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company 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 internal financial controls system over financial reporting of the Company.

### **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.

### **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, to the best of our information and according to the explanations given to us, 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 March 31, 2020, 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 **Kirtane & Pandit LLP**  
Chartered Accountants  
Firm Registration No.105215W/W100057

**Parag Pansare**  
Partner

Place : Pune  
Date : June 29, 2020

Membership No.: 117309  
UDIN : 20117309AAAG09093

## ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 4 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of PLASTIBLENDS INDIA LIMITED of even date)

- i. In respect of the Company's property, plant and equipment:
- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
  - (b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. As explained to us, physical verification of Property, Plant and Equipment is under process. Accordingly, material discrepancies, if any, during physical verification will be accounted for after physical verification activity is completed.
  - (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, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company.

In respect of immovable properties been taken on lease and disclosed as property, plant and equipment in the financial statements, the lease agreements are in the name of the Company.

- ii. As informed to us, the physical verification of inventory has been conducted by the management at reasonable intervals and the discrepancies noticed during such physical verification were not material. The discrepancies noticed on physical verification of Inventory as compared to the book records have been properly dealt with the Books of Account.
- iii. The Company has not granted any loans, secured or unsecured, to Companies, Firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act. Accordingly, paragraph 3(iii) of the Order is not applicable.
- iv. In our opinion and according to information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect investments made. Further the Company has not granted any loans, given any guarantee or security in connection with a loan to a director or any other person in whom any of the director of the company is interested.
- v. In our opinion and according to the information and explanations given to us, the company has complied with the directives of the Reserve Bank of India and the provision of Sections 73 to 76 of the Companies Act 2013, and the rules framed there under, wherever applicable. As informed to us, no order has been passed against the Company, by the Company Law Board, the National Company Law Tribunal, RBI, or any court or any tribunal.
- vi. The Central Government has specified maintenance of cost records under Sub-Section (1) of Section 148 of the Act and we are of the opinion that prima facie such records are made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- vii. According to the information and explanations given to us, in respect of statutory dues:
- (a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Goods and Services Tax, Customs Duty, Cess and other material statutory dues applicable to it with the appropriate authorities.  
  
There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Goods and Services Tax, Customs Duty, Cess and other material statutory dues in arrears as at March 31, 2020 for a period of more than six months from the date they became payable.
  - (b) Details of dues of Income Tax, Sales Tax, Service Tax, Excise Duty and Value Added Tax which have not been deposited as at March 31, 2020 on account of dispute are given below:

Sr No.	Name of the Statute	Nature of the Dues	Amount (₹ in Lakhs)*	Period(s) to which the amount relates (Various year covering the period)	Forum where such dispute is pending
1	Central Excise Act, 1944	Excise Credit Disallowance	18.87	2013-14	Asst. Commissioner, Roorkee
2	Finance Act 1994	Service Tax Credit Disallowance	145.83	2008-09 to 2014-15	Joint Commissioner, Vapi
3	Finance Act 1994	Service Tax Credit Disallowance	12.82	2012-13 to 2015-16	Additional Commissioner, Vapi
4	Finance Act 1994	Service Tax Credit Disallowance	1,147.15	2004-05 to 2015-16	Commissioner, Vapi
5	Finance Act 1994	Service Tax Credit Disallowance	3.13	2013-14	Deputy Commissioner, Daman
6	Finance Act 1994	Service Tax Credit Disallowance	3.63	2015-16	Superintendent, Daman
7	Finance Act 1994	Service Tax Credit Disallowance	5.14	2010-11 to 2012-13	Tribunal, Ahmedabad
8	Income Tax Act, 1961	Tax Deducted at Source	2.47	2008-09	TDS

- viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to banks, financial institutions. Further the Company did not have any outstanding loans or borrowings from government and there are no dues to debenture holders during the year.
- ix. In our opinion and according to the information and explanations given to us, the term loans taken by the Company have been applied for the purpose for which they were raised. The Company had not raised money by way of further public offer (including debt instruments) during the year.
- x. According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- xi. In our opinion and according to the information and explanations given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- xii. The Company is not a Nidhi Company and hence reporting under paragraph 3 (xii) of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable Indian accounting standards.
- xiv. During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under paragraph 3(xiv) of the Order is not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, paragraph 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.

**For Kirtane & Pandit LLP**  
Chartered Accountants  
Firm Registration No.105215W/W100057

**Parag Pansare**  
Partner

Place : Pune  
Date : June 29, 2020

Membership No.: 117309  
UDIN : 20117309AAAG09093

## Independent Auditors' Certificate on Compliance of conditions of Corporate Governance

To,  
The Members,  
Plastiblends India Limited,

We have examined the compliance of conditions of corporate governance by Plastiblends India Limited ('the Company') for the year ended March 31, 2020 as stipulated in Regulations 17 to 27 and Clauses (b) to (i) of Regulation 46(2) and Para C, D and E of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Listing Regulations').

The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure compliance with the conditions of the Corporate Governance stipulated in the Listing Regulations.

Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

We have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.

We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of the Chartered Accountants of India (the ICAI), the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013, in so far as applicable for the purpose of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes (Revised 2016) issued by the ICAI.

Based on our examination of the relevant records and according to the best of our information and explanations provided to us, we certify that the Company has complied with the conditions of regulations of Corporate Governance as stipulated in the above mentioned Listing Regulations.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

The certificate is issued solely for the purpose of complying with the aforesaid SEBI Listing Regulations and may not be suitable for any other purpose.

**For Kirtane & Pandit LLP**  
Chartered Accountants  
Firm Registration No.105215W/W100057

**Parag Pansare**  
Partner  
Membership No.: 117309  
UDIN : 20117309AAAG09093

Place : Pune  
Date : June 29, 2020

**BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2020**

(₹ in Lacs)

Particulars	Note	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>ASSETS</b>			
<b>Non Current Assets</b>			
Property Plant and Equipment	2	17,796.09	17,325.58
Investment Properties	2(a)	214.92	-
Capital Work in Progress	2	263.34	0.35
Intangible Assets	2	13.34	12.51
<b>Financial Assets</b>			
Investments (Non Current)	3	389.80	751.27
Loans	4	1.50	-
Other Non Current Financial Assets	5	352.75	389.51
<b>Total Non Current Assets</b>		<b>19,031.74</b>	<b>18,479.20</b>
<b>Current Assets</b>			
Inventories	6	9,858.84	8,039.80
<b>Financial Assets</b>			
Trade Receivables	7	10,112.35	13,234.25
Cash and Cash Equivalents	8	50.17	101.21
Bank Balances other than Cash and Cash Equivalents	9	72.59	69.07
Loans	10	37.11	37.79
Other Current Financial Assets	11	31.68	87.34
Other Current Assets	12	1,217.72	870.73
Current Tax Assets (Net)	13	476.78	464.38
<b>Total Current Assets</b>		<b>21,857.24</b>	<b>22,904.58</b>
<b>TOTAL</b>		<b>40,888.99</b>	<b>41,383.79</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Equity Share Capital	14	1,299.46	1,299.46
Other Equity	15	26,790.25	25,570.61
<b>Total Equity</b>		<b>28,089.71</b>	<b>26,870.07</b>
<b>LIABILITIES</b>			
<b>Non-Current Liabilities</b>			
<b>Financial Liabilities</b>			
Borrowings	16	925.00	1,725.00
Other Non Current Financial Liabilities	17	1,785.79	1,917.13
Provisions	18	224.51	132.49
Deferred Tax Liabilities (Net)	19	1,148.69	1,129.69
Other Non-Current Liabilities	20	42.54	46.81
<b>Total Non Current Liabilities</b>		<b>4,126.53</b>	<b>4,951.12</b>
<b>Current Liabilities</b>			
<b>Financial Liabilities</b>			
Borrowings	21	3,111.16	5,253.70
Trade Payable	22	1,979.42	1,569.46
Other Current Financial Liabilities	23	1,083.06	869.07
Other Current Liabilities	24	2,353.27	1,820.72
Provisions	25	145.84	49.65
<b>Total Current Liabilities</b>		<b>8,672.75</b>	<b>9,562.60</b>
<b>TOTAL</b>		<b>40,889.00</b>	<b>41,383.79</b>

Significant Accounting Policies

1

The accompanying Notes referred form an integral part of the Financial Statements.

In terms of our report attached

 For Kirtane & Pandit LLP.  
Chartered Accountants  
Regn No. 105215W / W100057

 Shri Shreevallabh G. Kabra  
(Chairman)

 Smt Jyoti V. Kabra  
(Director)

 Shri Bajrang Lal Bagra  
(Independent Director)  
Shri Himanshu S. Mhatre  
(Company Secretary)

 Shri Satyanarayan G. Kabra  
(Vice-Chairman & Managing Director)

 Shri. Pushp Raj Singhvi  
(Independent Director)

 Shri Rahul R. Rathi  
(Independent Director)

For and on behalf of the Board

 Shri Varun S. Kabra  
(Managing Director)

 Shri Sudarshan K. Parab  
(Independent Director)

 Shri Anand R. Mundra  
(Chief Financial Officer)

Parag Pansare

 Partner  
M.No. 117309  
Place: Mumbai  
Date : June 29, 2020



**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2020**

(₹ in Lacs)

Particulars	Note	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
<b>INCOME</b>			
Revenue from Operations	26	60,587.24	62,685.38
Other Income	27	262.13	118.83
<b>Total Revenue</b>		<b>60,849.37</b>	<b>62,804.22</b>
<b>EXPENSES</b>			
Cost of Raw Material consumed	28	43,489.95	47,671.97
Purchase of Stock In Trade		44.20	141.10
Changes in Inventories of FG & WIP	29	(840.31)	22.53
Employee Benefit Expenses	30	3,072.91	2,684.97
Finance Cost	31	148.22	813.66
Depreciation and Amortisation	2 & 2(a)	1,705.01	1,174.25
Other Expenses	32	8,075.82	6,135.02
<b>Total Expenses</b>		<b>55,695.79</b>	<b>58,643.50</b>
<b>Profit/(Loss) before Tax</b>		<b>5,153.58</b>	<b>4,160.72</b>
<b>Less: Tax Expenses</b>			
Current Tax		1,434.38	1,200.00
Deferred Tax		53.54	(155.99)
Income tax adjustment for earlier years		(51.88)	-
<b>Profit/(Loss) after Tax for the Year</b>		<b>3,717.54</b>	<b>3,116.71</b>
<b>Other Comprehensive Income</b>			
A (i) Items that will not be reclassified to Profit & Loss			
- Remeasurement of defined benefit plan		(137.23)	17.67
- Net loss or gain FVTOCI assets		(358.67)	(272.62)
(ii) Income Tax Relating to Items that will not be reclassified to Profit & Loss		34.54	(6.18)
B (i) Items that will be reclassified to Profit & Loss		-	-
(ii) Income Tax Relating to Items that will be reclassified to Profit & Loss		-	-
<b>Total Other Comprehensive Income for the year</b>		<b>(461.36)</b>	<b>(261.12)</b>
<b>Total Comprehensive Income for the year</b>		<b>3,256.18</b>	<b>2,855.59</b>
<b>Earning Per Equity Share (Face value of ₹ 5 each)</b>	<b>40</b>	<b>14.30</b>	<b>11.99</b>
Basic and Diluted (In ₹)			

Significant Accounting Policies

1

The accompanying Notes referred form an integral part of the Financial Statements.

In terms of our report attached  
For Kirtane & Pandit LLP.  
Chartered Accountants  
Regn No. 105215W / W100057

Shri Shreevallabh G. Kabra  
(Chairman)

Shri Satyanarayan G. Kabra  
(Vice-Chairman & Managing Director)

For and on behalf of the Board  
Shri Varun S. Kabra  
(Managing Director)

Smt Jyoti V. Kabra  
(Director)

Shri. Pushp Raj Singhvi  
(Independent Director)

Shri Sudarshan K. Parab  
(Independent Director)

Parag Pansare  
Partner  
M.No. 117309

Shri Bajrang Lal Bagra  
(Independent Director)

Shri Rahul R. Rathi  
(Independent Director)

Shri Anand R. Mundra  
(Chief Financial Officer)

Place: Mumbai  
Date : June 29, 2020

Shri Himanshu S. Mhatre  
(Company Secretary)

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2020**

(₹ in Lacs)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Net Profit / (Loss) before extraordinary items and tax</b>	<b>5,153.58</b>	<b>4,160.71</b>
Adjustments for:		
Depreciation and amortisation	1,705.01	1,174.25
Interest Income	(14.02)	-
Rent received	(16.37)	-
Provision for doubtful trade and other receivables	135.00	108.03
Amount written off during the year	-	(36.13)
Finance cost	148.22	813.66
Loss /(gain) on sale /surrender of property, plant & equipment (net)	-	3.20
Dividend Income	(12.41)	(18.08)
Remeasurement of defined benefit plan	(137.23)	-
(Gain)/Loss on Fair Valuation of Investments	(3.68)	(22.19)
Others	-	-
	<b>1,804.51</b>	<b>2,022.74</b>
<b>Operating profit / (loss) before working capital changes</b>	<b>6,958.09</b>	<b>6,183.46</b>
Changes in working capital :		
(Increase) / Decrease in inventories	(1,819.03)	1,723.48
(Increase) / Decrease in trade receivables	2,999.07	(1,270.45)
(Increase) / Decrease in current loans	0.69	(4.62)
(Increase) / Decrease in other current financial asset	55.66	18.04
(Increase) / Decrease in other current assets	(346.99)	1,825.58
(Increase) / Decrease in other bank balances	-	(6.28)
(Increase) / Decrease in non-current loans	(1.50)	(3.21)
(Increase) / Decrease in other non-current assets	-	(13.53)
(Increase) / Decrease in other non-current financial assets	36.76	0.10
Increase / (Decrease) in trade payables	409.95	(1,242.81)
Increase / (Decrease) in other current financial liabilities	-	-
Increase / (Decrease) in other current liabilities	532.55	44.70
Increase / (Decrease) in other non-current financial liabilities	(175.33)	166.81
Increase / (Decrease) in short-term provision	96.19	26.38
Increase / (Decrease) in other non current liabilities	(4.27)	51.09
Increase / (Decrease) in long-term provision	92.02	(2.13)
<b>Cash generated from operations</b>	<b>1,875.75</b>	<b>1,313.15</b>
Net income tax (paid) / refunds	(1,395)	(1,602)
<b>Net cash flow from / (used in) operating activities</b>	<b>7,438.93</b>	<b>5,894.34</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Capital expenditure on property plant and equipment	(2,065.67)	(932.38)
Proceed from sale of asset	-	28.99
Interest received	14.02	-
Rent received	16.37	-
Dividend Received	12.41	18.08
Redemption of Investment	-	63.18
<b>Net cash flow from / (used in) investing activities</b>	<b>(2,022.87)</b>	<b>(822.13)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Finance costs (including interest portion of lease liability as per Ind AS 116)	(148.2)	(813.7)
Borrowings / (Repayment) (Net) long term	(800.0)	(800.0)
Borrowings / (Repayment) (Net) short term	(2,142.5)	(2,742.3)
Principal portion of lease liability	(343.3)	-
Dividends including dividend distribution tax	(2,033.0)	(777.0)
<b>Net cash flow from / (used in) financing activities</b>	<b>(5,467.1)</b>	<b>(5,133.0)</b>
<b>Net increase / (decrease) in Cash and cash equivalents</b>	<b>(51.0)</b>	<b>(60.8)</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>101.2</b>	<b>162.0</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>50.2</b>	<b>101.2</b>

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2020

### A. Equity Share Capital

For the year ended March 31, 2020

(₹ in Lacs)

Balance as at April 01, 2019	Changes in Equity Share Capital during the year	Balance as at March 31, 2020
1,299.46	-	1,299.46

For the year ended March 31, 2019

(₹ in Lacs)

Balance as at April 01, 2018	Changes in Equity Share Capital during the year	Balance as at March 31, 2019
1,299.46	-	1,299.46

### B. Other Equity

For the year ended March 31, 2020

(₹ in Lacs)

Particulars	Reserves & Surplus				Total Equity
	Capital Reserve	General Reserve	Retained Earnings	FVOCI Equity Instrument	
Balance as at April 01, 2019	30.23	3,656.22	21,205.81	678.35	25,570.61
Profit for the year (1)	-	-	3,717.54	-	3,717.54
Transfer (to) / from Retained Earnings	-	-	-	-	-
Remeasurement gain/(loss) on Defined Benefit Plan (Net of Tax) (2)	-	-	(102.69)	-	(102.69)
Other Comprehensive Income/(Loss) for the year (3)	-	-	-	(358.67)	(358.67)
Dividends (Including Dividend Distribution Tax)	-	-	(2,036.54)	-	(2,036.54)
Issue of Bonus Shares	-	-	-	-	-
Balance as at March 31, 2020	30.23	3,656.22	22,784.12	319.68	26,790.25

For the year ended March 31, 2019

(₹ in Lacs)

Particulars	Reserves & Surplus				Total Equity
	Capital Reserve	General Reserve	Retained Earnings	FVOCI Equity Instrument	
Balance as at April 01, 2018	30.23	3,406.22	19,110.90	950.97	23,498.31
Profit for the year (1)	-	-	3,116.70	-	3,116.70
Transfer (to) / from Retained Earnings	-	250.00	(250.00)	-	-
Remeasurement gain/(loss) on Defined Benefit Plan (Net of Tax) (2)	-	-	11.50	-	11.50
Other Comprehensive Income/(Loss) for the year (3)	-	-	-	(272.62)	(272.62)
Dividends (Including Dividend Distribution Tax)	-	-	(783.28)	-	(783.28)
Issue of Bonus Shares	-	-	-	-	-
Balance as at March 31, 2019	30.23	3,656.22	21,205.81	678.35	25,570.61

The description of the nature and purpose of each reserve within equity is as follows :

#### a. Capital Reserve:

Comprise of Central Capital Investment Subsidy received for setting up manufacturing plant at Roorkee.

#### b. General Reserve:

The Company has transferred a portion of the net profit of the Company before declaring the dividend to General Reserve pursuant to the earlier provisions of the Companies Act, 1956. Mandatory transfer to General Reserve is not required under the Act.

Significant Accounting Policies

1

The accompanying Notes referred form an integral part of the Financial Statements.

In terms of our report attached

For Kirtane & Pandit LLP.  
Chartered Accountants  
Regn No. 105215W / W100057

Shri Shreevallabh G. Kabra  
(Chairman)

Smt Jyoti V. Kabra  
(Director)

Shri Bajrang Lal Bagra  
(Independent Director)

Shri Himanshu S. Mhatre  
(Company Secretary)

Shri Satyanarayan G. Kabra  
(Vice-Chairman & Managing Director)

Shri. Pushp Raj Singhvi  
(Independent Director)

Shri Rahul R. Rathi  
(Independent Director)

For and on behalf of the Board

Shri Varun S. Kabra  
(Managing Director)

Shri Sudarshan K. Parab  
(Independent Director)

Shri Anand R. Mundra  
(Chief Financial Officer)

Parag Pansare

Partner  
M.No. 117309

Place: Mumbai  
Date : June 29, 2020

## NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS

### Note 1 (A): Company Overview and Significant Accounting Policies

#### Company Overview :

Plastiblends India Limited (hereinafter referred to as "the Company") is a Public Limited Company incorporated under the Companies Act, 1956, having its registered office at Mumbai, India. The Company has manufacturing facilities at Daman (UT), Roorkee (Uttarakhand) and Palsana (Surat-Gujrat). The Company is engaged into manufacturing of Masterbatches.

#### Significant Accounting Policies :

##### a) Statement of Compliance :

These financial statements are prepared in accordance with the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time, the relevant provisions of the Companies Act, 2013 (the Act) and guidelines issued by the Securities and Exchange Board of India (SEBI), as applicable.

The financial statements were authorized for issue by the Board of Directors of the Company at their meeting held on 29<sup>th</sup> June, 2020.

##### b) Basis of preparation of Accounts :

Basis of Preparation :

The financial statements have been prepared on a historical cost basis, except for the following assets and liabilities:

- i. Certain financial assets and liabilities measured at fair value and classified as fair value through other comprehensive income or fair value through profit or loss ; and
- ii. Employee's Defined Benefit Plan as per Actuarial Valuation.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date under current market conditions, regardless of whether that price is directly observable or estimated using another valuation technique. In determining the fair market value of an asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement data.

#### Functional and Presentation Currency :

The financial statements are presented in Indian Rupees, which is the functional currency of the Company and the currency of the primary economic environment in which the Company operates. All amounts have been rounded off to the nearest Lakh except share data, unless otherwise indicated.

#### Classification of Assets and Liabilities into Current/Non-Current :

The Company has ascertained its operating cycle as twelve months for the purpose of Current/ Non-Current classification of its Assets and Liabilities.

For the purpose of Balance Sheet, an asset is classified as current if:

- i. It is expected to be realised, or is intended to be sold or consumed, in the normal operating cycle; or
- ii. It is held primarily for the purpose of trading; or
- iii. It is expected to realise the asset within twelve months after the reporting period; or
- iv. The asset is a cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

Similarly, a liability is classified as current if :

- i. It is expected to be settled in the normal operating cycle; or
- ii. It is held primarily for the purpose of trading; or
- iii. It is due to be settled within twelve months after the reporting period; or
- iv. The Company does not have an unconditional right to defer the settlement of the liability for at least twelve months after the reporting period. Terms of a liability that could result in its settlement by the issue of equity instruments at the option of the counterparty does not affect this classification.

All other liabilities are classified as non-current.

**c) Investment property :**

Investment property is property held either to earn rental income or for capital appreciation or for both, but not for sale in the ordinary course of business, use in the production or supply of goods or services or for administrative purposes. Investment properties are stated at cost less accumulated depreciation and accumulated impairment losses, if any. The cost includes the cost of replacing parts and borrowing costs for long term construction projects if the recognition criteria are met. When significant parts of the property are required to be replaced at intervals, the company depreciates them separately based on their specific useful lives.

Subsequent expenditure is capitalized to the assets carrying amount only when it is certain that the future economic benefits associated with the expenditure will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance and other costs are expensed when incurred.

Investment properties are de-recognized either when they have been disposed off or when they are permanently withdrawn from use and no future economic benefit is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the statement of profit and loss in the period of derecognition

**d) Property, Plant and Equipment (PPE) :**

PPE is stated at cost less accumulated depreciation. The initial cost of PPE comprises of its purchase price, including import duties and non-refundable purchase taxes, and any directly attributable costs of bringing an asset to working condition and location for its intended use, including relevant borrowing costs and any expected costs of decommissioning,

Subsequent expenditure relating to PPE are capitalised only when it is probable that future economic associated with these will flow to the Company and cost of the item can be measured realibly. Repairs and maintenance cost are charged to the Statement of Profit and Loss in the period in which the costs are incurred.

Material items such as spare parts, stand-by equipment and service equipment are classified as PPE when they meet the definition of PPE as specified in Ind AS 16 - Property, Plant and Equipment.

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when the asset is derecognised.

**e) Capital Work in Progress :**

Advances paid towards acquisition of PPE outstanding at each Balance Sheet date is classified as capital advances under other non-current assets and cost of the assets not put to use before such date are disclosed under Capital Work in Progress.

**f) Depreciation :**

Depreciation is calculated on cost of items of property, plant and equipment less their estimated residual values over their estimated useful lives using the straight-line method, and is generally recognized in the Statement of Profit and Loss. Freehold land is not depreciated.

The estimated useful life of items of property , plant and equipment are as follows: (work under process)

Asset Category	Useful Life
Building	30 to 60 Years
Plant and Equipment	05 to 15 Years
Office Equipment	05 Years
Furniture and Fixture	10 Years
Computer & Data Processing Units	03 to 06 Years
Vehicles	08 to 10 Years

Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (up to) the date/month on which asset is ready for use (disposed of).

**g) Reclassification to investment property :**

When the use of a property changes from owner-occupies to investment property, the property is reclassified as investment property at its carrying amount on the date of reclassification.

**h) Intangible Assets and Amortization :**

Intangible assets with finite useful life that are acquired separately are stated at acquisition cost less accumulated amortisation and impairment losses, if any. The Company determines the useful life as the period over which the future economic benefits will flow to the Company after taking into account all relevant facts and circumstances.

The Company has determined useful life of software as 3 years.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the net carrying amount of the asset and are recognised in the statement of profit and loss when the asset is derecognised.

**Research and development costs**

Expenditure pertaining to research is expensed as incurred. Expenditure incurred on development is capitalised if such expenditure leads to creation of an asset, otherwise such expenditure is charged to the Statement of Profit and Loss.

**i) Impairment of Non-Financial Assets :**

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less cost of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units).

**j) Inventories :**

Inventories are valued as follows:

Inventories are valued at Lower of Weighted Average cost or estimated net realisable value & are net of Goods and Service Tax (GST). Cost includes cost of conversion and other costs incurred in bringing the inventories at their present location and condition. Cost of conversion for the purpose of valuation of WIP and finished goods includes fixed and variable production overheads incurred in converting the material into their present condition and location.

Inventory of machinery spares and maintenance materials not being material are expensed in the year of purchase. However, machinery spares that meets the definition of property, plant and equipment are capitalized in the financial statements.

**k) Borrowing Costs :**

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of

borrowings. Borrowing costs directly attributable to the acquisition, construction or development of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the year they occur.

**l) Provisions, Contingent Liabilities and Contingent Assets :**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects current market assessment of time value of money and, where appropriate, the risks specific to the liability. Unwinding of the discount is recognized in the Statement of Profit and Loss as a finance cost. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.

Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

Claims against the Company where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

Contingent assets are not recognized in financial statements since this may result in the recognition of income that may never be realized. However, when the realization of income is virtually certain, then the related asset is not a contingent asset and is recognized.

**m) Revenue Recognition :**

**Revenue from contract with customers**

Revenue is recognized on the basis of approved contracts regarding the transfer of goods or services to a customer for an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

Revenue is measured at the fair value of consideration received or receivable for the goods supplied and services rendered, net of returns, discount to dealers and customers. Revenue excludes amount collected on behalf of third parties viz. Goods and Service Tax (GST). Any amount receivable from the customers are recognized as revenue after the control over the goods are transferred to the customer which is generally on dispatch of goods.

Variable consideration includes discounts provided to the dealers and customers. Accumulated experience is used to estimate and provide for the discounts and revenue is only recognized to the extent that it is highly probable that significant reversal will not occur.

The Company does not expect to have any contracts where the period between the transfer of goods and payment by customer exceeds one year. Hence, the Company does not adjust revenue for the time value of money.

**Dividend Income**

Dividends are recognised in the Statement of Profit and Loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company and the amount of the dividend can be measured reliably.

**Interest Income**

Interest Income is recognized using Effective Interest Method

**n) Lease :**

Accounting policy applicable from April 1, 2019

The Company has applied Ind AS 116 Leases from the accounting periods beginning from April 1, 2019 using the modified retrospective approach. Accordingly, the comparative information for the year ended March 31, 2019 has not been restated and continues to be reported under Ind AS 17 and relevant appendices.

At inception of a contract, the Company assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether :

1. the contract involves the use of an identified asset - this may be specified explicitly or implicitly and should be physically distinct or represent substantially all of the capacity of a physically distinct asset. If the supplier has a substantive substitution right, then the asset is not identified.
2. the Company has the right to obtain substantially all of the economic benefits from use of the asset throughout the period of use; and
3. the Company has the right to direct the use of the asset. The Company has this right when it has the decision-making rights that are most relevant to changing how and for what purpose the asset is used. In rare cases where the decision about how and for what purpose the asset is used is predetermined, the Company has the right to direct the use of the asset if either:
  - a the Company has the right to operate the asset; or
  - b the Company designed the asset in a way that predetermines how and for what purpose it will be used.

This policy is applied to contracts entered into, or modified, on or after April 1, 2019. At inception or on reassessment of a contract that contains a lease component, the Company allocates the consideration in the contract to each lease component on the basis of their relative stand-alone prices.

#### **Company as a lessee**

The Company recognizes a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. Generally, the Company uses its incremental borrowing rate as the discount rate. The lease liability is measured at amortized cost using the effective interest method.

#### **Short-term leases and leases of low-value assets**

The company has elected not to recognize right-of use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. The company recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

Policy applicable before 1 April 2019

For contracts entered into before 1 April 2019, the Company determined whether the arrangement was or contained a lease based on the assessment of whether:

- fulfilment of the arrangement was dependent on the use of a specific asset or assets;
- the arrangement had conveyed a right to use the asset.

#### **Under Ind AS 17**

In the comparative period, as a lessee the Company classified leases that transfer substantially all of the risks and rewards of ownership as finance leases. When this was the case, the leased assets were measured initially at an amount



equal to the lower of their fair value and the present value of the minimum lease payments. Minimum lease payments were the payments over the lease term that the lessee was required to make, excluding any contingent rent. Subsequently, the assets were accounted for in accordance with the accounting policy applicable to that asset. Assets held under other leases were classified as operating leases and were not recognized in the Company's balance sheet. Payments made under operating leases were recognized in profit or loss on a straight-line basis over the term of the lease. Lease incentives received were recognized as an integral part of the total lease expense, over the term of the lease.

**o) Government Grant :**

- Government grants are recognized where there is reasonable assurance that the grant will be received and all attached conditions will be complied with.
- When the grant relates to an expense item, it is recognized in Statement of Profit and Loss on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed.
- When the grant relates to property, plant and equipment, the cost of property, plant and equipment is shown at gross value and grant thereon is recognized as deferred income and are credited to statement of profit and loss on a systematic basis over the useful life of the asset.

**p) Employee Benefit Expense :**

**Defined benefit plan :**

The Company pays gratuity to the employees whoever has completed five years of service with the Company at the time of resignation/superannuation. The gratuity liability amount is contributed to the approved gratuity fund formed exclusively for gratuity payment to the employees.

The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services.

Re-measurement of defined benefit plans in respect of post-employment are charged to the Other Comprehensive Income. Re-measurement recognised in OCI is reflected immediately in retained earnings and will not be reclassified to Statement of Profit and Loss.

The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds.

The defined benefit obligation recognised in the Balance Sheet represents the actual deficit or surplus in the Company's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

**Defined contribution plan :**

Payments to defined contribution plans are recognised as an expense when employees have rendered service entitling them to the contributions.

The eligible employees of the Company are entitled to receive benefits in respect of provident fund, for which both the employees and the Company make monthly contributions at a specified percentage of the covered employees' salary. The contributions as specified under the law are made to the Government Provident Fund monthly.

**Short-term employee benefits :**

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave in the period the related service is rendered. Liabilities recognised in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

**q) Income Taxes :**

The tax expense for the period comprises current and deferred tax. Tax is recognized in Statement of Profit and Loss, except to the extent that it relates to items recognized in the comprehensive income or in equity. In which case, the tax is also recognized in other comprehensive income or equity.

**Current Tax :**

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted at the Balance sheet date.

**Deferred Tax :**

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The carrying amount of Deferred Tax Liabilities and assets are reviewed at the end of each reporting period date and are reduced to the extent that it is no longer probable.

**r) Foreign Currency Transactions :**

Foreign currency transactions are recorded at exchange rate prevailing on the date of the transaction. Foreign currency denominated monetary assets and liabilities are restated into the functional currency using exchange rates prevailing on the Balance sheet date. Gains and losses arising on settlement and restatement of foreign currency denominated monetary assets and liabilities are recognised in the statement of profit and loss, Non- monetary assets and liabilities that are measured in terms of historical cost of foreign currencies are not translated.

**s) Earnings Per Share :**

The basic Earnings Per Share ("EPS") is computed by dividing the net profit / (loss) after tax for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, net profit/(loss) after tax for the year attributable to the equity shareholders and the weighted average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

**t) Financial Instruments :**

Financial Assets & Financial Liabilities are recognized when the Company becomes party to contractual provisions of the relevant instrument.

**Initial Recognition and Measurement :**

All financial assets and liabilities are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition. Transaction costs directly attributable to acquisition or issue of financial assets or financial liabilities at fair value through profit or loss at recognized immediately in the Statement of Profit and Loss.

**Classification and Subsequent Measurement : Financial Assets****Financial assets carried at Amortised Cost :**

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**Financial assets at fair value through Other Comprehensive Income (FVTOCI) :**

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**Financial assets at fair value through profit or loss (FVTPL) :**

A financial asset which is not classified in any of the above categories are measured at FVTPL.

**Investment in Equity Instruments designated to be classified as FVTOCI :**

The Company carries certain equity instruments which are not held for trading. The Company has elected the FVTOCI irrevocable option for these instruments. Movements in fair value of these investments are recognized in other comprehensive income and the gain or loss is not reclassified to statement of profit and loss on disposal of these investments. Dividends from these investments are recognized in statement of profit and loss when the Company's right to receive dividends is established.

**Classification and Subsequent Measurement: Financial Liabilities**

Financial liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

**Impairment of financial assets :**

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

For trade receivables Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The application of simplified approach does not require the Company to track changes in credit risk. The Company calculates the expected credit losses on trade receivables using a provision matrix on the basis of its historical credit loss experience.

For other assets, the Company uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

**Derecognition of Financial Instruments :**

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109.

A financial liability (or a part of a financial liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

**u) Cash and cash equivalent :**

Cash and cash equivalents in the Balance Sheet comprise cash at bank and in hand that are readily convertible into cash which are subject to insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments.

**v) Derivative Financial Instruments :**

The Company enters into derivative financial instruments viz. foreign exchange forward contracts to manage its exposure foreign exchange rate risks. The Company does not hold derivative financial instruments for speculative purposes.

Derivatives are initially recognised at fair value at the date the derivative contracts are entered into and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in profit or loss immediately.

**w) Segment Reporting - Identification of Segments :**

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, whose operating results are regularly reviewed by the company's management to make decisions for which discrete financial information is available.

Based on the management approach as defined in Ind AS 108, the management evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments and geographic segments.

**x) Cash Dividend:**

The company recognizes a liability to make cash distributions to equity holders when the distribution is authorized and approved by the shareholders. A corresponding amount is recognized directly in equity.

**Note 1(B): Use of Estimates and Judgements**

The preparation of the financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. In particular, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are included in the following notes:

**a) Useful Lives of Property, Plant & Equipment :**

The Company uses its technical expertise along with historical and industry trends for determining the economic life of an asset/component of an asset. The useful lives are reviewed by management periodically and revised, if appropriate. In case of a revision, the unamortised depreciable amount is charged over the remaining useful life of the assets.

**b) Defined Benefit Plans and Compensated Absences :**

The cost of the defined benefit plans, compensated absences and the present value of the defined benefit obligation are based on actuarial valuation using the projected unit credit method. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, attrition rate, future salary increases and mortality rates.

Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

**c) Expected Credit Losses on Financial Assets :**

The impairment provisions of financial assets are based on assumptions about risk of default and expected timing of collection. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's past history, customer's creditworthiness, existing market conditions as well as forward looking estimates at the end of each reporting period.

**d) Fair Value measurement of financial instruments :**

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility

**e) Contingent Liability :**

The company has received various orders and notices from tax authorities in respect of direct taxes and indirect taxes. The outcome of these matters may have a material effect on the financial position, results of operations or cash flows. Management regularly analyses current information about these matters and discloses the information of related contingent liability in making the decision regarding the need of creating loss provision, management considers the degree of probability of an unfavorable outcome and the ability to make a sufficiently reliable estimate of the amount of loss. The filing of a suit or formal assertion of a claim against the company or the disclosure of any such suit or assertions, does not automatically indicate that a provision of a loss may be appropriate.

**Note 2 : Property, Plant and Equipment including Intangible Assets**

(₹ in Lacs)

Description of Assets	Gross Block			Depreciation			Net Block As at 31 <sup>st</sup> Mar, 20
	As at 1 <sup>st</sup> April, 19	Additions	Deductions/ Adjustments	As at 31 <sup>st</sup> Mar, 20	For the year	Deductions/ Adjustments	
<b>Property, Plant &amp; Equipment</b>							
Land	3,232.29	770.70	(3.28)	3,999.70	-	-	3,999.70
Building	5,155.58	813.93	(448.82)	5,520.68	174.30	(41.80)	603.97
Right of Use Assets	-	677.61	(191.57)	486.04	348.98	115.24	233.75
Road	-	225.16	-	225.16	15.64	33.53	49.17
Plant & Equipments	9,908.88	136.00	(0.00)	10,044.88	934.51	-	3,083.76
R & D equipments	742.35	1.25	-	743.61	51.08	-	149.24
Furniture & Fixture	660.12	3.42	-	663.53	63.16	-	256.03
Vehicles	206.78	0.56	-	207.34	29.90	-	77.50
Electrical Installation & Fittings	420.66	36.93	-	457.58	41.87	-	177.91
Office Equipments (General)	164.94	10.38	-	175.31	30.15	-	115.93
Office Equipments (Computer)	63.91	12.34	-	76.24	7.99	-	56.74
<b>Total Tangible Assets (A)</b>	<b>20,555.51</b>	<b>2,688.27</b>	<b>(643.68)</b>	<b>22,600.09</b>	<b>1,697.58</b>	<b>106.96</b>	<b>4,804.00</b>
<b>Other Intangible Assets</b>							
Softwares	60.93	4.50	-	65.43	3.68	-	52.09
<b>Total Intangible Assets (B)</b>	<b>60.93</b>	<b>4.50</b>	<b>-</b>	<b>65.43</b>	<b>3.68</b>	<b>-</b>	<b>52.09</b>
<b>Capital work In Progress (C)</b>	<b>0.35</b>	<b>2,052.99</b>	<b>(1,790.00)</b>	<b>263.34</b>	<b>-</b>	<b>-</b>	<b>263.34</b>
<b>Total Assets (A+B+C)</b>	<b>20,616.78</b>	<b>4,745.76</b>	<b>(2,433.68)</b>	<b>22,928.86</b>	<b>1,701.26</b>	<b>106.96</b>	<b>4,856.09</b>

**Note 2(a) : Investment Property**

Changes in the carrying amount of Investment property

Particulars	Land	Building	Total
Gross carrying amount as at 1 <sup>st</sup> April 2019	-	226.95	226.95
Additions	-	-	-
Disposal/retirements/derecognition	-	-	-
Gross carrying amount as at 31 <sup>st</sup> March 2020	-	226.95	226.95
Accumulated depreciation as at 1 <sup>st</sup> April 2019	-	8.27	8.27
Depreciation	-	3.75	3.75
Disposal/retirements/derecognition	-	-	-
Accumulated depreciation as at 31 <sup>st</sup> March 2020	-	12.02	12.02
Carrying amount as at 1 <sup>st</sup> April 2019	-	218.6	218.6
Carrying amount as at 31 <sup>st</sup> March 2020	-	214.92	214.92

**Reconciliation of fair value :**

Particulars	Investment property
Fair value as at 1 <sup>st</sup> April 2018	0.00
Fair value difference	0.00
Fair value as at 31 <sup>st</sup> March 2019	0.00
Fair value difference	0.00
Fair value as at 31 <sup>st</sup> March 2020	0.00

The Company obtains independent valuations for its investment property at least annually. The best evidence of fair value is current prices in an active market for similar properties.

These valuations are based on valuations performed by property valuer, an accredited independent valuer. The valuer is a specialist in valuing these types of properties. All resulting fair value estimates for investment properties are included in Level 3.

Investment property has been depreciated using straight line method.

The rent received from the investment property is ₹ 12.59 lacs (Previous year : ₹ 12.56 lacs).

**Note 3 : Non Current Investments**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020		As at 31 <sup>st</sup> March, 2019	
	Nos.	Amount	Nos.	Amount
<b>Quoted :</b>				
<b>Investment measured at Fair Value through OCI:</b>				
<b>Equity Instruments :</b>				
Face Value of ₹ 5/- each fully paid up :				
Kabra Extrusiontechnik Ltd.	827,372	350.39	827,372	709.06
<b>Unquoted:</b>				
<b>Investment measured at Fair Value through P&amp;L :</b>				
Investment in Units of Urban Infrastructure Opportunity Fund	324.00	39.41	324.00	42.21
<b>Total Non Current Investments</b>		<b>389.80</b>		<b>751.27</b>
<b>Aggregate amount of Quoted Investment</b>		<b>350.39</b>		<b>709.06</b>
<b>Market Value of Quoted Investment</b>		<b>350.39</b>		<b>709.06</b>
<b>Aggregate amount of Unquoted Investment</b>		<b>39.41</b>		<b>42.21</b>
<b>Aggregate Provision for dimunition in value of investments</b>		<b>-</b>		<b>-</b>

**Note 4 : Loans**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Unsecured, Considered Good		
Loan to Employees (Long Term)	1.50	-
<b>Total</b>	<b>1.50</b>	<b>-</b>

**Note 5: Other Non Current Financial Assets**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Security Deposit - Office Premises	89.70	100.78
Security Deposits Others	263.05	288.73
<b>Total</b>	<b>352.75</b>	<b>389.51</b>

**Note 6 : Inventories**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Raw materials	4,275.19	3,890.23
Packing materials	92.69	110.84
Work-in-process	242.96	268.55
Finished goods #	4,189.17	3,323.28
Stores & Spares	512.77	438.17
Stock-in-Trade	6.19	8.74
Stock in Transit	539.86	-
<b>Total</b>	<b>9,858.84</b>	<b>8,039.80</b>

# Finished goods value includes value of provision for the year NIL (March 31, 2019 is 48.00 Lacs)

**Note 7 : Trade Receivables**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Unsecured Considered Good	10,112.35	13,234.25
Trade Receivables which have significant increase in Credit Risk	518.96	396.12
<b>Total Gross Debtors</b>	<b>10,631.31</b>	<b>13,630.37</b>
Less: Allowances for Credit Losses	(518.96)	(396.12)
<b>Total</b>	<b>10,112.35</b>	<b>13,234.25</b>

- (i) Trade receivable are measured at amortised cost  
 (ii) Trade receivables from related parties are disclosed in note 37.

**Note 8 : Cash & Cash Equivalents**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Balances With Banks (Current Accounts)	48.12	100.38
Cash on Hand	2.05	0.83
<b>Total</b>	<b>50.17</b>	<b>101.21</b>

**Note 9 : Bank Balances Other Than Cash & Cash Equivalents**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Unpaid Dividend Account	72.59	69.07
<b>Total</b>	<b>72.59</b>	<b>69.07</b>

**Note 10 : Loans - Current**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Loan to Employees	37.11	37.79
<b>Total</b>	<b>37.11</b>	<b>37.79</b>

- (i) Loans are measured at amortised cost

**Note 11 : Other Current Financial Assets**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Other Receivables	31.68	87.34
<b>Total</b>	<b>31.68</b>	<b>87.34</b>

**Note 12 : Other Current Assets**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Prepaid expenses	119.69	71.09
Balance with Government Authorities	195.30	397.20
Advances to Suppliers Domestic	368.00	340.72
Capital Advances to Suppliers	506.38	4.67
Advances Recoverable In Cash or in kind	11.21	3.99
Other Current Assets	17.14	53.06
<b>Total</b>	<b>1,217.72</b>	<b>870.73</b>

**Note 13 : Current Tax Assets (Net)**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Advance Tax (Net of Provision for tax)	476.78	464.38
<b>Total</b>	<b>476.78</b>	<b>464.38</b>

**Note 14 : Equity Share Capital**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020		As at 31 <sup>st</sup> March, 2019	
	Nos.	Amount	Nos.	Amount
<b>Authorised Share Capital</b>				
Equity Shares of ₹ 5/- each	50,000,000	2,500.00	50,000,000	2,500.00
<b>Total</b>	<b>50,000,000</b>	<b>2,500.00</b>	<b>50,000,000</b>	<b>2,500.00</b>
<b>Issued, Subscribed and Paid Up:</b>				
Equity Shares of ₹ 5/- each fully paid up	25,989,200	1,299.46	25,989,200	1,299.46
<b>Total</b>	<b>25,989,200</b>	<b>1,299.46</b>	<b>25,989,200</b>	<b>1,299.46</b>

**14(a) : List of shareholders holding more than 5% of Paid Up Equity Share Capital**

Particulars	As at 31 <sup>st</sup> March, 2020		As at 31 <sup>st</sup> March, 2019	
	Nos.	% Holding	Nos.	% Holding
1. Kolsite Corporation LLP	3,118,848	12.00%	4,813,848	18.52%
2. Varun Satyanarayan Kabra	5,335,638	20.53%	4,129,807	15.89%
3. Satyanarayan G. Kabra	3,202,356	12.32%	2,770,356	10.66%
4. Saritadevi Satyanarayan Kabra	2,906,392	11.18%	2,643,392	10.17%
5. Kabra Extrusiontechnik Ltd.	1,846,562	7.11%	1,846,562	7.11%



The reconciliation of the number of shares outstanding is set out below:

Particulars	As at	As at
	31 <sup>st</sup> March, 2020	31 <sup>st</sup> March, 2019
	Nos.	Nos.
Equity Shares at the beginning of the year	25,989,200	25,989,200
Add: Shares issued during the year	-	-
<b>Equity Shares at the end of the year</b>	<b>25,989,200</b>	<b>25,989,200</b>

**Terms/Right attached to Equity Shares :**

The Company has only one class of equity shares having a par value of ₹ 5/- per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to approval of the shareholders at the ensuing Annual General Meeting.

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

**Aggregate number of bonus shares issued, share issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date :**

Particulars	As at	As at
	31 <sup>st</sup> March, 2020	31 <sup>st</sup> March, 2019
	Nos.	Nos.
No. of Bonus Equity Shares issued by Capitalizing Reserve	-	-

**Note 15: Other Equity**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020		As at 31 <sup>st</sup> March, 2019	
<b>Capital Reserve</b>				
As per last Balance Sheet	30.23		30.23	
Transfer from Retained Earnings	-		-	
Less: Issue of Bonus Shares	-	30.23	-	30.23
<b>General Reserve</b>				
As per last Balance Sheet	3,656.22		3,406.22	
Transfer from Retained Earnings	-		250.00	
Less: Issue of Bonus Shares	-	3,656.22	-	3,656.22
<b>Retained Earnings</b>				
As per last Balance Sheet	21,205.81		19,110.90	21,205.81
Add: Profit/(Loss) for the year	3,717.54		3,116.70	3,717.54
Add: Remeasurement gain/(loss) on Defined Benefit Plan (Net of Tax)	(102.69)		11.50	
Less:				
Dividend (Includes Dividend Distribution Tax)	2,036.54		783.28	(2,036.54)
Other adjustments	-			-

Particulars	As at 31 <sup>st</sup> March, 2020		As at 31 <sup>st</sup> March, 2019	
Transfer to General Reserve	-	22,784.12	250.00	21,205.81
<b>Other Comprehensive Income (OCI)</b>				
As per last Balance Sheet	678.35		950.97	
Add: Movement in OCI (Net) during the year	(358.67)	319.68	(272.62)	678.35
<b>Total</b>		<b>26,790.25</b>		<b>25,570.61</b>

**Note 16 : Non Current Borrowings**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>Secured</b>		
Term Loans	925.00	1,725.00
(Having rate of interest @ MCLR + 0.2%)		
<b>Total</b>	<b>925.00</b>	<b>1,725.00</b>

- (i) Borrowings are measured at amortised cost  
(ii) First Charge by way of mortgage on immovable fixed Assets (Industrial Land & Building) at Palsana (In Gujarat) and First Charge by way of Hypothecation of movable fixed assets at Palsana (In Gujarat). There is no default, continuing or otherwise as at the Balance Sheet Date, in repayment of any of the above borrowings.

**Note 17 : Other Non Current Financial Liability**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Security Deposits From Dealers	1,736.49	1,915.01
Retention Money	5.31	2.12
Lease Liabilities	43.99	-
<b>Total</b>	<b>1,785.79</b>	<b>1,917.13</b>

**Note 18 : Non Current Provisions**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Provision for Employee Benefits	224.51	132.49
<b>Total</b>	<b>224.51</b>	<b>132.49</b>

**Note 19 : Deferred Tax Liabilities (Net)**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>Deferred Tax Liabilities</b>		
Property, Plant and Equipments	1,372.51	1,331.76
<b>Deferred Tax Assets</b>		
Expenses allowed on payment basis	130.61	138.42
Others	93.21	63.65
<b>Total</b>	<b>1,148.69</b>	<b>1,129.69</b>

**Note 20 : Other Non Current Liabilities**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Government Subsidy	42.54	46.81
<b>Total</b>	<b>42.54</b>	<b>46.81</b>

**Note 21 : Current Borrowings**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>Secured</b>		
<b>Working Capital Facilities from Banks</b>	<b>3,111.16</b>	<b>5,253.70</b>
<b>Unsecured</b>		
Other Parties	-	-
<b>Total</b>	<b>3,111.16</b>	<b>5,253.70</b>

First Pari Passu charge on Company's Entire Stock & Book Debts present and future & First Pari Passu charge on all Plant & Machinery and Immovable Fixed Assets of the Company located at 74/1,2, 75/3 at Daman Industrial Estate. There is no default, continuing or otherwise as at the Balance Sheet date, in repayment of any of the above borrowings.

**Note 22 : Trade Payables**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>Trade Payables</b>		
Total Outstanding Due to Medium, Micro and Small Enterprises (Refer Note 50)	-	-
Total outstanding dues of Vendors other than above :		
Creditors for Raw Material	600.49	821.05
Sundry Creditors - Import RM	1,099.18	707.94
Creditors for Engineering & Others	279.75	40.48
Creditors for Commission & Discount	-	-
<b>Total</b>	<b>1,979.42</b>	<b>1,569.46</b>

- (i) Trade payable are measured at amortised cost.  
 (ii) Refer note no 37 for Trade payable to related parties.

**Note 23 : Other Current Financial Liabilities**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Unclaimed Dividend	72.59	69.07
Interim Dividend	-	-
Lease Liabilities	210.47	-
Current Maturities of Long Term Borrowing	800.00	800.00
<b>Total</b>	<b>1,083.06</b>	<b>869.07</b>

- (i) Other financial liabilities are measured at amortised cost.

**Note 24 : Other Current Liabilities**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Advance from Customers	160.25	191.60
Statutory Dues	108.30	54.28
Dues to employees	77.64	71.69
Payable to Dealers	1,112.93	939.43
Other Contractual Liabilities	819.38	321.01
Others Payables	74.77	242.70
<b>Total</b>	<b>2,353.27</b>	<b>1,820.72</b>

**Note 25 : Provisions**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Provision for Employee Benefits	145.84	49.65
<b>Total</b>	<b>145.84</b>	<b>49.65</b>

**Note 26 : Revenue from Operations**

(₹ in Lacs)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
Revenue from Contract with Customers	-	-
Sales of Products		
- Finished	59,788.86	62,109.94
- Trading	48.76	160.50
Less : Excise Duty	-	-
Other Operating Revenues	749.63	414.94
Sales of Services / Labour Job	-	-
<b>Total</b>	<b>60,587.24</b>	<b>62,685.38</b>

**Note 27 : Other Income**

(₹ in Lacs)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
Dividend Income	12.41	18.08
Rent Received - Staff Quarter	-	2.22
Net Gain / ( Loss ) on sale of Investments	-	-
Rent Received	16.37	12.56

(₹ in Lacs)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
Exchange Fluctuation Gain	180.46	3.58
Other	33.03	45.94
Interest Income Other	14.02	14.26
Fair Value Gain / Loss on Investment	5.84	22.19
Notional Interest Income	-	-
<b>Total</b>	<b>262.13</b>	<b>118.83</b>

**Note 28 : Cost of Raw Material Consumed**

(₹ in Lacs)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
Raw Material Consumed	43,043.34	47,208.39
Packing Material Consumed	446.61	463.58
<b>Total</b>	<b>43,489.95</b>	<b>47,671.97</b>

**Note 29 : Changes in Inventories of FG & WIP**

(₹ in Lacs)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
<b>Stock at Close</b>		
Finished Goods	4,189.17	3,323.28
Work in Progress	242.96	268.55
<b>Stock at Beginning</b>		
Finished Goods	3,323.28	3,196.27
Work in Progress	268.55	418.08
<b>Total</b>	<b>(840.31)</b>	<b>22.53</b>

**Note 30 : Employee Benefit Expenses**

(₹ in Lacs)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
Salaries and Wages	2,659.07	2,359.97
Contribution to Provident and Other Funds	242.55	187.60
Staff Welfare Expenses	171.28	137.40
<b>Total</b>	<b>3,072.91</b>	<b>2,684.97</b>

**Note 31 : Finance Cost**

(₹ in Lacs)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
Interest on:		
Borrowings	(47.29)	646.15
Security Deposit	164.61	167.51
Others	30.89	-
<b>Total</b>	<b>148.22</b>	<b>813.66</b>

**Note 32 : Other Expenses**

(₹ in Lacs)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
Stores & Spares Consumed	496.76	452.34
Power & Fuel Consumed	1,583.97	1,407.33
Commission and Discount on Sales	1,924.34	-
Repairs:		
Plant & Machinery	104.21	137.08
Building	28.67	45.06
Others	78.91	67.40
Insurance	207.42	147.87
Rent	38.32	403.46
Contractor Labour Charges	743.67	712.64
Loading Unloadning and Shifting	44.06	41.53
Security Service Charges	49.13	40.19
Travelling Expenses:		
Directors	13.53	18.05
Others	228.28	266.35
Postage, Telephone etc.	45.83	55.33
Commission on sales	-	-
Discount on sales	-	-
Carraige Outward	1,074.74	1,031.60
Payments To Auditors (Refer Note 41)	9.87	9.08
Rates & Taxes	22.10	27.35
Loss on sales of Assets	-	3.20
Advertisements	20.83	17.46
SAP Related Expenses	-	-
Legal & Professional Charges	344.98	175.64
Exchange Fluctuation Received	-	-
Factory expenses	83.13	66.18

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
Clearing charges on export	189.19	231.32
R & D Expenses	-	272.75
Donations	1.05	11.16
Corporate Social Responsibility (CSR)	181.42	106.63
Provision for Doubtful Debts	135.00	108.03
Miscellaneous expenses	426.40	279.99
<b>Total</b>	<b>8,075.82</b>	<b>6,135.02</b>

**Note 33 : Contingent Liabilities (Ind AS 37)**

**a. Claims against the Company not acknowledged as debts :**

(₹ in Lacs)

Sr.	Particulars	Brief description of the matter	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
1	Disputed Income Tax Demand/TDS	Related to Income tax and TDS demand	2.47	1.30
2	Excise Tax and Service Tax matter under dispute	Related to Show cause notice for CHA and C & F agents, Cenvat or Service tax on Sales commission, Service tax credit taken on sales commission for export sales, etc.	1,336.56	1,417.72
3	Payment of Bonus Act	Bonus arising out of retrospective amendment to the payment of Bonus Act and stay granted by various courts on such payments against case filled by various entities	27.47	27.47
4	Others	Claims against Company not acknowledged as debts	26.00	26.00
	<b>Total</b>		<b>1,392.50</b>	<b>1,472.49</b>

The Company's pending litigations comprise of proceedings pending with Income Tax authorities. The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed the contingent liabilities where applicable, in its Financial Statements. The Company does not expect the outcome of these proceedings to have a materially adverse effect on its financial results.

- b. Letter of Credit & Bills of Exchange as at March 31, 2020 is ₹ 49.44 Lacs (March 31, 2019 is ₹ 506.50 Lacs)
- c. Guarantees issued by the Banks on behalf of the Company as at March 31, 2020 is ₹ 157.73 Lacs (March 31, 2019 is ₹ 166.84 Lacs)
- d. The Company did not have any long-term contracts for which there were any material foreseeable losses.

**Note 34 : Capital & Other Commitments**

(₹ in Lacs)

Sr.	Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
1	Estimated Amount of Contracts remaining to be executed on capital account & not provided. Out of which ₹ 506.38 Lacs has been paid as advances.	1,414.27	31.65

**Note 35 : Employee Benefits (Ind AS 19) :**
**a. Defined Benefit Plans :**
**Gratuity :**

In accordance with the Payment of Gratuity Act, 1972, applicable for Indian companies, the Company provides for a lump sum payment to eligible employees, at retirement or termination of employment based on the last drawn salary and years of employment with the Company. The gratuity fund is managed by certain third-party fund managers. The Company's obligation in respect of the gratuity plan, which is a defined benefit plan, is provided for based on actuarial valuation using the projected unit credit method. The Company recognizes actuarial gains and losses immediately in other comprehensive income, net of taxes.

**Inherent Risk :**

The plan is defined in nature which is sponsored by the Company and hence it underwrites all the risks pertaining to the plan. In particular, this exposes the Company to actuarial risk such as Salary Risk, Interest Rate Risk, Investment Risk, changes in demographic experience. This may result in an increase in cost of providing these benefits to the employees in future. Since the benefits are lump sum in nature, the plan is not subject to any longevity risk.

**Statement of Assets and Liabilities for Defined Benefit Obligation as on April 1, 2019 :**

(₹ in Lacs)

Particulars	Gratuity (Funded)
Defined Benefit Obligation	452.56
Fair Value of Assets	451.08

(₹ in Lacs)

Particulars	Gratuity Funded	
	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>Change in Present value of Obligations:</b>		
Opening Defined Benefit Obligation	452.56	440.68
Current Service Cost	38.52	36.95
Past Service Cost	0	0
Interest Cost	35.25	34.29
Actuarial (Gain)/Loss recognized in Other Comprehensive Income:		
- Change in Financial Assumptions	38.33	(0.32)
- Change in Demographic Assumptions	(4.25)	(6.79)
- Experience Changes	33.86	(3.50)
Benefits Paid	(58.05)	(48.75)
<b>Closing Defined Benefit Obligations</b>	<b>536.24</b>	<b>452.57</b>
<b>Change in Fair Value of Plan Assets:</b>		
Opening Fair Value of the Plan Assets	451.08	414.43
Interest Income	35.14	32.24
Expected Return on Plan Assets	(69.29)	7.07
Actuarial Gain/(Loss)		
Contribution by the Employer	53.34	46.09
Benefits Paid	(58.05)	(48.75)



(₹ in Lacs)

Particulars	Gratuity Funded	
	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>Closing Fair Value of the Plan Assets</b>	<b>412.22</b>	<b>451.08</b>
<b>Net (Liability)/Asset in the Balance Sheet</b>		
Present value of the funded defined benefit obligation at the end of the period	(536.24)	(452.57)
Fair Value of Plan	412.22	451.08
<b>Net (Liability)/Asset in the Balance Sheet</b>	<b>(124.02)</b>	<b>(1.49)</b>
<b>Expenses recognized in the Statement of Profit &amp; Loss Account</b>		
Current Service Cost	38.53	36.96
Interest Cost	0.12	2.04
Past Service Cost	0	0
<b>Total amount recognized in Statement of Profit and Loss</b>	<b>38.64</b>	<b>39.00</b>
<b>Re-measurements recognized in Other Comprehensive Income(OCI):</b>		
Actuarial (Gains)/Losses on Obligation For the Period	67.94	(10.61)
Expected Return on Plan Assets Excluding Interest Income	69.29	(7.07)
Net Actuarial (Gain)/Loss recognized during the period		
<b>Amount recognized in Other Comprehensive Income(OCI)</b>	<b>137.23</b>	<b>(17.67)</b>
<b>Investment Details of Plan Assets:</b>		
Insurer Managed Fund	100%	100%
<b>Sensitivity analysis for significant assumptions:*</b>		
<b>Increase/(Decrease) on present value of defined benefits obligation at the end of the year</b>		
Projected Benefit Obligation on Current Assumptions	536.24	452.57
1% increase in discount rate	(41.03)	(29.94)
1% decrease in discount rate	47.25	34.48
1% increase in salary escalation rate	44.92	33.36
1% decrease in salary escalation rate	(39.67)	(29.67)
1% increase in employee turnover rate	5.86	6.80
1% decrease in employee turnover rate	(6.65)	(7.70)
<b>Actuarial Assumptions:</b>		
Discount Rate (p.a.)	6.86%	7.79%
Expected Return on Plan Assets (p.a.)	6.86%	7.79%
Turnover Rate	1.00%	1.00%
Mortality Tables	Indian Assured Lives Mortality (2006-08)	
Salary Escalation Rate (p.a.)	5.00%	5.00%
<b>Retirement age :</b>		
- Management		
- Non-Management	58 Years	58 Years
Weighted Average duration of Defined Benefit Obligation	10	9

\*These Sensitivities have been calculated to show the movement in defined benefit obligation in isolation and assuming there are no other changes in market conditions at the accounting date. There have been no changes from the previous periods in the methods and assumptions used in preparing the sensitivity analyses.

**Basis of Estimation of Assumption :**

The expected return on plan assets is based on expectation of the average long-term rate of return expected on investments of the fund during the estimated term of the obligations.

The discount rate is based on the prevailing market yields of Indian Government securities for the estimated term of the obligations.

The estimates of future salary increase considered takes into account the inflation, seniority, promotion and other relevant factors.

Attrition rate considered is the Management's estimate, based on previous years' employee turnover of the Company.

**Asset and Liability matching strategy :**

The money contributed by the Company to the Gratuity Fund to finance the liability of the plan has to be invested. The Company has invested the plan assets in the insurer managed funds. The expected rate of return on plan assets is based on expectation of the average long-term rate of return expected on investments of the fund during the estimated term of the obligation.

There is no compulsion on the part of the Company to fully refund the liability of the Plan. The Company's philosophy is to fund these benefits based on its own liquidity.

The expected future contribution and estimated future benefit payments from the fund are as follows :

(₹ in Lacs)

Estimated benefit payments from the fund for the year ending March 31	Amount
2021	15.34
2022	43.19
2023	46.19
2024	25.03
2025	71.55
Thereafter	878.46

Expected contribution to the fund during the year ending March 31, 2021 is ₹ 124.02 Lacs.

**b. Defined Contribution Plans :**

Amount recognized as an expense and included in Note 30 under the head "Contribution to Provident and other Funds" of Statement of Profit & Loss ₹ 193.83 Lacs (March 31, 2019 ₹ 173.21 Lacs)

**c. Superannuation Benefits :**

Superannuation Benefits is contributed by the Company to Life Insurance Corporation of India (LIC) with respect to certain employees.

Contribution to Superannuation Fund charged to Statement of Profit & Loss in Notes 30 under the head "Contribution to Provident and other Funds" is ₹ 11.93 Lacs (March 31, 2019 ₹ 12.90 Lacs)

**Note 36 : Segment Reporting (Ind AS 108)**

The Company is exclusively engaged in the manufacturing of Masterbatches in India. As per Ind AS -108, "Operating Segments" specified under Section 133 of the Companies Act 2013, there are no reportable operating or geographical segments applicable to the Company.

**Note 37 : Related Party Disclosures (Ind AS 24)**

**Names of Related Parties and Description of Relationship:**

**a. Promoters and Key Management Personnel (KMPs)**

Sr. No.	Name of Related Parties	Relationship
1	Kolsite Corporation LLP	Promoter
2	Kabra Extrusientechnik Ltd.	Promoter
3	Shreevallabh Gopilal Kabra	Chairman
4	Satyanarayan Gopilal Kabra	Vice-Chairman & Managing Director
5	Varun Satyanarayan Kabra	Managing Director
6	Jyoti Varun Kabra	Director
7	Saritadevi Satyanarayan Kabra	Relative of KMP (Wife of Mr. Satyanarayan G. Kabra)
8	Veenadevi Shreevallabh Kabra	Relative of KMP (Wife of Mr. Shreevallabh G. Kabra)
9	Push Raj Singhvi	Independent Director
10	Sudarshan K. Parab	Independent Director
11	Bajrang Lal Bagra	Independent Director
12	Rahul R. Rathi	Independent Director
13	Anand Mundra	Chief Financial Officer
14	Himanshu Mhatre	Company Secretary

**b. Other Related Parties :**

Sr. No.	Entities Controlled or Jointly Controlled by the Related Parties
1	Kabra Extrusientechnik Ltd.
2	Maharashtra Plastic & Industries
3	Maharashtra Plastic Industries
4	Kolsite Corporation LLP
5	Shima Polymers
6	Smartech Global Solutions Ltd.
7	Bombay Swadeshi Stores Limited

**c. Related Party Transaction :**

(₹ in Lacs)

Nature of Transactions	Entities Controlled by Directors		Key Management Personnel	
	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
Sale of Goods	497.03	548.51	-	-
Purchase of Goods and service	190.12	183.32	-	-
Sale of Assets	-	-	-	-
Purchase of Assets	1,485.33	95.14	-	-
Dividend Paid	369.36	166.51	-	-
Dividend Received	12.41	16.55	-	-
Commission Paid	81.87	81.64	-	-
Commission Received	-	-	-	-
Rent Paid	364.32	364.32	-	-
Rent Received	17.45	12.92	-	-

Nature of Transactions	Entities Controlled by Directors		Key Management Personnel	
	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
Loan Taken (Deposit)	-	-		-
Loan Given (Deposit)	-	-		-
Cash Discount Received	-	-		
Interest Received	-	-		-
Reimbursement of Expenses				
Interest Paid	4.93	6.82		-

As the post-employment benefits is provided on the actuarial basis for the Company as a whole, the amount pertaining to key management personnel is not ascertainable and therefore not included above.

#### d. Outstanding Balances

(₹ in Lacs)

Balances at the year end	Entities Controlled by Directors		Key Management Personnel	
	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
Advance Given	-	-	-	-
Trade Receivables	60.17	34.02	-	-
Deposits given	88.97	24.63	-	-
Loans taken/ Security Deposit	34.64	65.44	-	-
Trade Payables	20.14	17.85	-	-

#### e. Compensation to key management personnel :

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
Short term employee benefits	217.87	204.19
Post-employment benefits	-	-
Other long-term benefits	-	-
Sitting Fees	7.30	7.00
Total Compensation to key management personnel	225.17	211.19

**Note :** As the post-employment benefits is provided on an actuarial basis for the Company as a whole, the amount pertaining to key management personnel is not ascertainable and therefore not included above.

#### Terms and Conditions of transactions with Related Parties :

The sales to and purchases from related parties are made in the normal course of business and on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in cash.

For the year ended March 31, 2020, the Company has not recorded any impairment of receivables relating to amounts owed by related parties. This assessment is undertaken each Financial Year through examining the financial position of the related party and the market in which the related party operates.

#### Note 38 : Revenue Recognition (Ind AS 115)

The Company is primarily in the Business of manufacture and sale of Masterbatches . All sales are made at a point in time and revenue from contract with customer are recognised when goods are dispatched and the control over the goods sold are transferred to customers. The Company does not expect to have any contracts where the period between the transfer of goods and payment by customer exceeds one year. Hence, the Company does not adjust revenue for the time value of money.

In compliance with Ind AS 115, certain discounts are treated as variable components of consideration and have been recognised as deductions from revenue instead of other expenses.

Revenue recognised from Contract Liability (Advances from Customers)

(₹ in Lacs)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
Closing Contract Liability	160.25	191.60

The Contract Liability outstanding at the beginning of the year has been recognised as revenue during the year ended March 31, 2020.

Reconciliation of revenue as per contract price and as recognised in statement of profit and loss:

(₹ in Lacs)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
Revenue as per Contract price	61,109.52	65,399.75
Less: Discounts and incentives	522.28	2,714.37
<b>Revenue as per statement of profit and loss</b>	<b>60,587.24</b>	<b>62,685.38</b>

Note 39 : Income Taxes (Ind AS 12)

Tax Expenses	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Current Tax	1,434.38	1,200.00
Deferred Tax	53.54	(155.99)
Income tax adjustment for earlier years	(51.88)	-
Total Tax Expense	1,436.04	1,044.01
Remeasurement gains / losses on post employment benefits	34.54	(6.18)
Income tax expenses reported in the statement of other comprehensive income	34.54	(6.18)

Deferred Tax

Item wise movement in deferred tax expense recognised in profit & loss / OCI :-

Particulars	FY 2019-20	FY 2018-19
Excess of depreciation / amortization on fixed assets provided in accounts over depreciation / amortization under income tax law.	75.29	(203.54)
Fair value of current assets	-	5.64
Provision for doubtful debts and advances	7.81	4.40
Provision for leave encashment	1.13	(5.19)
Provision for gratuity	(30.69)	14.81
Remeasurement of defined benefit obligations	(34.54)	6.18
Others	-	27.89
<b>Total Expense</b>	<b>19.00</b>	<b>(149.81)</b>
Recognized in Profit & Loss	53.54	(155.99)
Recognized in Other Comprehensive Income	(34.54)	6.18
	<b>19.00</b>	<b>(149.81)</b>

The gross movement in the deferred tax for the year ended 31 March 2020 and 31<sup>st</sup> March 2019 is as follows:

Particulars	FY 2019-20	FY 2018-19
Net deferred tax liability at the beginning	(1,129.69)	(1,279.51)
Credits / (charge) relating to temporary differences	(53.54)	155.99
Temporary difference due to other comprehensive income	34.54	(6.18)
<b>Net deferred tax liability at the end</b>	<b>(1,148.70)</b>	<b>(1,129.69)</b>

**Reconciliation of Effective Tax Rate:**

(In %)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
Applicable Tax Rate	25.17	34.94
Effect of Non Taxable Income	(0.07)	(0.15)
Effect of Non-Deductible Expenses	11.15	12.89
Effect of Allowance for tax purpose	(8.40)	(19.31)
Effects of Previous Year Adjustments	(1.01)	0.00
Others	1.04	0.00
<b>Effective Tax Rate</b>	<b>27.88</b>	<b>28.37</b>

The Government of India has introduced the Taxation (Amendment) Ordinance 2019 on the 20<sup>th</sup> of September 2019 wherein new section - Section 115BAA has been inserted in the Income Tax Act, 1961 (the act) to give the benefit of a reduced corporate tax rate for the domestic companies. Section 115BAA of the Act states that domestic companies have the option to pay tax at a rate of 22% from the FY 2019-20 (AY 2020-21) onwards. The Company has adopted the new Section 115BAA of the Act. Upon adoption of section 115BAA of the Act, the benefit under section 35(2AB) of the act has been forgone.

**Note 40 : Earning Per Share (Ind AS 33)**

(In %)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
<b>Basic EPS:</b>		
(i) Net Profit attributable to Equity Shareholders (₹ in Lacs)	3,717.54	3,116.70
(ii) Weighted average number of Equity Shares outstanding (Nos.)	2,59,89,200	2,59,89,200
<b>Basic EPS (i)/(ii)</b>	<b>14.30</b>	<b>11.99</b>
<b>Diluted EPS:</b>		
(i) Net Profit attributable to Equity Shareholders (₹ in Lacs)	3,717.54	3,116.70
(ii) Weighted average number of Equity Shares outstanding (Nos.)	2,59,89,200	2,59,89,200
(iii) Weighted average number of Equity Shares outstanding for calculation of Dilutive EPS (ii+iii)	2,59,89,200	2,59,89,200
<b>Diluted EPS (i)/(iv)</b>	<b>14.30</b>	<b>11.99</b>

**Note 41: Auditors' Remuneration (excluding taxes) and Expenses**

(₹ in Lacs)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
<b>Statutory Auditors:</b>		
Audit Fees	6.50	3.00
Tax Audit Fees	2.00	1.00
Certification fees	0.50	4.50
Other Expenses reimbursed	0.87	0.58
<b>Total</b>	<b>9.87</b>	<b>9.08</b>

**Note 42 : Classification of Financial Assets and Liabilities (Ind AS 107) :**

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>Financial assets at Amortized cost : *</b>		
Trade Receivables	10,112.35	13,234.25
Cash and Cash Equivalents	50.17	101.21
Other Bank Balances	72.59	69.07
Loans (Non Current)	1.50	-
Loans (Current)	37.11	37.79
Other Non-Current Financial Assets	352.75	389.51
Other Current Financial Assets	31.68	87.34
<b>Financial assets at Fair Value through P &amp; L :</b>		
Investments	39.41	42.21
<b>Financial assets at Fair Value through OCI (Designated upon initial recognition)</b>		
Investments	350.39	709.06
<b>Total</b>	<b>11,047.95</b>	<b>14,670.44</b>
<b>Financial liabilities at Amortized cost : *</b>		
Borrowings (Non-Current)	925.00	1,725.00
Borrowings (Current)	3,111.16	5,253.70
Other Non-Current Financial Liability	1,785.79	1,917.13
Trade Payables	1,979.42	1,569.42
Other Current Financial Liability	1,083.06	869.07
<b>Total</b>	<b>8,884.43</b>	<b>11,334.36</b>

\*Considering Financial Asset & Financial Liabilities fair value is same as Amortised Cost.

**Note 43 : Investments in equity instruments designated at Fair Value through Other Comprehensive Income**

The Company has investments in Equity Shares of Kabra Extrusiontechnik Limited and units of Urban Infra Opportunity Fund. The Company has opted to designate the investment in Kabra Extrusiontechnik Limited at Fair Value through Other Comprehensive Income since these investments are not held for trading purpose.

The fair value of each of the investment is as below :

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>Financial assets at Fair Value through OCI :</b>		
Shares in Kabra Extrusiontechnik Limited (8,27,372 Shares having face value of ₹ 5 each)	350.39	709.06

Dividend from Kabra Extrusiontechnik Limited (Refer Note 27) : (FY 2019-20 ₹ 12.41 Lacs) (FY 2018-19 : ₹ 18.08 Lacs)

**Note 44 : Fair Value Measurement (Ind AS 113)**

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The Company has established the following fair value hierarchy that categorizes the values into 3 levels. The inputs to valuation techniques used to measure fair value of financial instruments are:

**Level 1** : This hierarchy uses quoted (unadjusted) prices in active markets for identical assets or liabilities. Kabra Extrusiontechnik Limited is listed on stock exchange and the investment by the Company is being valued using the closing exchange price at the reporting date.

**Level 2** : The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on Company specific estimates. The Venture Capital Fund (Urban Infrastructure Fund) are valued using the closing Net Asset Value. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

**Level 3** : If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3. There are no instruments which are to be considered in Level 3.

(₹ in Lacs)

Particulars	Level 1	Level 2	Level 3
<b>As at March 31, 2020</b>			
<b>Investments measured at</b>			
Fair Value through OCI	350.39	-	-
Fair Value through P&L	-	39.41	-
<b>As at March 31, 2019</b>			
<b>Investments measured at</b>			
Fair Value through OCI	709.06	-	-
Fair Value through P&L	-	42.21	-
<b>As at March 31, 2018</b>			
<b>Investments measured at</b>			
Fair Value through OCI	981.68	-	-
Fair Value through P&L	-	83.20	-

The management assessed that cash and bank balances, trade receivables, loans, trade payables, cash credits, commercial papers and other financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The following methods and assumptions were used to estimate the fair values:

- The fair values of the quoted investments are based on market price at the reporting date.
- The fair values of the unquoted investments are based on net asset value at the reporting date
- The fair values of remaining financial instruments is determined using discounted cash flow analysis or based on the contractual terms.

The discount rates used is based on management estimates.

**Note 45 : Financial Risk Management Objectives and Policies (Ind AS 107)**

The Company's principal financial liabilities comprise borrowings and other payables. The main purpose of these financial liabilities is to finance and support the Company's operations. The Company's principal financial assets include Investments, Loans and Other receivables, Cash and Cash Equivalents, Other Bank Balances.

The Company is exposed to Market Risk, Credit Risk and Liquidity Risk. The Company's senior management oversees the management of these risks. The Company's senior management ensures that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives.



## Financial Risk Management

The Company has exposure to the following risks arising from financial instruments:

- a. Market Risk
- b. Currency Risk
- c. Credit Risk
- d. Liquidity Risk

### a. Market Risk

Market risk arises from the Company's use of interest bearing financial instruments. It is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in interest rates (interest rate risk) or other market factors. Financial instruments affected by market risk include borrowings.

#### Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The management is responsible for the monitoring of the Company's interest rate position. Different variables are considered by the management in structuring the Company's borrowings to achieve a reasonable, competitive, cost of funding.

(₹ in Lacs)

Particulars	Floating Rate Borrowings	Fixed Rate Borrowings	Total Borrowing
INR	3,863.90		3,863.90
Foreign Currency	972.26		972.26
<b>Total as at March 31, 2020</b>	<b>4,836.16</b>		<b>4,836.16</b>
INR	4,409.84		4,409.84
Foreign Currency	3,368.85		3,368.85
<b>Total as at March 31, 2019</b>	<b>7,778.70</b>		<b>7,778.70</b>

Interest rate sensitivities for unhedged exposure (impact on increase in 100 bps):

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
INR	38.64	44.10
Foreign Currency	9.72	33.69

Note: If the rate is decreased by 100 bps, profit will increase by an equal amount

Interest rate sensitivity has been calculated assuming the borrowings outstanding at the reporting date have been outstanding for the entire reporting period. Further, the calculations for the unhedged floating rate borrowing have been done on the notional value of the foreign currency (excluding the revaluation).

### b. Foreign Currency Risk

Foreign currency risk is the risk of impact related to fair value or future cash flows of an exposure in foreign currency, which fluctuate due to changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the import of raw materials and spare parts, capital expenditure, exports of finished products.

When a derivative is entered into for the purpose of being a hedge, the Company negotiates the terms of those derivatives to match the terms of the hedged exposure. The Company evaluates exchange rate exposure arising from foreign currency transactions. The Company follows established risk management policies and standard operating procedures. It uses derivative instruments like forwards to hedge exposure to foreign currency risk.

(₹ in Lacs)

Outstanding foreign currency exposure as at	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>Trade receivables (INR)</b>		
USD	2,930.91	4,388.50
Euro	-	6.88
<b>Trade Payables</b>		
USD	919.01	687.29
Euro	12.24	-
Foreign Currency Borrowing	972.26	3,269.78

**Foreign currency sensitivity on unhedged exposure:**

1% increase in foreign exchange rates will have the following impact on profit before tax.

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
USD	11.22	4.26
Euro	(0.12)	0.07

Note: If the rate is decreased by 100 bps profit will increase by an equal amount

**Forward Contracts:**

Derivatives for hedging currencies, outstanding are as under:

Particulars	Purpose	Currency	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019	Cross Currency
Forward Contracts	Exports	USD	-	-	Rupees

**c. Credit risk**

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities, investing and financing activities including security deposits, deposits with banks, investment in equity shares, venture capital fund investments, foreign exchange transactions etc.

**Trade receivables:**

Trade receivables are consisting of a large number of customers. The Company has credit evaluation policy for each customer and based on the evaluation credit limit of each customer is defined. Wherever the Company assesses the credit risk as high the exposure is backed by either bank guarantee / letter of credit or security deposits.

Total Trade receivable as on March 31, 2020 ₹ 10,112.35 Lacs (March 31, 2019 is ₹ 13,234.25 Lacs)

As per simplified approach, the Company makes provision of expected credit losses on trade receivables using a provision matrix to mitigate the risk of default payments and makes appropriate provision at each reporting date wherever outstanding is for longer period and involves higher risk.

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Opening Provision	396.13	412.69
Add: Provision during the year	135.00	108.03
Less: Utilised during the year	12.17	124.58
Closing provision	518.96	396.13

#### Other Financial Instrument and Cash Deposits

With respect to credit risk arising from the other financial assets of the Company, which comprise bank balances, cash, security deposits with respect to lease agreements, etc. the Company's exposure to credit risk arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these assets.

Credit risk from balances with banks is managed with the Company's policy. The Company limits its exposure to credit risk by only placing balances with local banks. Given the profile of its bankers, management does not expect any counterparty to fail in meeting its obligations. With respect to other financial instruments, the Company assess the risk of recoverability on periodic basis and makes required provision whenever necessary.

#### d. Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company monitors its risk by considering the maturity of its financial assets (e.g. trade receivables, other financial assets) and projected cash flows from operations.

The cash flows, funding requirements and liquidity of the Company is monitored under the control of the management. The objective is to optimize the efficiency and effectiveness of the management of the Company's capital resources. The Company manages liquidity risk by maintaining adequate reserves and borrowing facilities, by continuously monitoring forecasted and actual cash flows and matching the maturity profiles of financial assets and liabilities.

The Company currently has sufficient cash on demand to meet expected operational expenses.

The table below summarizes the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

(₹ in Lacs)

Particulars	Less than 1 Year	1 to 5 years	More than 5 years	Total
<b>As at March 31, 2020</b>				
Borrowings	3,111.16	925.00	-	4,036.16
Trade Payables	1,979.42	-	-	1,979.42
Other Financial Liabilities	1,083.06	2,010.30	-	3,093.36
<b>As at March 31, 2019</b>				
Borrowings	6,053.70	1,725.00	-	7,778.70
Trade Payables	2,829.91	-	-	2,829.91
Other Financial Liabilities	69.07	2,049.62	-	2,118.69

#### Note 46 : Distribution made and proposed (Ind AS 1) :

(₹ in Lacs)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
<b>Cash Dividends on equity shares declared and paid:</b>		
Final dividend for the year ended on March 31, 2019: ₹ 2.75 per share (Dividend - 31 <sup>st</sup> March, 2018 : ₹ 2.50 per share)	714.70	649.73
DDT on Proposed Dividend	146.90	133.55
<b>Total Dividend Paid</b>	<b>861.60</b>	<b>783.28</b>
<b>Interim Dividends on Equity shares:</b>		
Interim dividend for the year ended on March 31, 2020: ₹ 3.75 per share (Interim Dividend - March 31, 2019 : Nil)	974.60	-
DDT on Interim Dividend	200.33	-
<b>Total Interim Dividend Paid</b>	<b>1,174.93</b>	<b>-</b>

**Note 47 : Capital Management (Ind AS 1)**

For the purpose of Company's capital management, capital includes issued capital and other equity reserves attributable to the equity shareholders of the Company. The primary objective of the Company's Capital Management is to maximize shareholders value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirement of financial covenants. The Company monitors capital using a gearing ratio, which is net debt divided by total equity.

(₹ in Lacs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Net Debt	4,836.16	7,778.70
Total Equity	28,089.71	26,870.07
Total Debt / Equity Ratio	17%	29%

**Note 48 : Operating Leases(Ind AS 116)**
**a. Company as Lessee**
**Changes in accounting policy :-**

The company applied Ind AS 116 with a date of initial application of April 1, 2019. The company applied Ind AS 116 using the modified retrospective approach. At transition, lease, Liabilities were measured at the present value of the remaining lease payments, discounted at the companies' incremental borrowing rate as at April 1, 2019.

The company has opted to measure Right-of-use assets at their carrying amount as if Ind As 116 had been applied since the commencement date, discounted using the lessee's incremental borrowing rate at the date of initial application.

The company used the following practical expedients when applying Ind As 116 to leases previously classified as operating leases under Ind As 17 :

1. Applied the exemption not to recognize Right-of-use assets and liabilities for leases with less than 12 months of lease term.
2. While determining the lease term option to extend or terminate the lease has been considered.

**Impact :**

IND as 116 has resulted in recognizing a net Right-of-use asset of ₹ 252.29 lacs and a corresponding lease liability of ₹ 254.46 lacs as on 31<sup>st</sup> March 2020. In the statement of Profit & Loss for the year ended March 31<sup>st</sup> 2020 operating lease expenses which were recognized as other expenses in previous period are now recognized as depreciation expenses for the Right-of-use assets ₹ 233.75 lacs and finance cost for interest on lease liability of ₹ 30.89 lacs. When measuring lease liabilities ,the company discounted lease payment using its incremental borrowing rate at April 1<sup>st</sup> 2019 the weighted average rate applied is 7.85%

Lease liabilities included in the Balance sheet	As at 31 <sup>st</sup> March, 2020
Current	210.47
Non-Current	43.99
<b>Total</b>	<b>254.46</b>

Amount Recognized in the statement of Profit & Loss	As at 31 <sup>st</sup> March, 2020
Deprication on Right-of-use assets	233.75
Interest on lease liabilities	30.89
Expenses relating to short term leases	38.32
<b>Total</b>	<b>302.96</b>

Contractual Cash flow-lease liabilities	As at 31 <sup>st</sup> March, 2020
- Not later than One Year	220.97
- Later than One year and not later than five years	45.00
- Later than five years	-
<b>Total</b>	<b>265.97</b>

Future minimum rental payables under non-cancellable operating lease

(₹ in Lacs)

SN	Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
1	Not Later than one year	22.03	25.89
2	Later than one year and not later than five years	1.96	667.65

#### b. Company as lessor

##### Operating leases:-

The company has provided facilities and office premises on lease. These lease arrangements range for a period between 1 to 3 years. Some of these leases are renewable for further period on mutually agreeable terms and also include escalation clauses.

The lease income for these facilities are as under:-

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Lease income credited to statement of Profit & Loss (Net of GST, as applicable)	16.37	14.78

#### Note 49 : Corporate Social Responsibility:

Expenditure incurred in cash on Corporate Social Responsibility activities in the Statement of Profit and Loss is ₹ 181.42 Lacs (March 31, 2019 ₹ 106.63 Lacs)

The amount required to be spent under Section 135 of the Companies Act, 2013 for the year ended March 31, 2018 2020 is ₹ 84.23 Lacs (March 31, 2019 ₹ 90.95 Lacs)

#### Note 50 : Information as per the requirement of Section 22 of The Micro, Small and Medium Enterprises Development Act, 2006

The Company has sought inviting information from its vendors for their status under "The Small, Medium and Micro Enterprises Development Act 2006", however in absence of any information, no disclosures have been made in this regard.

#### Note 51 : Research & Development:

Revenue expenditure on Research and Development included in different heads of expenses in the Statement of Profit and Loss is ₹ 222.33 Lacs and Capital Expenditure in Fixed Assets is ₹ 1.25 Lacs. (March 31, 2019, in Statement of Profit & Loss :- ₹ 272.75 Lacs and Capital Expenditure: - ₹ 357.75 Lacs).

#### Note 52 :

In Mar 2018, the Ministry of Corporate Affairs issued the Companies (Indian Accounting Standards) Amendment Rules, 2018, notifying Ind AS 115 'Revenue from Contracts with Customers', which replaces Ind AS 11 'Construction Contracts' and Ind AS 18 'Revenue'. Except for the disclosure requirements, the new standards will not materially impact the Company's financial statements. The amendment will come into force from April 01, 2018.

**Note 53 : Government Grants (Ind AS 20):**

During F.Y. 2018-19 the Company has received ₹ 64 lacs as grant against capital investments under Scheme for Assistance to Industrial Units Purchasing Plant and Machinery during the exhibition - "PlastIndia 2015". Grant is recognized in statement of profit and loss on systematic basis over period in which the Company recognizes depreciation of related assets. Other income includes grant under this scheme of ₹ 4.28 lacs.

**Note 54 :**

Previous year figures have been regrouped / reclassified wherever necessary to correspond with current year classification / disclosure

In terms of our report attached  
For Kirtane & Pandit LLP.  
Chartered Accountants  
Regn No. 105215W / W100057

Parag Pansare  
Partner  
M.No. 117309  
Place: Mumbai  
Date : June 29, 2020

Shri Shreevallabh G. Kabra  
(Chairman)

Smt Jyoti V. Kabra  
(Director)

Shri Bajrang Lal Bagra  
(Independent Director)  
Shri Himanshu S. Mhatre  
(Company Secretary)

Shri Satyanarayan G. Kabra  
(Vice-Chairman & Managing Director)

Shri. Pushp Raj Singhvi  
(Independent Director)

Shri Rahul R. Rathi  
(Independent Director)

For and on behalf of the Board

Shri Varun S. Kabra  
(Managing Director)

Shri Sudarshan K. Parab  
(Independent Director)

Shri Anand R. Mundra  
(Chief Financial Officer)



Shri S. N. Kabra, Vice-Chairman and Managing Director conferred with Honorary Doctorate Degree by European International University, Paris for his contribution in the filed of Global Leadership & Management in ceremony held in Singapore in October, 2019



PLEXCONCIL Top Exporter of Masterbatch award for the Year 2017-18.



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**Roorkee :** Khasara No. 216, Village Raipur, Pargana : Bhagwanpur, Tehsil : Roorkee, Distt. Haridwar,  
Uttarkhand - 247 667  
**Palsana :** Block No. 18-A, 15, Makhingra, Palsana, Surat, Gujarat - 394 315