

ISL ANNUAL
REPORT
2017-18

Dated: August 24, 2018

NOTICE

This has reference to circular number LIST/COMP/15/2018-19 dated July 05, 2018 of M/s BSE Ltd.
read with Securities Exchange Board of India (SEBI) notification number
SEBI/LAD-NRO/GN/2018/24 dated June 8, 2018.

SEBI VIDE AFORESAID NOTIFICATION HAS DIRECTED THAT REQUEST FOR EFFECTING TRANSFER OF SHARES SHALL NOT BE PROCESSED UNLESS THE SHARES ARE HELD IN THE DEMATERIALIZED FORM WITH A DEPOSITORY WITH EFFECT FROM DECEMBER 5, 2018.

Therefore, the shareholders, having shares in physical form, are requested to get their physical shareholding dematerialized at the earliest. For the purpose, you should have a demat account with a Depository Participant (DP). If you have no such demat account, First of all, please open a Demat Account with a Depository Participant of your own choice. Your demat account should be in same name as your ownership in Physical form with the company.

Once your demat account is opened, you shall be allotted Client Identity Number (Client ID). Thereafter, you shall submit a Dematerialized Request Form (DRN) and shall surrender your physical Share Certificates. Your DP shall send request to our Share & Transfer Agent (RTA) MCS Share Transfer Agent Limited, F-65, 1st Floor, Ma Anandmayee Marg, Phase -1, Okhla Industrial Area, New Delhi – 110020. RTA after verifying physical documents, shall approve the DRN and your demat account shall be credited with dematerialized shares.

Further, this is mandatory to provide the PAN and Bank details to the Company, for updating your master data with Company/RTA, in compliance with the SEBI circular SEBI/HO/MIRSD/DOP1/CIR/P/2018/73 DATED April 20, 2018.

For any assistance, you may contact the undersigned at isl.investor@yaducorporation.com or may call at +91-9115110651/52/53.

For the **Indian Sucrose Limited**

Sd/-
Kunal Yadav
Managing Director

MANAGEMENT

BOARD OF DIRECTORS

Mr. Kunal Yadav
Chairman & Managing Director

Mr. Sheoraj Singh Ahlawat
Independent Director

Mr. Geoffery Frederick Francis
Independent Director

Mrs. Kunj Deep Kalra
Woman Director

Mr. Jaitender Kumar
Additional Director

COMPANY SECRETARY

CS Rishav Jaiswal

AUDITORS

M/s R. Dewan & Co.
Chartered Accountants,
Ludhiana.

COST AUDITORS

Ajay Kumar Singh & Associates
Cost Accountants, Delhi

BANKERS

Punjab National Bank

REGISTERED OFFICE & WORKS : G. T. Road, Mukerian, Distt.- Hoshiarpur, Punjab-144 211

CORPORATE OFFICE : 202/47, Thapar Arcade, Kalu Sarai, Hauz Khas, New Delhi-110016

INDIAN SUCROSE LIMITED

(FORMERLY OSWAL SUGARS LIMITED)

Regd. Office & Works : G.T.Road, Mukerian-144211, Distt. Hoshiarpur (Punjab)
CIN: L15424PB1990PLC010903
Phone : +91-9115110651/52/53 | Email : isl.investor@yaducorporation.com
Website : www.muksug.com

NOTICE

Notice is hereby given that the 27th Annual General Meeting of the Members of the Company will be held on Saturday, 29th day of September 2018 at 10:00 AM, at the Registered Office of the Company at G.T. Road, Mukerian-144211, Distt. Hoshiarpur (Punjab), to transact the following business:-

ORDINARY BUSINESS

1. To receive, consider and adopt the audited financial statements of the Company for the financial year ended March 31, 2018 the Report of Board of Directors and Auditors' thereon.
2. To appoint a Director in place of Mrs. Kunj Deep Kalra (DIN: 05285059), who retires by rotation and being eligible, offers herself for re-appointment.
3. To re-appoint M/s. R. Dewan & Co., Chartered Accountants, (FRN: 017883N) as Statutory Auditors of the Company to hold office from the conclusion of this meeting till the conclusion of the next Annual General Meeting of the Company and to fix their remuneration.

"RESOLVED THAT M/s. R. Dewan & Co. (FRN: 017883N), Chartered Accountants, be and are hereby re-appointed as the Auditors of the Company, to hold office from the conclusion of this Annual General Meeting till the conclusion of next Annual General Meeting at such terms and conditions, including remuneration, to be finalized by Board of Directors or committee thereof in consultation with the Auditors."

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 Section 161(1) of the Companies Act, 2013 and Articles of Association of the company, Mr. Jaitender Kumar (holding DIN: 08164429) who was appointed as an Additional Director at the meeting of the Board of Directors of the Company held on 27th June, 2018 and who holds office up to the date of ensuing Annual General Meeting of the Company and in respect of whom a notice has been received from the member in writing, under section 160 of the Companies Act, 2013 along with requisite deposit proposing his candidature for the office of director be and is hereby appointed as the Director of the Company."

"RESOLVED FURTHER THAT any of the director of the company be and be hereby authorized to do all such acts, deeds and things as may be required for the above resolution."

5. To consider and, if thought fit, to pass, with or without modifications, if any, the following as an Ordinary Resolution for ratification of remuneration payable to M/s. Khushwinder Kumar & Co, appointed as Cost Auditors of the Company for FY 2018-19:

"RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions, if any 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 Khushwinder Kumar & Co, the Cost Accountants appointed as Cost Auditors by the Board of Directors of the Company, to conduct the audit of the cost records of the Company for the financial year ending March 31, 2019, be paid a remuneration of Rs. 50,000/- (Rupees Fifty Thousand) per annum.

"RESOLVED FURTHER THAT any of the Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.

By Order of the Board of Director
For Indian Sucrose Limited

Sd/-
Kunal Yadav
(Managing Director)

Place: New Delhi
Date: 24-08-2018

NOTES:

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER. THE INSTRUMENT APPOINTING PROXY IS ANNEXED HERewith AND, IF INTENDED TO BE USED, IT SHOULD BE RETURNED DULY COMPLETED AND MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**

A PERSON CAN ACT AS A PROXY ON BEHALF OF MEMBERS NOT EXCEEDING FIFTY AND HOLDING IN THE AGGREGATE NOT MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS. A MEMBER HOLDING MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS MAY APPOINT A SINGLE PERSON AS PROXY AND SUCH PERSON SHALL NOT ACT AS A PROXY FOR ANY OTHER PERSON OR SHAREHOLDER.

2. Corporate members intending to send their authorized representative to attend the meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.
3. The details of the Directors seeking re-appointment/ appointment under item no. 2 & 4 of the accompanying Notice, as required under Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, are provided in the Corporate Governance Report forming part of the Annual Report.
4. A Statement pursuant to Section 102 of the Companies Act, 2013 relating to the Special Business to be transacted at the meeting is annexed hereto.
5. Relevant documents referred to in the accompanying Notice are open for inspection by the Members at the registered office of the Company on all working days during business hours up to the date of the Meeting.
6. Members holding shares in electronic form are requested to intimate immediately any change in their address to their Depository Participants with whom they are maintaining their demat accounts. The members holding shares in physical form are requested to notify the change in their addresses, if any to the company immediately.
7. 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 their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company.
8. Members, desiring of any information/ clarification(s)/ intending to raise any query concerning the annual

accounts and operations of the Company, are requested to write to the company at least 10 days prior to the date of this Meeting to the Company Secretary at the Registered Office of the Company, so that the same may be attended appropriately.

9. Members/Proxies should fill in the Attendance Slip for attending the Meeting and bring their Attendance Slip along with their copy of the annual report to the Meeting.
10. Members holding shares in electronic form are requested to write their DP ID and Client ID and those who hold shares in physical form are requested to write their Folio Number in the Attendance Slip for attending the Meeting to facilitate identification of membership at the Meeting.
11. 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.
12. The Members are requested-
 - i. To bring their copy of Annual Report at the Meeting;
 - ii. To bring Attendance Slip duly completed and signed at the meeting; and
 - iii. To quote their Folio No./ DP Id - Client Id in all correspondence.
13. The Register of Members and Share Transfer Books of the Company shall remain closed from Monday, September 24, 2018 to Saturday, September 29, 2018 (both days inclusive).
14. In terms of the provisions of the Companies Act, 2013, Notice of AGM may be served on the members through electronic means. Members who have registered their E-mail Ids with Depositories or with the Company are being sent this notice by e-mail and Members who have not registered their E-mail Ids will receive notice through registered post/courier. In order to receive faster communication and enable the Company to serve the Members better and to promote green initiatives, the Members are requested to provide/update their e-mail addresses with their respective Depository Participants (DPS) or send an email at isl.investor@yaducorporation.com to get the Annual Report and other communication from the Company.
15. The members are requested to make their all correspondence with the Company at its Registered Office at G.T. Road, Mukerian-144211, Distt. Hoshiarpur (Punjab).
16. Members are requested to furnish the Nomination Form in the prescribed Performa in case they wish to avail the Nomination facility given by the Companies Act, 2013.
17. Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to the Company, for consolidation into a single folio.

18. Members who have not registered their e-mail addresses so far, are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically.

Voting by electronic means

In compliance with provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide facility for voting by electronic means and the resolutions requiring the approval of the members may be approved by the members through such voting and 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 and the members attending the meeting who have not already cast their vote by remote e-voting shall be able to exercise their right at the meeting through polling papers which would be available at the meeting.

The e-voting period commences on Wednesday, 26th September 2018 (9:00 A.M.) and ends on Friday, 28 September 2018 (5:00 P.M.). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 22nd September 2018, may opt for casting of vote through remote e-voting. The e-voting module shall be disabled by NSDL for voting thereafter.

The procedure to login to e-Voting website consists of two steps as detailed hereunder:

Step 1 : Log-in to NSDL e-Voting system

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsd.com>
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 e-services i.e. IDEAS, you can log-in at <https://eservices.nsd.com/> with your existing IDEAS login. Once you log-in to NSDL e- services 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 will be as per details given below:
 - 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 enter the 'initial password' and the system will force you to change your password.
 - c. How to retrieve your 'initial password'?
 - i. If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email 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 email ID is not registered, your 'initial password' is communicated to you on your postal address.
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 demat account with NSDL or CDSL) option available on www.evoting.nsd.com.
 - b. "Physical User Reset Password?" (If you are holding shares in physical mode) option available on 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 mentioning your demat account

- d. number/folio number, your PAN, your name and your registered address.
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.

Step 2 : 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 the Company.
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 Instructions:

1. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Members and remote e-voting user manual for Members available at the downloads section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990.
2. If you are already registered with NSDL for remote e-voting then you can use your existing user ID and password/PIN for casting your vote.
3. You can also update your mobile number and e-mail id in the user profile details of the folio which may be used for sending future communication(s).
4. The voting rights of Shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date i.e., 22nd September, 2018

5. Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. 22nd September 2018, may obtain the login ID and password by sending a request at evoting@nsdl.co.in or Company/RTA.

However, if you are already registered with NSDL for remote e-voting then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password" option available on www.evoting.nsdl.com or contact NSDL at the following toll free no.: 1800-222-990.

6. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM through ballot paper.
7. Since the Company is required to provide members facility to exercise their right to vote by electronic means, shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 22nd September 2018 and not casting their vote electronically, may only cast their vote at the 27th Annual General Meeting.
8. **Ms. Sheetal Sharma**, Company Secretary (Membership No. 38958 & COP No: 15204) has been appointed as the Scrutinizer for providing facility to the members of the Company to scrutinize the voting and remote e-voting process in a fair and transparent manner.
9. The Chairman shall, at the AGM at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of polling paper for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
10. The Scrutinizer shall after the conclusion of voting at the general meeting, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
11. The Results declared along with the report of the Scrutinizer shall be placed on the website of the Company immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the BSE Limited.

STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

ITEM No. 4

Mr. Jaitender Kumar who has been appointed as an Additional Director of the Company pursuant to the provision of Section 161(1) of the Companies Act, 2013 and the Articles of Association of the Company effective from 27th June, 2018 holds office upto the date of this Annual General Meeting and is eligible for re-appointment as a Director.

Mr. Jaitender Kumar is not disqualified from being appointed as Director in terms of Section 164 of Companies Act, 2013 and has given his consent to act as Director.

Accordingly, the Board recommends the resolution in relation to re-appointment of Mr. Jaitender Kumar as Director, for the approval by the shareholders of the Company. Except Mr. Jaitender Kumar, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 4

ITEM No. 5

In pursuance of section 148 of the Companies Act, 2013 and Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the Company is required to appoint a cost auditor to audit the cost records of the Company.

On the recommendation of the Audit Committee at its meeting held on, Monday, 13th Aug 2018, the Board has, considered and approved the appointment of M/s. Khushwinder Kumar & Co, Cost Accountants as the cost auditor for the financial year 2018-19 at a remuneration of Rs. 50,000/- (Rupees Fifty Thousand) per annum.

The Board recommends the Ordinary Resolution set out at Item No. 5 of the Notice for the ratification by the shareholders of the Company.

None of the Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 5 of the Notice.

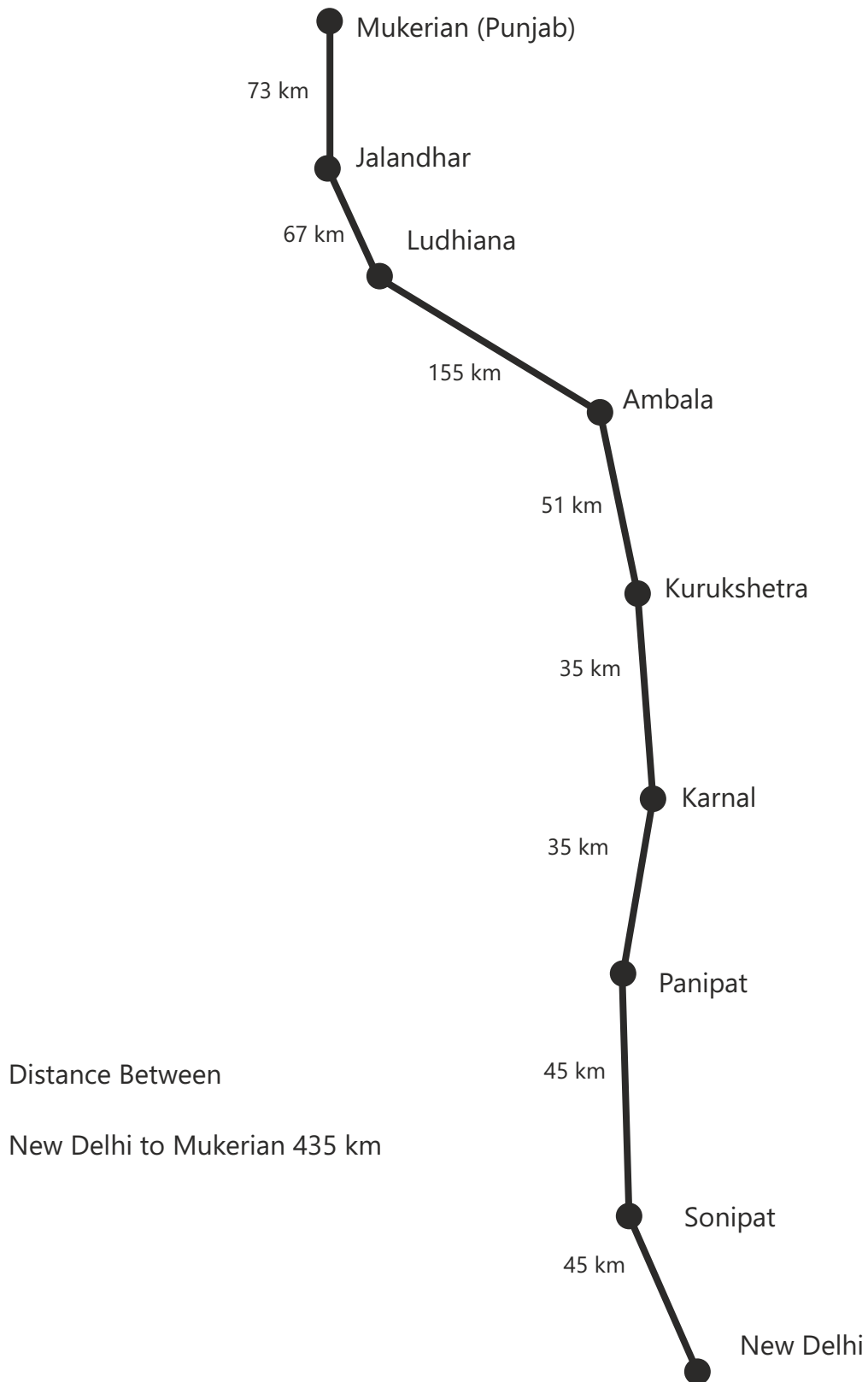
**By Order of the Board of Directors
For Indian Sucrose Limited**

**Sd/-
Kunal Yadav
(Managing Director)**

**Place: Delhi
Date: 24-08-2018**

ROUTE MAP FOR AGM VENUE

Venue: G.T Road,
Mukerian-144 211
Distt. Hoshiarpur,
(Punjab)



Directors' Report

To The Members,

The Board hereby presents its report for the year ended 31st March, 2018.

1. Financial Performance

The Financial Summary and Highlights are given below for the period ended 31st March 2018:

(Rs. in Lacs)

	For the year ended March 31, 2018	For the year ended March 31, 2017
Revenue from Operations and Other Income	42545.04	38675.49
Total Expenses	40412.49	34518.32
Profit/ Loss before Tax (PBT) & Prior Period Items	1332.30	4157.16
Prior Period Items	0	3.48
Profit /Loss before Tax	1332.30	4153.69
Tax Expenses:		
Current Tax	349.60	1500.03
Earlier Year Tax	6.73	(8.40)
Wealth Tax	-	-
Deferred Tax charge/ (Credit)	140.22	(72.54)
Profit/ (Loss) after Tax	835.75	2734.60

2. Performance Review

Your company achieved turnover of Rs. 42,545.04 lacs and has earned a net profit of Rs. 835.75 lacs during the year under review.

During the year under review, your Company has crushed 10,475,342.26 QTLS of Sugarcane and produced 1,021,956 bags of Sugar as compared to previous year crushing of 10,475,594.15 QTLS of sugarcane and production of 1,044,737 bags of Sugar.

The capacity utilization of the plant during the year under review was 85.47% and the average recovery was 9.75% as compared to capacity utilization of 97.74% and average recovery of 9.96% in the previous year.

3. Dividend & Transfer to Reserves

No amount is proposed to be transferred to the reserve(s) and your Directors have not recommended payment of any dividend for the year under review.

4. Capital

During the Financial year 2017-18 the Share Capital of the Company remains the same as that of previous year 2016-17.

5. Risk Management Policy

Board has constituted a Risk Management Committee of the Board, to assist the Board with regard to the identification, evaluation and mitigation of operational, strategic and external risks. Risk Management Committee works towards identifying internal and external risks and implementing risk mitigation steps. On quarterly basis, status updates are provided to the Board of Directors of the Company. More details on risks and threats have been disclosed in the section "Management Discussion and Analysis".

6. Adequacy of Internal Financial Controls With Reference to the Financial Statements

The Company has adequate internal control procedures commensurate with its size and nature of business. The business control procedures ensure efficient use and protection of Company's resources and compliance with policies, procedures and statutory requirements. Further Internal auditors are appointed to carry audit assignments and to periodically review the transactions across the divisions and evaluate effectiveness of internal control systems.

7. Vigil Mechanism:

The Company has established a Vigil Mechanism that enables the Directors and Employees to report genuine concerns. The Vigil Mechanism provides for (a) adequate safeguards against victimization of persons who use the Vigil Mechanism and (b) direct access to the Chairperson of the Audit Committee of the Board of Directors of the Company in appropriate or exceptional cases.

8. Directors

Mrs. Kunj Deep Kalra, Non-executive Director shall retire at the ensuing Annual General Meeting and being eligible offers herself for re-appointment.

Mr. Jaitender Kumar appointed as an Additional Director w.e.f 27th June 2018 shall retire at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

The brief resume of the Directors being appointed/re-appointed, the nature of their expertise in specific functional areas, names of companies in which they have held Directorship(s), Committee Membership(s)/ Chairmanship(s), their shareholding etc., is given in the section on Corporate Governance Report forming part of this Annual Report.

9. Key Managerial Personnel

The Key Managerial Personnel (KMP) in the Company as per Section 2(51) and 203 of the Act are as follows:

- | | | |
|----|---------------------|-------------------|
| 1. | Mr. Kunal Yadav | Managing Director |
| 2. | Mr. Ravinder Sharma | CFO |
| 3. | Mr. Rishav Jaiswal | Company Secretary |

10. Subsidiary, Associate and Joint Venture Companies

Rangar Breweries Limited is the only associate company of your Company and does not have any subsidiary and joint venture companies. During the period under review, no Company became/ ceased to be a Subsidiary, associate and joint venture Company of your Company.

11. Deposits

During the year under review, your Company has not accepted any deposits from the public falling under Section 73 of the Act read with the Companies (Acceptance of Deposits) Rules, 2014. Thus, as on March 31, 2018, there were no deposits which were unpaid or unclaimed and due for repayment.

12. Transfer of Unclaimed Dividend to Investor Education and Protection Fund

The provisions of Section 125(2) of the Act do not apply as there was no dividend declared and paid by the Company.

13. Significant and Material Orders Passed by the Regulators or Courts or Tribunals Impacting the Going Concern Status and Company's Operations in Future

During the year under review, there were no such orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

14. Declaration of Independence by Director

Pursuant to the provisions under Section 134(3)(d) of the Companies Act, 2013, with respect to statement on declaration given by Independent Directors under Section 149(6) of the Companies Act, 2013, the Board hereby confirms that all the Independent Directors of the Company have given a declaration and have confirmed that they meet the criteria of independence as provided in the said Section 149(6) and relevant Regulation of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

15. Familiarization programme for Independent Directors

All new Independent Directors (IDs) inducted into the Board are given an orientation. Presentations are made by Executive Directors (EDs) and Senior Management giving an overview of the Company's operations, to familiarize the new IDs with the Company's business operations. The new IDs are given an orientation on our products, group structure and associate company, Board constitution and procedures, matters reserved for the Board, and the Company's major risks and risk management strategy.

16. Nomination and Remuneration Policy

The Company follows a policy on nomination and remuneration of Directors and Senior Management Employees. The Policy is approved by the Nomination and Remuneration Committee. The policy on the above is attached as Annexure 1.

17. Board Evaluation

Pursuant to the provisions of companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out annual performance evaluation of its own performance, the directors individually as well the evaluation of the working of its Audit, Nomination & Remuneration, Stakeholder and CSR Committee. The manner in which the evaluation has been carried out has been explained in Corporate Governance Report.

18. Number of meetings of the Board

The Board met Six (6) times in the year ended 31st March 2018 viz. on 20th April 2017, 30th May 2017, 25th August 2017, 09th October 2017, 07th December 2017, and 14th February 2018. The maximum interval between any two meetings did not exceed 120 days.

Details of the meetings of the Board along with the attendance of the Directors therein have been disclosed as part of the Corporate Governance Report forming part of this Annual Report.

19. Committees of the Board

The Company's Board has the following committees:

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholders' Relationship Committee
4. Corporate Social Responsibility Committee

The details of the membership and attendance of the meetings of the above Committees of the board are provided in the Corporate Governance report.

20. Composition of Audit Committee

The composition of Audit Committee of the Company is as follows:

- | | |
|-----------------------------------|-------------|
| 1. Mr. Geoffery Frederick Francis | Chairperson |
| 2. Mr. Sheoraj Singh Ahlawat | Member |
| 3. Mr. Kunal Yadav | Member |

21. Corporate Social Responsibility

CSR is a company's sense of responsibility towards the community and environment in which it operates. It is the continuing commitment by business to behave ethically and contribute to economic development of the society at large and building capacity for sustainable livelihoods. The Company believes in conducting its business responsibly, fairly and in a most transparent manner. It continually seeks ways to bring about an overall positive impact on the society and environment where it operates and as a part of its social objectives. This policy has been formally formulated and adopted in terms of Section 135 of the Act and Rules framed there under to undertake CSR activities. The Company has always made consistent efforts to maintain an active corporate social responsibility portfolio.

The Company has duly constituted CSR Committee comprising of Mr. Geoffery Frederick Francis, Mr. Sheoraj Singh Ahlawat and Mr. Kunal Yadav.

The responsibilities of the CSR Committee include:

1. Formulating and recommending to the Board of Directors the CSR Policy and indicating activities to be undertaken.
2. Recommending the amount of expenditure for the CSR activities.
3. Monitoring CSR activities from time to time.

As per the provisions of Companies Act, 2013, all companies having a net worth of Rs. 500 crore or more, or a turnover of Rs. 1,000 crore or more or a net profit of Rs. 5 crore or more during any financial year are required to constitute a CSR committee of the Board of Directors comprising three or more directors, at least one of whom should be an independent director. All such companies are required to spend at least 2% of the average net profits of their three immediately preceding financial years on CSR-related activities.

Accordingly, the Company was required to spend 28.73 Lakh towards CSR activities, which is to be utilized on activities specified in Schedule VII of the Companies Act, 2013.

Details of the CSR policy is available on our website www.muksug.com

22. Directors' Responsibility Statement

Your Directors hereby confirmed that:

- (a) in the preparation of the Annual Accounts, for the financial year ended March 31, 2018 the applicable Accounting Standards have been followed along with proper explanation relating to material departures;
- (b) the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2018 and of the profit and loss of the Company for the financial year;
- (c) the director have 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;
- (d) the directors have prepared the Annual Accounts on a going concern basis;
- (e) The Directors have laid down internal financial controls to be followed by the Company, and these financial controls are adequate and are operating effectively; and
- (f) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

23. Particulars of Loans, Guarantees or Investments Under Section 186 of the Act

During the year, there were no loans and guarantees given under Section 186 of the Act. Particulars of investments have been disclosed as part of the financial statements of your Company for the year under review.

24. Particulars Of Contracts Or Arrangements With Related Parties Referred To In Sub-Section (1) Of Section 188 Of The Act In The Prescribed Form

All contract(s) / arrangement(s) / transaction(s) entered into by your Company with its related parties, during the year under review, were:

- in "ordinary course of business" of the Company;
- on "an arm's length basis"; and
- not "material",

as per the provisions of Section 188(1) of the Act read with Companies(Meetings of Board and its Powers) Rules, 2014. Accordingly, Form AOC-2, prescribed under the provisions of Section 134(3)(h) of the Act and Rule 8 of the Companies (Accounts) Rules, 2014, for disclosure of details of Related Party Transactions, which are "not at arm's length basis" and also, which are "material & at arm's length basis", is not provided as an annexure of the Directors' Report.

25. Material Changes and Commitments affecting the financial position of the Company

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

26. Significant and material orders passed by the regulators or courts

There are no significant material orders passed by the Regulators/Courts. However which would impact the going concern status of the Company and its future operations.

27. Auditors

Statutory Auditors:

M/s R. Dewan & Co., Chartered Accountants, the Statutory Auditors of the Company hold office until the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment. The Company has received letter from M/s R. Dewan & Co., Chartered Accountants, to the effect that their appointment, if made, would be within the prescribed limits under Section 141(3)(g) of the Act and that they are not disqualified for such appointment within the meaning of Section 141 of the Act. The observations and comments given by Auditors in their report read together with notes to Accounts are self explanatory and hence do not call for any further comments under Section 134 of the Act.

Explanation to Auditor's Remarks

1. The Company has advanced a sum of Rs.11.05.85.000 to M/s. Cosmos Sugar Pvt. Ltd. in the financial year 2016-17. An amount of Rs. 4.46.40,000 is still outstanding as on 31.03.2018. but no interest has been charged on this advance.

2. The Company has provided guarantee in respect of KCC loan secured to the farmers (suppliers) from Banks. As per Tripartite agreement between the Indian Sucrose Ltd., farmers and banks, the banks have sanctioned KCC limit to the farmers and credited the same in the Indian Sucrose Ltd.
3. The Company is holding more than 20% of the paid up share capital of Rangar Breweries Limited therefore Rangar Breweries Limited is an associate company of the Company. Accordingly the Company is required to prepare consolidated financial statements as per the provisions of clause 3 of section 129 of Companies Act 2013.
4. The company is holding Equity investment in Versatile Events Pvt Ltd. and Yadu Resorts (India) Ltd. As per Ind AS-32 "Financial Instrument: Presentation" these financial instruments should be presented at fair value but the fair valuation of these financial instruments as on 31/03/2018 is not available with the company. Accordingly the same have been presented at their carrying cost as of 31/03/2017.

Cost Auditors

During the financial year under review the Company has appointed M/s. Ajay Kumar Singh & Associates, Cost Accountants, Delhi as the Cost Auditors and the Cost Audit Report is required to be filed with the Central Government within 180 days from the end of financial year.

Secretarial Auditors

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Mr. Lalan Kumar Singh (FCS.:7837)(CP:8544) from M/s L K Singh & Associates, a firm of Company Secretaries in Practice to undertake the Secretarial Audit of the Company. The Report of the Secretarial Audit in Form MR-3 for the Financial Year ended March 31, 2018 is annexed as Annexure 2 to the Report. There are reservations or adverse remarks made by Secretarial Auditor in this report. The clarifications on the qualifications in the Secretarial Auditors' Report are self explanatory and no further explanation is considered necessary:-

- (a) Company has granted Loan/advance to company in which director are interested the requirement of Section 185 of Companies Act 2013 has not been complied.
- (b) The company had issued 7,00,000 cumulative 6% preference cumulative shares of Rs.100 each in Jan 2011, which were convertible into equity shares at a premium of Rs.4 each within 60 months from the date of issue. These shares have not been converted into equity shares which were due for conversion after the month of Dec, 2015. Further, on the request of preference Shareholders Company redeemed above Shares with cumulative 6% dividend on dated 07th December 2017.
- © Rangar Breweries Limited is associate Company of Indian Sucrose Limited, so Indian Sucrose Limited is require to prepare Quarterly as well as annual Consolidated Financial statements as per the section 129 of Companies Act 2013. But Indian Sucrose Limited has not prepared the Consolidated Quarterly Financial Statements.
- (d) As per Section 177 of the Companies Act, 2013 and Rule 6 and 7 of Companies (Meetings of Board and its Powers) Rules, 2014 deals with the Audit Committee the details of establishment of Vigil mechanism Company has displayed whistleblower policy on website, where the contact details of Chairman of are not displayed which Company is advised to do, at the earliest.
- (e) Inter se transfer of 4,50,000 Equity shares from open market has been made on date 14th February 2018 when trading window was closed.
- (f) Compliance of Regulation 7 (2) of SEBI (Prohibition of Insider Trading) Regulation, 2015 has not made within due time.
- (g) Compliance of Regulation 33 of SEBI (Listing obligation and disclosure Requirement) Regulation, 2015 of quarter ending June 2017 has not been done on due time.

Internal Auditors

M/s Bhola Vijesh & Associates, Chartered Accountants performs the duties of internal auditors of the company and their report is reviewed by the audit committee from time to time.

28. Corporate governance

The Company has complied with the corporate governance requirements under the Companies Act, 2013, and as stipulated under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. A separate section on corporate governance under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, along with the certificate from the Practicing Company Secretary confirming the compliance, is annexed and forms part of this Annual Report.

29. Conservation of Energy, Technology Absorption And Foreign Exchange Earnings And Outgo

The particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under the Act are provided as follows:

CONSERVATION OF ENERGY

(a) The Steps taken or Impact on Conservation of Energy:

Efforts for Energy Conservation are a continuing process. These efforts continued during the financial year 2017-18 also.

(b) Steps taken by the Company for utilizing alternate sources of energy:

The Company has installed most modern equipments in the plant and is able to save and minimize energy consumption.

(c) The capital Investment on energy conservation equipments:

Total energy consumption and energy consumption per unit of production:

	Current year 01.04.17 to 31.03.18	Previous year 01.04.16 to 31.03.17
1. ELECTRICITY		
a). Purchased		
Units	1334970 kwh	974,628 kvah
Amount (in lacs)	11676448	-
Rate/Unit (in Rs.)	8.74	-
b). Own generation		
i) Through Diesel Generator		
Units		1,910 kwh
Units per ltr of diesel oil	57260 kwh	3.78 kwh/L
Rate/unit (in Rs.)	3.81	-
ii) Through Stream Turbine		
Generation Units	58442320	52758038
Units per ton of fuel	-	-
Rate/unit (being generated out of stream required for process)	-	-

TECHNOLOGY ABSORPTION (R & D)

(I) The efforts made towards technology absorption

- The Company has adopted latest technology in the plant to maximize production, better quality, and to minimize consumption of energy.
- The Company has implemented its own Effluent Treatment Plant of latest technology.

(ii) The benefits derived like product improvement, cost reduction, product development or import substitution.

(iii) Technology imported during the year – Nil

FOREIGN EXCHANGE EARNING & OUTGO

- Total Foreign Exchange earned Rs. nil (previous year Rs. Nil)
- Total Foreign Currency used-Nil

30. Extract of Annual Return

The extract of the Annual Return of your Company as on March 31, 2018 as provided under sub-section (3) of Section 92 in the Form MGT 9 is enclosed with this report as Annexure 3.

31. Listings

The shares of your company are currently listed with Bombay and Calcutta Stock Exchange. Application for delisting with Calcutta Stock Exchanges is still pending and expected to be approved very soon.

32. Deposits

Your Company has not accepted any fixed deposits and, as such, no amount of principal or interest was outstanding as on the Balance Sheet date.

33. Particulars of Employees

Disclosures with respect to the remuneration of Directors and employees as required under Section 197 (12) of the Act and Rule 5(1) Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided separately as Annexure 4 to this Report.

Further the details of employee remuneration as required under provisions of Section 197(12) of the Act and Rule 5(2) & 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are not applicable to the Company.

34. Management Discussion & Analysis

Management Discussion and Analysis is annexed as Annexure 5.

35. Disclosure Under The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The Company has always believed in providing a safe and harassment free workplace for every individual working in the Company's premises through various interventions and practices. The Company always endeavours to create and provide an environment that is free from discrimination and harassment including sexual harassment.

The Policy on Prevention of Sexual Harassment at Workplace has been formulated by the Company. The policy aims to develop a harmonious and productive working environment free from sexual harassment. The Company also ensures all allegations of sexual harassment are investigated and dealt with effectively and appropriately and during the year under review, the Company received no complaints pertaining to sexual harassment.

36. Human Resources

Human resources are the most important resource and your directors believe in to give them their due weight age for their crucial role-playing in the overall progress of the organization. The relationship between the management and the staffs/workers has been comfortable and cordial during the year.

37. Acknowledgement

Your Directors take this opportunity to express their deep and sincere gratitude to all officers/staffs/workers, as team members, for their dedicated and sincere efforts and also to Bankers, creditors, suppliers and all concerned for showing their continued faith and extending their full and wholehearted support to our organization.

Your Directors would also like to express their gratitude to members for their trust and support.

**By Order of the Board of Directors
For Indian Sucrose Limited**

**Sd/-
Kunal Yadav
(Managing Director)**

**Date: 24-08-2018
Place: Delhi**

NOMINATION AND REMUNERATION POLICY

Preamble:

Pursuant to Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, the Board of Directors of every listed Company shall constitute the Nomination and Remuneration Committee. The Company already constituted Remuneration Committee comprising of three non-executive Independent Directors as required under Listing Regulations. In order to align with the provisions of the Companies Act, 2013 and the amended Listing Regulations from time to time, the Board on 7th May 2014 changed the nomenclature of "Remuneration Committee" as "Nomination and Remuneration Committee" with three non-executive Independent Directors as Member of the Committee.

This Committee and the Policy is formulated in compliance with Section 178 of the Companies Act, 2013 read along with the applicable rules thereto and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015.

Objective:

The Key Objectives of the Committee would be:

- a) To guide the Board in relation to appointment and removal of Directors, Key Managerial Personnel and Senior Management.
- b) To evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation.
- c) To recommend to the Board on Remuneration payable to the Directors, Key Managerial Personnel and Senior Management.

Definitions:

- **"Board"** means Board of Directors of the Company.
- **"Company"** means "Indian Sucrose Limited."
- **"Employees' Stock Option"** means the option given to the directors, officers or employees of a company or of its holding company or subsidiary company or companies, if any, which gives such directors, officers or employees, the benefit or right to purchase, or to subscribe for, the shares of the company at a future date at a pre-determined price.
- **"Independent Director"** means a director referred to in Section 149 (6) of the Companies Act, 2013.
- **"Key Managerial Personnel" (KMP)** means
 - i. Chief Executive Officer or the Managing Director or the Manager,
 - ii. Company Secretary,
 - iii. Whole-time Director,
 - iv. Chief Financial Officer and
 - v. Such other officer as may be prescribed.
- **"Nomination and Remuneration Committee"** shall mean a Committee of Board of Directors of the Company, constituted in accordance with the provisions of Section 178 of the Companies Act, 2013 and the Listing Regulations.
- **"Policy or This Policy"** means, "Nomination and Remuneration Policy."
- **"Remuneration"** means any money or its equivalent given or passed to any person for services rendered by him and includes perquisites as defined under the Income-tax Act, 1961.
- **"Senior Management"** means personnel of the Company who are members of its core management team excluding Board of Directors. This would include all members of management one level below the executive directors, including all the functional heads.

Interpretation:

Terms that have not been defined in this Policy shall have the same meaning assigned to them in the Companies Act, 2013, Listing Regulations and/or any other SEBI Regulation(s) as amended from time to time.

Board Remuneration Policy:

The Policy ensures that:

- The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully.
- Relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- Remuneration to Directors, Key Managerial Personnel and Senior Management involves a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the Company and its goals.

Role of the Committee:

Role of the Audit Committee inter alia will be following:

- a) to formulate a criteria for determining qualifications, positive attributes and independence of a Director.
- b) to recommend to the Board the appointment and removal of Senior Management
- c) to carry out evaluation of Director's performance and recommend to the Board appointment / removal based on his / her performance.
- d) to recommend to the Board on (i) policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management and (ii) Executive Directors' remuneration and incentive.
- e) to make recommendations to the Board concerning any matters relating to the continuation in office of any Director at any time including the suspension or termination of service of an Executive Director as an employee of the Company subject to the provision of the law and their service contract;
- f) ensure that level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets appropriate performance benchmarks,
- g) to devise a policy on Board diversity;
- h) to develop a succession plan for the Board and to regularly review the plan;
- i) to carry out any other function as is mandated by the Board from time to time and /or enforced by any statutory notification, amendment or modification, as may be applicable.

Membership:

- a) The Committee shall comprise at least three (3) Directors, all of whom shall be non-executive Directors and at least half shall be Independent.
- b) The Board shall reconstitute the Committee as and when required to comply with the provisions of the Companies Act, 2013 and applicable statutory requirement.
- c) Minimum two (2) members shall constitute a quorum for the Committee meeting.
- d) Membership of the Committee shall be disclosed in the Annual Report.
- e) Term of the Committee shall be continued unless terminated by the Board of Directors.

Chairman:

- a) Chairman of the Committee shall be an Independent Director.
- b) Chairperson of the Company may be appointed as a member of the Committee but shall not Chair the Committee.
- c) In the absence of the Chairman, the members of the Committee present at the meeting shall choose one amongst them to act as Chairman.
- d) Chairman of the Nomination and Remuneration Committee could be present at the Annual General Meeting or may nominate some other member to answer the shareholders' queries.

Frequency of Meetings:

The meeting of the Committee shall be held at such regular intervals as may be required.

Secretary and Minutes:

The Company Secretary shall act as the secretary for Committee meetings. Proceedings of all meetings must be recorded and signed by the Chairman of the said meeting or the Chairman of the next succeeding meeting. Minutes of the meetings shall be recorded and maintained by the Company Secretary and shall be presented to the Committee for approval at its subsequent meeting.

Committee Members' Interest:

- a) A member of the Committee is not entitled to be present when his or her own remuneration is discussed at a meeting or when his or her performance is being evaluated.
- b) The Committee may invite such executives, as it considers appropriate, to be present at the meetings of the Committee.

Voting:

- a) Matters arising for determination at Committee meetings shall be decided by a majority of votes of Members present and voting and any such decision shall for all purposes be deemed a decision of the Committee.
- b) In the case of equality of votes, the Chairman of the meeting will have a casting vote.

Appointment and Removal of Director, KMP and Senior Management

• Appointment criteria and qualifications:

1. The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board his / her appointment.
2. A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person are sufficient / satisfactory for the concerned position.
3. The Company shall not appoint or continue the employment of any person as Managing Director/Whole-time Director/Manager who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution based on the explanatory statement annexed to the notice for such motion indicating the justification for extension of appointment beyond seventy years.

• Term/ Tenure:

1. Managing Director/ Whole-time director/ Manager (Managerial Person):

-The Company shall appoint or re-appoint any person as its Managerial Person for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

2. Independent Director:

-An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

-No Independent Director shall hold office for more than two consecutive terms, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director.

Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly. However, if a person who has already served as an Independent Director for 5 years or more in the Company, he /she shall be eligible for appointment for one more term of 5 years only.

-At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company.

• Evaluation:

The Committee shall carry out evaluation of performance of every Director, KMP and Senior Management at regular interval (yearly).

• Removal:

Due to reasons for any disqualification mentioned in the Companies Act, 2013, rules made thereunder or under any other applicable Act, rules and regulations, the Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or Senior Management subject to the provisions and compliance of the said Act, rules and regulations.

• Retirement:

The Director, KMP and Senior Management shall retire as per the applicable provisions of the Companies Act, 2013 and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management in the same position / remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

Provisions Relating to Remuneration of Managerial Person, KMP and Senior Management

• General

1. The remuneration / compensation / commission etc. to Managerial Person, KMP and Senior Management Personnel will be determined by the Committee and recommended to the Board for approval. The remuneration / compensation / commission etc. shall be subject to the prior/post approval of the shareholders of the Company and Central Government, wherever required.
2. The remuneration and commission to be paid to Managerial Person shall be as per the statutory provisions of the Companies Act 2013, and the rules made there under for the time being in force.
3. Increments to the existing remuneration / compensation structure may be recommended by the Committee to the Board which should be within the slabs approved by the Shareholders in the case of Managerial Person. Increments will be effective from the date

of reappointment in respect of Managerial Person and 1st April in respect of other employees of the Company.

4. Where any insurance is taken by the Company on behalf of its Managerial Person, KMP and any other employees for indemnifying them against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel. Provided that if such person is proved to be guilty, the premium paid on such insurance shall be treated as part of the remuneration.

- **Remuneration to Managerial Person, KMP and Senior Management**

- 1. Fixed Pay:**

Managerial Person, KMP and Senior Management shall be eligible for a monthly remuneration as may be approved by the Board on the recommendation of the Committee in accordance with the statutory provisions of the Companies Act, 2013, and the rules made there under for the time being in force. The break-up of the pay scale and quantum of perquisites including, employer's contribution to P.F., pension scheme, medical expenses, club fees etc. shall be decided and approved by the Board on the recommendation of the Committee and approved by the shareholders and Central Government, wherever required.

- 2. Minimum Remuneration:**

If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration to its Managerial Person in accordance with the provisions of Schedule V of the Companies Act, 2013 and if it is not able to comply with such provisions, with the prior approval of the Central Government.

- 3. Provisions for excess remuneration:**

If any Managerial Person draws or receives, directly or indirectly by way of remuneration any such sums in excess of the limits prescribed under the Companies Act, 2013 or without the prior sanction of the Central Government, where required, he / she shall refund such sums to the Company and until such sum is refunded, hold it in trust for the Company. The Company shall not waive recovery of such sum refundable to it unless permitted by the Central Government.

- **Remuneration to Non-Executive/ Independent Directors**

- 1. Remuneration/ Commission:**

The remuneration / commission shall be in accordance with the statutory provisions of the Companies Act, 2013, and the rules made there under for the time being in force.

- 2. Sitting Fees:**

The Non- Executive / Independent Director may receive remuneration by way of fees for attending meetings of Board or Committee thereof. Provided that the amount of such fees shall not exceed the maximum amount as provided in the Companies Act, 2013, per meeting of the Board or Committee or such amount as may be prescribed by the Central Government from time to time.

- 3. Limit of Remuneration/ Commission:** Remuneration /Commission may be paid within the monetary limit approved by shareholders, subject to the limit not exceeding 1% of the net profits of the Company computed as per the applicable provisions of the Companies Act, 2013.

- 4. Stock Options:**

An Independent Director shall not be entitled to any stock option of the Company.

Deviation from the Policy

Deviations on elements of this policy in extraordinary circumstances, when deemed necessary in the interests of the Company, will be made if there are specific reasons to do so in an individual case.

FORM No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2018

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

To,
The Members
Indian Sucrose Limited
CIN: L15424PB1990PLC010903
G. T. Road, Hoshiarpur,
Mukerian, Punjab, 144211

Dear Sirs,

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate governance practice by **Indian Sucrose 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, Minutes Books, Forms and Returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the financial year ended **31st March, 2018**, 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:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by **Indian Sucrose Limited** ("the Company") for the financial year ended on **31st March, 2018**, according to the provisions of:
 - I. The Companies Act, 2013 (the Act) and the rules made there under;
 - ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
 - iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
 - iv. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, 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, 1992;
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
 - 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, 1998;
2. We have also examined compliance with the applicable clauses of the following:
 - (a) Secretarial Standards with regard to Meeting of Board of Directors (SS-1) and General Meeting (SS-2) issued by Institute of Company Secretaries of India and made effective 1st July 2015. Issued by The Institute of Company Secretaries of India.
 - (b) The Listing Agreements entered into by the Company with the Bombay Stock Exchange Limited;

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

- (h) Company has granted Loan/advance to company in which director are interested the requirement of Section 185 of Companies Act 2013 has not been complied.
- (I) The company had issued 7,00,000 cumulative 6% preference cumulative shares of Rs.100 each in Jan 2011, which were convertible into equity shares at a premium of Rs.4 each within 60 months from the date of issue. These shares have not been converted into equity shares which were due for conversion after the month of Dec, 2015. Further, on the request of preference Shareholders Company redeemed above Shares with cumulative 6% dividend on dated 07th December 2017.

- (j) Rangar Beriweries Limited is associate Company of Indian Sucrose Limited, so Indian Sucrose Limited is require to prepare Quarterly as well as annual Consolidated Financial statements as per the section 129 of Companies Act 2013. But Indian Sucrose Limited has not prepared the Consolidated Quarterly Financial Statements.
- (k) As per Section 177 of the Companies Act, 2013 and Rule 6 and 7 of Companies (Meetings of Board and its Powers) Rules, 2014 deals with the Audit Committee the details of establishment of Vigil mechanism Company has displayed whistleblower policy on website, where the contact details of Chairman of are not displayed which Company is advised to do, at the earliest.
- (l) Inter se transfer of 4, 50,000 Equity shares from open market has been made on date 14th February 2018 when trading window was closed.
- (m) Compliance of Regulation 7 (2) of SEBI (Prohibition of Insider Trading) Regulation, 2015 has not made within due time.
- (n) Compliance of Regulation 33 of SEBI (Listing obligation and disclosure Requirement) Regulation, 2015 of quarter ending June 2017 has not been done on due time.

We further report that

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

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

Majority decision is carried through while the dissenting members' views are captured and recorded as part of 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 Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013, having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above).

**For L K SINGH & ASSOCIATES
COMPANY SECRETARIES**

(Lalan Kumar Singh)
FCS No.: 7837
C.P. No.: 8544

Place: Delhi
Date: 23/08/2018

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.

To,
The Members
Indian Sucrose Limited
G. T. Road, Hoshiarpur,
Mukerian, Punjab, 144211

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

1. Maintenance of secretarial record is the responsibility of the management of the company. 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 followed 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. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For L K SINGH & ASSOCIATES
COMPANY SECRETARIES

(Lalan Kumar Singh)

FCS No.: 7837
C.P. No.: 8544

Place: Delhi
Date: 23/08/2018

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31st March, 2018

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

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	L15424PB1990PLC010903
ii.	Registration Date	12/12/1990
iii.	Name of the Company	INDIAN SUCROSE LIMITED
iv.	Category/Sub-Category of the Company	Company Limited by Shares/ Indian Non -Government Company
v.	Address of the Registered office and contact details	G.T. Road, Mukerian, Distt. Hoshiarpur, Punjab -144211 Phone No. +91 -9115110651/52/53
vi.	Whether listed Company	Yes
vii.	Name, Address and Contact details of Registrar and Transfer Agent , if any	MCS Share Transfer Agent Limited, 12/1/5 Manoharpukur Road Kolkata Phone: 011 -41406149

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:-

SI. No.	Name and Description of main products / services	NIC Code of the Product / service	% to total turn over of the Company
1.	Manufacturing and refining of Sugar	15421	98.49 %

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary /Associate	% of shares held	Applicable Section
1.	Rangar Breweries Limited	U15549DL1974PLC007383	Associate	45.79%	2(6)

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

i) Category-wise Share Holding:

Category of Shareholders	No. of Shares held at the end of the year [As on 31-March-2018]				No. of Shares held at the beginning of the year [As on 01-April-2017]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/HUF	2634911	450000	3084911	19.95%	2634886	450000	3084886	19.95%	0
b) Central Govt									
c) State Govt(s)									
d) Bodies Corp.	6022607	-	6022607	38.95%	6022607	-	6022607	38.95%	0
e) Banks / FI									
f) Any other									
Sub-Total (A) (1):-	8657518	450000	9107518	58.90%	8657493	450000	9107493	58.90%	0
(2.) Foreign									
(g) NRIs - Individuals									
(h) Other-Individuals									
(i) Bodies Corp.									
(j) Banks/ FI									
(k) any other									
Sub-total(A)(2):-									
Total Shareholding of Promoters (A)=(A)(1)+(A)(2)	8657518	450000	9107518	58.90%	8657493	450000	9107493	58.90%	0
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	33	9400	9433	0.06	33	9400	9433	0.06	0
b) Banks / FI	500	-	500	0.00	500	-	500	0.00	
c) Central Govt									
d) State Govt(s)									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIs									
h) Foreign Venture Capital Funds									
i) Others (specify)									
Sub-total (B)(1):-	533	9400	9933	0.06	533	9400	9933	0.06	0
Total Public Shareholding (B)=(B)(1)+ (B)(2)	3580534	2773755	6354289	41.10%	3540709	2813605	6354314	41.10%	0.00%
C. Shares held by Custodian for GDRs & ADRs									
Grand Total (A+B+C)	12238052	3223755	15461807	100.00%	12198202	3263605	15461807	100.00%	0.00%

2.	ABL INFRASTRUCTURE PRIVATE LIMITED				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	119544	-	119544	-
	At the end of the year	119544	0.77 %	119544	0.77 %
3.		Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	Nil	Nil	Nil	Nil
	Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	115066	-	115066	-
	At the end of the year	115066	0.74 %	115066	0.74 %
4.		Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	81200	0.53%	81200	0.53%
	Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	13835	0.08 %	13835	0.08 %
	At the end of the year	95035	0.61 %	95035	0.61 %
5.		Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	Nil	Nil	Nil	Nil
	Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	72087	0.47%	72087	0.47%
	At the end of the year	72087	0.47 %	72087	0.47%

6.	JAGRUT MAHASUKHLAL SHAH	Shareholding at the beginning of the year		Cumulative Shareholding during the Year		
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company	
		At the beginning of the year	46040	0.30%	46040	0.30%
		Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	18488	0.12%	18488	0.12%
		At the end of the year	64528	0.42 %	64528	0.42 %
7.	HAMARA ENGINEERING PRIVATE LIMITED	Shareholding at the beginning of the year		Cumulative Shareholding during the Year		
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company	
		At the beginning of the year	Nil	Nil	Nil	Nil
		Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	53000	-	53000	-
		At the end of the year	53000	0.34%	53000	0.34%
8.	ANITA GUPTA	Shareholding at the beginning of the year		Cumulative Shareholding during the Year		
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company	
		At the beginning of the year	Nil	Nil	Nil	Nil
		Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	46842	0.30%	46842	0.30%
		At the end of the year	46842	0.30 %	46842	0.30 %
9.	PRAFULCHANDRA JAMNADAS THAKRAR	Shareholding at the beginning of the year		Cumulative Shareholding during the Year		
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company	
		At the beginning of the year	Nil	Nil	Nil	Nil
		Increase / Decrease in Share holding during the year specifying the reasons for increase /	45481	0.29 %	45481	0.29%

		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
10.	SHEILA RAJESH KHATRI				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	44000	0.28 %	44000	0.28 %
	At the end of the year	44000	0.28 %	44000	0.28 %

E) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
1.	Mr. Kunal Yadav, Managing Director	Nil	Nil	450025	2.91%
2.	Mr. Sheoraj Singh Ahlawat, Director	Nil	Nil	Nil	Nil
3.	Ms. Kunj Deep Kalra, Director	Nil	Nil	Nil	Nil
4.	Mr. Geoffery Frederick Francis	Nil	Nil	Nil	Nil
5.	Mr. Ravinder Sharma, (CFO)	Nil	Nil	Nil	Nil
6.	Mr. Jaitender Kumar	Nil	Nil	Nil	Nil
7.	Mr. Rishav Jaiswal, Company Secretary	Nil	Nil	490	0.01%

F) **INDEBTEDNESS** -Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	2,159,617,029	-	-	2,159,617,029
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	120,635	22,500	-	143,135
Total (i+ii+iii)	2,159,737,664		-	2,159,760,164
Change in Indebtedness during the financial year				
Addition	-	183,957,600	-	183,957,600
Reduction	21,4347,239	22,500	-	21,4369,739
Net Change	-	-	-	30,412,139
Indebtedness at the end of the financial year				
i) Principal Amount	1945,145,425	183,957,600	-	2,129,103,025
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	245,000	-	-	245,000
Total (i+ii+iii)	1,945,390,425	183,957,600	-	2,129,348,025

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sl. no.	Particulars of Remuneration	Name of MD/ WTD/ Manager	Total Amount
		Mr. Kunal Yadav	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	14,400,000/- 0.00 0.00 0.00	14,400,000/- 0.00 0.00 0.00
2.	Stock Option	0.00	0.00
3.	Sweat Equity	0.00	0.00
4.	Commission - as % of profit - others, specify...	0.00	0.00
5.	Others, please specify	0.00	0.00
	Total (A)	14,400,000/-	14,400,000/-
	Ceiling as per the Act	-	-

B. Remuneration to other directors:

Sl. no.	Particulars of Remuneration	Name of Directors		Total Amount
		Geoffery Frederick Francis	Sheoraj Singh Ahlawat	
	1. Independent Directors			
	· Fee for attending board committee meetings	25,000	25,000	50,000
	· Commission	0.00	0.00	0.00
	· Others, please specify	0.00	0.00	0.00
	Total (1)	25,000	25,000	50,000

	2. Other Non-Executive Directors	Kunj Deep Kalra	
		---	Total Amount
	· Fee for attending board committee meetings	30,000	30,000
	· Commission	0.00	0.00
	· Others, please specify	0.00	0.00
	T total (2)		30,000
	T total (B)=(1+2)		80,000
	T total Managerial Re mun eration(A+B)	-----	14,480,000
	Overall Ceiling as per the Act		16,800,000

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

SI-no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961		3,24,000	7,21,992	10,45,992
2.	Stock Option		0	0	0
3.	Sweat Equity		0	0	0
4.	Commission -as%of profit -others,specify...		0	0	0
5.	Others, please specify		0	0	0
	Total		3,24,000	7,21,992	10,45,992

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES :

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Autho rity [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
B. DIRECTORS					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
C. OTHER OFFICERS IN DEFAULT					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil

For Indian Sucrose Limited

Place: Delhi
Date: 24.08.2018

Sd/-

Kunal Yadav
Managing Director
(DIN: 01338110)

Sd/-

Kunj Deep Kalra
Director
(DIN: 05285059)

STATEMENT OF DISCLOSURE OF REMUNERATION UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 AND RULE 5(1) OF COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

i. The ratio of the remuneration of each Director to the median remuneration of the employees of the company for the financial year ("FY")

Name of Director	Median (in Rs.)	Remuneration (in Rs.)	Ratio
Kunal Yadav	1,88,160	30,00,000	1:15.94
Geoffery Frederick Francis	1,88,160	-	1:00
Sheoraj Singh Ahlawat	1,88,160	-	1:00
Kunj Deep Kalra	1,88,160	-	1:00

Notes:

- Median is derived including remuneration paid to Mr. Kunal Yadav, Managing Director of the Company.
- To derive median, only employees on the payroll of the Company are taken into consideration.
- Mr. Sheoraj Singh Ahlawat, Mr. Geoffery Frederick Francis and Ms. Kunj Deep Kalra receive only sitting fees which are not considered as remuneration for the purpose of above calculation.

ii. The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary, if any, in the financial year

Name of Director	Designation	FY 2017 -18	FY 2016 -17	% increased
Kunal Yadav	Managing Director	30,00,000	18,00,000	66.67%
Ravinder Sharma	CFO	7,06,248	7,06,248	Nil
Rishav Jaiswal	Company Secretary	3,24,000	2,76,000	17.39%

Notes:

- The remuneration mentioned above is the per annum remuneration fixed during appointment.
- Mr. Sheoraj Singh Ahlawat, Mr. Geoffery Frederick Francis and Mrs. Kunj Deep Kalra receive only sitting fees and hence the same is not considered in providing this information.

iii. The percentage increase in the median remuneration of employees in the financial year

The percentage increase in the median remuneration of employees in the financial year 2017-18 is 6.51%.

iv. The number of permanent employees on the rolls of Company

Permanent employees on the rolls of the Company as on March 31, 2018 were 331.

v. The explanation on the relationship between average increase in remuneration and Company performance

There is 6.51% increase in the average remuneration of the employees as compared to 69.44% decrease in the net profit of the Company.

vi. Comparison of the remuneration of the Key Managerial Personnel ("KMP") against the performance of the Company

- For the financial year 2016-17 the revenue from operations of the Company increased by 10% and the Net Profit decreased by 69.44%.
- The remuneration to all KMPs aggregate to approximately 0.09 % of the revenue from operations.

vii. Variations in Market Capitalization of the Company and Price earnings ratio as at March 31, 2017 and March 31, 2018 and percentage increase over decrease in the market quotations of the shares of the Company in comparison to the rate at which the Company came out with the last public offer

Particulars	As on March 31, 2017	As on March 31, 2018
Market Capitalisation (in Crore)	58.75	33.86
Price Earnings Ratio (in Rs.)	2.15	4.05
Earnings Per Share (in Rs.)	17.69	5.41

Particulars	BSE
Market price per share as on April 1, 2017 (in Rs.)	38.9
Market price per share as on March 31, 2018 (in Rs.)	21.9
Change in Market Price (%)	-43.70 %

viii. 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 6.51% increase in the salary of employees of the Company as against the 66.67% increase in the salary of Managing Director of the Company for the financial year 2017-18.

ix. Comparison of the each remuneration of the Key Managerial Personnel against the performance of the company

Name	Designation	Remuneration for FY 2017-18 (in Rs.)	% of Revenue from operations for FY 2017-18	% of Net Profit for FY 2017-18
Kunal Yadav	Managing Director	30,00,000	0.07%	3.59%
Rishav Jaiswal	Company Secretary	3,24,000	0.01%	0.39%
Ravinder Sharma	CFO	7,06,248	0.02%	0.84%

x. The key parameters for any variable component of remuneration availed by the directors

No variable component of remuneration has been availed by Directors of the Company.

xi. The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year

This is not applicable to the Company.

xii. Affirmation that the remuneration is as per the remuneration policy of the Company.

The remuneration paid for FY 2017-18 was as per remuneration policy of the Company and has been approved by the Nomination and Remuneration Committee of the Board.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:**1. Industry Structure & Development:****Sugar:**

India is the largest consumer of Sugar and one of largest exporter of sugar in the world. India has nearly five million hectares of agricultural land under sugarcane cultivation. During 2017-18, 354.95 million metric tonnes of sugarcane was cultivated in the country, a rise of about 1% over that of the previous year. The estimated sugar output in the country during 2017-18 is 28 million metric tonnes (representing an increase of 15% over the last year), which is 16.2% of the total world production estimated at 172.46 million metric tonnes.

The sugar industry can be divided into the organized and unorganized sectors. Sugar factories belong to the organized sector and those who produce traditional sweeteners fall into the unorganized sector. Gur and khandasari are the traditional forms of sweeteners.

While some events did go in favour of the sugar industry in 2015, they weren't enough to lift the industry out of its morass. While the industry benefited from a better contribution from co-generated power and distillery by-products, falling global sugar prices created a big overhang and, to make matters worse, ample domestic output kept prices under pressure. Besides, sugarcane procurement costs remained firm, putting further pressure on declining margins.

The world sugar market continues to experience substantial price waning. Global sugar prices continue to remain under pressure. A strengthening dollar has led sugar mills to dump stocks to take advantage of weak domestic currencies, putting further pressure on international sugar prices.

Of the 115 sugar producing countries, 67 produce sugar from cane, 39 from beet and nine from both cane and beet. Brazil, India, Thailand, Australia and Cuba are the world's largest sugarcane producers. The Indian sugar industry has a significant standing in the global sugar market. India accounts for about 16% of the total world sugar production whereas Brazil accounted for around 22% of the world production. Based on the decadal growth in consumption, it is expected that domestic sugar consumption in 2016 would be approximately 25 million metric tonnes.

Co-generation of Power:

Sugar industry has been traditionally practicing cogeneration by using bagasse as a fuel. With the advancement in the technology for generation and utilisation of steam at high temperature and pressure, sugar industry can produce electricity and steam for their own requirements. It can also produce significant surplus electricity for sale to the grid using bagasse. Over 200 of the 600 sugar mills have cogeneration plants with an installed exportable capacity of over 3500 megawatts. A clear national regulation on cogeneration should be in place as this is considered as a non-conventional source of power and the industry should be paid higher than what it is being paid for per unit of power sold to state grid.

2. Outlook:

According to Credit Rating Agency ICRA India will continue to be a major sugar producer in the world and is expected to be a sugar surplus country for the sixth consecutive financial year. Indian Sugar Industry is expected to be a net exporter in FY. 2018-19 and sugar imports, if any, will be negligible. The average sugar recovery rate for cane (planted in both tropical and sub-tropical regions) is also expected to improve during FY. 2017-18. On the consumption side, strong domestic demand from soft drink manufacturers, confectionaries, hotels, bakeries and ice-cream manufacturers will support higher levels of consumption. India's relatively strong economic growth, stable political situation, rising incomes, a young population, and changing consumer consumption patterns are envisaged to be the key drivers encouraging higher sugar consumption. However, Indian sugar prices are expected to remain weak due to surplus sugar stock in both domestic and global markets. The government's intervention is necessary in order to revive the Indian Sugar Industry which has been reeling under the twin impacts of high sugarcane prices and low sales realization on sugar leading to recurring losses being incurred by sugar mills and mounting cane arrears. Concrete measures are required including emphasize on increasing its ethanol blending program along with providing flexibility for use of sugarcane as feed-stocks for ethanol production, building compulsory buffer stocks, incentivise exports through higher export subsidy, restructuring debt of sugar manufacturers, and most importantly implementation of recommendation of the Rangarajan Committee for linking the prices of cane to actual realisation of sugar and its allied products.

3. Risks, Threats and Opportunities:**Threat:**

- Ø Sugar sector is vulnerable to political interests.
- Ø Quality of soil deteriorates due to overuse of fertilizers and pesticides to increase sugarcane yield
- Ø Unhealthy competition between members of the society
- Ø Industry cyclical
- Ø Lack of ground water availability for irrigation purposes.

Challenges

- Governmental policies that regulate the input prices have resulted in mills incurring enormous losses.
- Most of the sugar factories are more than 40 years old and still reliant on outdated technology – leading to lowered installed production capacities, lower efficiencies and increased losses.
- Problem in convincing the farmers to change varieties.
- High production cost resulting in idle capacities and water availability for irrigation
- Low installed production capacity leads to a sub-optimal production and losses
- Growing sugarcane prices.

Strengths

- India is the world's second-largest producer of sugar after Brazil
- The Indian sugar industry is a source of livelihood for more than 50 million people – directly and indirectly.
- The Indian sugar industry's annual contribution to the exchequer stands at C17 billion.
- The Indian sugar industry also supports downstream industries by providing key raw materials like molasses and bagasse.
- This sector has been the focal point of socio-economic development in rural India

Opportunities:

- Advanced technology available to enhance byproduct utilisation.
- Domestic consumption expected at 30-31 million tons by 2020.
- High value of by-products for downstream industries like power and distilleries
- Huge potential to increase the productivity of cane and sugar recovery rate
- Technology upgradation, new advanced technology available for byproduct utilization
- Mandatory 5% ethanol blending with petrol can be used as major tool to balance sugar production
- Abolition of regulated release mechanism.

4. Segment wise Performance:

Your Company is having two business segments i.e. manufacturing of white crystal sugar and Cogeneration of power. The sugar segment revenues constituted the largest share of the Company's revenues. The segment contributed 99.00% of the Company's turnover during the year under review.

Revenues from cogeneration contributed less than 1.00% of the Company's revenues during the year under review.

5. Internal Control Systems and their adequacy:

The Company believes that internal control is a necessary part of the principle of governance and that freedom of management should be exercised within a framework of appropriate checks and balances. The Company remains committed in its endeavor to ensure an effective internal control environment that provides assurance on the efficiency and effectiveness of operations, reliability of financial reporting, statutory compliance and safety of assets. The Company's Audit Committee is responsible for reviewing the Audit Report submitted by the Internal Auditors. Suggestions for improvements are considered and the Audit Committee follows up on the implementation of corrective actions. The Audit Committee also invites the Statutory and Internal Auditors for regular meetings to ascertain their views on the adequacy of internal control systems and keeps the Board of Directors informed of its observations from time to time.

6. Human Resources and No. of employees employed:

Continuous learning represents the cornerstone of the Company's human resource policy. The Company adopted a progressive human resource policy to meet the aspirations of employees. It organised training programmes and motivated its employees to attain greater efficiency and competence, leading to effective retention. Value centric management helped enhance loyalty. We believe, it is our people along who provide us with the greatest sustainable and competitive advantage. The basic HR philosophy of the company revolves around commitment to create an organization that futures talents and enterprise of its people. Your Company's employees fully identify with your Company's vision and business goals. Training needs are identified in a systematic manner and regular training programmes are being organized to develop the knowledge and skill levels of the employees. Total number of employees as on 31st March 2018 was 331.

7. Industrial Relations:

The management and the workers in the Company maintain cordial and harmonious relations - unanimous in their belief that they have one common objective sustainable success of the Company. All areas concerning employee's involvement safety, health and training development elicits their unqualified participation.

8. Cautionary Statement:

Statement in the Management Discussion and Analysis report containing the company's objectives, projections, estimates and expectations may be 'forward looking' statements within the meaning of applicable laws and regulations and futuristic in nature. However actual results might differ from those earlier expressed or implied. Such statements represent intentions of the management and the efforts put in to realize certain goals. The success in realizing these depends on various factors both internal and external. Investors, therefore, are advised to make their own judgments before taking any investment decisions.

Report on Corporate Governance

REPORT & OVERVIEW

1. Company's philosophy on Code of Governance

Corporate Governance refers to, but not limited to, a set of laws, regulations and good practices and systems that enable an organization to perform efficiently and ethically to generate long-term wealth and create value for all its stakeholders. The Board and Management of your Company believe that operating to the highest level of transparency and integrity in everything we do is integral to the culture of our Company. We ensure that all our activities are for the mutual benefit of the Company and all our stakeholders, our customers, our regulators, our employees, our shareholders and the communities in India of which we are an integral part and are privileged to serve. The Board and management of your Company are committed to the highest standards of accountability, transparency, social responsiveness, operational efficiency and good ethics.

Adherence to transparency, accountability, fairness and ethical standard are integral part of the Company's function. The Company is committed to sound Corporate Governance practices and compliance with all applicable laws and regulations. The Board believes that combining the highest levels of ethical principles with our unmatched brand name, experience and expertise, will ensure that we continue to be the leading Company in Building India.

The Company aims to increase and sustain its corporate value through growth and innovation.

2. Code of Ethics

The Board of directors has approved and implemented a Code of Conduct and Ethics for the Board of Directors and Senior Management and the same has been posted on the website of the Company.

Prevention of Insider Trading:

The Company has instituted a comprehensive code of conduct for prevention of insider trading in accordance with the requirements of SEBI (Prohibition of Insider Trading) Regulation, 2015.

3. Board of Directors

Your Company has a broad based Board of Directors, constituted in compliance with the Companies Act 2013, Listing Agreement with the stock exchange(s) and in accordance with best practices in corporate Governance. The Board comprises 5 Directors- 2 Executive Director and 3 Non-Executive Directors including 2 Independent Directors.

Mr. Kunal Yadav, Managing Director, is the Chairman of the Board. The Committees have oversight of operational issues assigned to them by the Board.

The Board met Six (6) times in the year ended 31st March 2018 viz. on 20th April 2017, 30th May 2017, 25th August 2017, 09th October 2017, 07th December 2017, and 14th February 2018. The maximum interval between any two meetings did not exceed 120 days.

The name of the members of the Board, their status, their attendance at the Board Meeting and the last Annual General Meeting (AGM), number of the other Directorship and Committee membership/Chairmanship of each Director are as under:

Name of Director	Board meeting attended during the year	Attendance at the Last AGM	Number of other Directorships		Number of committee memberships in other Companies
			Of Indian public limited Companies	Of other Companies	
Non-Executive Director					
Smt. Kunj Deep Kalra	6	YES	2	12	-
Managing Director					
Sh. Kunal Yadav	6	YES	6	13	4
Independent Director					
Sh. Sheoraj Singh Ahlawat	5	YES	-	-	-
Sh. Geoffery Fedrick Francis	5	YES	1	1	-

4. Audit & Compliance Committee

The constitution and terms of reference of the Audit Committee are in compliance with Section 177 of the Companies Act, 2013 and Regulation 18 of the Listing Regulations, as may be applicable.

Terms of Reference

The terms of reference of the Audit Committee are as follows:

- Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- Recommendation for appointment, remuneration and terms of appointment of auditors of the Company.
- Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
- Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
 - a) matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;
 - b) changes, if any, in accounting policies and practices and reasons for the same;
 - c) major accounting entries involving estimates based on the exercise of judgment by management;
 - d) significant adjustments made in the financial statements arising out of audit findings;
 - e) compliance with listing and other legal requirements relating to financial statements;
 - f) disclosure of any related party transactions; and
 - g) modified opinion(s) in the draft audit report.
- Reviewing, with the management, the quarterly financial statements before submission to the board for approval.
- Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter.
- Reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process.
- Approval or any subsequent modification of transactions of the listed entity with related parties.
- Scrutiny of inter-corporate loans and investments.
- Valuation of undertakings or assets of the Company, wherever it is necessary.
- Evaluation of internal financial controls and risk management systems.
- Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems.
- Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
- Discussion with internal auditors of any significant findings and follow up there on.
- Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
- Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
- To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
- To review the functioning of the whistle blower mechanism.
- Approve the appointment of Chief Financial Officer after assessing the qualifications, experience and background, etc. of the candidate.
- Carrying out any other function as is mentioned in the terms of reference of the audit committee.
- The audit committee shall review the information required as per Listing Regulations.

Composition and Attendance

The composition of the Audit Committee and the details of meetings attended by the Directors during the financial year 2017-18 are given below:

Name of Members	Position	Category	No. of meetings	
			Held	Attended
Mr. Geoffery Frederick Francis	Chairperson	Independent Director	4	4
Mr. Sheoraj Singh Ahlawat	Member	Independent Director	4	4
Mr. Kunal Yadav	Member	Executive Director	4	4

5. Nomination and Remuneration Committee

The constitution and the terms of reference of the Nomination and Remuneration Committee ("NRC") are in compliance with Section 178(1) of the Companies Act, 2013 and Regulation 19 of Listing Regulations.

Terms of Reference

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

- To formulate a criteria for determining qualifications, positive attributes and independence of a Director.
- To recommend to the Board the appointment and removal of Senior Management.
- To carry out evaluation of Director's performance and recommend to the Board appointment / removal based on his / her performance.
- To recommend to the Board on (i) policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management and (ii) Executive Directors remuneration and incentive.
- To make recommendations to the Board concerning any matters relating to the continuation in office of any Director at any time including the suspension or termination of service of an Executive Director as an employee of the Company subject to the provision of the law and their service contract.
- Ensure that level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets appropriate performance benchmarks.
- To devise a policy on Board diversity
- To develop a succession plan for the Board and to regularly review the plan.

Composition and Attendance

The composition of Nomination and Remuneration Committee and attendance of Committee members during the financial year 2017-18 are given below:

Name of Members	Position	Category	No. of meetings	
			Held	Attended
Mr. Geoffery Frederick Francis	Chairperson	Independent Director	4	4
Mr. Sheoraj Singh Ahlawat	Member	Independent Director	4	4
Mr s. Kunj Deep Kalra	Member	Independent Director	4	4
Mr. Kunal Yadav	Member	Executive Director	4	4

6. Performance Evaluation Criteria for Independent Directors

The performance evaluation criteria for independent directors are determined by the Nomination and Remuneration Committee. An indicative list of factors that may be evaluated includes participation and contribution by a director, effective deployment of his / her knowledge, expertise and commitment.

Remuneration of Directors

Details of remuneration to the Directors for the year ended 31st March, 2018:

Sl. No.	Name of Directors	Salary (Rs.)	Sitting Fees (Rs.)	Total
1.	Mr. Kunal Yadav	3,00,000/-	-	3,00,000/-
2.	Mrs . Kunj Deep Kalra	-	30,000/-	30,000/-
3.	Mr . Sheoraj Singh Ahlawat	-	25,000/-	25,000/-
4.	Mr. Geoffery Fedrick Francis	-	25,000/-	25,000/-

7. Stakeholders Relationship Committee

The constitution and the terms of reference of the Stakeholders' Relationship Committee are in compliance with Section 178 of the Companies Act, 2013 and Regulation 20 of Listing Regulations.

Terms of reference

The terms of reference of the Stakeholders' Relationship Committee are as follows:

- Consider and resolve the grievances of security holders of the Company including redressal of investor complaints such as transferor credit of securities, non-receipt of dividend / notice / annual reports, etc. and all other securities-holders related matters.
- Consider and approve issue of share certificates (including issue of renewed or duplicate share certificates), transfer and transmission of securities, etc.

The composition of Stakeholders Relationship Committee is as follows:-

Name of Member	Position	Category
Mr. Geoffery Frederick Francis	Chairman	Independent Director
Mr. Sheoraj Singh Ahlawat	Member	Independent Director
Mr. Kunal Yadav	Member	Managing Director

The Company has its in House Share Transfer department, at Regd. Office of the company, G. T. Road, Mukerian. M/s MCS Share Transfer Agent Ltd., New Delhi is acting as Registrar for Electronic connectivity with NSDL & CDSL for the dematerialization of its shares. The Committee inter-alia, oversees and reviews all matters connected with transfer of shares, approve issue of duplicate and split of share certificates, redressal of shareholders'/ investors' complaints/grievances including transfer of shares, non-receipt of annual report and dividend etc. The Committee also reviews performance of the Registrar and Share Transfer Agent and recommends measures for overall improvement in the quality of investor services. With a view to expedite the process of share transfer/transmission etc., on fast track basis, the Board has empowered the Company Secretary for approving share transfer, transmission etc.

Name and designation of Compliance Officer:

Mr. Rishav Jaiswal, Company Secretary is the Compliance Officer of the Company.

Separate meeting of Independent Directors

A separate meeting of the Independent Directors was held on March 25, 2018 without the presence of Executive Directors or Management representatives, inter alia, to discuss the performance of Non-Independent Directors and the Board as a whole and the quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform its duties. All Independent Directors of the Company attended the meeting.

8. Whistle Blower Policy / Vigil Mechanism

Pursuant to Section 177(9) and (10) of the Companies Act, 2013, and Regulation 22 of the Listing Regulations, the Company has formulated Whistle Blower Policy for vigil mechanism for Directors and employees to report to the management about the unethical behavior, fraud or violation of Company's Code of Conduct. The mechanism provides for adequate safeguards against victimization of employees and Directors who use such mechanism and makes provision for direct access to the Chairperson of the Audit Committee in exceptional cases. None of the personnel of the Company has been denied access to the Audit Committee.

9. General Body Meetings

Details of last three Annual General Meetings of the Company held as under:

Date	Time	Whether Special Resolution Passed or not	Special Resolutions passed	Location
30 th September, 2015	11.00 AM	Yes	• Conversion of 7,00,000 6% Convertible Preference Shares	G. T. Road Mukerian Distt Hoshiarpur Punjab
30 th December, 2016	11.00 AM	Yes	• Conversion of 7,00,000 6% Convertible Preference Shares	G. T. Road Mukerian Distt Hoshiarpur Punjab
30 th September, 2017	11:00 AM	No	NA	G. T. Road Mukerian Distt Hoshiarpur Punjab

10. Disclosures

During the Financial Year ended March 31, 2018:

- There was no materially significant related party transactions with the Directors that have a potential conflict with the interests of the Company.
- The Company has followed the prescribed guidelines of Accounting Standards in preparation of its financial statements.
- The related party transactions have been disclosed in the notes to accounts forming part of the annual financial statements.
- There were no instances of non-compliance by Company, penalties, strictures imposed by Stock Exchange and SEBI on any matter related to capital markets, since the incorporation of the Company.
- The Company has laid down a Code of Conduct for all Board Members and Senior Executives of the Company. The Code of Conduct is available on the Company's website www.muksug.com. The Managing Director has given a declaration that all the Directors and concerned Executives have affirmed compliance with the Code of Conduct.
- Whistle Blower Policy framed by the Company to deal with unethical behavior, victimization, fraud and other grievances or concerns, if any, is available on Company's website. During the financial year 2017-18 no person has been denied access to the committee.
- Further, the Company has complied with all the mandatory requirements specified in Regulations 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of the Listing Regulations.

11. Means of Communication

Quarterly Results are communicated through newspaper advertisement. The results are generally published in the The Financial Express (English), Jansatta (Hindi)

12. General Shareholders Information:

Day, Date, Time and Venue of the Annual General Meeting	Saturday , September 29, 201 8, 10:00 A.M., Regd.Off. & work at Mukerian
Financial Year	April 1, 2017 to March 31, 201 8
Date of Book Closure	Sept. 24, 201 7 to Sept. 29 , 201 8 (Both days inclusive)
Dividend Payment Date	N.A.
Listing on Stock Exchanges	1.Bombay Stock Exchange Limited 2. Calcutta Stock Exchange Asso.Ltd* * The Delisting Application made by the Company is pending with these Stock Exchanges. Listing fee to BSE has been paid till 31st March, 2019.
Stock Code	BSE: 500319

a) DISTRIBUTION SCHEDULE AS ON 31.03.2018

Equity Shares

Nominal Value of Each Share/Unit Rs.10/-

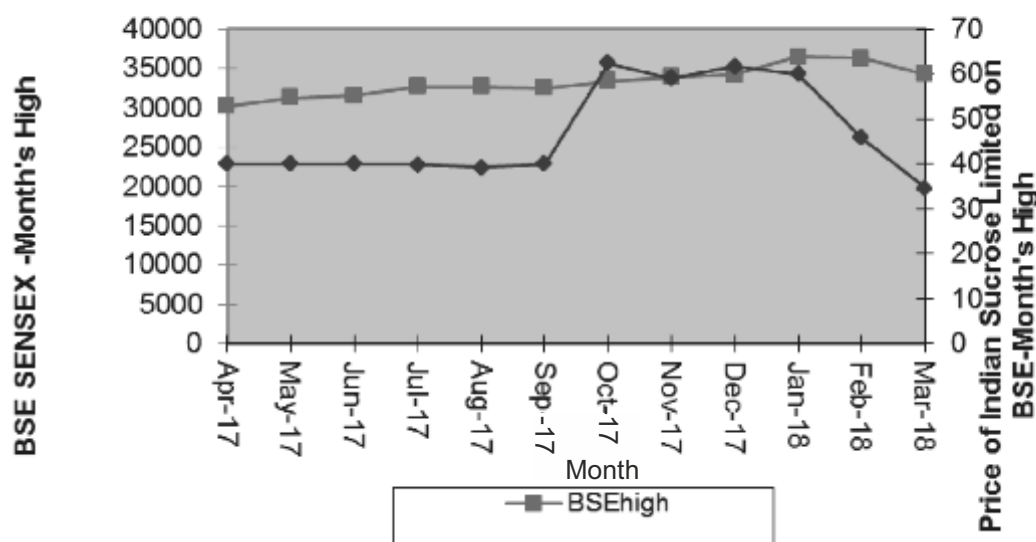
Numbers Of Share - Holders	% of Total	Share Holding of Nominal Value of Rs.	No. of Shares	Amount in Rs.	% to Total
17281	94.14	Up to 5000	2988853	29888530	19.33
586	3.20	5001 to 10000	461498	4614980	2.98
377	2.05	10001 to 50000	841117	8411170	5.44
52	0.28	50001 to 100000	365844	3658440	2.37
62	0.33	100001 and above	10804495	108044950	69.88
18358	100.00	Total	15461807	154618070	100.00

b) **Market Price Data**

Month	Open	High	Low	Close
April, 2017	38.5	40	37.5	40
May, 2017	40	40	38	38
June, 2017	39.9	39.9	31.85	34
July, 2017	35.65	39.75	32.45	35
August, 2017	34.8	39.2	32.85	38.9
September, 2017	38.45	40	36.3	40
October, 2017	42	62.45	38.5	54.15
November, 2017	54	59	50.1	56.6
December, 2017	57	61.7	50	54.65
January, 2018	54	60	38.35	43.65
February, 2018	45.8	45.8	31.55	34.5
March, 2018	34.5	34.55	21.9	21.9

c) **Stock Performance in comparison to BSE SENSEX:**

Indian Sucrose Limited Price on BSE Vs. BSE SENSEX



d) **Shareholding Pattern as on March 31, 2018**

Sl. No.	Category	No. of Shares held	% of Total Shareholding
1.	Promoters	9,107,518	58.90
2.	Financial Institutions/ Banks	500	0.00
3.	Private Corporate Bodies	659,527	4.27
4.	Mutual Funds	9,433	0.06
5.	Trust	0	0.00
6.	NRIs	814,151	5.27
7.	Indian Public	487,0678	31.50
		15,461,807	100

e) **Dematerialization of Equity Shares and Liquidity**

The Company's shares are compulsorily traded in dematerialized form and are available for trading on both the depositories, viz. National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL). As on March 31, 2018, 79.15 percent of the Company's equity shares are held in dematerialized form with NSDL and CDSL.

f) Reconciliation of share capital audit report

As stipulated by SEBI, a qualified Practicing Company Secretary carries out Secretarial Audit to reconcile the total admitted capital with NSDL and CDSL and the total issued and listed capital. This audit is carried out every quarter and the report thereon is submitted to the Stock Exchanges where the company's shares are listed. The audit confirms that the total listed and paid-up capital is in agreement with the aggregate of the total number of shares in dematerialised form (held with NSDL and CDSL) and total number of shares in physical form.

g) CEO/CFO Certification

Mr. Ravinder Sharma, CFO of the Company have certified to the Board with regard to the compliance in terms of Regulation 17(8) of Listing Regulations.

h) Plant Location (Manufacturing Unit)

G.T. Road, Mukerian, Distt. Hoshiarpur (P B.)-144211

- **Item / Products** White Crystal Sugar
- **By products** Molasses and Bagasse

d) Address for Correspondence:

Registered Office:

Indian Sucrose Limited,
G.T. Road, Mukerian
Distt. Hoshiarpur (Pb.) - 144211
Ph. No. +91-9115110651/52/53
Fax.-244532
Email: - isl.investor@yaducorporation.com

Corporate Office:

Indian Sucrose Limited
202/47, Thapar Arcade
Kalu Sarai, Hauz Khas,
New Delhi-110016

Details of the Directors seeking Appointment/Reappointment at the Annual General Meeting (In Pursuance of Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard- 2 (SS-2) on "General Meetings")

Name of the Director	Mrs. Kunj Deep Kalra	Mr. Jaitender Kumar
Date of Birth	31/10/1986	07.07.1966
Age (in years)	30	52
Date of Appointment	14/08/2014	27/06/2018
Qualification	Graduate	Graduate
Board Position held	Women Director	Additional Director
Term & Conditions for re-appointment	Liable to retire by rotation	Liable to retire at AGM
Expertise in functional area	Management & Administration	Management & Administration
Other Directorship	13	1
Committee Positions in other Companies	Nil	Nil
Relationship with Directors	Spouse of Mr. Kunal Yadav, Managing Director	NA
No. of Shares held	Nil	Nil

Declaration by the Managing Director on the Code of Conduct

To
The Members,
Indian Sucrose Limited

Pursuant to Part C of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), I, Kunal Yadav, Managing Director of Indian Sucrose Limited, declare that all the Board Members and Senior Executives of the Company have affirmed their compliance with the Code of Conduct during the year ended 31st March, 2018.

Place: New Delhi

Date: 24-08-2018

Sd/-
(Kunal Yadav)
(Managing Director)

CEO/CFO Certification

To
The Board of Directors
Indian Sucrose Limited
Mukerian

Re: Financial Statements for the year ended 31st March, 2018
Certification by Managing Director and Chief Financial Officer

We, Kunal Yadav, Managing Director and Ravinder Sharma, Chief Financial Officer, of Indian Sucrose Limited, on the basis of the review of the financial statements and the cash flow statement for the year ended 31st March, 2018 and to the best of our knowledge and belief, hereby certify that :-

- A. We have reviewed financial statements and the cash flow statement for the year and that to the best of our knowledge and belief:
- 1) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - 2) these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are, to the best of our knowledge and belief, no transactions entered into by the listed entity during the year which are fraudulent, illegal or violative of the listed entity'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 listed entity pertaining to financial reporting and we have 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
- 1) significant changes in internal control over financial reporting during the year;
 - 2) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - 3) 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 listed entity's internal control system over financial reporting.

Place: New Delhi

Date: 24-08-2018

Sd/-
Ravinder Sharma
(Chief Financial Officer)

Sd/-
Kunal Yadav
(Managing Director)

COMPLIANCE CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

To
The Members,
Indian Sucrose Limited,

We have examined the compliance of conditions of corporate governance by INDIAN SUCROSE LIMITED, for the year ended on March 31, 2018 as stipulated in Part C of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the provisions as specified in Part C of Schedule V of the 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.

Place: New Delhi
Date : 23-08-2018

FOR SHEETAL & CO.
COMPANY SECRETARIES

Sd/-
(Sheetal Sharma)
ACS No.: 38958
C.P. No.: 15204

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INDIAN SUCROSE LIMITED**

1. **Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of Indian Sucrose Limited ('the Company') which comprise the Balance Sheet as at 31st March 2018, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "Standalone Financial Statements").

2. **Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance including Other Comprehensive Income, cash flows and the Statement of Changes in Equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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.

3. **Auditor's Responsibility**

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

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

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

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

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

8. **Emphasis of Matters:**

- The Board of directors of the company in its meeting held on 30th May, 2017 has revised the remuneration of the Managing Director w.e.f 1st April, 2017. This revision was subsequently approved by the shareholders in 26th Annual General Meeting held on 30th Sept, 2017. Accordingly, the company has paid commission for the accounting year ending on 31st march, 2017 during the year under consideration amounting to Rs-41,01,904.00 However, no provision of commission has been made for the current Financial year ending on 31st march, 2018 due to inadequacy of profits.

- The company is holding more than 20% of the paid up share capital of the Ranger Breweries Ltd. This company is therefore an associate company. The company is required to prepare consolidated financial statement as per the provisions of Schedule III of the Companies Act, 2013 in terms of clause 6 of the Companies (Accounts) Rules, 2014. The company has not prepared the consolidated financial statement because the financial statements of Ranger Breweries Ltd. have not been finalized till date.

- Basis of Qualified Opinion

- a. The Company has advanced a sum of Rs.11,05,85,000 to M/s. Cosmos Sugar Pvt. Ltd. in the financial year 2016-17. An amount of Rs. 4,46,40,000 is still outstanding as on 31.03.2018, but no interest has been charged on this loan which is prejudicial to the interest of the Company. Moreover, no agreement with respect to this transaction has been provided to us for verification. Accordingly, we are unable to comment on terms and conditions of this advance.
 - b. As per the Information and explanation given to us by the management, the Company has provided guarantee in respect of KCC loan secured to the farmers (suppliers) from Banks. As per Tri-partite agreement between the Indian Sucrose Ltd., farmers and banks, the banks have sanctioned KCC limit to the farmers and credited the same in the Indian Sucrose Ltd. The proper records and documents were not produced by the company in respect of such loans for our verification. Accordingly, we are unable to comment on the same. Refer Para iv(c) at Annexure-A to Our Report.
 - c. The company is holding Equity investment in Versatile Events Pvt Ltd. and Yadu Resorts (India) Ltd. As per IND AS-32 "Financial Instrument: Presentation" these financial instruments should be presented at fair value but the fair valuation of these financial instruments as on 31/03/2018 is not available with the company. Accordingly, the same have been presented at their carrying cost as of 31/03/2017.
9. **Qualified Opinion**
In our opinion and to the best of our information and according to the explanations given to us, except the matter described under the paragraph basis of qualified opinion, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2018 and its profits and its cash-flows for the year ended on that date.

10. **Report on Other Legal and Regulatory Requirements**

As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure- A, which forms part of this report, a statement on the matters specified in the paragraph 3 and 4 of the Order.

11. As required by section 143(3) of the Act, we report that:
- a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b. in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. the balance sheet, the statement of profit and loss and the cash flow statement dealt with by this report are in agreement with the books of account;
 - d. in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015;
 - e. on the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of sub-section (2) of section 164 of the Act; and
 - f. with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure- B"; and
 - g. with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to explanations given to us;
 - (i) The Company has disclosed the impact of pending litigations on its financial position in its Standalone Financial Statements - Refer note 31 to the financial statements;
 - (ii) The Company did not have any long term contracts including derivative contracts for which there were any material for 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.

For R. Dewan & Co.
Chartered Accountants
FRN 017883N

(Rajiv Dewan)
Partner
M.No.: 084718

Place: Ludhiana
Date: 30-05-2018

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31st, March 2017, we report that:

- i) a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) According to information and explanations given to us, Fixed Assets are verified by rotation every year. No discrepancies were observed in the Fixed Assets physically verified during the financial year.
- c) According to information and explanations given to us and on the basis of our examination of the records of the company the title deeds of immovable properties are held in the name of the company.
- (ii) a) According to information and explanations given to us, the inventories have been physically verified during the year by the management. In our opinion the frequency of verification is reasonable.
- b) According to the information and explanations given to us, no material discrepancies were noticed on physical verification of inventory as compared to the book records.
- (iii) According to the information and explanations given to us and on the basis of our examination of the books of accounts, we report that the Company has granted unsecured loan / capital advances to two companies covered in the register maintained under section 189 of the Companies Act, 2013. These loans were granted interest free which is prejudicial to the interest of the company. Moreover, the copies of the loan agreements are not provided to us, accordingly we are unable to comment whether the terms and conditions of repayment of principal has been complied with.
- (iv) The company has made investment, granted the loan and provided guarantee as per detail below:
- a) Investment in shares:

Particulars	Amount
Ranger Breweries Ltd	Rs. 6,55,98,209/-
Yadu Resorts Pvt. Ltd.	Rs. 94,95,866/-
Versatile Events (P) Ltd.	Rs. 30,21,354/-

Investment in Bonds

Particulars	Amount
RBI Gold Bonds	Rs. 86,790/-

- b) Loans granted:

Particulars	Amount
Panchvaktra Holdings	Rs. 15,00,000/-
Mr. Brij Bhushan Sharma	Rs. 20,00,200/-
Kunal Breweries Ltd.	Rs. 46,46,544/-
SNG Exim Pvt Ltd.	Rs. 6,21,087/-

a) Guarantees:

- The Company has provided guarantee in respect of KCC loan secured to the farmers (suppliers) from Banks. As per Tri-partite agreement between the Indian Sucrose Ltd., farmer and bank, the bank will sanction KCC limit to the farmers and credit the same in the Indian Sucrose Ltd. on account of Agri- Input to be supplied by the Indian Sucrose Ltd. to farmers and in return the Indian Sucrose Ltd. shall repay the loan to Bank by making deduction from amount payable to farmers on account of sugarcane.

During the Year Rs. 5.36 crores was repaid to the bank(net of loans received) and Rs.0.93 crores was disbursed to the farmers (net of amounts recovered) and accordingly the net debit balance outstanding as on 31.03.2018 was Rs.44.97 crores, after adjusting opening debit balance of Rs.38.68 crores, which has been shown under the Head "Current Asset" in the Financial Statements. As the KCC loan has been sanctioned by the banks to the farmers and the Indian Sucrose Ltd. is only guarantor and moreover the requisite information is not provided for verification by the company accordingly we are unable to comment whether the farmers loan balances as shown in the Indian Sucrose Ltd. books tally with the balances as per Bank books.

- The company has provided guarantee to State Bank of India of Rs. 13.69 crore in respect of a loan provided to M/s Ranger Breweries Limited in the Year 2012-13.

The total amount of investments, loans granted and guarantee provided exceeds the limit provided u/s 186(2). The company has not complied with the requirement of section 186 of the Companies Act, 2013 pursuant to loans granted, guarantees provided and investments made. Further the company has granted loans to the person in whom directors are interested as detailed below:

Particulars	Opening Balance	Addition	Repayment	Balance as on 31.03.2018
Cosmos Sugar Pvt. Ltd.	4,46,40,000	Nil	Nil	4,46,40,000

However, the requirements for granting such loans, as provided under section 185 of the Companies Act, 2013, have not been fulfilled. Therefore the provisions of the section 185 of the Companies Act, 2013 are not complied with.

- (v) According to the information and explanations given to us, the Company has not accepted deposits cover under the provisions of sections 73 to 76, other relevant provisions of the Companies Act, 2013 and the rules framed there under. According to the information and explanations given to us, no order under the aforesaid sections has been passed by the Company Law Board, National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal on the Company.
- (vi) We have broadly reviewed the books of account maintained by the company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148 of the Act and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained.
- (vii) (a) According to the information and explanations given to us and on the basis of the records of the Company examined by us, in our opinion, the Company has been regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts in respect of statutory dues payable were outstanding as on the last day of the financial year concerned for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues of duty of custom, income-tax / sales tax / wealth tax / service tax / excise duty / Value Added Tax /Cess etc. which have not been deposited with the appropriate authorities on account of any dispute. However according to information and explanations given to us the following dues of Tax have not been deposited by the company on account of dispute:

Name of Statute	Nature of Dues	Financial year to which it pertains	Amount (Rs.)	Forum where dispute is pending.
Sales Tax Laws	Sales tax	1997-98	5.67	Deputy Excise & Taxation Commissioner (Appeal)
Sales Tax Laws	Purchase Tax	1999 -2000	16.64	Punjab & Haryana High Court.
		2000 -01 & 2001 -02	39.59	DETC, Jalandhar
		2002 -03 & 2003 -04	36.73	DETC, Jalandhar
		2004 -05	30.16	Vat Tribunal, Chandigarh
		2006 -07	157.38	Vat Tribunal, Chandigarh
		2007 -08	163.82	DETC , Jalandhar
		2008 -09	112.32	Tribunal Court
		2009 -10	109.74	Tribunal Court
		2010 -11	232.56	DETC , Jalandhar
		2011 -12	41.49	DETC , Jalandhar
Direct Taxes	Income Tax	2013 -14	5.02	CIT (Appeals)- I, Ludhiana

- (viii) According to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings to a financial institution bank or government. The Company has not issued any debentures during the year or in the preceding year.
- (ix) In our opinion and according to the information and explanations given to us, the term loans taken during the year by the company have been applied for the purpose for which they were raised. The company has not raised money by way of initial public offer or 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 course of our audit.
- (xi) According to the information and explanations given to us, the company has paid / provided for the managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- (xii) According to the information and explanation given to us, the company is not a Nidhi Company. Therefore the provisions of paragraph 3(xii) of the Order are not applicable.
- (xiii) According to the information and explanations given to us, and based on our examination of the records of the company, transactions with the related parties are in compliance with section 177 and 188 of the Act, where applicable and the details of the transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us, the company has not made preferential allotment or private placement of shares or fully or partly convertible debentures during the year under audit. Thus the provisions of paragraph 3(xii) of the Order are not applicable.
- (xv) According to information and explanations given to us, and based on our examination of the records of the company, the company has not entered into non-cash transactions with director or person connected with him. Accordingly, provisions of paragraph 3 (xv) of the Order are not applicable.

- (xvi) According to the information and explanation given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For R. Dewan & Co.
Chartered Accountants
FRN 017883N

(Rajiv Dewan)
Partner
M.No.: 084718

Place: Ludhiana
Date: 30th May, 2018

Annexure - B to the Auditors' Report

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

1. We have audited the internal financial controls over financial reporting of Indian Sucrose Limited ("the Company") as of 31st March 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

2. Management's Responsibility for Internal Financial Controls

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

3. Auditors' Responsibility

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

4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

6. Meaning of Internal Financial Controls over Financial Reporting

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

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

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

7. Inherent Limitations of Internal Financial Controls over Financial Reporting

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

8. Opinion

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

For R. Dewan & Co.
Chartered Accountants
FRN 017883N

(Rajiv Dewan)

Partner
M.No.:084718

Place: Ludhiana
Date: 30-05-2018

Indian Sucrose Limited

Balance sheet as at 31.03.2018

	Particulars	Note No.	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
	ASSETS				
1	Non-current assets				
	(a) Property, Plant and Equipment	3	10713,11,089	7374,95,863	7723,27,559
	(b) Capital work in progress		2066,78,368	29,71,762	7,80,562
	(c) Intangible assets	3	-	-	2,474
	(d) Financial assets				
	(i) Investments	4	782,02,219	782,02,219	790,98,804
	(e) Other non current assets	5	426,81,066	137,14,007	727,46,106
	Total non-current assets		13988,72,742	8323,83,851	9249,55,505
2	Current Assets				
	(a) Inventories	6	17371,33,298	19336,39,058	16446,30,933
	(b) Financial assets				
	(i) Trade Receivables	7	2195,30,037	1551,56,639	1407,62,202
	(ii) Cash and cash equivalents	8	826,29,343	1559,53,306	3871,20,121
	(iii) Other Bank Balances (other than (iii) above)	9	529,89,466	567,43,166	1076,78,993
	(iv) Other financial assets	10	6051,38,593	5657,92,461	181,41,339
	(c) current tax assets (net)	11	255,13,071	1054,42,798	7,85,447
	(d) Other current assets	12	859,50,582	673,19,227	1418,11,695
	Total current assets		28088,84,390	30400,46,655	24409,30,730
	TOTAL ASSETS		42077,57,132	38724,30,506	33658,86,235
	EQUITY AND LIABILITIES				
	Equity				
	(a) Share capital	13	1541,83,320	1541,83,320	1541,83,320
	(b) Other equity	14	7511,35,018	7113,19,849	4695,31,454
	Total Equity		9053,18,338	8655,03,169	6237,14,774
1	Non Current Liabilities				
	(a) Financial Liabilities				
	(i) Borrowings	15	3116,22,581	2822,10,238	2971,36,872
	(b) Provisions	16	234,55,325	241,84,905	225,70,985
	(c) Deferred Tax liabilities	17	1637,00,579	1496,78,370	1501,96,602
	Total non-current liabilities		4987,78,485	4560,73,513	4699,04,459
2	Current liabilities				
	(a) Financial Liabilities				
	(i) Borrowings	18	18517,45,099	19882,78,416	16019,37,756
	(ii) Trade payables	19	7112,33,919	1263,84,054	2255,31,373
	(iii) Other financial liabilities	20	1107,12,191	1245,63,506	2778,44,967
	(b) Other current liabilities	21	888,43,549	232,86,173	200,35,366
	(c) Provisions	22	411,25,550	2883,41,675	1469,17,540
	Total Current liabilities		28036,60,308	25508,53,824	22722,67,002
	Total Equity and liabilities		42077,57,132	38724,30,506	33658,86,235
	Corporate Information	1			
	Significant Accounting Policies	2			

As per our report of even date attached

For R.Dewan & Co.
Chartered Accountants
Regn. No.-

Rajiv Dewan
(Partner)
M. No.-084718

Place: Ludhiana
Date : 30-05-2018

For and on behalf of Board of Directors

sd/-
Kunal Yadav
Managing Director
(Din No. 01338110)

sd/-
Ravinder Sharma
Chief Financial Officer

sd/-
Kunj Deep Kalra
Director
(Din No. 05285059)

sd/-
Rishav Jaiswal
Company Secretary
(M. No. 38834)

Indian Sucrose Limited

Statement of Profit and Loss Account for the period 31.03.2018

			Figures for the Current Reporting Period 31/03/2018 Rupees	Figures for the Previous Reporting Period 31/03/2017 Rupees
	Note No.			
I	Revenue from Operations	23	41903,12,577	38604,23,932
II	Other Income	24	641,91,728	633,77,360
III	Total Revenue		42545,04,305	39238,01,292
IV	Expenses			
	Cost of Material Consumed	25	32927,88,517	32105,85,854
	Changes in Inventories of Finished Goods, Work-In-Progress	26	1903,54,293	(2632,44,409)
	Employee Benefits Expenses	27	892,58,969	811,29,714
	Finance Costs	28	1401,02,289	1896,07,814
	Depreciation and Amortisation Expenses	29	678,42,984	732,98,498
	Other Expenses	30	2609,02,232	1847,42,411
	Excise duty on sale of goods			
	Total expenses		40412,49,284	34761,19,882
V	Profit before exceptional items and tax (III-IV)			
VI	Exceptional Items			
	Loss on sale of Assets		800,25,444	
VII	Profit before Tax		1332,29,577	4476,81,410
VIII	Tax Expense :			
	Current Tax		349,59,705	1503,43,437
	Earlier Year Tax		6,72,960	(8,40,368)
	Deferred Tax Asset		140,22,210	(5,18,232)
	Total Tax Expense		496,54,876	1489,84,837
IX	Profit/(Loss) for the period from Continuing Operations (VII-VIII)		835,74,701	2986,96,573
X	Profit for the Year			
XI	Other Comprehensive Income			
A	(i) Items that will not be reclassified to profit or loss		0	(9,83,375)
	(ii) Income tax relating to items that will not be reclassified to profit or loss			340316
B	(i) Items that will be reclassified to profit or loss			
	(ii) Income tax relating to items that will be reclassified to profit or loss			
XII	Total Comprehensive income for the year		835,74,701	2980,53,514
XIII	Earning per Share (Note No. 49)			
	Nominal Value Rs. 10/-			
	Basic		5.41	19.32
	Diluted		5.41	19.32
	Corporate Information	1		
	Significant Accounting Policies	2		

As per our report of even date attached

For R.Dewan & Co.
Chartered Accountants
Regn. No.-

For and on behalf of Board of Directors

Rajiv Dewan
(Partner)
M. No.-084718

sd/-
Kunal Yadav
Managing Director
(Din No. 01338110)

sd/-
Kunj Deep Kalra
Director
(Din No. 05285059)

Place: Ludhiana
Date : 30-05-2018

sd/-
Ravinder Sharma
Chief Financial Officer

sd/-
Rishav Jaiswal
Company Secretary
(M. No. 38834)

Indian Sucrose Limited

Cash Flow Statement for the year Ended 31, March-2018

Particulars	for the year ended 31- March-2018		for the year ended 31- March-2017 Rs.	
		Rs.		
Cash Flow from operational Activities				
Profit Before Tax		1332,29,577		4476,81,410
Adjustments for;				
Depreciation and amortisation Expenses	678,42,984		732,98,498	
Loss/(profit) on sale of non-current investment	-			
Loss/(gain) on Fair Valuation of investment Measured through Profit and Loss	-			
Subsidy income amortized	(515,17,108)		(562,52,743)	
Liabilities no longer required written back	-			
Sundry balance Written off	-			
Loss/(profit) on property, plant and equipment sold net	800,25,444		(16,07,350)	
Loss on Property, Plant and equipment discarded	-			
Interest Expenses	1371,23,259		1867,87,424	
Interest Income	(80,95,839)		(42,65,803)	
IND AS Adjustment	(80,51,657)		133,34,492	
Government Grant Amortitcd	437,59,532		562,52,743	
Operating Profit before working Capital Changes	2610,86,615	3943,16,192	2675,47,261	7152,28,671
Changes in Working Capital				
Increase/(decrease) in trade Payables and other liabilities	5039,93,953		(2252,45,181)	
Decrease/(increase)in trade and other receivables	(1513,17,944)		(4285,20,992)	
decrease/(increase) in Inventries	1965,05,760		(2890,08,125)	
Cash Generated from Operations	5491,81,769.00	9434,97,961	(9427,74,298)	(9427,74,298)
Income tax Paid (net)		(729,38,215)		(1024,42,798)
Net Cash Flow from / (used in) Operating Activities (A)		8705,59,746	(9427,74,298)	(3299,88,425)
Cash Flow from investing Activities				
Purchase of Property, Plant and equipment including intangible assets	(7178,79,251)		(461,57,178)	
Proceeds from sale of property plant and equipment	138,97,636		71,09,000	
Proceeds from sale of not current investments				
Purchase of Current Investments			(86,790)	
Interest received	80,95,839		42,65,803	
Bank balances not considered as cash and cash equivalents	(37,53,700)		(509,35,827)	
Net cash flow from/Used in) Investing Activities (B)	(6996,39,476)	(6996,39,476)	(858,04,992)	(858,04,992)
Cash Flow From financing Activities				
Proceeds from Issuances of Share Capital		-		
Proceeds from non-current borrowings	294,12,343		(149,26,634)	
Repayment of Non-current borrowings				
Repayment of other Non-current liabilities				
Proceeds from other Non-current liabilities				
Proceeds from current borrowings	(1365,33,317)		3863,40,660	
Interest Paid	(1371,23,259)		(1867,87,424)	
Net Cash Flow from/(used in) Financing Activities (C)	(2442,44,233)	(2442,44,233)	1846,26,602	1846,26,602
Net Increase/(decrease) in Cash and Cash Equivalents (A+B+C)		(733,23,963)		2311,66,815
Cash and cash equivalents at the beginning of the year		1559,53,306		3871,20,121
Cash and cash equivalents at the end of the year		826,29,343		1559,53,306
Comprises				
Balance with Banks in Current Account		805,97,624		1453,48,024
Cash in hand		20,31,719		106,05,282
		-		1559,53,306

See Accompanying notes to the financial Statements

As per our report of even date attached

For R.Dewan & Co.
Chartered Accountants
Regn. No.-

sd/-
Rajiv Dewan
(Partner)
(M. No. 38834)

sd/-
Kunal Yadav
Managing Director
(Din No. 01338110)

sd/-
Ravinder Sharma
Chief Financial Officer

For and on behalf of Board of Directors

sd/-
Kunj Deep Kalra
Director
(Din No. 05285059)

sd/-
Rishav Jaiswal
Company Secretary
(M. No. 38834)

Place : Ludhiana
Dated : 30-05-2018

Indian Sucrose limited

Notes to financial statements for the year ended 31 March, 2018

Note 1. Corporate information

Indian Sucrose Limited ("the Company") is a public Ltd company domiciled in India and incorporated on 12 December, 1990 under the provisions of the Companies Act, 1956. The shares of the company are listed on stock exchanges in India i.e. at Bombay Stock Exchange Limited (BSE). The company is engaged in the manufacturing and selling of Sugar and Molasses. The company caters to domestic and international market.

The registered office of the company is situated at the complex of Indian Sucrose Limited, G. T. Road, Mukerian, Distt.- Hoshiarpur - 144211, Punjab.

The financial statements are approved for issue by the Company's Board of Directors on 30th May, 2018.

Note 2. Significant accounting policies

a. Statement of Compliance

The financial statements of the company have been prepared in accordance with the Indian Accounting Standards (IND AS) specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standard) Rules, 2015.

The company has adopted all the IND AS standards and the adoption was carried out in accordance with Ind AS 101 First time adoption of Indian Accounting standards. Up to the year ended 31st March, 2017, the company prepared its financial statements in accordance with the requirements of Previous GAAP which includes accounting standards notified under the Companies (Accounting Standard) Rules, 2006. These are company's first Ind AS financial statement. The date of transition to Ind AS is April 1, 2016.

b. Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention on accrual basis except for certain financial instruments which are measured at fair value, the provisions of the Companies Act, 2013 ('the Act') (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). The Ind AS are prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

c. Functional and Presentation currency

The functional currency of the company is Indian rupee (INR). These financial statements are presented in Indian rupees. All amounts have been rounded off to the nearest rupee (INR) unless otherwise indicated.

d. Use of estimates and judgements

The preparation of financial statements, in conformity with Ind AS requires management to make estimates, judgements and assumptions. These estimates, judgements and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. The application of accounting policies that require critical accounting estimates involving complex and subjective judgement and use of assumption in these financial statements have been disclosed in notes. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management become aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made, and if material their effects are disclosed in the notes to the financial statements.

e. Revenue Recognition

1) Sale of goods:

Revenue from sale of goods is recognized at the time of transfer of all significant risks and rewards of ownership to the buyer and when the company does not retain effective control on the goods transferred to a degree usually associated with ownership; and cost has been incurred and it is probable that the economic benefit will flow to the company and the amount of revenue can be measured reliably.

In accordance with Ind AS 18 on "Revenue" and Schedule III to the Companies Act, 2013, Sales for the previous year ended 31 March 2017 and for the period 1 April to 30 June 2017 were reported gross of Excise Duty and net of VAT/ CST. Excise Duty was reported as a separate expense line item. Consequent to the introduction of Goods and Services Tax (GST) with effect from 1 July 2017, VAT/CST, Excise Duty etc. have been subsumed into GST and accordingly the same is not recognized as part of sale of goods.

ii) Interest-

Other Interest

Interest income is recognized using effective interest rate (EIR).

iii) Insurance and other claims

Insurance and other claims are recognized when there exist no significant uncertainty with regard to the amount to be realized and the ultimate collection thereof.

f. Employee Benefits

i) Provident Fund:

Employees receive benefit in the form of Provident fund which is a defined contribution plan. The company has no obligation, other than the contribution payable to the provident fund. The company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service.

ii) Gratuity:

The Company provides for gratuity a defined benefit retirement plan "The gratuity plan" covering eligible employees. The gratuity plan provides for lump sum payment to vested employee at retirement, death, incapacitation or termination of employee of an amount based on the respective employee's salary and the tenure of employment with the company.

Liability with regard to Gratuity Plan are determined by actuarial valuation, performed by an independent actuary at each Balance sheet date using the project unit credit method.

g. Property, Plant and Equipment

As transition to Ind As, the company has elected to continue with the carrying value of all items of its property, plant and equipment measured as per previous GAAP as at 1st April, 2016 as the deemed cost on the date of transition.

Freehold land is stated at cost and not depreciated. All other items of property, plant and equipment are stated at cost less accumulated depreciation and impairment if any. The Cost of an item of Property, Plant and Equipment comprises:

- i) Its purchase price net of recoverable taxes where applicable and any attributable expenditure (directly or indirectly) for bringing the asset to its working condition for its intended use.
- ii) Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably.
- iii) Initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either where the item is acquired or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.

Depreciation on property plant and equipment is provided on Straight Line Method on the basis of useful lives of such assets specified in Part C of Schedule II to the Companies Act, 2013, except the assets costing Rs.5000/- or below on which depreciation is charged @ 100% per annum on proportionate basis.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under other non-current assets and the cost of assets not put to use before such date are disclosed under 'Capital work-in-progress'. The depreciation method, useful lives and residual value are reviewed periodically and at the end of each reporting period.

h. Intangible assets

Intangible assets are stated at cost less accumulated amount of amortization and impairment if any. Intangible assets are amortized over their respective individual estimated useful lives on a straight line basis, from the date that they are available for use. The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence etc. The amortization method, estimated useful lives are reviewed periodically and at end of each reporting period.

I. Inventories

- | | | |
|----|-----------------------------|---|
| a) | Raw Material and Components | First in first out method plus direct expenses |
| b) | Stores and Spares | First in first out method |
| c) | Work-in-progress | Cost of material plus appropriate share Of overheads thereon at different stag of completion. |
| d) | Finished Goods | Lower of cost or estimated realizable value |

j. Government Grants

The government grants are recognized only when there is a reasonable assurance of compliance that conditions attached to such grants shall be complied with and it is reasonably certain that the ultimate collection will be made.

Government grants related to revenue are recognized on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs which they are intended to compensate.

Government grant in relation to fixed asset is treated as deferred income and is recognized in the statement of profit and loss on a systematic basis over the useful life of the asset.

k. Borrowing costs

Borrowing costs that are directly attributable to the acquisition or construction of a qualifying asset are capitalized as a part of cost of such asset. Qualifying asset is one that takes substantial period of time to get ready for its intended use. All other borrowing costs are recognized as expenditure in the period in which these are incurred. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange difference to the extent regarded as an adjustment to the borrowing cost.

l. Accounting for taxes on income

Income tax expense comprises of current and deferred income tax. Income tax expense is recognized in net profit in the statement of profit and loss except to the extent that it relates to items recognized directly in equity, or items is recognized in other comprehensive income. In such cases, the income tax expense is also recognized in the other comprehensive income or directly in the equity as applicable.

Current income tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled.

The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date.

A deferred income tax asset is recognized only to the extent that it is probable that future taxable profit will be available against which such assets can be realized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

m. Earnings per Share

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

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

n. Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

o. Impairment of fixed assets

Plant and equipment and intangible assets Property, plant and equipment and intangible assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the CGU (Cash Generating unit) to which the asset belongs.

If such assets are considered to be impaired, the impairment to be recognized in the statement of profit and loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated depreciation) had no impairment loss been recognized for the asset in prior years.

p. Cash flow statement

The cash flow statement is prepared in accordance with the Indian Accounting Standard (Ind AS) – 7 “Statement of Cash flows” using the indirect method for operating activities.

q. Cash and cash equivalent

Cash and cash equivalent for the purpose of statement of cash flows include bank balances, where the original maturity is three months or less. Other short term highly liquid investments that are readily convertible into cash and which are subject to an insignificant risk of changes in value. Bank overdraft are included as a component of cash and cash equivalent for the purpose of statement of cash flow.

r. Provisions and Contingent Liabilities

A provision is recognized if, as a result of past event, the company has a present obligation (legal or constructive) and on management judgement that is reasonably estimable and it is probable that an outflow of economic benefits will be required to settle the obligation.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as finance cost.

Contingent liability is disclosed in the case of:

- A present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- A present obligation arising from past events, when no reliable estimate is possible;
- A possible obligation arising from past events, unless the probability of outflow of resources is remote.

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets.

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each balance sheet date.

INDIAN SUCROSE LIMITED

Grouping of Balance Sheet & Profit & Loss Statement

			As at 31.3.2018 Rupees	As at 31.03.2017 Rupees	As at 31.03.2016 Rupees
1	NOTE-3 ASSETS				
	NON CURRENT ASSETS				
	(a)	Property, Plant and Equipment			
		Free hold land	228660421	228660421	228660421
		Building	112199965	107661085	1003,35,112
		Plant & Machinery	670607727	368803681	4128,51,315
		Furniture and fixture	915206.96	644287	7,47,635
		office Equipments	7318147	3023351	2769090
		Vehicles	51609622	28703038	269,63,986
		TOTAL	1071311089	737495863	772327559
	(b)	Capital work in Progress			
		WIP Building	1779990	0	0
		WIP Plant and Machinery	204898378	2971762	780562
		TOTAL	206678368	2971762	780562
	(c)	Intangible Assets	0	0	2474
	(d)	Financial Assets	0	0	0
	NOTE-4 Investment				
		Ranger Breweries Ltd. 3084266 Equity shares having face value of Rs.10/ each	655,98,209	65598209	66542052
		Yadu Resorts Pvt Ltd 322160 Equity shares having face value of Rs.10/ each	94,95,866	9495866	9534216
		Versatile Events Private Limited 33000 Equity shares having face value of Rs. 10/ each	30,21,354	3021354	3022535
		PNB Gold Bond	86,790	86790	0
		TOTAL	782,02,219	78202219	79098804
		Aggregate amount of quoted investments	86,790	86790	
		Market Value of quoted investments	88,830	88290	
		Aggregate amount of impairment in value of investment	782,04,259	78202219	
	NOTE-5 Other Non current Assets				
		Other Unsecured loans and Advances	12146958	12146958	12146958
		Security Deposits (incl. Interest Accrued thereon)	30534108	1567049	60599148
		TOTAL	42681066	13714007	72746106
		TOTAL NON CURRENT ASSETS	1398872742	832383851	924955505
	NOTE-6 CURRENT ASSETS				
	(a)	Inventories			
		Raw Material	47892	50371	52866
		Work-in-Progress	29109414	34981368	31135228
		Finished Goods	1482547223	1774398216	1459298737
		By-Products	59336199.2	73674400	118984900
		Stores, Spare Parts and Packing Materials	166140462	50534702	35159202
		TOTAL	1737133298	1933639058	1644630933
		Mode of Valuation of Inventories:			
		Inventories of Raw Material, Work-in-Progress, Finished Goods, Stock-in-Trade, Stores, Spares Parts and Packing Materials are valued at Cost or Net Realisable value which ever is lower. By-Products and residuals are valued at Net Realisable Value.			
		Cost of Inventories is determined on weighted average. Cost of Finished Goods and Work - in - Progress has been worked out on absorption cost basis.			
	(b)	Financial Assets	0	0	0
	NOTE-7 TRADE RECEIVABLES				
	(i)	(Unsecured - Considered good)			
		- Due for more than six months	143779217	34851467	0
		- Others	75750820	120305172	140762202
		TOTAL	219530037	155156639	140762202
	Expected credit loss allowance for trade receivable is based on historical credit loss experience and adjustment for forward looking information.				

	NOTE-8 CASH AND CASH EQUIVALENTS							
	(ii)	Cash In Hand				2031719	10605282	25499967
		Cheque in hand				0	0	0
		Balance with Banks				0	0	0
		In Current Accounts				80597624	145348024	361620154
					TOTAL	82629343	155953306	387120121
	NOTE-9 OTHER BANK BALANCE							
	(iii)	In Fixed Deposit Account (In Margin Money and interest accrued thereon)				1004000	2464000	2464000
		In Fixed Deposit Account having remaining maturity of less than 1 Year (Including interest thereon)				51985466	54279166	105214993
					TOTAL	52989466	56743166	107678993
	NOTE-10 OTHER FINANCIAL ASSETS							
	(iv)	Advances to parties for supply of goods and services				55794366	96058748	10345533
		Other Loans & Advances						
		-Related Party				9522695	2853230	1800000
		-Other				48761287	48641735	3500200
		Due from Employees				1566565	690817	613917
		Other Amount Recoverable				489493680	417547931	1881689
		Due from Directors						
					TOTAL	605138593	565792461	18141339
	NOTE-11 CURRENT TAX ASSETS (NET)							
		ADVANCE INCOME TAX				25513071	105442798	785447
					TOTAL	25513071	105442798	785447
	NOTE-12 OTHER CURRENT ASSETS							
		GST Input Recoverable				26675669	7701684	13667532
		Cenvat Receivable				212497	2524805	1009163
		Balance with Govt. Department (under protest)				56480810	53999710	127135000
		Prepaid Expenses				2581606	3093028	
					TOTAL	85950582	67319227	141811695
					TOTAL CURRENT ASSETS	2808884390	3040046655	2440930730
		TOTAL ASSETS				4207757132	3872430506	3365886235

INDIAN SUCROSE LIMITED

NOTE - 13

Equity share capital

Particulars	As at 31-Mar-2018		As at 31-Mar-2017		As at 1-Apr-2016	
	Number	Amount (Rs)	Number	Amount(Rs)	Number	Amount(Rs)
Authorised						
Equity shares of Rs. 10/- each (par value)	180,00,000	1800,00,000	180,00,000	1800,00,000	180,00,000	1800,00,000
Preference shares Rs.100/- each (par value)	0	0	700000	700,00,000	7,00,000	700,00,000
Total	180,00,000	1800,00,000	180,70,000	2500,00,000	180,70,000	2500,00,000
Issued, subscribed and fully paid-up						
Equity shares of Rs. 10/- each (par value)	154,61,807	1541,83,320	154,61,807	1541,83,320	154,61,807	1541,83,320
Total	154,61,807	1541,83,320	154,61,807	1541,83,320	154,61,807	1541,83,320

a. Reconciliation of the number of equity shares and amount outstanding at the beginning and at the end of the reporting period

Particulars	Equity shares capital			
	31-Mar-2018		31-Mar-2017	
	Number	Amount(Rs)	Number	Amount(Rs)
Issued, subscribed and paid-up equity shares				
Shares and share capital outstanding at the beginning of the period	154,61,807	1541,83,320	154,61,807	1541,83,320
Shares and share capital issued during the period	-	-	-	-
Shares and share capital outstanding at the end of the period	154,61,807	1541,83,320	154,61,807	1541,83,320

b. Rights, preferences and restrictions attached to equity shares

The company presently has one class of equity shares having a par value of Rs.10/- each. Each holder of equity shares is entitled to one vote per share.

The dividend if proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the 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.

The company has not declared dividend during the year ended March 31, 2018

Rights attached to preference shares

The company has not issued preference shares during the current and previous year.

c. The details of equity shareholders holding more than 5% of the aggregate equity shares

Particulars	Equity shares capital					
	31-Mar-2018		31-Mar-2017		1-Apr-2016	
	Number of shares held	% shareholding	Number of shares held	% shareholding	Number of shares held	% shareholding
Yadu Sugar Ltd- Associate	60,22,607	19.38%	60,22,607	38.95%	60,22,607	38.95%
Mrs Umlesh Yadav	16,49,886	10.67%	16,49,886	10.67%	16,49,886	10.67%

*There are 434750 calls unpaid (Previous Year 434750) including calls unpaid by Directors and Officers as on balance sheet date

d. There is no shares issued without payment being received in cash during the last five year.

e. There is no buy back of equity shares during the last five year.

f. There is no bonus shares issued during the last five year.

g. There is no holding / ultimate holding company of the company.

Statement of change in Equity								
Particulars	Equity share capital	Capital reserve	Reserves and Surplus			Other comprehensive income	Total Rs.	
			Securities premium reserve	General Reserve (Govt Grant)	Retained Earnings			
Balance as at beginning of the previous reporting period	1541,83,320	1500000	66436000	130003319	218974657	61576271	6326,73,567	
1-Apr-2016								
Profit for the period transferred from statement of profit and loss		-	-	-	289725404		289725404	
Other Comprehensive Income for the period (net of income tax)		-	-	-	-	-643059	-643059	
IND AS Adjustment				-56252743			-56252743	
Total Comprehensive Income for the period								
Balance as at the end of the previous reporting period	1541,83,320	1500000	66436000	73750576	508700061	60933212	8655,03,169	
31-Mar-2017								
Particulars	Equity share capital	Capital reserve	Reserves and Surplus			Other items of other comprehensive income	Total Rs.	
			Securities premium reserve	General Reserve (Govt Grant)	Retained Earnings			
Balance as at beginning of the reporting period	1541,83,320	1500000	66436000	73750576	508700061	60933212	8655,03,169	
1-Apr-2017								
Profit for the period transferred from statement of profit and loss					83574701		83574701	
Other Comprehensive Income for the period (net of income tax)								
IND AS Adjustment				-43759532			-43759532	
Total Comprehensive Income for the period								
Balance as at the end of the reporting period	1541,83,320	1500000	66436000	29991044	592274762.1	60933212	9053,18,338	
31-Mar-2018								

NOTE-14**Other Equity**

Particulars	As at 31-Mar-2018 Rs.	As at 31-Mar-17 Rs.
a. Capital reserve (Balance at the beginning and end of the year)	15,00,000	15,00,000
b. Securities premium account (Balance at the beginning and end of the year)	664,36,000	664,36,000
c. Retained earnings		
Opening balance	5696,33,253	2805,50,928
Add: Profit for the year	835,74,721	2890,82,325
Closing balance	6532,07,974	5696,33,253
Govt grant		
Opening balance	737,50,576	1300,03,319
Add/Less IND AS for the year	-43759532	-562,52,723
Closing balance	299,91,044	737,50,596
d. Items of other comprehensive income:		
- Remeasurements of defined benefit liability/(asset)		
Opening balance		-
Add: Remeasurements of defined benefit liability/(asset)		
Closing balance		
Total	7511,35,018	7113,19,849

Nature and purpose of reserve**Capital reserve:**

The excess of net assets taken, over the cost of consideration paid, were treated as capital reserve in accordance with previous GAAP.

Securities premium account:

The amount received in excess of face value of the equity shares is recognised in Securities Premium Reserve. It can be utilized in accordance with the provisions of the Act, to issue bonus shares, to provide for premium on redemption of shares or debentures, write-off equity related expenses like underwriting costs etc

Retained earnings:

Retained earnings if any represents the net profits after all distributions and transfers to other reserves.

Remeasurements of defined benefit liability/(asset):

Remeasurements of defined benefit liability/(asset) comprises actuarial gains and losses and return on plan assets (excluding interest income).

NON CURRENT LIABILITIES						
(a)	FINANCIAL LIABILITIES					
(i)	NOTE -15 BORROWINGS					
	Particulars		as ot 31.Mar.2018	as at 31 Mar-2017	as at 31 Mar-2016	
	Term loan- Secured from Banks					
	(net of unamoritized charges as at 31-Mar-18		156845772	327996291	340816583	
	less: Current Maturities		87651074	98366663	117833333	
	Subtotal		69194698	229629628	222983250	
	From Financial institution (agnst Vehicle)					
	(net of unamoritized charges as at 31-Mar-18		36633296	16160193	12051222	
	Less: Current Maturities		12427669	4451208	3312975	
	Subtotal		24205627	11708985	8738247	
	Total Term Loans Secured		193479068	344156484	352867805	
	Less: Current Maturities		100078743	102817871	121146308	
	TOTAL (A)		93400325	241338613	231721497	
	From Related Parties		34264656	40871625	65415375	
	Less: Current Maturities		0	0	0	
	Total (B)		34264656	40871625	65415375	
	Other Loans and advance (Unsecured)					
	Other Trade Payable					
	Trader Creditors		164769250	0	0	
	Contractor Creditors		19188350	0	0	
	Trade Payable agnst Creditors		183957600	0	0	
	Less: Current Maturities		0	0	0	
	Total (C)		183957600	0	0	
	Total Borrowings		411701324	385028109	418283180	
	Less: Current Maturities		100078743	102817871	121146308	
	Total Borrowings(Non Current (A+B+C)		311622581	282210238	297136872	

Particulars	Principal Balance outstanding as at 31.03.2018	Principal Balance outstanding as at 31.03.2017	Repayment Periods		No. of Installments Outstanding	
			Current year	Previous Year	Current Year	Previous Year
Term Loan from Banks						
Punjab National Bank	1500,86,587	2821,44,544	5 to 7	5 to 7	4 to 12	4 to 12
Vehicle loan from banks and non banking financial companites	367,77,181	161,60,193				
ICICI Bank Car Loan A/c	85,99,948	67,48,369	5 to 7	5 to 7	104 to 108	21 to 24
Daimler financial Services Pvt Ltd	212,42,342	-	5 to 7	-	108 to 110	0
Punjab National Bank	50,06,684	66,13,108	5 to 7	5 to 7	24	24 to 30
Toyata Financial Services Ltd.,	19,28,207	27,98,716	5 to 7	5 to 7	12	0

Security Clause

- 1) Term loan taken from Punjab National Bank are further secured by way of first charge on company's immovable properties situated at Mukerian, Distt Hoshiarpur, Punjab.
- 2) Term loan are also secured by way of personal guarantees of three directors of the company

Rate Of Interest

10.90%

(b)	NOTE-16 PROVISIONS						
	Provision for Employees Benefits		LONG TERM		234,55,325	24184905	22570985
	Gratuity Long Term		20560904				
	Gratuity Short Term	23,77,026					
	Leave Encashment Long Term		2894421				
	Leave Encashment short Term	8,96,947					
		32,73,973	234,55,325		234,55,325	24184905	22570985
(c)	NOTE: 17 DEFERRED TAX LIABILITIES						
	DEFERRED TAX LIABILITIES				163700579	149678370	150196602
					163700579	149678370	150196602
			TOTAL NON-CURRENT LIABILITIES		4987,78,485	456073513	469904459
	CURRENT LIABILITIES						
(a)	FINANCIAL LIABILITIES						
(i)	NOTE 18 BROWWINGS						
	SHORT TERM BORROWINGS						
	Loan Repayable on Demand						
	Cash Credit from Banks -Secured (PNB)				1256190279	1015028921	1531937756
	Cash Credit from Banks -Secured (SBI) WHR				595554820	903249495	0
	Advance Agnst Preference Share Capital				0	70000000	70000000
					TOTAL	1851745099	1988278416
							1601937756
	Terms & Condition of Cash Credit Loan						
	Security Clause						
	1) Cash credit limit is secured by way of pledge of sugar stocks and hypothecation of stocks of stores, Packing material and Molasses from PNB						
	2) Cash credit limits taken from Punjab National Bank are further secured by way of first charge on company's immovable properties situated at Mukerian, Distt Hoshiarpur, Punjab.						
	3) Cash credit limit are also secured by way of personal guarantees of three directors of the company						
	4) SBI WHR credit facility has been secured agnst Pledge of Sugar Stock						
(ii)	NOTE 19 TRADE PAYABLES						
	Cane Creditors				647993218	92614903	197957822
	Other Creditors				52438164	27205768	21243351
	Contractors				10802537	6563383	6330200
					TOTAL	711233919	225531373

(iii)	NOTE 20 OTHER FINANCIAL LIABILITIES					
	Current Maturities of Long Term Debt					
	Term Loans - Secured					
	- From Banks			87651074	98366664	241511445
	Vehicle Loans					
	-From Banks			12427669	4451208	3312975
				100078743	102817872	244824420
	Dividend payable on preference shares			0	21000000	0
	Interest Accrued but not due on borrowings (SDF)			0	0	0
	Interest Accrued and due on borrowings (Banks)			245000	120635	24227474
	Interest Accrued and due on borrowings (Unsecured Loans)			0	22500	0
				245000	21143135	24227474
	Due to Directors			575040	602499	411344
				575040	602499	411344
	Staff salary and others Payable			6918214		6749116
	Expenses Payable			2895194		1632613
				9813408	0	8381729
				TOTAL	110712191	124563506
						277844967
(b)	NOTE 21 OTHER CURRENT LIABILITIES					
	Loan against FDR (PNB)			49141577	0	0
	Security Deposits			3260000	2960000	7441847
	Statutory Liabilities			8091402	3747213	5864455
	Other Liabilities			28350570	16578960	6729064
				88843549	23286173	20035366
(c)	NOTE 22 PROVISIONS					
	SHORT TERM PROVISIONS					
	Provision on stock			0	0	111316146
	Provisions for Employee Benefits			6165845	16631698	4163220
	Provision for Taxation			34959705	271709977	31438174
				41125550	288341675	146917540
				TOTAL CURRENT LIABILITIES	2803660308	2550853824
						2272267002
	TOTAL EQUITY AND LIABILITIES			4207757132	3872430506	3365886235

INDIAN SUCROSE LIMITED				
			Figures as at end of Current Reporting Period 31.03.2018 Rupees	Figures as at end of Previous Reporting Period 31.03.2017 Rupees
NOTE - 23 REVENUE FROM OPERATIONS				
Sale of Products			42476,14,747	40905,55,774
Other Operating Revenues			104,58,575	3,62,686
Less: Excise Duty			677,60,745	2304,94,529
Net Sales		TOTAL	41903,12,577	38604,23,932
Particulars of Sale of Products				
Sugar			39729,05,075	36013,34,191
Molasses			1363,51,219	2566,84,379
Power			808,65,053	1022,26,994
Baqasses			574,93,400	1303,10,211
		TOTAL	42476,14,747	40905,55,775
NOTE - 24 OTHER NON OPERATING INCOME				
Interest Income			80,95,839	42,65,803
Profit on Sale of Assets			-	16,07,350
Miscellaneous Income			45,78,781	12,51,464
Amortisation of govt. Grant			515,17,108	562,52,743
		TOTAL	641,91,728	633,77,360
NOTE - 25 COST OF RAW MATERIAL CONSUMED (Indigenous)				
Opening Stocks			50,371	63,127
Purchases			32927,86,038	32105,73,099
			32928,36,409	32106,36,226
Less : Closing Stocks			47,892	50,371
		TOTAL	32927,88,517	32105,85,854
NOTE-26 CHANGE IN INVENTORY OF FINISHED GOODS, WORK-IN- PROGRESS				
Opening Stocks				
Finished Goods			17743,98,217	14592,98,737
Work-in-Progress			349,81,368	311,35,228
By-products			736,74,400	1189,84,900
		TOTAL	18830,53,985	16094,18,865
Closing Stocks				
Finished Goods			14825,47,223	17743,98,216
Work-in-Progress			291,09,414	349,81,368
By-products			593,36,199	736,74,400
		TOTAL	15709,92,836	18830,53,984
(Increase)/Decrease in stock			3120,61,149	(2736,35,119)
Excise & Other Duties on (Decrease)/Increase of Stocks			1217,06,856	(103,90,710)
(Decrease)/Increase in Stocks		TOTAL	1903,54,293	(2632,44,409)
NOTE - 27 EMPLOYEE BENEFIT EXPENSES				
Salaries & Wages			837,74,524	756,58,247
Contribution to Provident and other funds			42,38,379	42,50,543
Staff Welfare			12,46,066	12,20,924
		TOTAL	892,58,969	811,29,714
NOTE - 28 FINANCE COSTS				
Interest Expenses			1371,23,259	1867,87,424
Other Borrowing Costs			29,79,030	28,20,390
		TOTAL	1401,02,289	1896,07,814
NOTE 29 DEPRECIATION & AMORTISATION EXPENSES				
Depreciation			678,42,984	732,98,498
		TOTAL	678,42,984	732,98,498

INDIAN SUCROSE LIMITED				
			Figures for the	Figures for the
			Current	Previous
			Reporting Period	Reporting Period
			31.03.2018	31.03.2017
			Rupees	Rupees
NOTE - 30 OTHER EXPENSES				
Manufacturing Expenses				
Packing Materials Consumed			390,86,882	408,35,976
Consumption of Stores, Spares			539,13,830	411,38,365
Power and Fuel			169,31,461	90,85,874
Other Manufacturing Expenses			37,53,570	31,41,554
Repairs to:				
Plant and Machinery			603,64,234	480,82,184
Buildings			95,01,816	19,55,079
General Repair			4,01,179	
		TOTAL	1839,52,972	1442,39,032
Administrative and Other Expenses				
Rent			52,85,760	23,45,361
Rates and Taxes			70,48,474	2,54,937
Printing and Stationery			8,62,080	6,80,555
Postage, Courier and Telephones			4,71,920	9,56,364
Travelling and Conveyance - Directors			24,62,277	20,43,434
Travelling and Conveyance - Others			26,21,164	25,68,194
Fees and Subscription			44,34,382	22,43,160
Legal and Professional Charges			25,44,718	11,22,317
Auditors' Remuneration			5,11,986	4,54,289
Vehicle Running and Maintenance			132,65,157	41,11,299
Insurance			27,48,278	13,38,609
Cane Development Expenses			79,57,699	51,80,556
Sundry Balances written off			-	
Office & Other Administration Expenses			16,87,845	15,08,967
		TOTAL	519,01,740	248,08,042
Selling & Distribution Expenses				
Advertisement			93,228	1,95,392
Divisional Office Expenses			83,348	83,859
Guest House Expenses			4,84,446	6,48,636
Sugar Handling Expenses			130,07,698	120,35,796
Discount on sale			5,78,553	
Commission on Sales			108,00,247	27,31,654
		TOTAL	250,47,520	156,95,337
		GRAND TOTAL	2609,02,232	1847,42,411

INDIAN SUCROSE LIMITED
DEPRECIATION CHART AS PER INCOMETAX ACT AS ON 31.03.2018

	RATE	WDV AS ON 01.04.2017	1ST HALF ADDITION	DELETION	TOTAL	IIND HALF ADDITION	DELETION	TOTAL	TOTAL GROSS	Deletion	IST HALF DEPR	IIND HALF DEPR	Additional Depreciation	TOTAL	WDV 31.03.2018
<u>BUILDINGS</u>															
Non factory	5	410,68,912			410,68,912	11,99,232		11,99,232	422,68,144	-	20,53,446	29,981		20,83,426	401,84,718
Factory	10	229,04,630			229,04,630	70,84,279		70,84,279	299,88,909	-	22,90,463	3,54,214		26,44,677	273,44,232
<u>FURNITURE & FIXTURES</u>															
	10	11,69,532			11,69,532	4,11,507		4,11,507	15,81,039	-	1,16,953	20,575		1,37,529	14,43,510
<u>PLANT AND MACHINERY</u>															
Mill Rollers	40	13,12,957			13,12,957	-		-	13,12,957	-	5,25,183	-		5,25,183	7,87,774
Plant and Machinery	15	2269,96,094	29,83,481	311,88,992	1987,90,583	4634,46,397		4634,46,397	6622,36,980	311,88,992	298,18,587	347,58,480	469,41,336	1115,18,403	5507,18,577
<u>COMPUTERS</u>															
	40	10,14,211	1,50,020		11,64,231	10,59,283		10,59,283	22,23,514	-	4,65,692	2,11,857		6,77,549	15,45,965
<u>VEHICLES</u>															
Motor Cars	15	322,96,316	311,59,862		634,56,178	28,54,834	13,00,000	15,54,834	650,11,012	13,00,000	95,18,427	1,16,613		96,35,039	553,75,973
<u>OFFICE EQUIPMENTS</u>															
	15	14,01,338	56,000		14,57,338	37,67,750		37,67,750	52,25,088	-	2,18,601	2,82,581		5,01,182	47,23,906
<u>TRADE MARKS</u>															
	25	1,392			1,392	-		-	1,392	-	348	-		348	1,044
		3281,65,382	343,49,363	311,88,992	3313,25,753	4798,23,282	13,00,000	4785,23,282	8098,49,035	324,88,992	450,07,700	357,74,300	469,41,336	1277,23,336	6821,25,699

Indian Sucrose Limited										
Notes formig part of Financial statements for the year ended 31-March-2018										
Note 3 Property, Plant and Equipment										
Particulars	Gross Block					Depreciation and Amortisation			Net Block	
	As at 01-Apr-2017 Rs,	Addition Rs,	Disposals Rs,	As at 31-Mar-2018 Rs,	As at 01-Apr-2017 Rs,	For the year* Rs,	Eliminated on disposal of Assets Rs,	As at 31-Mar-2018 Rs,	Balance As at 31-Mar-2018 Rs,	Balance As at 31-Mar-2017 Rs,
A- Tangible Assets										
Free hold Land	2286,60,421	-		2286,60,421	-	-	-	-	2286,60,421	2286,60,421
Buildings	1615,61,870	82,83,511		1698,45,381	539,00,785	37,44,631	-	576,45,416	1121,99,965	1076,61,085
Plant and Machinery	11231,46,453	4664,29,878	1373,95,940	14521,80,391	7543,42,772	554,55,213	282,25,321	7815,72,664	6706,07,727	3688,03,681
Furniture and fixtures	46,26,013	4,11,507		50,37,520	39,81,726	1,40,587	-	41,22,313	9,15,207	6,44,287
Office Equipments	225,14,011	50,33,053		275,47,064	194,90,660	7,38,257	-	202,28,917	73,18,147	30,23,351
Vehicles	601,23,118	340,14,696	(92,95,673)	848,42,141	314,20,079	77,64,296,00	59,51,856	332,32,519	516,09,622	287,03,038
Subtotal	16006,31,886	5141,72,645	1281,00,267	19681,12,918	8631,36,022	678,42,984	341,77,177	8968,01,829	10713,11,089	7374,95,863
B- Intangible Assets										
Trade Mark	28,500	-	-	28,500	28,500	-	-	28,500	-	-
Subtotal	28,500	-	-	28,500	28,500	-	-	28,500	-	-
Grand Total	16006,60,386	5141,72,645	1281,00,267	19681,41,418	8631,64,522	678,42,984	341,77,177	8968,30,329	10713,11,089	7374,95,863
*Depreciation for the year 2017-18										
Less Amount Transferred from Deferred revenue										
Depreciation charges to statement of profit or loss										
Particulars	Gross Block/Deemed Cost					Depreciation and Amortisation			Net Block	
	As at 01-Apr-2016 Rs,	Addition Rs,	Disposals Rs,	As at 31-Mar-2017 Rs,	As at 01-Apr-2016 Rs,	For the year* Rs,	Eliminated on disposal of Assets Rs,	As at 31-Mar-2017 Rs,	Balance As at 31-Mar-2017 Rs,	Balance As at 31-Mar-2016 Rs,
A- Tangible Assets										
Free hold Land	2286,60,421			2286,60,421	-	-	-	-	2286,60,421	2286,60,421
Buildings	1511,07,080	104,54,790		1615,61,870	507,71,968	31,28,817		539,00,785	1076,61,085	1003,35,112
Plant and Machinery	11041,55,786	189,90,667		11231,46,453	6913,01,997	630,40,775		7543,42,772	3688,03,681	4128,53,789
Furniture and fixtures	45,91,495	34,518		46,26,013	38,43,860	1,37,866		39,81,726	6,44,287	7,47,635
Office Equipments	214,20,176	10,93,835		225,14,011	186,51,086	8,39,574		194,90,660	30,23,351	27,69,090
Vehicles	670,75,317	133,92,168	203,44,368	601,23,117	401,11,331	61,51,466	148,42,718	314,20,079	287,03,038	269,63,986
Subtotal	15770,10,275	439,65,978	203,44,368	16006,31,885	8046,80,242	732,98,498	148,42,718	8631,36,022	7374,95,863	7723,30,033
B- Intangible Assets										
Trade Mark	28,500	-	-	28,500	28,500	-	-	28,500	-	-
Subtotal	28,500	-	-	28,500	28,500	-	-	28,500	-	-
Grand Total	15770,38,775	439,65,978	203,44,368	16006,60,385	8047,08,742	732,98,498	148,42,718	8631,64,522	7374,95,863	7723,30,033
*Depreciation for the year 2016-17										
Less Amount Transferred from Deferred revenue										
Depreciation charges to statement of profit or loss										

INDIAN SUCROSE LIMITED

Notes forming part of financial statement for the year ended 31- March, 2018

NOTE -31 Contingent liabilities and commitments (to the extent not provided for)

No Cash outflow is expected

Particulars	for the year ended 31/03/2018		for the year ended 31/03/2017	
	Rs.		Rs.	
A contingent liabilities				
i Claims not acknowledged as debts				
1999-2000 to 2003-2004		92,95,485		92,95,485
2004-2005 to 2011-2012		847,48,675		1463,50,054
Sales Tax Demand		5,67,489		5,67,489
Income tax Demand		5,02,000		-
ii Bank Guarantee issued in favour of others *		13,69,00,000		13,69,00,000
Bank Guarantee issued		10,04,000		510,04,000
		<u>961,17,649</u>		<u>2072,17,028</u>
B Comitments				
i Estimated amount of contracts remaining to be executed on capital account and not provided for (net of Advances)		322,46,836		-
		<u>322,46,836</u>		<u>-</u>

The Company has deposited Rs. 1,49,50,000/- under protest with Sales Tax Department.

* The Company has given corporate guarantee of Rs.13.69 Crore to State Bank of India in respect of loan taken by Company's Associate concern Rangar Breweries Ltd.

NOTE -32 Gratuity

The following table set out the funded status of the gratuity plan and the amount recognised in the company's financial statement as at March 31, 2018 and March 31, 2017

i Change in the present value of the obligation

		Gratuity 31-Mar-18 Rs.	Gratuity 31-Mar-17 Rs.
Present value of Obligation as at the beginning of the year		235,30,823	206,38,381
Interest Cost		16,00,096	15,89,155
Current Service Cost		14,09,228	14,77,170
Remeasurement - Actuarial (Gain/Loss)		(36,02,217)	(1,73,883)
Present value of Obligation as at the end of the year	A	<u>229,37,930</u>	<u>235,30,823</u>
ii Change in the fair Value of plan assets			
Fair Value of plan assets as at the beginning of the year		-	-
Actual Return on plan assets		-	-
Contribution		-	-
Charges deducted		-	-
Benefits Paid		-	-
Fair Value of plan assets as at the beginning of the year	B	<u>-</u>	<u>-</u>
Funded Status	(A-B)	229,37,930	235,30,823
iii Amount recognised in the Balance Sheet			
Present Value of the defined benefit obligation		229,37,930	235,30,823
Fair Value of Plan assets		-	-
Net Assets/(Liability)		<u>229,37,930</u>	<u>235,30,823</u>
iv Expense recognised in the statement of Profit And loss			
Current Service cost		14,09,228	14,77,170
Net Interest cost		16,00,096	15,89,155
Net Gain/(loss) recognized in the period		-22,71,566	48,79,91
Expense recognised in the Income statement		<u>7,37,758</u>	<u>35,54,316</u>
v Re-measurement of the net defined benefit liability/(assets)			
Actuarial gain/(Losses)			
(Return)/ loss on plan assets		<u>22,93,793</u>	<u>23,53,082</u>
vi Bifurcation of actuarial (gain)/Loss			
Actuarial (gain)/loss on arising from change in demographic assumption		22,71,566	-48,79,91
Actuarial (gain)/loss on arising from change in financial assumption		-22,71,566	48,79,91
Actuarial (gain)/loss on arising from change in experience assumption			
		<u>0</u>	<u>0</u>
vii The Major categories of plan assets as a percentage of the fair value of total plan assets			
Investment with the insurer		100%	100%
The plan assets are maintained with Life Insurance Corporation of India (LIC). The detail of investments maintained by LIC have not been furnished to the Company, The same have therefore not been disclosed			
viii Principal actuarial assumptions at the Balance sheet date expressed as weighted average:			
Discount rate (per Annum)			
Rate of increase in compensation levels (per annum)		7%	7%
Average remaining working lives of employees (years)		11.38 Yrs	11.15 Yrs
Method used		(IASLM2006-2008)	(IASLM2006-2008)
The assumption and methodology used in actuarial valuation as consistent with the requirement of Ind AS-15			
ix The estimates of future salary increases, considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors, such as supply of demand in the employment market			

x Sensitivity analysis of the defined benefite obligation:			
		Gratuity 31-Mar-18 Rs.	Gratuity 31-Mar-17 Rs.
a) Impact of Change in discount rate			
Present Value of Obligation at the end of the Period		229,37,930	23530823
1. Impact due to increase of 1%		14,43,702	
2. Impact due to decrease of 1%		13,09,811	
b) Impact of Change in Salary Increase			
Present Value of Obligation at the end of the Period		229,37,930	
1. Impact due to increase of 1%		14,38,095	
2. Impact due to decrease of 1%		13,28,619	
As per Actuarial certificate, sensitivities due to mortality and withdrawals are insignificant and hence impact of change has not been calculated			
xi Actuarial risks exposures	Valuation are based on certain assumptions, which are dynamic in nature and vary over time, As such company is exposed to various risks as follows:		
a) Salary Increases	-Actual salary increases will increase the plan's liability increases in salary increases rate assumption in future valuations will also increase the liability.		
b) Investment risk-	If plan is funded then assets liabilities mismatch and actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability		
c) Discount rate	- Reduction in discount rate in subsequent valuations can increase the plan's liability.		
d) Mortality and disability	- Actual death and disability cases proving lower or higher than assumed in the valuation can impact the liabilities		
e) Withdrawals	- Actual withdrawals proving higher or lower than assumed withdrawals and changes of withdrawals rates at subsequent valuations can impact plan's liability		
xii Amount of defined benefites for the current and previous for years are as follows			
	Gratuity (Funded)	2017-18	2016-17
Present vlue of defined benefites obligationsas at the end of the year		22937930	23530823
Fair value of plan assets as at the end of the year		0	0
Net Assets/ (Liability) recognised in balance sheet		22937930	23530823
Expenses recognised in the income statement and other comprehensive income (OCI)		1409228	
Actuarial gain/(loss) of plan assets		737758	
xiii Bifurcation of Projects Benefit obligation (PBO) at the end of the year in current and non-current			
		Gratuity 2018-19 Rs.	Gratuity 2017-18 Rs.
Current liability (amount due within one year)		20,98,466	
Non-Current liability (amount due over one year)			
Total PBO at the end of year		20,98,466	-
The Company has recognized an expenses of Rs.737758.00 /-(previous year Rs. 3554316.00/-) in respect of gratuity.			

INDIAN SUCROSE LIMITED

Notes forming part of financial statement for the year ended 31- March, 2018

33 Current Tax and Deferred Tax

(a) Income tax recognised in statement of profit and loss

	for the year ended 31/03/2018		for the year ended 31/03/2017	
	Rs.	Rs.	Rs.	Rs.
Current Tax				
In Respect of current Period		349,59,705		1503,43,437
In respect of Prior Years		6,72,960		(8,40,368)
		356,32,665		1495,03,069
Deferred Tax				
In Respect of current Period		140,22,210		(5,18,232.00)
TOTAL (B)				
TOTAL INCOME TAX EXPENSES (A+B)				

	for the year ended 31/03/2018		for the year ended 31/03/2017	
	Rs.	Rs.	Rs.	Rs.
Income Tax recognised in other comprehensive income Particulars				
Classification of income tax recognised in other comprehensive income		0		340316
TOTAL		0		340316

Indian Sucrose Limited

Notes forming part of financial statements for the year ended 31-March-2018

34- First time adoption of IND AS

This financial statement is the first financial statement that has been prepared in accordance with Ind AS together with the comparative period data as at and for the year ended 31st March 2017, as described in the summary of significant accounting to Ind AS has been carried out in accordance with Ind. AS 101 "First time adoption of Indian Accounting Standards" with 1st April 2016 as transition date. This note explains the exemptions availed by the company if any on first time adoption of Ind AS and principal adjustments made by the Company in restating its Indian GAAP financial statements as at 1st April 2016 and financial statements as at and for the year ended 31st March 2017 in accordance with Ind AS 101.

Exemptions applied

Ind AS 101 allows first time adopters certain exemptions from the retrospective application of certain requirements under Ind. AS. The company has, accordingly, applied following exemptions:

The company has elected to continue with the carrying value of all items of its property, plant and equipment and intangible assets measured as per Indian GAAP as recognized in the financial statements as at the date of transition, as deemed cost at the date of transition. The effect of consequential changes arising on the application of other Ind. AS has been adjusted to the deemed cost of Property, Plant and Equipment. The company has availed the exemption of fair value measurement of financial assets or liabilities at initial recognition and accordingly will apply fair value measurement of financial assets or liabilities at initial recognition prospectively to transactions entered into on or after 1st April 2016. The estimates as at 1st April 2016 and at 31st March 2017 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies) apart from the following items under Indian GAAP did not require estimation:
Fair values of Financials Assets and Financial Liabilities
Impairment of financial assets based on expected credit loss modal

Discount rates

The estimates used by the company to present these amounts in accordance with Ind AS reflect conditions as at 1st April 2016 and 31st March 2017.

Notes to the reconciliation of equity as at 1st April 2016 and 31st March 2017 and total comprehensive income for the year ended

1. Fair valuation of Investments

Under previous GAAP, investments in shares were classified as long term investments or current investments based on the intended holding period and realisability. Long term investments were classified at cost less provision for temporary diminution in the value of investments. Current investments were carried at lower of cost and fair value. Ind AS requires such investments to be measured at fair value.

Accordingly, the company has designated such investments as investments measured at Fair value through Other Comprehensive Income (FVTOCI) in accordance with Ind AS. The difference between the instrument's fair value and carrying amount as per Indian GAAP has been recognized in retained earnings. This has resulted in increase in retained earnings by Rs.61576271/- as at 1st April 2016 and decrease in retained earnings by Rs.983375/- as at 31st March 2017.

2. Financial Liabilities at amortized cost

Financial liabilities that are not held for trading and are not designated as at FVTPL are measured at amortized cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortized cost are determined based on the effective interest method.

The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash flow payments (including all fees paid or, received that form an integral part of the effective interest rate, transaction cost and other premiums or discounts) through the expected life of the financial liability, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

3. Statement of cash flows

The transition from Indian GAAP to Ind AS has had no material impact on statement of cash flows.

4. Deferred tax

Under the previous GAAP, deferred tax was recognized for the temporary timing differences which focus on differences between taxable profits and accounting profits for the period. Ind AS requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an assets or liability in the balance sheet and its tax base. Further, the application of Ind AS has resulted in recognition of certain temporary differences which was not required under Indian GAAP. Accordingly, deferred tax adjustments have been recognized in correlation to the underlying transactions in retained earnings/OCI in accordance with Ind AS. This has resulted decrease in retained earnings by Rs.87680415/- on 1st April 2016 and increase in retained earnings of Rs.518232/- as at 31st March 2017 with corresponding adjustment in Deferred Tax Liability/(Asset).

Indian Sucrose Limited

First Time Ind AS adoption reconciliations

Effect of Ind AS adoption on the Balance Sheet as at 31-March-2017 and 1st April-2016

S. No.	Particulars	As at 31-Mar-2017			As at 01-Apr-2016		
		End of Last Period Presented under Previous GAAP			Date of Transition		
		As per previous GAAP	Effects of Transition to Ind AS	As per Ind AS	As per Previous GAAP	Effects of Transition to Ind AS	As per Ind AS
1 - Assets							
A	Property Plant and Equipment	737495863	0	737495863	772327559	0	772327559
B	Capital work in Progress	2971762	0	2971762	780582	0	780582
C	Intangible Assets	0	0	0	2474	0	2474
D	Financial Assets	0	0	0	0	0	0
I	Investments	17609322	60592897	78202219	17522532	61576272	79098804
li	Other Financial Assets	0	0	0	0	0	0
III	Other Non-Current Assets	13714007	0	13714007	13714007	59032099	72746106
E	Deferred Tax Assets	0	0	0	0	0	0
	Total Current Assets	771790954	60592897	832383851	804347134	120608371	924955505

2 - Current Assets							
a	Inventories	1933639058	0	1933639058	1644630933	0	1644630933
b	Financial Assets	0	0	0	0	0	0
i	Investments						
ii	Trade Receivables	155156639	0	155156639	140762202	0	140762202
iii	Cash and Cash Equivalent	10605282	0	10605282	25499967	361620154	387120121
iv	Bank Balance(other than above)	202091190	0	202091190	469299147	-361620154	107678993
v	Other Financial Assets	592957816	-27165355	565792461	151635074	-133493735	18141339
c	Current tax Assets	105442798	0	105442798	5836737	-5051290	785447
d	Other Current Assets	67319227	0	67319227	70539194	71272501	141811695
	Total Current Assets	3067212010	-27165355	3040046655	2508203254	67272524	2440930730
	Total Assets	3839002965	33427541	3872430506	3312550388	53335847	3365886235

II- -Equity and Liabilities

Equity							
a	Equity share Capital	224183320	-70000000	154183320	224183320	-70000000	154183320
b	Other Equity	621947174	89372675	711319849	348499305	121032149	469531454
	Total Equity	846130494	19372675	865503169	572682625	51032149	623714774

1-Liabilities

1-Non-Current Liabilities							
a	Financial Liabilities						
i	Borrowings	407778020	-166439407	241338613	399704914	-167983417	231721497
ii	Other financial Liabilities	40871625	0	40871625	65415375	0	65415375
b	Provisions	24184905	0	24184905	22570985	0	22570985
c	Deferred Tax Liabilities	55261862	94416508	149678370	62516187	87680416	150196602
d	Other Non-current Liabilities	0	0	0	0	0	0
	Total non-current Liabilities	528096412	-72022899	456073513	550207461	-80303002	469904459

2-Current Liabilities

Current Liabilities							
a	Financial Liabilities						
i	Borrowings	1918278416	70000000	1988278416	1531937756	70000000	1601937756
ii	Trade Payables	126384054	0	126384054	225531373	0	225531373
iii	Other Financial Liabilities	108485741	16077765	124563506	256856538	20988429	277844967
b	Other Current Liabilities	23286173	0	23286173	28417096	-8381 730	20035366
c	Provisions	288341675	0	288341675	146917540	0	146917540
d	Current Tax Liabilities (net)	0	0	0	0	0	0
	Total Current Liabilities	2464776059	86077765	2550853824	2189660303	82606699	2272267002
	Total Equity and Liabilities	3839002965	33427541	3872430506	3312550388	53335847	3365886235

Note:

The Figures of previous GAAP have been reclassified to confirm to presentation requirements of Division II of Schedule III of Companies Act,2016 as applicable to a company whose financial statements are required to be drawn up in compliance of the companies (Indian Accounting Standards) Rules, 2015

Indian Sucrose Limited

Effect of Ind AS adoption on the statement of Profit and Loss for the year 31-March-2017

(Amount in Rs.)

S.no.	Particulars	Recon- cilation note no.	Year Ended as at 31 March-2017		
			Previous GAAP	Ind AS	Effects of Transition to Ind AS
i	Revenue from Operation	18	38604,23,932	40909,18,461	2304,94,529.00
ii	Other Income	19	71,24,617	633,77,360	562,52,743.00
iii	Total Revenue (i+ii)		38675,48,549	41542,95,821	2867,47,272.00
iv	Expenses:				
	Cost of Materials Consumed	20	32105,85,854	32105,85,854	-
	Purchase of Stock in Trade	0			
	Change in Inventries of Finished Goods and work in progress	21	-2632,44,408	-2632,44,409	
	Employee Benefit Expenses	22	811,04,802	811,04,802	
	Finance Cost	23	1656,67,806	1896,07,814	239,40,008.00
	Depriciation and amortization exp.	24	732,98,498	732,98,498	
	Excise duty on sale of goods		-	2304,94,529	2304,94,529.00
	Other Expenses	25	1844,19,591	1844,19,591	-
	Change in fair Value of Equity Share			9,83,375	9,83,375.00
	Total Expenses (IV)		34518,32,143	37072,50,054	2554,17,912
v	Profit/(loss)before exceptional Items and Tax (iii-iv)		4157,16,406	4470,45,767	313,29,361.00
	Prior Period Items		3,47,732	3,47,732	-
vi	Profit Before Tax		4153,68,674	4466,98,035	313,29,361
vii	Tax Expenses:				
	Current Tax		1500,03,121	150003121	-
	Earlier Year Tax		-8,40,368	-840368	-
	Deferred Tax		-72,54,325	-518232	67,36,093.00
	Total Tax Expenses		1419,08,428	148644521	67,36,093.00
ix	Profit for the year		2734,60,246	2980,53,514	245,93,268.00
x	Profit /(loss) for the year		2734,60,246	2980,53,514	245,93,268.00
xi	Other Comprehensive Income				
a	(i) Items that will not be reclassified to profit and loss		0	0	
	(ii) Income Tax relating to items that will or be reclassified to profit and loss		0	0	
xii	Total Comprehensive Income for the period (x+xi)		2734,60,246	2980,53,514	245,93,268.00

35-Related Party Disclosures:-

In Accordance with the Requirements of Ind AS 24, on Related party disclosures, Name of the Related party, Related party Relationship, transaction and outstanding balances including commitments where control exists and with whom transactions have takes place during reported Periods are:

Relates Party and Their Relation ship

(a) Key Management Personnel

1	Managing Director	Kunal Yadav	(DIN-01338110)
2	Director	Kunj Deep Kalra	(DIN-05285059)
3	Company Secretary	Rishav Jaiswal	(M. No.-A38834)
4	Chief Financial Officer	Ravinder Sharma	-

(b) Details relating to related party where control exists

i.	Yadu Resorts India Limited
ii.	Scorpion News Communication Pvt. Ltd.
iii	Top Images Estates Pvt. Ltd.
iv	Kunal Breweries Ltd.
v	SNG Exim Pvt. Ltd.
vi	Neoli sugar Limited

(c) Other related parties where transaction have taken place during the year

Subsidiary Company	-
Associates Company	Ranger Breweries Limited

(d) Relative of Key Management Personnel: N.A.

(e) Enterprise significantly influenced by Directors and /or their relatives :-

- I. Cosmos Industries Ltd.
- ii. Yadu Sugar Limited
- iii. Scorpion Media Pvt. Ltd.

Particulars	Sales	Purchase	Expenses	Loan Received / granted	Loan Repaid	Remuneration	Application Money	Receivables	Payables
Company where control exists									
Ranger Breweries Ltd.	41.48	-	1.11	63.73	-	-	-	328.41	-
Kunal Breweries Pvt. Ltd.	-	-	3.43	14.50	-	-	-	46.46	-
Key Management Personnel									
Mr. D.P. Singh	-	-	-	-	50.00	-	-	-	184.81
Mr. Kunal Singh Yadav	-	-	-	40.00	20.00	185.01	-	-	5.24
Companies Significantly influenced by Directors									
Yadu Sugar Ltd.	-	-	-	1611.18	1611.18	-	-	-	-
Yadu Resorts (India) Ltd.	-	-	9.23	-	-	-	-	-	17.22
Cosmos Ind. Ltd.	-	-	-	381.00	381.00	-	-	-	-
Cosmo Sugar (P) Ltd.	-	-	-	-	-	-	-	446.40	-
SNG Exim (P) Ltd.	-	-	-	-	1.19	-	-	6.21	-
High Link Investment Private Ltd.	4553.00	-	-	3.08	-	-	-	974.81	-

*Figures in () is representing previous year figures.

36-Financial Risk Management

The financial assets of the company include investments, loans, trade and other receivables, and cash and bank balances that derive directly from its operations. The financial liabilities of the company, other than derivatives, include loans and borrowings, trade and other payables and the main purpose of these financial liabilities is to finance the day to day operations of the company.

The company is mainly exposed to the following risks that arise from financial instruments:

- (i) Market risk
- (ii) Liquidity risk
- (iii) Credit risk

The Company's senior management oversees the management of these risks and that advises on financial risks and the appropriate financial risk governance framework for the Company.

This note explains the risks which the company is exposed to and policies and framework adopted by the company to manage these risks:

(i) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise two types of risk: foreign currency risk and interest rate risk.

(a) 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 Company's exposure to the risk of changes in market interest rates relates primarily to the Company's debt obligations with floating interest rates.

As the Company has no significant interest-bearing assets, the income and operating cash flows are substantially independent of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's debt obligations with floating interest rates, which are included in interest bearing loans and borrowings in these financial statements if any. All the company's fixed rate borrowings are carried at amortized cost. They are therefore not subject to interest rate risk, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

At the reporting date the interest rate profile of the Company's interest bearing financial instrument is at its fair value:

Particulars	Carrying amount (INR)	
	Financial Year 2017-18	Financial Year 2016-17
Variable rate instruments		
Long term borrowings	31,16,22,581	28,22,10,238
Current maturities of long term debt	10,00,78,743	10,28,17,872
Short term borrowings	1,85,17,45,099	1,98,82,78,416

(ii) Liquidity Risk

The financial liabilities of the company include loans and borrowings, trade and other payables. The company's principal sources of liquidity are cash and cash equivalents and the cash flow that is generated from operations.

The company monitors its risk of shortage of funds to meet the financial liabilities using a liquidity planning tool. The company plans to maintain sufficient cash to meet the obligations as and when falls due.

The below is the detail of contractual maturities of the financial liabilities of the company at the end of each reporting period:

Particulars	Financial Year 2017-18	Financial Year 2016-17
Borrowings including current maturities	41,17,01,324	38,50,28,110
Less than 1 year	10,00,78,743	10,28,17,872
1 -2 year	14,63,05,554	10,00,78,743
2 -5 year	16,53,17,027	18,21,31,495
5 -10 year	-	-
Later	-	-
Total	41,17,01,324	38,50,28,110
Trade Payables	71,12,33,919	12,63,84,054
Less than 1 year	71,12,33,919	12,63,84,054
1 -2 year	-	-
2 -5 year	-	-
5 -10 year	-	-
Later	-	-
Total	71,12,33,919	12,63,84,054
Other Financial liabilities	11,07,12,191	12,45,63,506
Less than 1 year	11,07,12,191	12,45,63,506
1 -2 year	-	-
2 -5 year	-	-
5 -10 year	-	-
Later	-	-
Total	11,07,12,191	12,45,63,506

(iii) Credit Risk

Credit risk refers to the risk of default on its contractual terms or obligations by the counterparty resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily from trade receivables which are typically unsecured. Credit risk on cash and bank balances is limited as the company generally invests in deposits with banks and financial institutions with high credit ratings assigned by credit rating agencies.

The company assesses the creditworthiness of the customers internally to whom goods are sold on credit terms in the normal course of business. The credit limit of each customer is defined in accordance with this assessment. The impairment analysis is performed on client to client basis for the debtors that are past due at the end of each reporting date. The company has not considered an allowance for doubtful debts in case of Trade receivables that are past due but there has not been a significant change in the credit quality and the amounts are still considered recoverable.

The following is the detail of revenues generated from top five customers of the company and allowance for lifetime expected credit loss: (Rs.)

Particulars	Financial Year 2017-18	Financial Year 2016-17
(a) Revenue from top five customers		
-% of total sales of top 1 customer	10.34%	19.15%
-% of total sales of top 5 customers	26.08%	53.22%
(b) Allowance for doubtful debt	0	0
-Balance at the beginning of the period	0	0
-Impairment loss recognized	0	0
-Amount written off	0	0
-Balance at the end of the period	0	0

Write off policy

The financial assets are written off in case there is no reasonable expectation of recovering from the financial asset.

37. Capital Management

The capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the company. The primary objective of the company's capital management is to maintain optimum capital structure to reduce cost of capital and to maximize the shareholder value.

The company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants which otherwise would permit the banks to immediately call loans and borrowings. In order to maintain or adjust the capital structure, the company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares.

The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company's gearing ratio was as follows:

Particulars	Financial Year 2017-18	Financial Year 2016-17
Borrowings	40,93,01,324	38,50,28,110
Less: Cash and cash equivalent	8,26,29,343	15,59,53,306
Net debt	32,66,71,981	2,90,14,21,359
Total equity	90,53,18,338	86,55,03,169
Capital and Net debt	19,90,31,91,23	3,76,69,24,528
Gearing ratio	0.36	3.35

Further, there have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period. There were no changes in the objectives, policies or processes for managing capital during the year ended 31 March 2018 and 31 March 2017.

38. In accordance with the Ind AS-36 on Impairment of Assets, the Company has assessed as on the balance sheet date, whether there are any indications with regard to the impairment of any of the assets. Based on such assessment it has been ascertained that no potential loss is present and therefore, formal estimate of recoverable amount has not been made. Accordingly no impairment loss has been provided in the books of account.

39. Auditors' Remuneration

S.No	Particulars	For the year ended 31, March-2018 Rs.	For the year Ended 31, March-2017 Rs.
i)	As Statutory Auditor	300000	300000
ii)	As Tax Auditors	50000	50000
Total		350000	350000

40. The company is not maintaining separate details of amounts outstanding to Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act). Accordingly, no details are being provided.
41. In accordance with IND AS 18 on "Revenue" and Schedule III to the Companies Act, 2013, Sales for the previous year ended 31 March 2017 and for the period 1 April to 30 June 2017 were reported gross of Excise Duty and net of VAT/ CST. Excise Duty was reported as a separate expense line item. Consequent to the introduction of Goods and Services Tax (GST) with effect from 1 July 2017, VAT/CST, Excise Duty etc. have been subsumed into GST and accordingly the same is not recognized as part of sales as per the requirements of Ind AS 18. This has resulted in lower reported sales in the current year in comparison to the sales reported under the pre-GST structure of indirect taxes. With the change in structure of indirect taxes, certain expenses where credit of GST is available are also being reported net of taxes
42. **Corporate Social Responsibility (CSR)**
The provisions of Section 135 of the Companies Act 2013 regarding Corporate Social Responsibility activity are applicable to the company.
43. Figures in bracket indicate deductions.
44. Previous year figures have been regrouped/re-casted/rearranged wherever necessary to confirm to its classification of the current year.
- Amount Recognized Rs 2873061.00**
45. Figures have been rounded off to the nearest rupee.

INDIAN SUCROSE LIMITED

	Amount in INR		
	31/03/2015 (12 Months)	31/03/2016 (12 Months)	31.03.2017 (12 Months)
Net Profit after tax	-875,81,311.00	596,74,486.00	2734,60,246.00
Credits to be given			
- Bounties and subsidies	-	-	-
Total	-	-	-
Credits not to be given			
- profits, by way of premium on shares, which are issued or sold by the company	-	-	-
- profits on sales by the company of forfeited shares	-	-	-
- profits of a capital nature including profits from the sale of the undertaking or any of the undertakings of the company or of any part thereof	-	-	-
- profits from the sale of any immovable property or fixed assets of a capital nature comprised in the undertaking or any of the undertakings of the company	-	-	-
- any change in carrying amount of an asset or of a liability recognised in equity reserves including surplus in profit and loss account on measurement of the asset or the liability at fair value	-	-	-
Total	-	-	-
Deductions to be made			
- all the usual working charges	-	-	-
- directors' remuneration	-	-	-
- bonus or commission paid or payable to any member of the company's staff, or to any engineer, technician or person employed or engaged by the company, whether on a whole-time or on a part-time basis;	-	-	-
- any tax notified by the Central Government as being in the nature of a tax on excess or abnormal profits	-	-	-
- any tax on business profits imposed for special reasons or in special circumstances and notified by the Central Government in this behalf	-	-	-
- interest on debentures issued by the company	-	-	-
- interest on mortgages executed by the company and on loans and advances secured by a charge on its fixed or floating assets	-	-	-
- interest on unsecured loans and advances	-	-	-
- expenses on repairs, whether to immovable or to movable property, provided the repairs are not of a capital nature	-	-	-
- outgoing inclusive of contributions made under section 181	-	-	-
- depreciation to the extent specified in section 123;	-	-	-
- the excess of expenditure over income	-	-	-
Total	-	-	-
Deductions not to be made			
- income-tax and super-tax payable by the company under the Income-tax Act, 1961, or any other tax on the income of the company not falling under clauses (d) and (e) of sub-section (4)	-21,78,219.00	456,75,559.00	1419,08,428.00
- any compensation, damages or payments made voluntarily, that is to say, otherwise than in virtue of a liability such as is referred to in clause (m) of sub-section (4);	-	-	-
- loss of a capital nature including loss on sale of the undertaking or any of the undertakings of the company or of any part thereof not including any excess of the written-down value of any asset which is sold, discarded, demolished or destroyed over its sale proceeds or its scrap value	-	-	-
- any change in carrying amount of an asset or of a liability recognised in equity reserves including surplus in profit and loss account on measurement of the asset or the liability at fair value	-	-	-
Total	-21,78,219.00	456,75,559.00	1419,08,428.00
Net Profit as per Section 198	-897,59,530.00	1053,50,045.00	4153,68,674.00
Average net profit of 3 years	-48,55,479.12	73,63,346.33	1436,53,063.00
CSR spending of 2%	-97,109.58	1,47,266.93	28,73,061.26
For FY 2015-16		-97,109.58	
For FY 2016-17		1,47,266.93	
For FY 2017-18			28,73,061.26

sd/-

Kunal Yadav
Managing Director
(Din No. 01338110)

sd/-

Ravinder Sharma
Chief Financial Officer

Place : Ludhiana
Dated : 30-05-2018

sd/-

Kunj Deep Kalra
Director
(Din No. 05285059)

sd/-

Rishav Jaiswal
Company Secretary
(M. No. 38834)

AS PER OUR REPORT OF EVEN DATE
Firm Registration No. 017883N
For R. Dewan & co.
Chartered Accountant

sd/-

Rajiv Dewan
(Partner)
(M. No. 38834)

Indian Sucrose Limited

[CIN: L15424PB1990PLC010903]

Registered Office – G.T. Road, Mukerian, Distt. Hoshiarpur, Punjab-144211, Phone: +91-9115110651/52/53

Website: www.muksug.com, Email: isl.investors@yaducorporation.com

PROXY FORM

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

Name of the member (s) :
Registered address :
E-mail Id:
Folio No/ Client Id :
DP ID :

I/We, being the member (s) holding.....Shares of the above named company, hereby appoint:

- (1) Name: _____ Address: _____
E-mail Id: _____ Signature: _____, or failing him/her;
- (2) Name: _____ Address: _____
E-mail Id: _____ Signature: _____, or failing him/her;
- (3) Name: _____ Address: _____
E-mail Id: _____ Signature: _____, or failing him/her;

as my/our proxy to attend and vote for me/us and on my/our behalf at the 27th Annual general meeting of the company, to be held on Saturday, 29th day of September, 2018 at 10.00 a.m. at G.T Road, Mukerian, Distt. Hoshiarpur, Punjab-144211 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolutions		Optional**	
		For	Against
Ordinary Business			
1.	Adoption of Financial Statements, the reports of the Board of Directors and Auditors for the year ended 31 st March, 2018		
2.	To appoint a Director in place of Mrs. Kunj Deep Kalra (DIN: 05285059), who retires by rotation and being eligible, offers herself for re-appointment.		
3.	Re-appointment of M/s. R. Dewan & Co., Chartered Accountants (FRN: 017883N) as Statutory Auditors and fix their remuneration		
Special Business			
4.	To Re-appoint Mr. Jaitender Kumar, Additional Director as a Director		
5.	To fix remuneration of M/s Khushwinder Kumar & Co, Cost Auditors for the financial year ending on 31st March, 2019 at Rs. 50000 per annum.		

Signed this _____ day of _____ 2018

Signature of shareholder _____

Signature of Proxy holder(s) _____

Affix
revenue
stamp

Note:

- This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
- A PROXY NEED NOT BE A MEMBER OF THE COMPANY**
- A Person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other person or shareholder.,
- For the Resolutions, Notes and Explanatory Statement, please refer to the notice of the 27th Annual General Meeting.
- It is optional to put 'X' in the appropriate column against the Resolution indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all Resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.

Please complete all details including details of member(s) in the above box before submission

Indian Sucrose Limited

[CIN: L15424PB1990PLC010903]

Registered Office – G.T. Road, Mukerian, Distt. Hoshiarpur, Punjab-144211, Phone: +91-9115110651/52/53

Website: www.muksug.com, Email: isl.investors@yaducorporation.com

ATTENDANCE SLIP

PLEASE FILL ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL.

Joint shareholders may obtain additional attendance slip on request.

DP. Id*		Regd. Folio No.	
Client Id*		No. of Share(s) held	

NAME AND ADDRESS OF THE SHAREHOLDER

I/we hereby record my/our presence at the **27th ANNUAL GENERAL MEETING** on Saturday, September 29, 2018 at 10.00 a.m., at the **G.T. Road, Mukerian, Distt. Hoshiarpur, Punjab-144211**

*Applicable for investors holding share(s) in electronic form.

Signature of the shareholder or proxy: _____

E-VOTING PARTICULARS

REVEN (Remote e-voting Event Number)	USER ID	PASSWORD/PIN

Note: Please read instructions (**Voting by electronic means**) given to the Notice of the 27th Annual General Meeting carefully before voting electronically. The voting time commences from **Wednesday, 26th September 2018 (9:00 A.M.)** and ends on **Friday, 28 September 2018 (5:00 P.M.)**. The voting module shall be disabled by NSDL for voting thereafter.



202/47, THAPAR ARCADE, KALU SARAI,
HAUZ KHAS, NEW DELHI-110016