



**NOTICE:**

Notice is hereby given that the 34th Annual General Meeting of Deccan Polypacks Limited will be held on Friday the 28<sup>th</sup> day of September, 2018 at 11.00 AM at Hotel Aishwarya Grand, 2nd Floor, 208, Plot No. 4, Phase-1, Opp. Sub-Station, Shapur Nagar, IDA Jeedimetla, Hyderabad - 55, Telangana State to transact the following business.

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Profit and Loss Account for the year ended 31<sup>st</sup> March, 2018, Audited Balance Sheet and the Cash Flow Statement as at that date and the Reports of the Director's and Auditor's thereon.
2. To appoint a Director in place of Sri D.V. Prudvi Raju (Holding DIN No. 03024648) who retires by rotation and being eligible offers himself for re-appointment.
3. To ratify the appointment of auditors of the Company to hold office until the conclusion of the Annual General Meeting for Financial Year 2018-2019 and the payment of remuneration as fixed by the board of directors and 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 139 of the Companies Act, 2013 and the rules made there under, including statutory modifications thereto or re-enactments thereof for the time being in force, and pursuant to the recommendations of the audit committee of the Board of Directors, the appointment of M/s. K P Rao & Co., Chartered Accountants, Hyderabad (Firms Registration Number 003135S) which was made in the AGM 2017 for Five Consecutive Audit years ending on the conclusion of AGM for FY 2021-22 be and is hereby ratified and confirmed for the remaining audit period on such remuneration as fixed by the board of directors”

‘RESOLVED FURTHER THAT the directors of the Company jointly and severally be and is hereby authorized to do all such acts, matters and things as may be necessary to give effect to the above resolution and to certify and upload the e-forms.

**SPECIAL BUSINESS :**

**Shifting of Registered Office**

4. To consider and if thought fit, to pass with or without modification, the following resolution as special resolution

**RESOLVED THAT** pursuant to the provisions of section 12 of the Companies Act, 2013 and any other provisions applicable, if any, the Registered office of the Company be and is hereby shifted from Sy. No. 142A, IDA Bollaram (via) Miyapur, Jinnaram Mandal, Sangareddy Dist - 502 325 with effect from 19.07.2018 to a premise Plot No. A-40, Road No. 7, IDA Kukatpally, Hyderabad-500 037 taken on lease as per agreement, which falls within the State of Telangana but outside the local limits of the City of the registered office.

5. To consider and if thought fit, to pass with or without modification, the following resolution as special resolution

“RESOLVED THAT pursuant to the provisions of sections 196,197,203 and all other applicable provisions of the Companies Act 2013 ( including any statutory modifications or enactment thereof for the time being in force) and subject to the approval of the shareholders and limits specified in Schedule V of the Act,2013, consent be and is hereby accorded to the re-appointment of Sri D V Prudvi Raju (Holding DIN No : 0302468) as Whole Time Director for a period of Three Years with effect from 09.02.2018 and payment of remuneration on the following terms and conditions.

- I. Salary Rs 50,000/- per month in the grade Rs 50,000-3,000-56,000

**II. Perquisite and allowances:**

**I. Housing**

- a) The expenditure incurred by the Company on hiring accommodation for the Whole Time Director shall be subject to a ceiling of 60% salary over and above 10% payable by the Whole Time Director himself.
- b) Where accommodation is provided in a Company owned house, the Whole Time Director shall pay to the Company by way of rent 10% of the salary.

- c) Where the Company does not provide accommodation to the Whole Time Director House Rent Allowance may be paid by the Company in accordance with (a) above.
- d) The expenditure incurred by the Company on gas, electricity, water and furnishing will be valued as per the Income-Tax Rules, 1962. This will however, be subject to a ceiling of 10% of salary of the Whole Time Director.

## II. Medical Reimbursement

Expenses incurred for self and family subject to a ceiling of one month's salary per year.

## III. Leave Travel Concession

For self and family once in year in accordance with rules specified by the Company.

## IV Club Fees

Fees of Clubs subject to a maximum of two clubs, admission and life membership fees not being allowed.

## V. Personal Accident Insurance

For an amount the annual premium of which does not exceed Rs 2,000

## OTHER PERQUISITES

- I. Company's contribution towards Provident Fund as per the rules of the Company.
- II. Company's contribution towards Pension/ Superannuation Fund as per the rules of the Company. Such contribution together with the contribution to the Provident Fund shall not exceed limits prescribed in the Income-Tax Act, 1961.
- III. Gratuity payable in accordance with an approved scheme and shall not exceed one half month's salary for each completed year of service.

Contribution to Provident Fund and Superannuation Fund to the extent they are exempted under the Income-Tax Act, 1961 and encashment of leave at the end of tenure will not be included in the computation of the ceiling on perquisites, Provision of car for use on Companies business and telephone at residence will not be considered as perquisites. All long distance

personal calls shall be duly lodged and paid for by the Whole Time Director

Earned / Privilege Leave-on full pay and allowances as per rules of the Company. "Leave accumulated but not availed of during his tenure may be allowed to be encashed as per the rules of the Company.:

"FURTHER RESOLVED THAT in the event of any loss or in adequacy of profits in any wherein a financial year during his tenure, the Company shall pay Sri D V Prudvi Raju, the remuneration by way of salary, perquisites or any other allowance as specified above and in accordance with the limits specified under the Companies Act, 2013 read with Schedule V to the Companies Act, 2013 or such other limits as may be prescribed by the Government from time to time in this regard, as minimum remuneration".

**FURTHER RESOVLED THAT** the Board be and is hereby authorized to do all such acts, deeds matters and things as may be considered necessary, appropriate and desirable to give effect to this resolution.

On behalf of the Board  
For DECCAN POLYPACKS LIMITED

Place: Hyderabad  
Date: 30.05.2018

**D V Prudvi Raju**  
Whole Time Director

## NOTES :

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the Company.
2. Proxy, in order to be effective must be deposited at the Company's Registered Office at **Sy. No : 142A, IDA Bollaram, (Via) Miyapur, Jinnaram Mandal, Narsapur Tq., Sangareddy Dist. Telangana** not less than 48 hours before the time for holding the meeting.
3. The members are requested to please forward all the correspondence relating to transfers, change of address, requests for dematerialization of shares and all matters pertaining to shares to the Registrars and

Transfer Agents M/s Karvy Computershare Pvt Ltd,  
Karvy Selenium Tower, Plot No: 31-Gachibowoli  
Financial District, Nanakramguda, Hyderabad – 500  
032, Telangana

4. The Register of members and share transfer books of the Company will remain closed from 22.09.2018 to 28.09.2018 ( both days inclusive)
5. The explanatory statement for special business mentioned in the notice is annexed as per the provisions of Section 102(1) of the Companies Act, 2013.
6. Pursuant to Section 108 of the Companies Act, 2013 read with 20 of the Companies ( Management and Administration ) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the 34th Annual General Meeting, “AGM” by electronic means and the business may be transacted through e-voting services provided by Karvy Computershare Pvt Ltd , “KARVY”

It may be noted that this e-voting facility is optional. The e-voting facility will be available at the link <https://evoting.karvy.com> during the following voting period.

Commencement of e-voting: from 10.00 AM IST on 25.09.2018 to 5.00 PM IST on 27.09.2018

7. E-Voting shall not be allowed beyond 5.00 PM on 27.09.2018. During the e-Voting period, shareholders of the Company, holding shares in physical form or in dematerialized form as on 31.08.2018 may cast their vote electronically.
8. The login ID and password for e-voting along with process, manner and instructions for e-voting is being sent to the members who have not registered their email IDs with the Company / respective depository participants along with physical copy of the Notice. Those members who have registered their email IDs with the Company / their respective Depository Participants are being forwarded the login ID and password for e-voting along with process, manner and instructions by e-mail.
9. The Company has appointed Mr V B S S Prasad, Practicing Company Secretary (FCS No : 4605), as Scrutinizer for conducting the e-voting process for

the Annual General Meeting in a fair and transparent manner.

10. The Scrutinizer shall within a period not exceeding three working days from the conclusion of the e-voting period unlock the votes in the presence of at least two witnesses not in the employment of the Company and make Scrutinizer’s Report of the votes cast in favour or against, if any, forthwith to the Chairman / Whole Time Director of the Company.

On behalf of the Board.  
for **DECCAN POLYPACKS LIMITED**

Place : Hyderabad  
Date:30.05.2018

**D V. Prudvi Raju**  
Whole Time Director

**ANNEXURE:**

**Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 in respect of special business**

**Shifting of Registered Office :**

As per provisions of Section 12(5) of the Companies Act, 2013, shifting of registered office of a company outside the local limits of any city or town requires approval of shareholders by way of special resolution.

With a view to improve co-ordination and communication between the corporate, marketing and site offices, the Board of directors considered that subject to approval of shareholders, the proposal for shifting the registered office to Plot No. A-40, Road No. 7, IDA Kukatpally, Hyderabad - 37, taken on lease as per the lease agreement, placed before the Board. The proposal location is outside the local limits of Bollarm and therefore requires approval of shareholders by way of special resolution. If approval, the registered office will be moved to Plot No. A-40, Road No. 7, IDA Kukatpally, Hyderabad -37, with effect from 19.07.2018.

The Directors recommend the approval of the special resolution.

None of the Directors is concerned or interested in the resolution.

**Re-appointment of Shri DV Prudvi Raju as Whole Time Director :**

The existing term of Sri D V Prudvi Raju, as Whole Time Director expires on 08.02.2018. The Board of Directors at their meeting held on 30.05.2018 have re-appointed Sri D V Prudvi Raju as Whole Time Director for the period of Three Years with effect from 09.02.2018, subject to the approval of the shareholders. The Directors Nomination and Remuneration Committee at its meeting held on 30.05.2018 has passed resolution recommending the appointment and payment of remuneration to Sri D V Prudvi Raju, as Whole Time Director as per the terms mentioned in the notice subject to the approval of the Shareholders. Your Directors are of the view that the re-appointment of Sri D V Prudvi Raju, Whole Time Director will be in the interest of the Company and its members and accordingly commend the resolution for your approval. Sri D V Prudvi Raju holds 134898 equity shares. Sri D R S P Raju being relative of Sri D V Prudvi Raju is interested in this resolution. No other Director / Key Management personnel / their relatives are interested in this resolution. The explanation together with the accompanying notice may be treated as on abstract under section 190 of the Companies Act, 2013.

## DIRECTORS' REPORT

Your Directors have pleasure in presenting their 34th Annual Report together with the Audited Accounts and Cash Flow Statements for the year ended 31<sup>st</sup> March 2018.

The financial results for the year ended 31<sup>st</sup> March 2017 are summarized below.

Particulars	(Rs. in Lakhs)	
	2017-18	2016-17
Income from operations	-	11.66
Gross Profit	78.25	(28.48)
Interest	47.79	56.05
Depreciation	10.11	15.49
Profit/(Loss) before taxation	20.52	(100.02)
Deferred Tax(Liability)/Asset	-	-
Current tax	-	-
Net Profit/(Loss)After Taxation	20.52	(100.02)
Balance brought forward	(1861.40)	(1776.01)
Balance carried to		
Balance Sheet	(1841.05)	(1876.04)

### 1. Operations

The Production continued to be suspended during the year under report. The Company has earned net profit of Rs. 20.52 Lakhs in comparison with net loss of Rs (100.02) Lakhs in the previous year.

### 2. Erosion of Networth :

The Company submitted report to BIFR regarding erosion of net worth as on 31.03.2016 in February 2016. In terms of provisions of Sick Industrial Companies (Special Provisions ) Act, 1985 (SICA).

### 3. Issues after the Financial year:

The Company sold out its Factory, Land and Buildings to M/s. SVRS Polymers as approved by the shareholders vide Postal ballot resolution passed on 07/05/2018.

### 4. Discloser as per Listing Agreement:

#### Regulation 14 of SEBI( LODR) Regulations, 2015:

The Company's shares are listed on the Bombay Stock Exchange Ltd., P J Towers, Dalal Street, Fort, Mumbai. It is further informed that the listing fees for the years 2015-16,2016-17,2017-18 and 2018-19 has not been paid to the exchange due to shortage of funds and stoppage of operations.

### 5. Meetings of the Board of Directors

During the year ended March 31<sup>st</sup> 2018, Six Board Meetings were held. The dates on which the Board Meetings were held are 30.05.2017, 14.08.2017, 29.09.2017 14.12.2017, 14.02.2018 and 12.03.2018.

### 6. Statement on Declaration given by Independent Directors under Section 149(6) :

The Independent Directors have submitted declaration of independence as required pursuant to Section 149(7) of the Companies Act, 2013 stating that they meet the criteria of independence as provided in Section 149(6).

### 7. Nomination and Remuneration Committee:

The Nomination and Remuneration Committee consists of the following directors namely Kum R Rama Devi. and Sri N V S Rao

### Brief description of terms of reference :

- Carry on the evaluation of every director's performance.
- Formulation of criteria for determining qualification, positive attributes and independence of a Director.
- Recommend policy to the Board relating to remuneration of the directors, key managerial personnel and other employees.
- Devising a policy on board diversity
- Any other matter as the board may decide from time to time.

### Nomination and Remuneration Policy :

The objective of the policy :

- Lay down criteria and terms and conditions with regard to identifying persons who are qualified to become Directors and persons who may be appointed as key managerial persons and to senior management positions.
- To provide reward directly linked to their effort performance, dedication and achievement relating to company's operations.
- To retain, motivate, promote talent to ensure long term substantially of talented managerial persons

and create competitive advantage.

- d) Determine remuneration based on company's size and financial positions and trends and practices.

**8. Particulars of Loans, Guarantees and Investments under Section 186**

The Company has not given any loan, or guarantee, or provided any security in connection with a loan to any other body corporate or person during the financial year.

**9. Particulars of contracts or arrangements with related parties referred to in Section 188(1) :**

The particulars of contracts or arrangements with related parties referred to Sec.188(1) is prepared in Form No : AOC-2 pursuant to Sec 134(3)(h) of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014 and the same is enclosed as **Annexure-2** to this report.

**10. Extract of Annual Return :**

The extract of Annual Return is prepared in Form MGT-9 as per the provisions of Companies Act, 2013 and Rule 12 of the Companies ( Management and Administration) Rules, 2014 and the same is enclosed as **Annexure -3** to this report.

**11. Corporate Governance**

The Company has implemented the Corporate Governance Code during the year under report. A detailed report is enclosed and form part of this Annual Report.

**12. Directors Responsibility Statement**

The Board of Directors of the Company hereby declares and states that :

- a) In the preparation of annual accounts, 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 at the end of the financial year 31.03.2018 and a profit of the Company for the period ended 31.03.2018.
- c) the Directors have taken proper and sufficient care

for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

- d) the Directors have prepared the annual accounts on a going concern basis.
- e) The Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- f) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**13. Energy, Technology and Foreign Exchange**

Additional information on conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo as required to be disclosed in terms of Section 134(M) read with Companies (Accounts) Rules 2014) is as per **annexure 1** hereto and forms part of this report.

**14. Risk Management Committee :**

Risk Management Committee consists of the following Directors

- a) **Sri D R S P Raju**  
b) **Sri D V Prudvi Raju**

**Risk Management Policy :**

The Company has taken steps to mitigate the following risks.

**Raw Material Price :**

Ours is a high volume manufacturing industry wherein the main raw material is PP/HDPE granules which are available indigenously and by imports. The raw materials are subject to frequent changes as their prices depend on petroleum products.

**Competition and price pressure :**

Our being a packing industry there are many players and there is severe competition and price cutting indulged by competitors. Action of one player is followed by other to either increase market share or offer low price to retain the volumes.

**Foreign Currency Risks :**

The Company's exposure to foreign currency is low. Majority purchase of raw materials through domestic market. The export volumes are low. The impact of foreign exchange fluctuation is almost negligible considering the volume of transactions in foreign currency.

**15. Statutory Auditors**

At the Annual General Meeting held on 29<sup>th</sup> September, 2017 M/s. K.P. RAO & Co., Chartered Accountants, were appointed as statutory Auditors of the Company to hold office till the conclusion of the Annual General Meeting to be held in the calendar year 2022

**Auditors Report:**

There are no qualifications, reservations or adverse remarks made by M/s K.P. RAO & Co., chartered Accountants, Hyderabad Chartered Accountants (ICAI Reg. No.003135S) Statutory Auditors in their report for the Financial Year ended March 31st 2018.

**16. Board of Directors:**

Sri D V Prudvi Raju, Director is liable to retire by rotation at this Annual General Meeting and being eligible, offers him for re-appointment.

**17. Secretarial Audit Report:**

Copy of the Secretarial Audit Report issued by Sri VBSS Prasad, Practicing Company Secretary (CP No: 4605) for the year under report in Form MR-3 is attached as **Annexure -4** to this report. There are no qualifications in the Secretarial Audit Report.

**18. Particulars of appointment and remuneration of Managerial Personnel:**

The statement of particulars of Appointment and Remuneration of Managerial personnel in terms of Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is enclosed as Annexure 5 to this report.

**19. Insurance:**

All properties and insurable interests of the Company including building, plant and machinery and stocks have been fully insured.

**20. Change in nature of Business:**

There is no change in the Companies nature of business during the financial year ending 31.03.2018.

**21. Internal Control System and their adequacy:**

Considering the size of business and nature of operations and internal control systems and procedure adopted and reviewed periodically by the Board and Audit Committee the existing control systems are adequate.

**22. Significant and Material orders passed by Regulators:**

No Such orders have been received during the year under report.

**Material changes and commitments :-**

There are no material changes and commitments in the business operations of the Company during the year under report except that the production continues to remain suspended since 15th July 2014.

**23. Policy on Sexual Harrasment:**

The Company has no women employee in the employment of the Company. The Company is in the process of framing and formulating policy on sexual harassment at workplace in accordance with Sexual Harassment of Women at workplace (Prevention prohibition and Redressal) Act, 2013. During the year under report the Company has not received any complaints pertaining to Sexual Harassment.

**24. Acknowledements:**

The board has expressed its gratitude to the State Bank of India, various departments of State and Central Government, customers, vendors and shareholders for their valuable support to the company, staff and employees

On behalf of the Board.  
for **DECCAN POLYPACKS LIMITED**

Place : Hyderabad  
Date:30.05.2018

**D V. Prudvi Raju**  
Whole Time Director

## CORPORATE GOVERNANCE REPORT

### I. The Corporate Governance Code

The Company is implementing the Corporate Governance Code as per the guidelines issued by the Stock Exchange. The Company has consistently practiced good corporate governance. The Company creates an environment for the efficient conduct of the business and to enable management to meet its obligations to all its stakeholders, including amongst others, customers, employees and the community in which the Company operates.

### II. Board of Directors (“Board”)

The Board comprises of (Four) Directors of whom one is executive, and three are non-executive directors. Out of the three non-executive directors two are Independent Directors and one is non-executive and promoter and the Chairman of the Board is a Non-Executive. Sri DRSP Raju ceased to be a Director with effect from 14.09.2017.

#### a) Composition of the Board

Name of the Director	Status
Sri D R S P Raju	Non Executive & Promoter
Sri D V Prudvi Raju	Whole Time Director & Executive
Sri N V S Rao	Independent
Kum. R Rama Devi	Independent Women

#### b) Board Meetings :

The meetings of the Board of Directors are held at the City Office / Registered Office of the Company at Hyderabad / Bollaram (factory site) and agenda for which is circulated at least 7 days in advance. Senior Management of the Company is invited to attend the Board Meetings, to make presentations and provide clarifications as and when required. The Board meets atleast once a quarter to review the quarterly performance and financial results.

#### c) Number of Board Meetings

During the year from 1st April 2017 to 31st March 2018 the Board met Six times on the following dates.

Sl.No	Date	Board Strength	No. of Directors present
01	30.05.2017	4	3
02.	14.08.2017	4	3
03.	29.09.2017	3	2
04.	14.12.2017	3	2
05.	14.02.2018	3	2
06.	12.03.2018	3	2

#### d) Attendance of Directors

Name of the Director	No. of Board Meetings held	No. of Board Meetings attended	Attendace at the last Annual General Meeting	No. of Directorships in other Board as on 31.03.2018	No. of memberships in other Board Committees as on 31.03.2018
Sri D R S P Raju	6	2	NO	4	Nil
Sri D V Prudvi Raju	6	6	Yes	1	Nil
Sri NVS Rao	6	-	No	Nil	Nil
Kum R. Rama Devi	6	6	Yes	2	Nil



### III. Committees of Directors :

The Board has constituted Committees which comply with the requirements of SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015.

#### a: Audit Committee

i) The committee comprises of the following non-executive members of the Board.

1. Kum R Rama Devi	Chairman
2. Sri D V Prudvi Raju	Member
3. Sri D R S P Raju	Member
4. Sri N V S Rao	Member

During the year 1st April 2017 to 31st March 2018 the committee had four meetings.

Sl. No	Date
1	30.05.2017
2	14.08.2017
3	14.12.2017
4	14.02.2018

ii) Attendance of the Directors in the Audit Committee Meeting :

Name of the Director	No. of Meetings held	No. of meetings attended
Sri D R S P Raju	4	2
Sri D V Prudvi Raju	4	4
Sri N V S Rao	4	-
Kum R Rama Devi	4	4

#### iii) Terms of reference:

The Audit Committee has powers to investigate any activity within its terms of reference, seek information from any employee, obtain outside legal or other professional advice and secure attendance of outsiders with relevant expertise, if it considers necessary. The terms of reference of the Audit Committee also include the following :

- 1) Overseeing of the company's financial reporting process and the disclosure of the financial information to ensure that the financial statements are correct, sufficient and credible.
- 2) Recommending the appointment and removal of external auditor, fixation of audit fee and also approval for payment for any other service.
- 3) Reviewing with management the annual financial statements before submission to the Board, focusing primarily on :
  - a) Any changes in accounting policies and practices
  - b) Major accounting entries based on exercise of judgment to management.
  - c) Qualifications in draft audit report
  - d) Significant adjustments arising out of audit
  - e) The going concern assumption
  - f) Compliance with accounting standards
  - g) Compliance with stock exchanges and legal requirement concerning financial statements.
  - h) Any related party transactions.

- 4) Reviewing with the management, external and internal auditors, the adequacy of internal control system.
- 5) Reviewing the adequacy of internal audit function, Structure, coverage and frequency of internal audit.
- 6) Discussion with internal auditors on significant findings and follow up thereon.
- 7) 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.
- 8) Discussion with external auditors before the audit commences, nature and scope of audit as well as post audit discussion to ascertain any area of concern.
- 9) Reviewing the company's financial and risk management Policies
- 10) To look into the reasons for substantial defaults in the payment to the depositors, debenture holder, shareholders ( in case of non-payment of declared dividends ) and creditors.
- 11) Such other matters as may be entrusted to the committee from the time to time.

**b) Share Transfer Committee**

The Committee comprises of the following members of the Board.

Sri D V Prudvi Raju	Chairman
Sri D R S P Raju	Member

**Terms of Reference :**

The Share Transfer Committee ratifies transfer of shares, deals with split and consolidation of shares, issue of duplicate shares etc.

Attendance of Directors in the Share Transfer Committee Meetings :

The Share Transfer Committee met 1 ( One) times during the year ended 31st March, 2018

**The attendance for the meetings are as stated below :**

Name of the Director	No. of meetings held	No. of meetings attended
Sri D R S P Raju	1	1
Sri D V Prudvi Raju	1	1

Number of shares pending for transfer : Nil

**c) Shareholders Grievances Committee :**

The committee comprises of following members Sri D V Prudvi Raju and D R S P Raju. The terms of reference to the committee to look into investor complaints such as non-receipt of Balance Sheet, transfer of shares, non-receipt of declared dividend etc.

Details of Investors letters / Complaints received during the year ended 31st March, 2018.

S.No.	Nature of Letter / Complaints	Received	Disposed	Pending
1.	Non-receipt of share certificates after transfer / exchange / sub-dividend / consolidated /duplecate transfer and transmission	---	----	---
2.	Miscellaneous and others change of address, old share certificates and mandate etc.	---	----	---

All the complaints / letters received during the financial year were replied / resolved to the satisfaction of the shareholders and there are no complaints pending as on 31st March, 2018.

**d) Nomination and Remuneration Committee:**

- a) Kum R Rama Devi - Chairman  
b) Sri N V S Rao - Member

During the year 1st April 2017 to 31st March 2018, no meeting of the Committee was held.

**Terms of Reference:**

To Fix the remuneration payable to Key Managerial personnel and such other matters as may be entrusted from time to time.

**e) Risk Management Committee :-**

Risk Management Committee consists of the following directors

- a) Sri D V Prudvi Raju  
b) Sri D R S P Raju

**Terms of Reference**

The committee is evaluate and advise on various types of risks the business is exposed and the measures to mitigate the risks.

**f) Non-Executive Directors:**

Name	Sitting Fee (Rs.)	No. of Shares
Sri D R S P Raju	5,000.00	138638
Sri N V S Rao	-	-
Kum. R Rama Devi	12,500.00	-

No remuneration is paid to the non-executive Directors except sitting fees.

**IV. Subsidiary Company**

There is no Subsidiary Company.

**V. Code of Conduct**

- a) The Company has evolved a code of conduct for the Directors and Senior Management Personnel of the company which has been affirmed for adherence.

**General Body Meetings :**

- a) The last three Annual General Meetings of the company were held as under :
- b) Steps have been taken to post the same on the Company website.

FINANCIAL YEAR	Date	Time	Place
2014-2015	29.12.2015	11.00 AM	Registered Office : Sy No : 142A, IDA Bollaram ( Village Road ) , Via Miyapur, Jinnaram Mandal, Sangareddy Dist. Telangana
2015-2016	29.09.2015	11.00 AM	Registered Office : Sy No : 142A, IDA Bollaram ( Village Road ) Via Miyapur, Jinnaram Mandal, Sangareddy Dist. Telangana
2016-2017	29.09.2016	11.00AM	Registered Office : Sy No : 142A, IDA Bollaram ( Village Road ) Via Miyapur, Jinnaram Mandal, Sangareddy Dist. Telangana

- i) All the resolutions as set out in the respective notices were passed by the shareholders. No special resolutions were passed through postal ballot.

**Disclosures:**

The pecuniary disclosure with regard to interested Directors.

- a) Disclosures on materially significant related party transactions of the Company of material nature with the promoters, the Directors or the management, their subsidiaries or relatives etc., that may have potential conflict with the interest of the Company at large.

None of the transactions with any of the related parties were in conflict with interests of the Company.

- b) Details of non-compliance by the company, penalties, structures imposed on the company by the stock exchange or SEBI or any statutory authority on any matter related to capital markets during the last three years.

**c) Whistle Blower Policy**

The company has made known to all its employees about the policy. It is affirmed that no personnel has been denied access to the Audit Committee.

- d) The Whole Time Director has given a certificate to the Board as per Clause 49 of the Listing Agreement.
- e) Compliance of Non-Mandatory Clause
- i) Constituted a Remuneration Committee
- ii) Board has noted the other non-mandatory requirements and is taking steps for its implementation.

**Means of Communications**

- a) Quarterly / halfyearly financial results of the company is forwarded to Bombay Stock Exchange, Mumbai and published in Business Line and Andhra Prabha, Half Yearly report is not sent each household of shareholders as the results are published in the newspapers.
- b) The results or official news were not displayed in any website.
- c) Company has not made any presentations to any institutional investors / analysts during the year.
- d) All terms required to be covered in the Management Discussions & Analysis have been included in the Directors Report to the members.
- e) Company e-mail id : deccanpoly@gmail.com

**General Shareholders Information :**

- a) Annual General Meeting
- Date : 28.09.2018
- Time : 11.00 AM
- Venue : Hotel Aishwarya Grand, 2nd Floor, 2018, Plot No. 4, Phase -1, Opp. Sub-Station, Shapurnagar, IDA Jeedimetla, Hyderabad - 500 055
- b) Financial Calendar : 1st April 2017 to 31st March 2018
- c) Date of Book Closure : 22.09.2018 to 28.09.2018
- d) Registered Office & Works : Sy No: 142A, IDA Bollaram (Via) Miyapur, Jinnaram (M) Sangareddy Dist. Telangana
- e) Listing on Stock Exchanges : Bombay Stock Exchange Ltd P J Towers, Dalal Street, Fort, Mumbai
- f) Code : BSE-531989

g) Market Price Data

Month	High	Low	Month	High	Low
April 2017	2.8	2.94	October	3.43	3.43
May	2.78	3.75	November	3.26	3.26
June	3.8	3.8	December	-	-
July	3.8	3.8	January 2018	2.95	2.95
August	3.61	3.61	February	3.00	3.01
September	-	-	March	3.05	3.15

h) Share transfer System :

The company has appointed M/s Karvy Computershare Private Limited as the Registrar and Share Transfer Agents w.e.f. 16.07. 2011. The shareholders are requested to correspond with the Registrar and Share Transfer Agents at their address mentioned hereunder:

Karvy Computershare Private Limited  
Karvy Selenium Tower B, Plot 31-32, Gachibowli  
Financial District, Nanakramguda, Serilingampalli Mandal,  
Sangareddy Dist.-502 032, Telangana State, Phone No: 040-67161606

i) Distribution of shareholding as on 31.03.2018

S.No.	Category	No. of Shares held	Percentate of shareholding
1.	Promoters	1169691	55.30
2.	Mutual Funds	-	-
3.	Banks, Fin. Inst. Co, (Central/State Govt. Inst. Non Govt Int. (IDBI)	-	-
4.	Private Corp. Bodies	53339	2.52
5.	NRI/OCBs	1381	0.06
6.	Indian Public	890589	42.12
	<b>Total</b>	<b>2115000</b>	<b>100.00</b>

j) The company has not issued any of the instruments like GDR's /ADR's / warrants or any convertible instruments.

k) **Dematerialized of shares**

As on 31.03.2018 the company has dematerialized 1133575 shares representing 53.60 of total paid up share capital.

National Securities Depositories Limited - 975235 Shares

Central Depository Services Limited - 158340 Shares

l) **Address for correspondence**

Shareholders are requested to correspond at the Registered Office of the company at Sy. No : 142A, IDA Bollaram, (Via) Miyapur, Jinnaram Mandal, Narsapur Tq., Sangareddu Dist. Telangana. Also the shareholders may correspond to Mr D V Prudvi Raju, Whole Time Director at the following email ID prudvi22@gmail.com

### **Management discussion and Analysis Report**

Management Discussion and analysis report on the business of the company as applicable and to the extent relevant is given below :

The Company is engaged in the manufacture of HDPE/PP Woven sacks/fabric, film covers, HMHDPE / LDPE bags, which is alternate packing medium in comparison with jute or paper bags. These bags are mainly preferred by cement and fertilizer companies due to low cost, good external appearance, long shelf life, easy to handle, moisture resistance etc. In addition, the woven sacks are used for packing composite manure, food grains, chemicals and poultry products in the domestic markets. The company markets its products in the domestic market directly to the end user customers. The company has established its presence in the exports market also but in recent times has reduced its presence in the export market and mainly focused in the domestic market. Polypropylene and Polyethylene the main raw materials are available indigenously as well as through imports. The prices of the raw materials are announced, by indigenous suppliers at the beginning of the month depending upon the international prevailing prices. These prices at times are also revised during the month by the suppliers. The company does not have control on the prices of the raw material. The raw material market is controlled by few players and the company at times is not in a position to pass on the increase in price of raw materials to the buyers. The performance of the Company is also dependent on the power supply position which has direct impact on the production and capacity utilization.

#### **Opportunities and Challenges**

The woven sacks industry is highly competitive due to presence of many players. The growth and demand for packing is dependent on the growth of cement and fertilizer industries who account for major consumption of bags Cement Industry's growth depends on the Real Estate and construction activities and Government Policies, and spending on development of infrastructure activities. Any major variation in the fortunes of these industries has direct impact on the prospectus of the woven sack industry. There is tremendous potential for the woven sacks in the domestic as well as export market, however the contributions are very much dependent upon prices of raw materials which undergo revision frequently. Price of the raw material is major factor which decides the profitability and performance of the company. In addition, the costs of other inputs also influence the bottom line.

#### **Segment wise performance**

The company is engaged in a single line of activity hence no disclosure of segment wise performance is made.

#### **Risk and Concerns**

Indian Economy is not insulated any more from the global economy. Any adverse factor in the international market also

affects the domestic Indian market. Frequent changes in price of raw materials, highly competitive market, leading to price war is building pressure on the existing thin margins in the woven sack industry.

#### **Internal Control Systems & their Adequacy**

The company has adequate internal control system and an external firm of Chartered Accountants have been appointed as the Internal Auditors and the Audit Committee Reviews the Internal Auditor's Report and suggests remedial action where required.

#### **Discussion on financial performance with respect to operations**

The overall performance of the company in terms of production, sales and turnover has been lower than the previous year. Since the production was suspended with effect from 15<sup>th</sup> July, 2014, The production was suspended due to increase in the prices of raw material and fall in the selling price of the finished goods due to stiff competitors.

#### **Material Development in Human Resources / Industrial Relations**

Human resources is an invaluable asset. The company has cordial relationship with the employees and staff.

#### **Cautionary Statement**

Statement in this "Management Discussion Analysis" may be considered to be "forward looking statements" within the meaning of applicable securities laws or regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the company's operations include global and Indian demand-supply conditions, increased installed capacity, finished goods prices, raw materials availability and prices, cyclical demand and pricing in the company's markets, changes in Government regulations, tax regimes, besides other factors, such as litigations and labour negotiations and power supply situation.

#### **Declaration on Code of Conduct**

This is to confirm that the Board has laid down the code of conduct for all the Directors and Senior Management Personnel of the Company. It is further confirmed that all Directors and Senior Management Personnel of the company have affirmed compliance of the code of conduct of the company for the financial year ended 31.03.2018, as envisaged in clause 49 of the listing agreement with Stock Exchanges.

Place : Hyderabad  
Date :30-05-2018

**D.V. PRUDVI RAJU**  
WHOLE TIME DIRECTOR

## AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To  
The Members

**Deccan Polypacks Limited**

We have examined the compliance of conditions of Corporate Governance by **Deccan Polypacks Limited** ("the Company") for the year ended on March 31, 2018, as stipulated in regulations 17 to 27 and clauses (b) to (i) of Regulation 46(2) and paragraphs C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations").

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

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

We conducted our examination in accordance with Guidance Note on Reports or Certificates for Special Purposes (Revised 2016) issued by the Institute of Chartered Accountants of India (the ICAI). The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

In our opinion and according to the best of our information and according to the explanations given to us and based on our reliance upon the representations made by the Directors and the Management, we certify that the Company has complied in all material respects with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations referred to above, except that, the Company does not have functional website with information as required under the Regulations.

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

For **K. P. Rao & Co.**  
Chartered Accountants  
Firm Registration No.003135S

K Viswanath  
Partner  
Membership No. 022812

Place: Hyderabad  
Date:30th May, 2018



### ANNEXURE-1

Disclosure of particulars with respect to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and out go as required under section 134(M) read with Companies (Accounts) Rules, 2014.

#### A. Conservation of Energy

Conservation of energy continues to be accorded high priority. The Company conducts in-house study at regular intervals in respect of energy consumption and formulates operational systems to minimize power consumption.

#### B. Technology Absorption

The Company has not obtained any imported technology. The company has trained its personnel in the equipment suppliers works to absorb the technology.

#### C. Foreign Exchange Earnings and Outgo:

S.No.		Current Year Rs.	Previous Year Rs.
1.	Foreign Exchange earning	-	-
2.	Foreign Exchange used for Import of raw material	-	-

### ANNEXURE -2

Particulars of contracts or arrangements with related parties referred to under section 188(1) of the companies Act, 2013

S.No.	Details of related Transactions	Material terms and value	Manner of determining the pricing and other Commercial terms of the contract
1.	ICD & Advances received Vayhan coffee Limited Associate Company	55,00,000	-
2.	ICD & Advances received DCL Chemplast Limited Associate Company	5,13,90,000	-
3.	ICD & Advances received DSL Finance & Gosthani Associate Company	49,41,000	-
4.	Unsecured Loans from Directors & KMP	7,32,10,980	-

**ANNEXURE -3 : EXTRACT OF ANNUAL RETURN  
FORM NO MGT -9**

**Extract of Annual Return as on the Financial year ended 31.03.2018**

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

**I. REGISTRATION AND OTHER DETAILS:**

i)	CIN	L24134TG1984PLC005215
ii)	Registration Date	29.12.1984
iii)	Name of the Company	Deccan Polypacks Limited
iv)	Category / Sub-Category	Public Limited Company by shares
v)	Address of the Registered Office and Contact	Sy No : 142A, IDA Bollaram (Village Road)(via) Miyapur Jinnaram Mandal,Sangareddy Dist. Telangana.
vi)	Whether listed Company	Yes
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	Karvy Computershare Private Limited, Karvy Selenium Tower B, Plot No : 31-32, Gachibowli, Financial District,Nanakaramguda, Hyderabad -32

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

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

S.No.	Name and Description of main products / Services	NIC Code of the Product / Services	% to total turnover of The Company
01.	Manufacture of PP/HDPE Woven Sacks	13124	100%

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

S.No.	Name and address of the Company	CIN/GLN	Holding / Subsidiary / Associate	% of shares held	Applicable Section
		NOT	APPLICABLE		

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

Category of Share holders	No. of shares held at the beginning of the year				No. of shares held at the end of the year				% of change during the Year
	Demat shares	Physical	Total	% of Total shares	Demat shares	Physical	Total	% of Total shares	
<b>A. Promoters</b>									
(1) Indian									
a) Individual /HUF	720925	448766	1169691	55.30	720925	448766	1169691	55.30	
b) Central Govt.	0	0	0	0	0	0	0	0	
c) State Govt.	0	0	0	0	0	0	0	0	
d) Bodies Corp.	0	0	0	0	0	0	0	0	
e) Banks/FI	0	0	0	0	0	0	0	0	
f) Any others	0	0	0	0	0	0	0	0	
<b>Sub Total (A)(1)</b>	<b>720925</b>	<b>448766</b>	<b>1169691</b>	<b>55.30</b>	<b>720925</b>	<b>448766</b>	<b>1169691</b>	<b>55.30</b>	
(2) Foreign									
a) NRI individuals	2761	0	2761	0.13	1381	0	1381	0.06	
b) Others	0	0	0	0	0	0	0	0	
c) Individuals	0	0	0	0	0	0	0	0	
d) Bodies Corp.	0	0	0	0	0	0	0	0	
e) Banks/FI	0	0	0	0	0	0	0	0	
f) Any others	0	0	0	0	0	0	0	0	
<b>Sub Total (A)(2)</b>	<b>2761</b>	<b>0</b>	<b>2761</b>	<b>0.13</b>	<b>1381</b>	<b>0</b>	<b>1381</b>	<b>0.06</b>	
Total shareholding of promoter (A)= (A)(1)+(A)(2)	<b>723686</b>	<b>448766</b>	<b>1172452</b>	<b>55.43</b>	<b>722306</b>	<b>448766</b>	<b>1171072</b>	<b>55.36</b>	
<b>B. Public's shareholding</b>									
1) Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	
b) Banks/FI	0	0	0	0	0	0	0	0	
c) Central Govt.	0	0	0	0	0	0	0	0	
d) State Govt.	0	0	0	0	0	0	0	0	
e) Venture Capital funds	0	0	0	0	0	0	0	0	
f) Insurance Co	0	0	0	0	0	0	0	0	
g) FIIS	0	0	0	0	0	0	0	0	
h) Foreign Venture Capital Fund	0	0	0	0	0	0	0	0	
i) Others (Specify)	0	0	0	0	0	0	0	0	
<b>Sub Total (B)(1)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	

2. Non Institutions									
a) Bodies Corp									
* Indian									
* Overseas	55731	3164	58895	2.78	50175	3164	53339	2.52	
b) Individuals	0	0	0	0	0	0	0	0	
Individual shareholders holding nominal share Capital upto Rs.Lakshs	289222	392315	681537	32.23	297218	391255	688473	32.55	
Individual shareholders holding nominal share Capital Excess of Rs.Lakshs									
c) Others )Specify)	63876	138240	202116	9.56	63876	138240	202116	9.57	
<b>Sub Total (B)((2)</b>	<b>408829</b>	<b>533719</b>	<b>942548</b>	<b>44.57</b>	<b>411269</b>	<b>532659</b>	<b>943928</b>	<b>44.64</b>	<b>---</b>
Total Public Shareholding (B) = (B)(1)+(B)(2)	408829	533719	942548	44.57	411269	532659	943928	----	---
C. Share held by custodian GDRS and ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	1132515	982485	2115000	100	1133575	981425	2115000	100	---

**ii) Shareholding of Promoters**

S.No.	Shareholder's Name	Shareholding of the beginning of the year			Shareholding of the end of the year		
		No. of shares	% of total shares of the company	% of shares pledged / encumbered to total shares	No. of shares	% of total shares of the company	% of shares pledged / encumbered to total shares
1.	DRSP Raju	138638	6.55	2.45	138638	6.55	2.45
2.	DVR Raju	117600	5.56	1.06	117600	5.56	1.06
3.	GVS Raju	58440	2.76	-	58440	2.76	-
4.	D Subhadra	108980	5.15	-	108980	5.15	-
5.	D Shakuntala	139235	6.58	-	139235	6.58	-
6.	D Radhamani	121020	5.72	-	121020	5.72	-
7.	D Rama Raju	124410	5.88	-	124410	5.88	-
8.	DBV Satyanarayana Raju	12100	0.57	-	12100	0.57	-
9.	A Suramma	80330	3.81	-	80330	3.81	-
10.	D S Anuveshini	102500	4.85	-	102500	4.85	-
11.	D V Prudvi Raju	134898	6.37	-	134898	6.37	-
12.	D Lakshmi	2000	0.09	-	2000	0.09	-
13.	D. Suryanarayana Raju	1600	0.08	-	1600	0.08	-
14.	G. Sayavathi	15980	0.76	-	15980	0.76	-
15.	G. Sri Devi	11960	0.57	-	11960	0.57	-
	<b>Total</b>	<b>1169691</b>	<b>55.30</b>	<b>3.51</b>	<b>1169691</b>	<b>55.30</b>	<b>3.51</b>

iii) Change in Promoters' shareholding (please specify, if there is no change)– **No Change**

S.No.		Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	1169691	55.30	1169691	55.30
2.	Date wise increase / decrease in promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer/bonus / sweat equity etc)	-	-	-	-
3.	At the end of the year	1169691	55.30	1169691	55.30

## (iv) Shareholding pattern of top ten shareholders (other than Directors, Promoters and holders of GDRs and ADRs):

S.No.	Name of Shareholders	At the beginning of year	At the end of the year	Datewise increase in sharholding in during the year	Datewise decrease in shareholding in during the year
1.	M V Peddi Raju	76900	76900	-	-
2.	S P Rama Raju	61340	61340	-	-
3.	Shashi Rani Gupta	36991	36991	-	-
4.	VSL Securities Pvt Ltd	34648	34648	-	-
5.	Jiwan Kumar	25586	25586	-	-
6.	K Murthi Raju	15404	15404	-	-
7.	M V Peddi Raju	14600	14600	-	-
8.	Bimla Aggarwal	13544	-	31.03.2014	5179 / 31.03.2015
9.	Sri Parasram Holdings Pvt Ltd	10047	-	31.03.2014	10009 / 31.03.2015
10.	Sunny Gupta	9953	9953	-	-

## (v) Shareholding of Directors and Key Managerial Personnel:

Name		Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
DRSP Rau	At the beginning of the year	138638	6.55	138638	6.55
	Date wise increase / decrease in promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer/bonus / sweat equity etc)	-	-	-	-
	At the end of the year	138638	6.55	138638	6.55

**(vi) Shareholding of Directors and Key Managerial Personnel:**

Name		Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
DV Prudvi Raju	At the beginning of the year	134898	6.37	134898	6.37
	Date wise increase / decrease in promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer/bonus / sweat equity etc)	Nil	Nil	Nil	Nil
	At the end of the year	134898	6.37	134898	6.37

**(vii) Shareholding of Directors and Key Managerial Personnel:**

Name		Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
G V S Raju	At the beginning of the year	58440	2.76	58440	2.76
	Date wise increase / decrease in promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer/bonus / sweat equity etc)	NIL	NIL	NIL	NIL
	At the end of the year	58440	2.76	58440	2.76

**V. 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 year				
i) Principal amount	33288761	151684666	-	184973427
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>	<b>33288761</b>	<b>151684666</b>	<b>-</b>	<b>184973427</b>
Change in indebtedness during the financial year				
Addition	-	4402326	-	4402326
Reduction	7113006	-	-	7113006
<b>Net Change</b>	<b>7113006</b>	<b>4402326</b>	<b>-</b>	<b>(2710680)</b>
Indebtedness at the end of the year				
i) Principal amount	-	-	-	-
ii) interest due but not paid				
iii) interest accrued but not due	-	-	-	-
<b>Total (i+iii+iii)</b>	<b>26175755</b>	<b>156086992</b>	<b>-</b>	<b>182262747</b>

**B. Remuneration to other Directors:**

Sl. No.	Particulars Remuneration	DRSP Raju	R Rama Devi	NVS Rao	Total Amount
1	Independent Directors - Fees for attending board, committee meetings - Commission - Others, please specify	-	RS. 12,500.00	Nil	Rs. 12,500.00
	Total(1)	-	RS. 12,500.00	----	RS. 12,500.00
2.	Other Non - Executive Directors - Fess for attending board, committee Meetings - Commission - Others, Please specify	Rs. 5,000.00	-	-	Rs. 5,000.00
	Total (2)	RS. 5,000.00	-	-	-
	Total (B) = (1) + (2)				RS. 17,500.00

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

Type	Section of the Companies Act	Brief Description	Details of Punishment / compounding fees imposed	Authority (RD/NCLT/ Court	Appeal made if any (Give Details)
A.	--	--	--	--	--
Penalty	--	--	--	--	--
Punishment	--	--	--	--	--
compounding	--	--	--	--	--
B.	--	--	--	--	--
Penalty	--	--	--	--	--
Punishment	--	--	--	--	--
compounding	--	--	--	--	--
C	--	--	--	--	--
Penalty	--	--	--	--	--
Punishment	--	--	--	--	--
compounding	--	--	--	--	--

For **DECCAN POLYPACKS LIMITED**

DV Prudvi Raju  
Whole Time Director

R. Rama Devi  
Director

**ANNEXURE -4**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED 31.03.2018**  
**CIN.No. L24134TG1984PLC005215**

FORM NO. MR.3

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

To  
The Members,  
M/s. **DECCAN POLYPACKS LIMITED**  
Hyderabad.

1. We have conducted Secretarial Audit pursuant to Section 204 of the Companies Act 2013, on the compliance of applicable Statutory Provisions and the adherence to good corporate practices by M/s. **DECCAN POLYPACKS LIMITED** (hereinafter called as “**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.
2. The company is engaged in the manufacturer of polytehe bags
3. Based on our verification of the books, papers, minutes books, forms, returns filed and other records maintained by the Company and also the information and according to the examinations carried out by us and explanations furnished and representations made to us by the company, its officers, agents and authorised representatives during the conduct of Secretarial Audit, we hereby report that in our opinion, the Company has during the Audit Period covering the Financial Year ended 31<sup>st</sup> 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.
4. We have examined the books, papers, minute books, forms and returns filed and other records maintained by M/s. **DECCAN POLYPACKS LIMITED** (hereinafter called as “**the Company**”) for the financial year from 1<sup>st</sup> April 2017 and ended with 31<sup>st</sup> March, 2018 (“Audit Period”) according to the provisions of :
  - i) The Companies Act, 1956 (to the extent applicable) and 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) 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;
- i) The following other laws as specifically applicable in the view of the Management.
  - (i) Income Tax act, 1961
  - (ii) Central Goods and Services Act, 2017
  - (iii) The payment of bonus Act, 1965
  - (iv) Telangana & Andhra Pradesh Tax on Professions, Trades, Callings and Employments Act, 1987
  - (v) Customs Act, 1962
  - (vi) Finance Act,1994 (Service Tax)
  - (vii) Factories Act, 1948
  - (viii) Industrial Disputes Act, 1947
  - (ix) Minimum Wages Act, 1948
  - (x) The Payment of Gratuity Act, 1972
  - (xi) The Payment of Wages Act, 1936
  - (xii) The Maternity Benefit Act, 1961
  - (xiii) A.P Shops & Establishment Act, 1988
  - (xiv) The National and Festival Holidays Act, 1963
  - (xv) The Employees Provident fund and Miscellaneous provisions act, 1952
  - (xvi) The Employment Exchanges (Compulsory Notification of Vacancies) Act, 1956.

The Company totally shutdown on 15th July, 2014 and there are no employees. The information was given to BSE on 02<sup>nd</sup> August, 2014. The net worth of the company was totally eroded and report was submitted to BIFR on 25-02-2016. Hence several Industrial and Labour Laws are not applicable. Applicable Statutory provisions have been verified and found satisfactory.

- 5. We have also examined compliance of:
  - a. The applicable regulations of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and
  - b. the applicable Secretarial Standards
- 6. We further report that, during the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, etc. Mentioned above. However, please note for the Audit period:

- (i) SEBI (ICDR) Regulations, 2009 are not applicable, as there being no further issues of any securities.
- (ii) SEBI (ESOS & ESOP) Guidelines, 1999 are not applicable, as there being no schemes of the Company under the said Guidelines.
- (iii) SEBI (Issue and Listing of Debt Securities) Regulations, 2008 are not applicable as there being no debt securities, which are listed on any of the recognized stock exchange.
- (iv) SEBI (Delisting of Equity Shares) Regulations, 2009 are not applicable, as there being not instances of delisting of equity Shares.
- (v) SEBI (Buyback of Securities) Regulations, 1998 are not applicable, as there being no instances of buy-back of shares
- (vi) The compliance of other specific applicable laws as listed in 4 (V) (i) above, were relied on the basis of representations and compliance certificates issued by the Whole Time Director compliance officers and other officials of respective / concerned Departments of the company.

**7. We further report that:**

- a. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the compositions of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the act.
  - b. Adequate Notice is given to all the Directors to Schedule the Board Meetings, agenda and detailed notes on agenda were sent at least 7 days in advance.
  - c. There exists a system for seeking and obtaining further information and clarifications on the agenda items before the meeting and meaningful participation at the meeting.
  - d. Majority decision is carried through and there were not instances of dissenting members in the Board of Directors.
  - e. It is also noted that the Company has an Internal Audit System to constantly monitor the process for efficient compliances.
  - f. Required forms were filed with MCA, additional fee paid wherever required
  - g. Company is in the process of appointing Company Secretary as required under Section 203 of the Companies Act, 2013. Explained that the Company have very minimum operations and income, hence the candidates are not available, within the affordability of company.
  - h. The Company do not have website as required under SEBI(LODR) Regulations, 2015.
8. We further report that there exist adequate systems and processes in the Company that commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
9. We further report that during the audit period, there were no specific events / actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc., referred to the above.

Place: Hyderabad

Date: 25/05/2018

V B S S PRASAD  
COMPANY SECRETARY  
M.NO: F4139  
CP NO: 4605

**Annexure to the Secretarial Audit Report**

To  
The Members,  
M/s. DECCAN POLYPACKS LIMITED  
Hyderabad.

Our Secretarial Audit Report of even date is to be read along with this letter:

1. It is the responsibility of the management of the Company to maintain Secretarial records, devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.
2. Our responsibility is to express an opinion on these Secretarial records, Standards and procedures followed by the Company with respect to secretarial compliance.
3. We believe that audit evidence and information obtained from the company's Management is adequate and appropriate for us to provide a basis for our opinion.
4. Wherever required, we have obtained the management's representations about the compliance of laws, rules and regulations and happening of events etc.,
5. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted affairs of the Company

V B S S PRASAD  
COMPANY SECRETARY  
M.NO: F4139  
CP NO: 4605

Place: Hyderabad  
Date: 25/05/2018

**Annexure-5**

The statement of particulars of Appointment Remuneration of Managerial Personnel in terms of Rules 5 of Companies (Appointment Remuneration of Managerial Personnel) Rules, 2014 is enclosed as Annexure-5, to this report.

Name of the employee	Age	Designation	Qualification Experience	Date of Commencement of Employment	Particulars of last Employment
Sri D.V. Prudvi Raju	35	Whole Time Director	B.Com MBA	08.02.2012	NA

## INDEPENDENT AUDITOR'S REPORT

To  
The Members of  
Deccan Polypacks Limited

### **Report on the Indian Accounting Standard (Ind AS) Financial Statements**

We have audited the accompanying Ind AS Financial Statements of DECCAN POLYPACKS LIMITED (“the Company”), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and Statement of Cash Flow for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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

The Company's Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation of these Ind AS Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India.

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

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these Ind AS Financial Statements based on our audit. In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation of the Ind AS 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 Ind AS Financial Statements

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS Financial Statements.

### **Basis for qualified opinion**

Attention is invited to:

- a. Note No. 33 to the Financial Statements regarding preparation and presentation of the financial statements on a going concern basis despite suspension of the manufacturing activities of the Company since July 15, 2014.
- b. Note No: 34 to the Financial Statements regarding ultimate realisable value of inventory aggregating to Rs. 212.76 lakhs which is not moving for more than 3 years. Ultimate impact of the said inventory on the loss for the year and on the reserves as at March 31, 2018, could be known only upon disposal of the same.
- c. Note No: 35 to the Financial Statements regarding trade receivables, aggregating to Rs. 95.44 lakhs outstanding for a period exceeding four years as on the balance sheet date. In the absence of confirmation of balance and sufficient and appropriate audit evidence, we are unable to comment on the extent of ultimate recoverability of the dues and its impact on the loss for the year, on the trade receivables and on the reserves as at March 31, 2018.
- d. In the absence of confirmation of balances from the Company's vendors and customers and their possible impact, if any, on the financial statements.

The consequential impact of the above matters on the profit for the year and retained earnings as at March 31, 2018 is indeterminable

### **Qualified Opinion**

In our opinion, except for the effect on the financial statements of the matter described in the basis for qualified opinion paragraph, and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its profits (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

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

- A. 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 1" a statement on the matters specified in paragraphs 3 and 4 of the said order.
- B. 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 (including other comprehensive income) the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid Ind AS Financial Statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India.
  - e) On the basis of the written representations received from three directors as on March 31, 2018, taken on record by the Board of Directors, none of these directors are disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act. Such written representation has not been received from one (1) director in the absence of which we are unable to comment on his qualification to be appointed as a director.

- f) With respect to the adequacy of the internal financial control over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in “Annexure 2”.
- 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 the explanations given to us:
  - i) The Company has disclosed the impact if any, of pending litigations as at March 31, 2018 on its financial position in its Ind AS Financial Statements – Refer Note No. 26 to the financial statements
  - ii) The Company did not have any long term contracts, including derivative contracts, for which there were any material foreseeable losses
  - iii) There were no amounts that were required to be transferred to the Investor Education & Protection Fund by the Company
  - iv) The disclosure in the Ind AS Financial Statements regarding holdings as well as dealings in specified bank notes during the period from November 8, 2016 to December 30, 2016 have not been made since they do not pertain to the financial year ended March 31, 2018.

For K.P. Rao & CO.,  
Chartered Accountants  
Firm Registration No : 003135S

K. Viswanath  
Partner  
Membership No 022812

Place : Hyderabad  
Date : 30.05.2018

## Annexure 1 to the Independent Auditors’ Report

(Referred to in paragraph A under “Report on Other Legal Regulatory Requirements” section of our report of even date to the members of Deccan Polypacks Limited)

- (1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
- (b) Fixed assets have not been physically verified by the management during the year. Therefore we are unable comment on discrepancies if any arising out of such verification
- (c) Title deeds of all the immovable properties are held in the name of the company.
- (2) Inventories have not been physically verified by the Management during the year. In our opinion, therefore we are unable to comment on discrepancies if any arising out of such verification.
- (3) According to the information and explanations given to us, the Company has not granted any loans secured or unsecured to Companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013 and accordingly paragraph 3 (iii) of the Order is not applicable.
- (4) According to the information and explanations given to us, the Company has not advanced any loan to any director, given any guarantee, provided any security in connection with any loan taken by any director or made investment through more than two layers of investment companies as per the provisions of section 185 and 186 of the Act. Accordingly, reporting under clause (iv) of paragraph 3 of the Order is not applicable.
- (5) According to the information and explanation given to us, the Company has not accepted deposits to which directions issued by the Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 were applicable. Accordingly, reporting under clause (v) of paragraph 3 of the Order is not applicable.
- (6) The maintenance of cost records has been specified by the Central Government under section 148(1) (d) of the Act. However as the Company has discontinued its operations these records have not been maintained by the Company for this year.
- (7) According to the information and explanations given to us, in respect of records of statutory dues:
  - (a) The Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees’ State Insurance, Income Tax, Sales Tax, Service Tax/Goods and Services Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other statutory dues applicable to it with the appropriate authorities
  - (b) There were no undisputed amounts payable in respect of Provident Fund, Employees State Insurance, Income Tax, Wealth Tax, Service Tax/Goods and Services Tax, Duty of Customs, Duty of Excise, Cess and other statutory dues in arrears as at March 31, 2018 for a period of more than six months from the date they became payable, except as below

Status	Nature of the Due	Forum where dispute is pending	Period to which Amount relates	Amount (in Lakhs)
Sales Tax	Restriction of Set off tax	Appellate Tribunal A.P.	FY2001-02	3.60

- (8) According to the information and explanations given to us, the Company has not defaulted in repayment of its dues to Banks & Financial Institutions. The Company has not issued debentures.
- (9) According to the information and explanations given to us, the Company has not raised any monies, during the reporting period, by way of initial public offer (including debt instruments) or further public offer. The Company has not raised any monies, by way of term loans during the year.

- (10) During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year, nor have we been informed of such a case by the management.
- (11) According to the information and explanations given to us and based on our examination of the records of the Company, no managerial remuneration has been paid or provided during the year. Accordingly, paragraph 3 (xi) of the Order is not applicable.
- (12) According to the information given to us, the Company is not a Nidhi Company. Accordingly, reporting under clause (xii) of paragraph 3 of the Order is not applicable.
- (13) According to the information and explanations given to us and based on our examination of the records, transactions with the related parties are in compliance with Section 177 and Section 188 of the Act where applicable, and the details have been disclosed in the Ind AS Financial Statements, as required by the applicable accounting standards.
- (14) According to the information and explanations given to us and based on our examination of the records, the Company has not made any preferential allotment or private placement of shares or convertible debentures during the reporting period. Accordingly, reporting under clause (xiv) of paragraph 3 of the Order is not applicable.
- (15) According to the information and explanations given to us and based on our examination of the records, the Company has not entered into any non-cash transactions with any directors or persons connected with him. Accordingly, reporting under clause (xv) of paragraph 3 of the Order is not applicable.
- (16) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934

for K.P. Rao & Co.,  
Chartered Accountants  
Firm Registration No : 0003135S

K Viswanath  
Partner  
Membership No 022812

Place : Hydeabad  
Date : May 30, 2018



## **Annexure 2 to the Independent Auditor's report**

(Referred to in paragraph B(f) under "Report on Other Legal Regulatory Requirements" section of our report of even date to the members of Deccan Polypacks Limited)

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

We have audited the internal financial controls over financial reporting of Deccan Polypacks Limited ("the Company") as of March 31, 2018 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

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

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

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified 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. Because of the matter described in Disclaimer of Opinion paragraph below, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on internal financial controls over financial reporting of the Company.

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

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind As 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 Ind AS 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 Ind AS financial statements.

**Disclaimer of Opinion**

According to the information and explanations given to us, the company has not documented its system of internal financial control over financial reporting on the criteria based on the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the ICAI. Therefore, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Company had adequate internal financial controls over financial reporting and whether such internal financial controls were operating effectively as at March 31,2018.

We have considered the disclaimer reported above in determining the nature, timing, and extent of audit tests applied in our audit of the Ind AS financial statements of the Company, and the disclaimer does not affect our opinion on the Ind AS financial statements of the Company.

for K.P. Rao & Co.,  
Chartered Accountants  
Registration No: 003135S

K Viswanath  
Partner  
Membership No: 022812

Place : Hyderabad,  
Date : May 30,2018

**BALANCE SHEET AS AT 31ST MARCH, 2018**
*(Amount In Lakhs)*

Particulars	Note No.	As at 31 March, 2018	As at 31 March , 2017	As at 1April, 2016
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
(a) Property, Plant and equipment	3	112.14	132.03	147.51
<b>(b) Financial Assets</b>				
(i) Loans and Advances	4	3.86	4.12	7.60
<b>Total Non-Current Assets</b>		<b>116.01</b>	<b>136.15</b>	<b>155.11</b>
<b>Current Assets</b>				
(a) Inventory	5	212.76	212.76	326.62
<b>(b) Financial Assets</b>				
(i) Cash and Cash Equivalents	6	0.74	0.40	1.22
(ii) Bank Balance, Other than (i) above	7	23.49	20.00	20.00
(iii) Trade Receivables	8	95.44	97.37	115.21
(iv) Loans	9	8.63	13.85	20.20
(v) Other Financial Assets	10	3.03	-	-
(c) Current Tax Assets(Net)	11	2.03	2.03	2.03
(d) Other current Assets	12	1.56	1.16	1.69
<b>Total Current Assets</b>		<b>347.67</b>	<b>347.56</b>	<b>486.98</b>
<b>Total Assets</b>		<b>463.68</b>	<b>483.71</b>	<b>642.10</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
(a) Equity Share Capital	13	211.50	211.50	211.50
(b) Other Equity	14	(442.86)	(515.48)	(631.43)
Total Equity		(231.36)	(303.98)	(419.93)
<b>LIABILITIES</b>				
<b>Non-Current Liabilities</b>				
(a) Long-Term borrowings	15	348.34	418.90	574.05
(b) Long-Term Provisions	16	8.27	8.27	8.27
Total Non-Current Liabilities		356.61	427.17	582.32
<b>Current liabilities</b>				
<b>(a) Financial Liabilities</b>				
(i) Borrowing	17	-	-	91.67
(ii) Trade Payables	18	66.01	123.73	155.00
<b>(b) Other Current Liabilities</b>				
Total Current Liabilities	19	272.42	236.79	233.04
<b>Total Equity and Liabilities</b>		<b>338.43</b>	<b>360.52</b>	<b>479.71</b>
<b>Total Equity and Liabilities</b>		<b>463.68</b>	<b>483.71</b>	<b>642.10</b>
Corporate Information and significant account policies	1&2			

As per our report of even date attached

 for K.P. Rao & Co.  
 CHARTERED ACCOUNTANTS  
 FRN: 003135S

For and on behalf of the Board of Directors

 K.Viswanath  
 Partner  
 Membership No. 022812

 R RAMA DEVI  
 DIRECTOR  
 DIN 00280075

 D V PRUDVI RAJU  
 WHOLE TIME DIRECTOR  
 DIN 03024648

 Place Hyderabad  
 Date : 30th May, 2018

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2018**
*(Amount In Lakhs)*

Particulars	Note No.	For the period ended 31March, 2018	For the Year ended 31 March 2017
<b>DISCONTINUING OPERATIONS</b>			
Income			
Revenue from Operations	20	-	10.24
	-	-	-
Other Income	21	85.32	88.00
Total Income		85.32	98.24
Expenses			
Changes in Inventories of Finished Goods, Work in Progress and Stock in Trade	22	-	113.86
Employee Benefits Expense	23	0.00	0.54
Finance Costs	24	47.79	56.91
Depreciation and Amortisation Expense	3	10.11	15.49
Other Expenses	25	6.91	11.46
Total Expenses		64.81	198.26
Profit / (Loss) before tax		20.52	(100.02)
Tax Expense:			
Current tax expense		-	-
Deferred Tax		-	-
Profit/(Loss) after tax		20.52	(100.02)
Other comprehensive income/(loss)			
A. Items that will not be reclassified to profit or loss			
Remeasurements of the defined benefit plans		-	-
Income tax on above items		-	-
B. Items that may be reclassified to profit or loss			
Exchange differences in translating the financial statements of foreign operations		-	-
Income tax on above items		-	-
Other comprehensive income / (loss) for the period		-	-
Total comprehensive income for the period		20.52	(100.02)
Earnings per Share			
Basic and Diluted		0.97	(4.73)
Corporate information and significant accounting policies 1&2			

As per our report of even date attached

for K.P. Rao & Co.

CHARTERED ACCOUNTANTS

FRN : 003135S

For and on behalf of the Board of Directors

K. Viswanath  
Partner  
Membership No. 022812

R RAMA DEVI  
DIRECTOR  
DIN 00280075

D V PRUDVI RAJU  
WHOLE TIME DIRECTOR  
DIN 03024648

Place Hyderabad

Date : 30th May, 2018

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018**
*(Amount In Lakhs)*

Particulars	For the period ended 31st March, 2018	For the Year ended 31st March, 2017
<b>DISCONTINUING OPERATIONS</b>		
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit /(Loss) before tax and extraordinary items	20.52	(100.02)
Adjustment for		
Depreciation	10.11	15.49
Interest Income	(6.52)	(1.35)
Profit on sale of fixed assets	(28.12)	
Interest Expenses	47.79	56.05
<b>Operating profit before working capital changes</b>	<b>43.78</b>	<b>(29.83)</b>
Changes in Working Capital		
(Increase) / Decrease in Trade and other receivables	1.93	17.85
(Increase)/Decrease in Inventories	(0.00)	113.86
(Increase)/Decrease in Long Term Loans and Advances	0.26	3.48
(Increase)/Decrease in Short Term Loans and Advance	5.21	6.36
(Increase)/Decrease in other current assets	(0.39)	0.53
(Increase)/Decrease in other financial assets	(3.03)	
Increase/(Decrease) in Trade Payables	(57.72)	(31.27)
Increase/(Decrease) in Current Liabilities	35.63	3.75
Increase/(Decrease) in Short Term Provisions -	-	
<b>Cash Generated from operations</b>	<b>25.67</b>	<b>84.73</b>
Provision for taxation (MAT) - -	-	-
Cash flow before extraordinary items	-	-
<b>Net Cash flow from Operating Activities</b>	<b>25.67</b>	<b>84.73</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets - -		-
Sale of Fixed Assets - -	37.90	-
Interest received	6.52	1.35
<b>Net Cash used in Investing activities</b>	<b>44.42</b>	<b>1.35</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Long-term Borrowings	-	60.82
Increase/ (Decrease) in Short Term Borrowings	-	(91.67)
Increase/ (Decrease) in Long Term Borrowings	(18.46)	-
Interest paid	(47.79)	(56.05)
Net cash used in financing activities -	(66.25)	(86.90)
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>3.84</b>	<b>(0.82)</b>
<b>OPENING BALANCE OF CASH AND CASH EQUIVALENTS</b>	<b>20.40</b>	<b>21.22</b>
<b>CLOSING BALANCE OF CASH AND CASH EQUIVALENTS</b>	<b>24.23</b>	<b>20.40</b>

As per our report of even date attached

for K.P. Rao & Co.

CHARTERED ACCOUNTANTS

FRN : 003135S

For and on behalf of the Board of Directors

K. Viswanath  
Partner  
Membership No. 022812

R RAMA DEVI  
DIRECTOR  
DIN 00280075

D V PRUDVI RAJU  
WHOLE TIME DIRECTOR  
DIN 03024648

Place Hyderabad  
Date : 30th May, 2018

**Statement of Changes in equity for the year ended March 31, 2018**

**a. Equity Share Capital**

(Amount In Lakhs)

Particulars	No. of Shares	Amount
Equity shares of 10 each issued, subscribed and fully Paid		
At April 1,2016	21,15,000	211.50
At March 31, 2017	21,15,000	211.50
At March31, 2018	21,15,000	211.50

**b. Other Equity for the year ended March 31,2018**

Particulars	Reserves and Surplus			Total
	Securities Premium Account	General Reserve	Retained Earnings	
As at April 1,2017	8.30	37.00	(1,861.40)	(1,816.10)
Profit for the period	-	-	20.35	20.35
Total comprehensive income	8.30	37.00	(1,841.05)	(1,795.75)
At March 31st, 2018	8.30	37.00	(1,841.05)	(1,795.75)

For the year ended March 31, 2017

Particulars	Reserves and Surplus			Total
	Securities Premium Account	General Reserve	Retained Earnings	
As at April 1, 2016	8.30	37.00	(1,761.37)	(1,716.07)
Profit for the period	-	-	(100.02)	(100.02)
Total comprehensive income	8.30	37.00	(1,861.40)	(1,816.10)
At March 31, 2017	8.30	37.00	(1,861.40)	(1,816.10)

As per our report of even date attached

For K.P.Rao & Co.  
Chartered Accountants  
FRN: 0031355

For and on behalf of the Board of Directors

K. Viswanath  
Partner  
Membership No. 022812

R. RAMA DEVI  
Director  
DIN 00280075

D V PRUDVI RAJU  
Whole Time Director  
DIN 03024648

Place : Hyderabad  
Date : 30.05.2018

## NOTE NO. 1

### Corporate Information:

Deccan Polypacks Ltd (the Company) is a Company registered under Companies Act, 1956 and is located at Sy. No. 142/A, IDA Bollaram, Via Miyapur, Jinnaram Mandal, Sangareddy District, Telangana-502 325. The Company is engaged in manufacturing PP/HDPE Woven Sacks. Equity Shares of the Company are listed on Bombay Stock Exchange.

## 2. Significant Accounting Policies :

### 2.1 Basis of Preparation

The financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time).

For all periods up to and including the year ended March 31, 2017, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP). These financial statements for the year ended March 31, 2018 are the first the Company has prepared in accordance with Ind AS. Refer to note 39 for information on how the Company adopted Ind AS.

The financial statements have been prepared on the historical cost basis, except for certain assets and liabilities which have been measured as per Ind AS Standards

The financial statements are presented in INR and all values are rounded to lakhs, except when otherwise indicated.

### 2.2 Summary of Significant Accounting Policies:

#### a) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government. Revenue does not include sales tax/ value added tax (VAT) as the same is not received

by the Company on its own account. Rather, it is tax collected on value added to the commodity by the seller on behalf of the government. Accordingly, it is excluded from revenue. Liabilities no longer payable written back have been classified as Other Income

#### b) Property, Plant and Equipment

Property, plant & equipment are stated at their cost of acquisition/construction, net of accumulated depreciation and impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met, directly attributable cost of bringing the asset to its working condition for the intended use and initial estimate of decommissioning, restoring and similar liabilities. Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item is depreciated separately. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in profit or loss as incurred.

Subsequent expenditure related to an item of property, plant and equipment is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing property, plant and equipment, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

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

#### c) Depreciation on property, Plant and Equipment

Depreciation is calculated on straight-line method using the following useful lives prescribed under Schedule II to Companies Act, 2013.

**d). Impairment of non financial Assets.**

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

Impairment losses, including impairment on inventories, are recognised in the statement of profit and loss. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

**e. Fair Value measurement**

The Company measures financial instruments, such as investments at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either.

In the principle market for the asset or liability, or  
In absence of principle market, in the most advantageous market for the asset or liability.

The Principle or the most advantageous market must be accessible by the Company.

The Fair value of an asset or liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

**Level 1 :** Quoted (unadjusted) market prices in active markets for identical assets or liabilities

**Level 2 :** Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

**Level 3 :** Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

**f) 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.

**Financial Assets**

**Initial recognition and measurement**

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial



asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

**Subsequent Measurement :**

For purposes of subsequent measurement, financial assets are classified at Amortised Cost

**Debt instruments at amortised cost**

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

**Derecognition:**

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognised when:

The rights to receive cash flows from the asset have expired, or

The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement~ and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also

recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

**Financial liabilities**

**Initial recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, or as payables, as appropriate. The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

**Subsequent measurement**

The subsequent measurement of financial liabilities is at Amortised Cost.

**Trade and other payables**

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid.

**Derecognition :**

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

**g) Impairment of financial assets**

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets. Expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognised is recognized as an provision for expected credit loss (or gain) in profit or loss.

## **h) Inventories**

The method of valuation of inventories is as under:  
i) Raw Materials, Stores and Spares Work-in-process and Finished Goods : At lower of cost and net realisable value. Cost includes manufacturing expenses and factory overheads. “Cost for the purpose of valuation of raw materials ( except additives valued at weighted average ) is calculated on FIFO basis and for stores and spares and work-in-process on the basis of weighted average method”

## **i) Cash and Cash equivalents**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less , which are subject to an insignificant risk of changes in value.

## **j) Provisions:**

A provision is recognized when an enterprise has a present obligation (legal or constructive) as result of past event and it is probable that an outflow of embodying economic benefits of resources will be required to settle a reliably assessable obligation. Provisions are determined based on best estimate required to settle each obligation at each balance sheet date. 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 recognised as a finance cost.

## **k) Contingent Liabilities**

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

## **i) Earnings per Share:**

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for events of bonus issue.

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

## **m) Taxes**

Tax expense comprises of current and deferred tax.

### **Current income tax**

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

### *Deferred income tax*

The Company is incurring losses for the past many years and operations have stopped for the past 4 years. In view of this, neither Deferred Tax Assets or Liabilities are recognised

### **Significant accounting judgements, estimates and assumptions**

The preparation of financial statements in conformity with the recognition and measurement principles of IND AS requires management to make judgements, estimates and assumptions that affect the reported balances of revenues, expenses, assets and liabilities and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying

amount of assets or liabilities affected in future periods.

**n) Estimates and assumptions**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

**i) Useful lives of property, plant and equipment**

The Company reviews the useful life of property, plant and equipment at the end of each reporting period. This reassessment may result in change in

depreciation expense in future periods.

**ii) Provisions and contingent liabilities**

A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which the reliable estimate can be made. Provisions (excluding retirement benefits and compensated absences) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements. A contingent asset is neither recognised nor disclosed in the financial statements.

**Deccan Polypack Ltd**
**Note No. : 3 : Notes forming part of financial Statements**

(in Rupees)

Fixed Assets	Gross Block			Accumulated Depreciation		Net Block			
	Balance as at April 1, 2017	Additions during the Period	Deductions / adjustments during the Period	Balance as at Mar 31, 2018	Upto March 31, 2017	Charge for the Period	Upto March 31, 2018	Balance as at March 31, 2018	Balance as at March 31, 2017
<b>Tangible Assets</b>									
Land (Free Hold)*	290,357	-	-	290,357	-	-	-	290,357	290,357
Buildings *	9,365,289	-	-	9,365,289	5,364,362	2,68,061	5,632,423	3,732,866	4,000,927
Plant and Equipment *	54,486,334	-	14,853,842	39,632,492	47,092,427	473,862	33,690,150	5,942,342	7,393,907
Furniture and Fixtures	604,530	-	-	604,530	475,737	19,159	-	109,634	128,793
Vehicles	5,687,083	-	-	5,687,083	4,435,294	246,880	-	1,004,909	1,251,789
Office equipment	1,869,952	-	-	1,869,952	1,792,840	-	-	77,112	77,112
Other Equipment	251,907	-	-	251,907	192,232	2,728	-	56,947	59,675
<b>Total</b>	<b>72,555,452</b>	<b>-</b>	<b>14,853,842</b>	<b>57,701,610</b>	<b>59,352,893</b>	<b>1,010,691</b>	<b>13,876,139</b>	<b>11,214,166</b>	<b>13,202,559</b>
<b>Previous Year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

\* The Company decided to sell these assets, and shareholders approval also been taken in this regard, so from the next financial year (2018-19) these assets will be classified as "Non current assets held for sale".

<b>In Tangible Assets</b>							
Computer Softwares	39,008	-	-	39,008	-	-	7,626
<b>Total</b>	<b>39,008</b>	<b>-</b>	<b>-</b>	<b>39,008</b>	<b>-</b>	<b>39,008</b>	<b>7,626</b>
<b>Previous Year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTE NO. 4 Long Term Loans and Advances**

Particulars	As At March 31, 2018	As At March31, 2017	As At April 1st, 2016
Security Deposits			
With Govt. Bodes	2.86	3.12	6.60
With Others	1.00	1.00	1.00
<b>Total</b>	<b>3.86</b>	<b>4.12</b>	<b>7.60</b>

**NOTE NO. 5 Inventories**

Particulars	As At March 31, 2018	As At March31, 2017	As At April 1st, 2016
Raw Materials	22.27	22.27	22.27
Work-in-Progress	115.71	115.71	225.85
Finished goods	0.41	0.41	4.13
Stores and spares	74.37	74.37	74.37
<b>Total</b>	<b>212.76</b>	<b>212.76</b>	<b>326.62</b>

**NOTE NO. 6 Cash & Bank Balances**

Particulars	As At March 31, 2018	As At March31, 2017	As At April 1st, 2016
Balance with Scheduled Banks	0.73	0.30	0.50
In Current Accounts (Lodged with Bank as collateral security for enhanced working capital limits)			
Cash on Hand	0.01	0.10	0.72
<b>Total</b>	<b>0.74</b>	<b>0.40</b>	<b>1.22</b>

**NOTE NO. 7 Bank Balances other than above**

Particulars	As At March 31, 2018	As At March31, 2017	As At April 1st, 2016
Balances with Scheduled Banks			
In Deposit Accounts (Lodged with Bank as colleteral security for enhanced working capital limits)	23.49	20.00	20.00
<b>Total</b>	<b>23.49</b>	<b>20.00</b>	<b>20.00</b>

**NOTE NO. 8 Trade Receivables**

Particulars	As At March 31, 2018	As At March31, 2017	As At April 1st, 2016
Unsecured, considered good			
(i) outstanding for a period exceeding Six months	95.44	97.37	98.70
(ii) Outstandig for a period less than Six months	-	-	16.51
Less : Provision for expected credit loss	-	-	-
<b>Total</b>	<b>95.44</b>	<b>97.37</b>	<b>115.21</b>

**NOTE NO. 9 Loans**

Particulars	As At March 31, 2018	As At March31, 2017	As At April 1st, 2016
Unsecured, considered good			
Advance to vendors for goods and services	5.03	10.24	16.58
Advance to others	3.60	3.60	3.62
<b>Total</b>	<b>8.63</b>	<b>13.85</b>	<b>20.20</b>

**NOTE NO. 10 Other Financial Assets**

Particulars	As At March 31, 2018	As At March31, 2017	As At April 1st, 2016
Advance tax and Tax deducted at source (Net off Provision)	3.03	-	-
<b>Total</b>	<b>3.03</b>	<b>-</b>	<b>-</b>

**NOTE NO. 11 Current Tax Assets (Net)**

Particulars	As At March 31, 2018	As At March31, 2017	As At April 1st, 2016
Advance tax and Tax deducted at source (Net off Provision)	2.03	2.03	2.03
<b>Total</b>	<b>2.03</b>	<b>2.03</b>	<b>2.03</b>

**NOTE NO. 12 Other Current Assets**

Particulars	As At March 31, 2018	As At March31, 2017	As At April 1st, 2016
Others	1.56	1.16	1.69
<b>Total</b>	<b>1.56</b>	<b>1.16</b>	<b>1.69</b>

**NOTE No. 13 Share Capital**

Particulars	As at 31st March, 2018		As at March, 2017		As at April, 2016	
	No. of Shares	Amount	No. of Shares	Amount	No. of Shares	Amount
<b>Authorised</b>						
Equity share of Rs.10/- each	50,00,000	500.00	50,00,000	500.00	50,00,000	500.00
<b>Issued, Subscribed and fully paid up</b>						
Equity share of Rs. 10/- each	21,15,000	211.50	21,15,000	211.50	21,15,000	211.50

**13.1 Rights, Preferences and restrictions attached to equity shares**

The company has only one class of shares referred to as equity shares having a par value of Rs. 10 per share, Each holder of equity share is entitled to one vote per share.

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

**13.2 Reconciliation of No. of Shares outstanding**

Particulars	As at March,31,2018	As at March 31, 2017
Equity Shares of Rs. 10/- each		
Share Outstanding at the beginning of the year	21,15,000	21,15,000
Shares Outstanding at the end of the period	2,115,000	21,15,000

**13.3 Details of Shareholders holding more than 5% shares in the Company**

Particulars	As At March 31, 2018		As At March 31, 2017	
	No. of Shares	% of share holding	No. of Shares	% of share holding
D R S P RAJU	1,38,638	6.55%	1,38,638	6.55%
D V R RAJU	1,17,600	5.56%	1,17,600	5.56%
D Subhadra	1,08,980	5.15%	1,08,980	5.15%
D Shakuntala	1,39,235	6.58%	1,39,235	6.58%
D. Radhamani	1,21,020	5.72%	1,21,020	5.72%
D Rama raju	1,24,410	5.88%	1,24,410	5.88%
D V Prudvi Raju	1,34,898	6.37%	1,34,898	6.37%

**NOTE NO. 14 Other Equity**

Particulars	As at March 31, 2018	As at March 31,2017	As at April 1st, 2016
A. Securities Premium Account			
Opening Balance	8.30	8.30	8.30
Closing Balance	8.30	8.30	8.30
B. General Reserve			
Opening Balance	37.00	37.00	37.00
<b>Closing Balance</b>	<b>37.00</b>	<b>37.00</b>	<b>37.00</b>
C. Surplus in Statement of Profit and Loss			
Opening Balance	(1,861.40)	(1,761.37)	(1,761.37)
Add: Net Profit/(Net Loss) For the current year	20.52	(100.02)	-
Less: Depreciation adjustment	-	-	-
<b>Closing Balance</b>	<b>(1,840.88)</b>	<b>(1,861.40)</b>	<b>(1,761.37)</b>
D. Loan in the Nature of Equity			
(i) From Directors and thier relatives	732.11	682.31	466.33
(ii) From Corporates (in which Directors are interested)	617.61	615.31	615.31
(iii) From other Corporates etc.	3.00	3.00	3.00
	1,352.72	1,300.62	1,084.64
<b>Total (A+B+C+D)</b>	<b>(442.86)</b>	<b>(515.48)</b>	<b>(631.43)</b>

**NOTE NO. 15 Long Term Borrowings**

Particulars	As At March 31, 2018	As At March 31, 2017	As At April 1st, 2016
SBI-Working Capital Term Loan -Secured (Refer Note No. 5.1 a and 5.1 b)	261.59	330.48	475.42
Less : Current Maturities of Long term dues	(120.00)	(120.00)	(118.42)
	141.59	210.48	357.00
Vehicle Loan - Hdfc Honda City - secured	0.17	2.41	5.21
Less : Current Maturities of Long term dues	-	(2.41)	(3.50)
	0.17	-	1.71
Deferred Payment Liabilities (Unsecured) (Refer No. 5.3)	208.15	216.23	223.06
Less : Current Maturities of Long term dues	(1.40)	(7.81)	(7.71)
	206.75	208.42	215.35
<b>Total</b>	<b>348.51</b>	<b>418.90</b>	<b>574.05</b>

**NOTE No. 15.1**

Working Capital term Loan is secured by first charge on company's fixed assets including equitable mortgage of factory land admeasuring 2.85 acres and buildings situated at Sy.No. 142/A, at Bollaram Village, Sanga Reddy Dist. Cash Credit Limit is Secured by exclusive charge (Hypothecation) on all chageable current assets of the Company Working Capital Term Loan and Cash Credit Limits are collaterally Secured by

- i) Certain properties held in the name of Shri DRSP Raju, Director and Smt. D. Shankuntala, Shri D. Rama Raju, and Smt. Radha Mani, relatives of Directors.
- ii) Pledge of 74,600 equity shares of the company held by the promoters
- iii) Cash Collateral of Rs. 20/- Lakhs

Primary Securities of Working Capital Term Loan and Cash Credit Limits are collaterally Secured to cash credit limit and Working Capital Term Loan respectively

Working Capital Term Loan and Cash Credit Limits are further secured by personal guaranties of Shri DRSP Raju, Director and Smt. Shankuntala, Sri D. Rama Raju and Smt. Radha Mani relatives of directors.

**Note : 15.2**

Working Capital Term Loan is repayable in a structured 49 monthly installments Commencing from September 2015 to September 2019.

- i. Interest free unsecured loans are repayable only upon improvement in liquidity position of the Company or out of fresh infusion of funds into the Company for operations.
- ii. The Govt. of Andhra Pradesh vide G.O.Nos 108 & 134 1 & C (IP) Department, dated 20.06.1996 and 01.07.1996 has allowed the company to defer the sales tax payments for a period of Fourteen years from 01.07.1997 on expanded capacity ( i.e. beyond base production of 898.40 MTPA ) subject to a maximum exemption of Rs. 379.56/- lakhs. The Company had availed total sale tax deferment upto 2010-11 Rs.274.11/- lakhs The scheme ended on 30.06.2011. Repayment of deferred liability commenced during 2012-13 and will be completed during 2024-25.



**NOTE NO. 16 Long Term Provisions**

Particulars	As At March 31, 2018	As At March31, 2017	As At April 1st, 2016
Provision for Employee benefits	8.27	8.27	8.27
<b>Total</b>	<b>8.27</b>	<b>8.27</b>	<b>8.27</b>

**NOTE NO. 17 Borrowings**

Particulars	As At March 31, 2018	As At March31, 2017	As At April 1st, 2016
Loans Payable on demand (Cash Credit With Bank)	-	-	91.67
<b>Total</b>	<b>-</b>	<b>-</b>	<b>91.67</b>

**NOTE NO. 18 Trade Payables**

Particulars	As At March 31, 2018	As At March31, 2017	As At April 1st, 2016
Trade Payables (Refer Note No. 8.1)	66.01	123.73	155.00
<b>Total</b>	<b>66.01</b>	<b>123.73</b>	<b>155.00</b>

**NOTE NO. 18.1**

The Ministry of Micro, Small and Medium Enterprises has issued an office Memorandum dated August 26, 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allotted after filing of the Memorandum. However, the Company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at year end together with interest paid / payable as required under the said Act, have not been given.

**NOTE NO. 19 Other Current Liabilities**

Particulars	As At March 31, 2018	As At March31, 2017	As At April 1st, 2016
Current maturities of long term loans	121.40	130.22	129.64
Other payables	151.03	106.58	103.41
<b>Total</b>	<b>272.42</b>	<b>236.79</b>	<b>233.04</b>

**NOTE NO. 20 Revenue from operations**

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Sale of products:		
Sale of corrugated boxes - Dometic	-	6.96
Sale of PP/HDPE Fabric/sacks/Misprint	-	4.71
<b>Total</b>	<b>-</b>	<b>11.67</b>
Less: VAT	-	0.56
Less: Excise Duty	-	0.87
<b>Total</b>	<b>-</b>	<b>10.24</b>



**NOTE NO. 21 Other Income**

Particulars	For the year ended March 31, 2018	For the year ended March 31,2017
Interest Income	6.52	1.35
Profit on sale of Fixed Asset	28.12	-
Credit Balances written Back	50.68	86.65
<b>Total</b>	<b>85.32</b>	<b>88.00</b>

**NOTE NO. 22 Changes in Inventories Finished Goods, Work in Progress and Stock in Trade**

Particulars	For the year ended March 31, 2018	For the year ended March 31,2017
Work in Progress		
Opening Stock	115.71	225.85
Closing Stock	115.71	115.71
Changes in Work in Progress	-	110.15
Finished Goods		
Opening Stock	0.41	4.13
Closing Stock	0.41	0.41
Changes in Finished Goods	-	3.72
<b>Total</b>	<b>-</b>	<b>113.86</b>

**NOTE NO. 23 Employee Benefit Expense**

Particulars	For the year ended March 31, 2018	For the year ended March 31,2017
Salaries, Wages and Bonus	-	-
Contribution to Provident and other Funds	0.00	0.54
Staff Welfare Expenses	-	-
<b>Total</b>	<b>0.00</b>	<b>0.54</b>

**NOTE NO. 24 Finance Cost**

Particulars	For the year ended March 31, 2018	For the year ended March 31,2017
Interest	47.42	56.05
Bank Charges	0.37	0.86
<b>Total</b>	<b>47.79</b>	<b>56.91</b>

**NOTE NO. 25 Other Expenses**

Particulars	For the year ended March 31, 2018	For the year ended March 31,2017
Power and Fuel	0.26	5.29
Other Manufacturing Expenses	-	0.08
Directors Sitting Fees	0.20	-
Printing & Stationery	0.23	-
Postage, Telegrammes & Telephones	1.27	1.40
Insurance	0.28	0.42
Legal & Professional Charges	0.52	0.13
Auditors Remuneration (Refer Note 25.1)	0.75	-
Security Service Charges	2.79	3.44
Miscellaneous expenses	0.45	0.26
Rates & Taxes	-	0.44
Advertisement & Publicity	0.16	-
<b>Total</b>	<b>6.91</b>	<b>11.46</b>

**NOTE No. 25.1**

Particulars	For the year ended March 31, 2018	For the year ended March 31,2017
Audit Fee	0.75	-
Taxation matters	-	-
Certification fees	-	-
Out of Pocket expenses	-	-

## 26. Contingent Liabilities

Sales Tax Appeal for the year 2002-03 is pending at Appellate Tribunal, Andhra Pradesh for a liability of Rs. 7.21 lakhs out of which an amount of Rs. 3.60 Lakhs has been paid at the time of appeal

## 27. Financial Instruments-accounting classification and fair value measurement.

The carrying values of trade and other receivables, other assets, cash and short term deposits, trade and other payables based on their notional amounts, reasonably approximate their fair values because these are mostly short term in nature or are re-priced frequently.

Company's assets and liabilities which are measured at amortised cost.

Particulars	31st March 2018		31st March 2017		1st April 2016	
	Carrying Value	Amortised Cost	Carrying Value	Amortised Cost	Carrying Value	Amortised Cost
Financial assets at amortized cost :						
Loans and advances	3.86	3.86	4.12	4.12	7.60	7.60
Trade Receivables	95.44	95.44	97.37	97.37	115.21	115.21
Loans	8.63	8.63	13.85	13.85	20.20	20.20
Others	3.03	3.03	-	-	-	-
	<b>110.96</b>	<b>110.96</b>	<b>115.33</b>	<b>115.33</b>	<b>143.02</b>	<b>143.02</b>
Financial liabilities carried at amortized cost:						
Long-term borrowings	348.34	348.34	418.90	418.90	574.05	574.05
Short-term borrowings	-	-	-	-	91.67	91.67
Trade Payables	66.01	66.01	123.73	123.73	155.00	155.00
	<b>414.34</b>	<b>414.34</b>	<b>542.63</b>	<b>542.63</b>	<b>820.72</b>	<b>820.72</b>

## 28. Financial risk management objectives and policies

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's senior management ensures that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

### 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 risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings.

### ii. 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 long-term debt obligations with floating interest rates. The Company manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings.

### iii. Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contact, leading to financial loss. The Company is exposed to credit risk from its trade receivables.

**iv. Liquidity Risk**

The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of bank deposits and loans.

The table below summarises the maturity profile of the Company's Financial liabilities based on contractual undiscounted payments (including interest payments):

	On demand	Less than 1	1 to 2 years year	2-3 Years	> 3 years	Total
Year ended 31/03/2018	-	-	-	-	-	-
Borrowings		143.16		37.05	168.31	348.51
Trade and other payables		338.43		-	-	338.43
Year ended 31/03/2017						
Borrowings	-	-	127.50	97.98	193.42	418.90
Trade and other payables		360.52	-	-	-	360.52
As at 1 April 2016						
Borrowings		-	129.21	127.50	317.35	574.05
Trade and other payables		479.71	-	-	-	479.71

**v. Going Concern**

As discussed in note no. 33 the company has stopped operations for over 3 years, the financial statement have been prepared undergoing concern basis.

**30. Capital management**

For the purpose of the Company's capital management, capital includes issued equity capital 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 strong credit rating and healthy capital ratios in order to support its business and maximise the shareholder value.

*Amount in Lakhs*

Particulars	31-Mar-18	31-Mar-17	1-APR-16
Borrowings	348.34	418.90	665.72
Trade Payables	66.01	123.73	155.00
Other Payables	272.42	236.79	233.04
Less: Cash and Cash Equivalents	0.74	0.40	1.22
Net debt	686.03	779.02	1,052.54
Equity	(231.36)	(303.98)	(419.93)
Total Capital	(231.36)	(303.98)	(419.93)
Capital and net debt	<b>454.67</b>	<b>475.04</b>	<b>632.61</b>

Earning Per Share	As at 31st March 2018	As at 31st March 2017
Profit After Tax	20.35	(100.02)
Weighted Average No. of shares (in Lakhs)	21.15	21.15
Basic and Diluted Earnings per share	0.96	(4.73)

Notes to the financial Statement for the year ended 31st March, 2018

### 29. Fair value hierarchy

The following table provides the fair value measurement hierarchy of the Company's assets and liabilities

Particulars	As at March 31, 2018				As at March 31, 2017				As at April 1, 2016				
	Carrying Amount	Fair Value			Carrying Amount	Fair Value			Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3	
<b>Financial Assets</b>													
Measured at cost/amortised cost													
Loans and advances	3.86		3.86	4.12			4.12	7.60					7.60
Trade-Receiptables	95.44		95.44	97.37			97.37	115.21					115.21
Loans	8.63		8.63	13.85			13.85	20.20					20.20
Others	3.03		3.03	-			-	-					-
	110.96	-	110.96	115.33	-	-	115.33	143.02	-	-	-	-	143.02
<b>Financial liabilities</b>													
Measured at amortised cost													
Long-term borrowings	348.34	-	348.34	418.90	-	-	418.90	574.05	-	-	-	-	574.05
Short-term borrowings	-	-	-	-	-	-	-	91.67	-	-	-	-	91.67
Trade payables	66.01	-	66.01	123.73	-	-	123.73	155.00	-	-	-	-	155.00
	414.34	-	414.34	542.63	-	-	542.63	820.72	-	-	-	-	820.72

#### Notes :

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement dated.

Level 2 inputs are inputs other than quoted prices included within level 1 that are observable for the assets or liability, either directly or indirectly

Level 3 inputs are unobservable inputs for the asset or liability.

**31. Related Party Transaction**

S. No.	Name of the related Party	Relationship
1	Sri DRSP Raju	Key Management Personnel (KMP)
2	Sri D.V. Prudvi Raju	Key Management Personnel (KMP)
3	Smt. D. Subhadra	Relatives of Key Management Personnel (RKMP)
4	Smt. Ch. Gayathri	Relatives of Key management Personnel (RKMP)
5	Sri. D. Rama Raju	Relatives of Key Management Personnel (RKMP)
6	Smt. D. Sakuntala	Relatives of Key Management Personnel (RKMP)
7	DVR Raju Relative	Relatives of Key Management Personnel (RKMP)
8	Sri Venu Gopal Reddy	Others
9	M/s. Vayhan Coffee Ltd.	Others
10.	M/s. DSL Finance	Others
11.	M/s. DCL Chemplast Ltd	Others

**Transatction during the year with related parties**

Particulars	Current year			Previous Year		
	KMP	RKMP	Others	KMP	RKMP	Others
Loan	-	-	-	-	-	-
Opening	365.15	312.16	623.31	298.83	162.50	623.31
Receipt	45.88	6.23	2.30	141.32	149.66	-
Payment	2.30	-	-	75.00	-	-
Closing Balance	408.72	318.39	625.61	365.15	312.16	623.31

**32. Income Tax**

The Company has no Income Tax liability for the current year and previous year, hence no disclosure in required

**33. Going Concern basis of accounting**

Company, on July 15,2014, has temporarily suspended it's manufacturing operations, due to frequent power cuts, labour related issues, fall in the market off take and frequent machinery break downs. The same has been informed to Bombay Stock Exchange on August 2,2014. During the financial year 2014-15 the Company got restrucrtred it's borrowings from State Bank of India. Further, management is also planning to induce more funds for working capital limits for commencing the operations of the Company at the earliest. Management of the Company is pursuing various options to revive the unit by infusing funds. upgrading the technology etc. in view of the same, the financial statements of the Company have been drawn on a going concern basis.

**34. Inventory**

Company's inventory include Poly Propolyne Cut Lengths (work in process) earmarked for certain segment of industry and the stores and spares for use in the manufacture of it's Principal products, During the year unde report, the management has reviewed the realisable value of the inventory. Management is confident or recovery of the carrying value of inventory aggregating to Rs. 21.76 lakhs.

**35. Trade Receivables**

"Trade Receivables aggregating to Rs. 95.44 lakhs represent receivables from a customer and outstanding for a period exceeding 4 years. Management is pursuing the matter with said customer and intending take all necessary

actions including legal remedies for the recovery of the same, Further, Management expects that no provision is required in this regards. Hence the said receivable was stated at carrying value.

### 36. Impairment

Company recognise all it's assets including land, buildings and plant and machinery as a single Cash Generating Unit. Considering the increase in land values and the net carrying values of other assets, management at present does not foresee any impairment in the carrying value of fixed assets.

### 37. Standards issued but not yet effective

The standards issued, but not yet effective up to the date of issuance of the Company's financial statements ae disclosed below. The Company intends to adopt these standards when they become effective.

Ind AS 115 Revenue from Contracts with Customers

In March 2018, the Ministry of Corporate Affairs issued the Companies (Indian Accounting Standards) Amendment Rules, 2018 notifying Ind AS 115 'Revenue from Contracts with customers'. which replaces Ind AS11 'Construction Contracts' and Ind As 18 'Revenue'. Except for the disclosure requirements, the new standard will not materially impact the Company's financial statements. The amendment will come into force from April 01, 2018.

### 38. Reconcilitaion between the Opening and Closing balances in the financial statement for financial Liabilities and Assets arising from financing Activities (Ind AS-7)

Particulars	Loan	Other Note 14(D)	Interest	Total
Opening Balance	418.90	1,300.62	-	1,719.52
Interest accrued			47.79	47.79
Cash Flow				
Received		52.10		52.10
Repayment	(70.56)	-	-	(70.56)
Interest Paid	-	-	(47.79)	(47.79)
Non Cash Items	-	-	-	-
Closing Balance	348.34	1,352.72	-	1,701.06

### 39 First - time adoption of Ind AS

These financial statements, for the year ended March 31, 2018, are the first the Company has prepared in accordance with Ind AS. For periods up to and including the year ended March 31, 2017, the Company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for periods ending on March 31, 2018, together with the comparative period data as at and for the year ended March 31, 2017, as described in the summary of significant accounting policies. In preparing these financial statements, the Company's opening balance sheet was prepared as at April 1, 2016, the Company's date of transition to Ind AS. This note explains the principal adjustments made by the Company in restating its Indian GAAP financial statements, including the balance sheet as at April 1, 2016 and the financial statements as at and for the year ended March 31, 2017.

#### Exemptions Applied

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

- Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities.



**b) Reconciliation of total equity between previous GAAP and Ind AS**
**Reconciliation of Equity**
*Amount in Lakhs*

Particulars	As at 31st March 2017	As at 1st April 2016 (Date of transition)
Equity as reported under previous GAAP	(1,816.10)	(1,716.07)
Loan in the nature of Non-reciprocal capital contribution	1,300.62	1,084.64
Equity as reported under Ind AS	(515.48)	(631.43)

**Effect of Ind-As adoption on the statement of profit and loss for the year ended 31 March 2017**

Particulars	As at 31 March 2017		
	Previous GAAP	Effect of transition to Ind-AS	As per Ind-As As balance Sheet
<b>DISCONTINUING OPERATIONS</b>			
<b>Income</b>			
Other Income	10.24	-	10.24
Profit on Sale of Fixed Assets	88.00	-	88.00
<b>Total Income</b>	98.24	-	98.24
<b>Expenses</b>			
a) Changes in Inventories of Furnished Goods, Work in Progress and Stock in Trade	113.86	-	113.86
b) Employee Cost	0.54	-	0.54
c) Finance Cost	56.91	-	56.91
e) Depreciation	15.49	-	15.49
d) Other expenses	11.46	-	11.46
<b>Total expenses</b>	198.26	-	198.26
<b>Profit /(Loss) before tax</b>	(100.02)	-	(100.02)
<b>Tax expense:</b>			
(a) Current tax expense	-	-	-
(b) Deferred tax	-	-	-
<b>Profit /(Loss) after tax</b>	<b>(100.02)</b>	<b>-</b>	<b>(100.02)</b>
<b>Other comprehensive income/ (loss)</b>			
<b>A. Items that will not be reclassified to profit or loss</b>			
Remeasurements of the defined benefit plans	-	-	-
Income Tax on above items			
<b>B. Items that may be reclassified to profit or loss</b>			
Exchange differences in translating the financial statement of foreign operations	-	-	-
Income tax on above items	-	-	-
<b>Other Comprehensive income / (Loss) for the period</b>	-	-	-
<b>Total Comprehensive income for the period</b>	(100.02)	-	(100.02)
<b>Total Comprehensive income for the year attributable to:</b>			
Owners of the company	(100.02)	-	(100.02)
Non Controlling interests	-	-	-

Effect of Ind-As adoption on the balance sheet as at 31 March 2017

*Amount in Lakhs*

Particulars	As at 31 March 2017		
	Previous GAAP	Effect of transition to Ind-AS	As per Ind-As As balance Sheet
<b>ASSETS</b>			
<b>Non-Current assets</b>			
(a) Property, Plant and Equipment	132.03	-	132.03
(b) Financial Assets			
(i) Loans and Advances	4.12	-	4.12
<b>Total Non-Current Assets</b>	<b>136.15</b>	<b>-</b>	<b>136.15</b>
<b>Current Assets</b>			
(a) Inventory	212.76	-	212.76
(b) Financial assets			
(i) Cash and Cash Equivalents	20.40	(20.00)	0.40
(ii) Bank Balance, Other than (i) above	-	20.00	20.00
(iii) Trade Receivables	97.37	-	97.37
(iv) Loans	13.85	-	13.85
(c) Current Tax Assets(Net)	-	2.03	2.03
(d) Other Current Assets	3.20	(2.04)	1.16
<b>Total Current Assets</b>	<b>347.57</b>	<b>(0.00)</b>	<b>347.57</b>
<b>Total Assets</b>	<b>483.72</b>	<b>(0.00)</b>	<b>483.72</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share Capital	211.50	-	211.50
(b) Other Equity	(1,816.10)	1,300.62	(515.48)
<b>Total Equity</b>	<b>(1,604.60)</b>	<b>1,300.62</b>	<b>(303.98)</b>
<b>LIABILITIES</b>			
<b>Non-Current Liabilities</b>			
(a) Financial Liabilities			
(i) Long-Term borrowings	1,719.52	(1,300.62)	418.90
(b) Long-Term Provisions	8.27	-	8.27
<b>Total Non current Liabilities</b>	<b>1,727.79</b>	<b>(1,300.62)</b>	<b>427.17</b>
<b>Current Liabilities</b>			
(a) Financial Liabilities			
(i) Trade Payables	123.73	-	123.73
(b) Other current Liabilities	236.79	-	236.79
<b>Total Current Liabilities</b>	<b>360.52</b>	<b>-</b>	<b>360.52</b>
<b>Total Equity and Liabilities</b>	<b>483.72</b>	<b>-</b>	<b>483.72</b>



**Form No.MGT-11**

**Proxy form**

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

CIN: L24134TG1984PLC005215

Name: **Deccan Polypack Ltd.**

Registered Office: Sy. No. 142A, IDA Bollaram, (Via) Miyapur, Narasapur Taluk, Jnnaram Mandal, Sangareddy Dist. Telangana.

Name of the Member (s)	
Registered Address	
E-mail Id:	
Folio No /Client Id:	
DP Id:	

I/We, being the member(s) of \_\_\_\_\_ equity shares of the above named company, hereby appoint

1.	Name : Address: E-mail Id:or failing him	Signature
2.	Name : Address: E-mail Id:or failing him	Signature
3.	Name : Address: E-mail Id:or failing him	Signature

as my/ our proxy to attend and vote( on a poll)for me/us and on my /our behalf at the 34th Annual General Meeting of the company, to be held on the Friday, 28th September, 2018 at 11.00A.M. at Hotel Aishwarya Grand, 2nd Floor, 208, Plot No. 4, Phase -1, Opp. Substation, Shapurnagar, IDA Jeedimetla, Hyderabad -55, Telangana and at any adjournment there of in respect of such resolutions as are indicated below:

S. No.	Resolution	
1.	Special	Shifting of Registered Office
2.		Re-appointment of Sri D V Prudvi Raju as whole Time Director
1.	Ordinary	Adoption of Audited Statement of Profit and Loss Account, Balance Sheet, Report of Board of Directors and Auditors for the year ended on 31st March, 2018
2.		Appointment of Sri D V Prudvi Raju, as Whole Time Director liable to retirement by rotation

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2018

Signature of Shareholder:\_\_\_\_\_ Signature of Proxy holder(s):\_\_\_\_\_

Affix  
Revenue  
Stamp

**Notes:**

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.