

**27th Annual Report  
2018-2019**



**CORAL NEWSPRINTS LTD.**

## BOARD OF DIRECTORS

1	Shri Pushpendra P.S. Chauhan	-	Whole Time Director-CEO
2	Shri Mahesh Kumar Sodhani	-	Director
3	Shri Atul Kumar Jain	-	Director
4	Shri Pururaj Singh Rathore	-	Director-Independent
5	Shri Ram Avtar Bansal	-	Director
6	Ms. Vineeta Singh	-	Director-Independent
7	Shri Pradyut Chauhan	-	Director (CFO)
8	Shri Vinayak Chauhan	-	Director
9	Shri Yogesh Alawadi	-	Director

## REGISTERED OFFICE :

A-138, First Floor, Vikas Marg,  
Shakarapur, Delhi - 110 092  
Phone : 22010998, 22429586  
E-mail : cnpl\_5000@rediffmail.com  
Website : <http://www.coralnewsprintslimited.com>

## STATUTORY AUDITORS :

Gulvardhan Malik & Co.  
Chartered Accountants  
G.F., F-54, Dilshad Colony  
Delhi-110095  
Mob. No: 9873937755  
E-mail : fcamalik@gmail.com

## BANKERS :

- Punjab National Bank**  
Preet Vihar, Delhi - 110 092
- Oriental Bank of Commerce**  
Laxmi Nagar, Main Vikas Marg  
Delhi-110 092
- Oriental Bank of Commerce**  
NH-24, Gajraula

## FACTORY :

4 K.M. Stone, Delhi Road  
Gajraula - 244 235  
Distt. Amroha (U.P.)  
Phone : (05924) 253313

## COMPANY SECRETARY

Ms. Priyanka, ACS

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## NOTICE

Notice is hereby given that the 27th Annual General Meeting (AGM) of the members of Coral Newsprints Ltd. will be held on Monday, 30th of September 2019, at 10 A.M., Arya Samaj Mandir, Bank Enclave, Delhi-110092 to transact the following business.

### ORDINARY BUSINESS:-

1. To receive, consider and adopt the Audited accounts for the financial year ending as on 31st March, 2019 along with report of the Director's and Auditor's thereon.
2. To appoint a Director in place of Pushpendra P.S. Chauhan (Din No: 01871760), whole time Director who retires by rotation, u/s 151 of the companies Act, 2013 and being eligible, offers himself for re-appointment
3. To appoint a Director in place of Shri Yogesh Alawadi (Din No: 01144813) who retires by rotation, and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Shri Ram Avatar (Din No: 02864100) who retires by rotation, and being eligible, offers himself for re-appointment and fix his remuneration.
5. To consider and if thought fit, to pass with or without modification the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 139(8) and other applicable provisions, if any, of the Companies Act, 2013 as amended from time to time or any other law for the time being in force (including any statutory modification or amendment thereto or re-enactment thereof for the time being in force), Gulvardhan Malik & Co. Chartered Accountants, be and are hereby appointed as Statutory Auditors of the Company.

RESOLVED FURTHER THAT M/s. Gulvardhan Malik & Co. Chartered Accountants, be and are hereby appointed as Statutory Auditors of the Company and they shall hold the office of the Statutory Auditors of the Company from the conclusion of this meeting until the conclusion of the ensuing Annual General Meeting and that they shall conduct the Statutory Audit for the period ended 31st March 2019, on such remuneration as may be fixed by the Board of Directors in consultation with them.”

*Regd. Office:*  
A-138, First Floor, Vikas Marg,  
Shakarpur, Delhi-110092

Place : Delhi  
Date : 29.05.2019

By The Order of The Board,  
For Coral Newsprints Limited

Pushpendra P.S. Chauhan  
Whole-Time Director, CEO  
(DIN: 01871760)

## NOTES

1. A member entitled to vote at the Annual General meeting (the Meeting) is entitled to appoint a proxy to attend and vote instead of himself/herself and a proxy need not be a member of the company.
2. Proxies in order to be effective should be duly stamped, completed and signed, and must be deposited at registered office of the company not less than 48 hours before the commencement of the meeting.
3. The Register of Members and Share Transfer Books of the Company u/s 91 of the Companies Act, 2013 will remain closed from 24th September 2019 to 30th September 2019 (both days inclusive).
4. Members desirous of obtaining any information concerning the accounts and operations of the Company are requested to address their queries to the Director at least seven days before the date of the meeting so that the information required may be made available at the meeting.
5. Members holding shares in different portfolios in Physical mode are requested to apply to the company or its Registrar & Transfer Agent i: Link in time India Pvt. Ltd. located at Noble Heights, 1st Floor, NH-2, C-1, Block LSC, Near Savtri Market, Janakpuri, New Delhi - 110058 for consolidation and send relevant Share Certificate for consolidation.
6. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under section 170 of the Companies Act, 2013 will be available for inspection by the members at the Annual General Meeting of the Company.
7. No gifts/cash payment will be made to the shareholders/proxies for attending the meeting. A brief resume of Directors of the company, seeking appointment / reappointment at this annual general meeting, and their expertise in specific functional areas, is given as part of the explanatory statement.
8. Inspections of documents are available for inspection by the members at the registered office of the company at any time during the working hours till the date of the meeting.
9. SEBI has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to Company.
10. To support the 'Green Initiative, the Members who have not registered their email addresses are requested to register the same with the Company in case of shares held in physical form or with the Depositories in case of shares held in dematerialized form.
11. Members are requested to kindly bring their copies of the Annual Report to the Meeting and Corporate Members are requested to send a duly certified copy of the board Resolution authorizing their representative to attend and vote at the meeting.
12. In terms of Section 101 of the Companies Act, 2013 and rule 18(2) and 18(3) of the companies (Management and Administration) Rules, 2014 a notice is being sent through post, electronic mode, to such Members entitled to receive such email as per the records of the Company or as provided by the Depository.
13. Members, desiring any information pertaining to account, are requested to write to the Company 10 days before the date of meeting, so that the information can be made available at the meeting.
14. Instruction for e-voting

- a) PURSUANT TO THE PROVISIONS OF SECTION 108 OF THE COMPANIES ACT, 2013 AND RULE 20 OF THE COMPANIES (MANAGEMENT AND ADMINISTRATION) RULES, 2014, THE COMPANY IS PLEASED TO PROVIDE MEMBERS THE FACILITY TO EXERCISE THEIR RIGHT TO VOTE AT THE ANNUAL GENERAL MEETING (AGM) BY ELECTRONIC MEANS AND THE BUSINESS MAY BE TRANSACTED THROUGH E-VOTING SERVICES PROVIDED BY LINK INTIME INDIA PRIVATE LIMITED.
- b) A MEMBER MAY EXERCISE HIS VOTE AT ANY ANNUAL GENERAL MEETING (AGM) BY ELECTRONIC MEANS AND COMPANY MAY PASS ANY RESOLUTION BY ELECTRONIC VOTING SYSTEM IN ACCORDANCE WITH THE RULE 20 OF THE COMPANIES (MANAGEMENT AND ADMINISTRATION) RULES, 2014.
- c) DURING THE E-VOTING PERIOD, MEMBERS OF THE COMPANY, HOLDING SHARES EITHER IN PHYSICAL FORM OR DEMATERIALIZED FORM, AS ON THE CUT-OFF DATE I.E. 23RD SEPTEMBER, 2019 MAY CAST THEIR VOTE ELECTRONICALLY.
- d) THE E-VOTING PERIOD COMMENCES AT 9.00 A.M. ON 27/09/2019, AND ENDS AT 5.00 P.M. ON 29/09/2019. THE E-VOTING MODULE SHALL BE DISABLED BY LINK INTIME INDIA PVT. LTD. FOR VOTING THEREAFTER COMPANY'S EVSN NUMBER IS 190262.
- e) ONCE THE VOTE ON A RESOLUTION IS CASTED BY THE SHAREHOLDER, THE SHAREHOLDER SHALL NOT BE ALLOWED TO CHANGE IT SUBSEQUENTLY.
- f) VOTING RIGHTS SHALL BE RECKONED ON THE PAID-UP VALUE OF SHARES REGISTERED IN THE NAME OF THE MEMBERS AS ON THE DATE OF DISPATCH OF NOTICE.
- g) THE BOARD OF DIRECTORS AT THEIR MEETING HAVE APPOINTED MR. RAJ KUMAR YADAV, PRACTICING COMPANY SECRETARY, AS THE SCRUTINIZER TO SCRUTINIZE THE E-VOTING PROCESS IN A FAIR AND TRANSPARENT MANNER.
- h) THE SCRUTINIZER SHALL WITHIN A PERIOD NOT EXCEEDING THREE (3) WORKING DAYS FROM THE CONCLUSION OF THE E-VOTING PERIOD UNBLOCK THE VOTES IN THE PRESENCE OF AT LEAST TWO (2) WITNESSES NOT IN THE EMPLOYMENT OF THE COMPANY AND MAKE A SCRUTINIZER'S REPORT AT THE VOTES CAST IN FAVOUR OR AGAINST, IF ANY, FORTHWITH TO THE CHAIRMAN OF THE COMPANY.
- i) THE RESULT SHALL BE DECLARED ON OR AFTER THE AGM OF THE COMPANY. THE RESULT DECLARED ALONG WITH THE SCRUTINIZER'S REPORT SHALL BE PLACED ON THE COMPANY'S WEBSITE [www.coralnewsprintslimited.com](http://www.coralnewsprintslimited.com) AND ON THE WEBSITE OF LINK INTIME INDIA PVT. LTD. WITHIN TWO (2) DAYS OF PASSING OF THE RESOLUTIONS AT THE AGM OF THE COMPANY AND COMMUNICATED TO THE BSE LIMITED.

THE INSTRUCTIONS FOR MEMBERS FOR VOTING ELECTRONICALLY ARE AS UNDER:-

- (i) The voting period begins on 9.00 A.M., 27/09/2019 and ends on 5.00 P.M. 29/09/2019. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 23/09/2019 may cast their vote electronically. The e-voting module shall be disabled by Link Intime India Pvt. Ltd. for voting thereafter.
- (ii) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- (iii) Click on "Shareholders".

- (iv) Now enter your User ID
- For CDSL: 16 digits beneficiary ID.
  - For NSDL: 8 character DP ID followed by 8 Digits Client ID.
  - Members holding shares in Physical Form should enter Folio Number Registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.

	For Members holding shares in Demat Form and Physical Form
PAN	<p>Enter your 10 digit alpha-numeric "PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"><li>Members who have not updated their PAN with the Company / Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. The Sequence Number is printed on _____.</li><li>In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA000000001 in the PAN field.</li></ul>
DOB	<p>Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.</p>
Dividend Bank Details	<p>Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio. Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction.</p>

- (viii) After entering these details appropriately, click on "SUBMIT" tab.
- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu where in they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through link intime platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

- (xiii) Click on the: RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify you vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take out print of the voting done by you by clicking on "Click here to print" option on the voting page.
- (xvii) If demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) Note for Non-Individual Shareholders and Custodians
  - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc) and Custodian are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporates.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [mumbai@linkintime.co.in](mailto:mumbai@linkintime.co.in)
  - After receiving the login details they have to create compliance user which should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
  - The list of accounts should be mailed to [mumbai@linkintime.co.in](mailto:mumbai@linkintime.co.in) and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xix) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at [www.evotingindia.co.in](http://www.evotingindia.co.in) under help section or write an email to [mumbai@linkintime.co.in](mailto:mumbai@linkintime.co.in).

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## ANNEXURE TO THE NOTICE

Explanatory Statement as required to be attached u/s 102 of the companies Act, 2013:

Item No. 1

To appoint a Director in place of Pushpendra P.S. Chauhan (Din No: 01871760), whole time Director who retires by rotation, u/s 151 of the companies Act, 2013 and being eligible, offers himself for re-appointment

Item No. 2

To appoint a Director in place of Shri Yogesh Alawadi (Din No: 01144813) who retires by rotation, and being eligible, offers himself for re-appointment and to fix his remuneration.

Item No. 3

To appoint a Director in place of Shri Ram Avatar Bansal (Din No: 02864100) who retires by rotation, and being eligible, offers himself for re-appointment.



Item No. 4

To consider and if thought fit, to pass with or without modification the following resolution as an Ordinary Resolution  
“RESOLVED THAT pursuant to the provisions of Section 139(8) and other applicable provisions, if any, of the Companies Act, 2013 as amended from time to time or any other law for the time being in force (including any statutory modification or amendment thereto or re-enactment thereof for the time being in force), Gulvardhan Malik & Co. Chartered Accountants, be and are hereby appointed as Statutory Auditors of the Company.

RESOLVED FURTHER THAT M/s. Gulvardhan Malik & Co. Chartered Accountants, be and are hereby appointed as Statutory Auditors of the Company and they shall hold the office of the Statutory Auditors of the Company from the conclusion of this meeting until the conclusion of the ensuing Annual General Meeting and that they shall conduct the Statutory Audit for the period ended 31st March 2019, on such remuneration as may be fixed by the Board of Directors in consultation with them.”

#### ANNEXURE TO THE NOTICE

Particulars of the Directors seeking appointment / reappointment at the ensuing Annual General Meeting pursuant to regulation 36(3) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015

Name of the Director(s)	Pushpendra P.S. Chauhan	Yogesh Alawadi	Ram Avtar Bansal
Date of birth	26/05/55	05/11/68	15/10/46
Date of Appointment	21/04/92	23/06/92	23/06/92
Din no	01871760	01144813	02864100
Qualification	B.A	Graduate	High School
Experience	30 years of Manufacturing Exp.	25 years business Experience	45 years experience in trading
Companies in which Outside Directorship	NIL	NIL	NIL
Chairman of Committee of the Board of Director of the Company	NIL	NIL	NIL
Chairman / member of the committee in companies	NIL	NIL	NIL

*Regd. Office:*  
A-138, First Floor, Vikas Marg,  
Shakarpur, Delhi-110092

Place : Delhi  
Date : 29.05.2019

By The Order of The Board,  
For Coral Newsprints Limited

Pushpendra P.S. Chauhan  
Whole-Time Director, CEO  
(DIN: 01871760)

DIRECTOR'S REPORT AND MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE FINANCIAL YEAR 2018-2019

To  
The Members,  
CORAL NEWSPRINT LIMITED  
Delhi 110092

Your Directors take pleasure in presenting herewith 27th Annual Report on the working results of the Company together with the Audited Statement of Accounts for the financial year ended 31st March, 2019.

1. FINANCIAL RESULTS (Standalone)

(RS. IN LAKHS)

PARTICULARS	Year Ended 31st Mach, 2019	Year Ended 31st Mach, 2018
Gross Revenue Net of GST	1614.75	1206.19
Increase/ (Decrease) in Stock	(2.41)	(4.66)
Gross operating profit	.....	.....
Interest / financial Charges	0.00	0.00
Depreciation	11.05	16.70
Profit Before tax (PBT)	(50.69)	(59.31)
Profit after tax (PAT)	(60.50)	(41.69)
Earnings per Share	(1.20)	(0.83)

- i) Shareholders may note that for current financial year ending 31.03.2019 after depreciation company suffered losses to Rs. -50.69 Lakhs as compared to Loss of Rs. -59.31 Lakhs & during the current year under review company has earned cash Profit to Rs. -39.63 for the financial year ending 31.03.2019 as against cash loss of Rs. -42.61 Lakhs for the financial year ending 31.03.2018.
- ii) During the financial year ended 31st of March 2019 also company really suffered on account of major power cuts & irregular supply of electricity by UPSEB apart from increase in tariff rates; however company managed to show good results in compare to previous year.
- iii) During the year under review company could manage to pay a sum of Rs 12 Lakhs only to Jalan Group as per the order of Arbitrator, High Court dated 15.12.2010 due to financial Crunch, however company is making rigorous efforts to pay pending amount of 93 Lakhs to Jalan Group.
- iv) **FUTURE PLANS & OPERATIONS:**

Management of the Company has already taken several steps to modernize its plant at Gajraula, District Amroha U.P by adopting new technology. During the year under review certain old machinery was also replaced by Company & spent a sum of Rs 1.54 Lakhs For Pollution control Board requirements. Management also intends to upgrade the quality of newsprint for better penetration for the possibilities of Export & in the local market. With additional equipments, Company also intends to increase production capacity for the next financial year. Management of the company wish to invest a sum of Rs. 75 Lakhs towards up-gradation of Machinery.

## 2. DIRECTORS

Shri Pushpendra P.S. Chauhan, Shri Ram Autar Bansal and Shri Yogesh Alawadi Directors of the company who retire by rotation u/s 152 of the companies Act, 2013 from the board at the 27th Annual General Meeting and being eligible offers themselves for re-appointment.

## 3. STATUTORY AUDITORS

M/S. Gulvardhan Malik & Co., (Firm's Registration No: 028432N) Statutory Auditors of our company retires at this Annual General Meeting and are eligible for re-appointment. Members are requested to appoint Auditors until the conclusion of next Annual General Meeting and authorize directors to fix their remuneration. Certificate from the Auditors has been received to the effect that their reappointment, if made, would be within the limits prescribed under section 139, 142 of the companies Act, 2013.

The notes on accounts and observations of the Auditors in their report on the accounts of the Company are self-explanatory and therefore, in the opinion of Directors, do not call for any further explanation.

## 4. DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to section 134 of the Companies Act, 2013, your Directors state that:

In the preparation of the annual accounts. The applicable accounting standards have been followed with proper explanation relating to Material aspects.

- i.) Appropriate accounting policies have been selected and applied consistently and have made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31.03.2019 and of the Loss of the Company for that period;
- ii.) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iii.) The annual accounts have been prepared on a going concern basis.
- iv.) As company is a listed company, Directors had laid down internal financial controls to be followed by the company and those internal financial controls are adequate and were operating effectively.
- v.) Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## 5. DIVIDEND

For the year under review the Company suffered losses therefore directors of the company did not declare any dividend for the shareholders of the Company for this year as well. Directors of the company are hopeful that for next year company will be able to much better results in compare to this financial year.

## 6. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION, R & D CELL AND FOREIGN EXCHANGE EARNING & OUTGO.

The details required under the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 are annexed to this report as Annexure – I

## 7. BOARD OF INDUSTRIAL & FINANCIAL RECONSTRUCTION (BIFR)

The Company was declared sick by BIFR way back in 2000. Board of Industrial & Financial Reconstruction (BIFR) has appointed Punjab National Bank as operating agency. The Company has submitted revised rehabilitation scheme several times to BIFR, finally DRS of the company was approved. As a matter of fact company is under the revival Scheme of the BIFR except small issue going on with UPFC for DADP interest against which UPFC was in AAIFR, which(AAIFR) later on abolished by the government.

## 8. PARTICULARS OF EMPLOYEES & DISCLOSURE OF INFORMATION

During the year under review, there is no director or employee in respect of whom the particulars are required to be disclosed under section 134 of the Companies Act, 2013 read with the Companies (Particulars of Employees) Rule 1975, accordingly same is not applicable.

## 9. CORPORATE GOVERNANCE

Your Company has taken adequate steps to ensure legal compliance with the requirements of corporate governance as prescribed under the Listing Agreement with the Stock Exchange (BSE).

## 10. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The company has a system of internal controls in place to ensure that all of the company's transactions are properly recorded and authorised. Company's well defined organisational structure, documented policy guidelines, defined authority matrix and internal controls ensure efficiency of operations, compliance with internal policies and applicable laws and regulations as well as protection of resources.

## 11. HUMAN RESOURCES

The company is of firm belief that the Human Resources are the driving force that propels a company towards the progress and success. The company has strength of 85 employees at present. The Industrial relations continued to remain cordial during the year under review with entire force of the company.

## 12. DISCLOSURE

Related party transactions-The Company did not enter into any materiality significant related transactions, which has potential effect with the interest of the company at large.

## 13. WHOLE TIME COMPANY SECRETARY

During the year under review Company is already availing services of whole time company Secretary as required to be appointed under section 383-A of the Companies Act, 2013.

## 14. MANAGEMENT DISCUSSION & ANALYSIS REPORT.

The Management Discussion & Analysis Report as required under clause 49(IV)(F) of the listing Agreement with the Stock Exchanges forms part of this report.

## 15. FINANCIAL ACCOUNTING & ACCOUNTING STANDARDS:-

The Financial statements have been prepared in accordance with Generally accepted accounting principles (GAAP) and in compliance with all applicable accounting standards and as per the guidance note on accounting for activities of the company issued by the Institute of Chartered Accountants of India, New Delhi (ICAI) and provisions of the companies Act, 2013. The financial statements have been prepared under the revised schedule VI format of the companies Act, 2013 pursuant to notification of Ministry of corporate affairs (MCA), Government of India. The Company has followed accounting treatment as prescribed in accounting standards applicable to the company.

16. Electronic copy of the 27th Annual Report for 2018-19 and Notice of the 27th Annual General Meeting of the Company inter alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent to all the members whose email IDs are registered with the Company/Depository Participant(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copies of the 27th Annual Report and Notice of the 27th Annual General Meeting of the Company inter alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent in the permitted mode.

## 17. WEBSITE:

Website of the company consisting all required particulars and is duly operational is: <http://coralnewsprintslimited.com>.

## 18. CORPORATE GOVERNANCE REPORT

the Company is committed to maintain highest standards of Corporate Governance. The Directors Adhere to the requirements set out by (SEBI). The Securities & Exchange Board of India's Corporate Governance practices and has implemented all the stipulations prescribed. The Company has implemented several best corporate Governance practices as prevalent in India. Company has complied with the mandatory provisions of clause 49 of the listing agreement relating to corporate Governance requirements. Annual report contains a separate section on corporate Governance which forms part of this report. Your company is listed with Bombay Stock Exchange; though for the time being trading is suspended due to certain deficiencies in compliances of BSE requirement, which are in the process of compiling. Directors of the company are quite hopeful to get relisted of its security soon.

## 19. CEO/ CFO CERTIFICATION:

Certification from Mr. Pushpendra P.S. Chauhan, Whole Time Director of the company in term of Clause 49 (VIII) of the listing agreement with the Stock exchanges for the financial year ended on 31st March, 2019 was placed before the Board of Directors of the Company in its meeting held on 27/07/2019.

## 20. LADY DIRECTOR:

Company has duly appointed Lady Director Mrs. Vineeta Singh as independent Director as required under section 149(6) of the Companies Act, 2013.

### Risk Management Policy:

The Company has developed a very comprehensive risk management policy and the same is reviewed by the Audit Committee at periodical intervals, which in turn, informs the Board about the risk assessment and minimization procedures adopted by the management. Suggestions or guidance given by the audit committee members are immediately implemented. At the corporate level major risks are reviewed by the Whole Time Director and directions in this regard are issued accordingly.

Details of Directors and Key Managerial Personnel:

NAME OF DIRECTOR	DIN	DESIGNATION	RESIDENTIAL ADDRESS
PUSHPENDRAP.S. CHAUHAN	01871760	Whole-time Director & CEO	D-417, Ila Apartments, B-7, Vasundhra Enclave, Delhi-110096 (India)
RAMAVTAR BANSAL	02864100	Director	28K, Kotla, Chandpur, Bijnore - 246725 (UP)
PRADYUT CHAUHAN	017483706	Director	D-417, Ila Apartments, B-7, Vasundhara Enclave, Delhi-110096 (India)
YOGESHALAWADI	01144813	Director	J-3/34, DLF, Phase-11, Gurgaon-122002
PURURAJ SINGH RATHORE	01315933	Director	202, 7th A Main, 2nd Stage, RPC Layout, Vijaynagar, Bangalore-560040
ATUL KUMAR JAIN	02069421	Director	Bazar Kot, P.O Amroha Jyotiba Phule Nagar-244221 UP
MAHESH KUMAR SODHANI	02293060	Director	8/404, Sector-8, Vidhyadhar Nagar, Jaipur

VINEETASINGH	01067813	Director	Flat No.06091, 9th Floor ATS Advantage, Ahinsa Khand-1, Indirapuram, Ghaziabad-201014
VINAYAK CHAUHAN	08055602	Director	D-202, Nagarjuna Apartment, Mayur Vihar-1, Delhi-110096
PRIYANKA	ARJPP9129P	Company Secretary	Malini Market, Kotdwar Distt. Pauri Garhwal - 246149

**21. Re-Appointment of Directors:**

As per the Provision of the Companies Act, 2013 and Article of Association of the Company, Shri Pushpendra P.S. Chauhan (DIN: 00702883), Shri Ram Autar Bansal (DIN: 02864100) & Shri Yogesh Alawadi( DIN:01144813) retires in ensuing Annual General Meeting and being eligible seeks Re-Appointment. The Board recommends their Re-Appointment.

Shri Pushpendra P.S. Chauhan is a post Graduate with over 35 years of rich business experience in manufacturing of paper & already Director of Coral News Prints Limited retires by rotation & being eligible offers himself for reappointment.

Shri Ram Autar Bansal is a successful entrepreneur and engaged in the business of sugar trading at Chandpur, Dist. Bijnore (UP).

Shri Pradyut Chauhan is a Commercial Pilot. With his technical know-how, the company is committed to modernize in its technical fields already Director of Coral News Prints Limited retires by rotation & being eligible offers himself for reappointment.

The office of Independent Director shall not be determined for the purpose of calculating rotational Directors as well as the strength of the Board. The Board is of the opinion that this Independent director is person of integrity and possesses relevant expertise and experience.

SHRI PURURAJ SINGH RATHORE (DIN: 01315933) is the Independent Director re-appointed in last Annual General Meeting. In view of the provision of Section 149(4) of the Companies Act, 2013, the Company has to appoint an Independent Director for a term of 5 years. In view of the amendment in the Companies Act, these Directors are appointed in terms of the Section 149 of the Companies Act, 2013 for a period of 5 years, commencing from the date of Annual General Meeting i.e. 30-09-2019. The office of these Directors shall not be determined for the purpose of calculating rotational Directors as well as the strength of the Board. SHRI PURURAJ SINGH RATHORE (DIN: 01315933) is CPA from Australia and is having a rich experience in Finance & Marketing.

The Board is of the opinion that these Directors are person of integrity and possess relevant expertise and experience. He had no pecuniary relationship with Company and its associates except for getting sitting fees for attending Board and Committee meetings. The Board is of the view that this appointment will be in the interest of the Company.

**22. Comparison of Remuneration to Directors and employees:**

There is no increase in the remuneration payable to the Directors as compared to previous year.

The salary rise is based on the inflation data. As such the rise in the take away is at par with other employee of the company. The Performance of the Company has been affected by Global recession and economic slowdown in the Indian economy.

Comparison to the Remuneration of Directors and other employees is as under:-

- 1) Median of Directors remuneration  
Ratio of Salary of Shri Pushpendra P.S. Chauhan : 12.01
- 2) Median of employees remuneration : Rs. 1,21,600

Details of significant and material orders passed by the regulators or courts or tribunal:

## 23. DADP INTEREST – UPFC

BIFR has passed the order for one time settlement with Uttar Pradesh Financial Corporation. The same was settled with the Institution and the company has paid about 61% of the outstanding as per the order of BIFR. However, UPFC has challenged the order and filed appeal before higher authorities (AIFR), which is pending.

## 24. DEPOSITS:-

(As per the Definition Section 2(31) of the Companies Act, 2013)- During the year under review company has not accepted any deposits from Public.

The following details of deposits, covered under Chapter V of the act:

- I. Deposits Accepted during the year: NIL
- II. Remained unpaid or unclaimed as at the end of the year: NIL
- III. Whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so, number of such cases and the total amount involved.
  - a. At the beginning of the year : NIL
  - b. Maximum during the year : NIL
  - c. At the end of the year : NIL
- IV. The details of deposits which are not in compliance with the requirements of Chapter: There is no such Deposit held by the Company.

## 25. RELISTING OF COMPANY' SHARES AT BSE:-

At present company's shares are again re-listed with the BSE as we had complied regulatory provisions of listing agreement and now the trading of the company shares is permitted.

Company is not paying any commission to its director

## 26. Declaration by Independent Director

The Company has received declaration from all the Independent Directors under the Companies Act, 2013 and rules made hereunder:

## 27. Secretarial Audit Report:

Secretarial Audit Report in prescribed format Form MR-3 given by a Practicing Company Secretary Mr. Raj Kumar Yadav, Raj Kumar Yadav & Co. is annexed with the Board Report as Annexure-II

28. Corporate Social Responsibility (CSR) Policy:

The Company is not falling within the criteria of Section 135 of the Companies Act, 2013 and hence the Company is not required to form CSR committee.

29. Audit Committee:

As on 31st March 2019, the Audit Committee comprises of three Directors. Members of the Audit Committee are as follows:

1. Mr. Atul Kumar Jain Chairman
2. Mr. P. P.S. Chauhan Member
3. Mr. Mahesh Kumar Sodhani Member

The time gap between two meetings was less than 120 days. The Committee met five times in the year under review on the details of the Audit Committee are given as under: The details of the Audit Committee are given as under:

30 Attendance record of Audit Committee Meetings:

Name of The Member	DIN	Position	Status	No. of Meeting Held	No. of Meeting Attended	Sitting fees (Rs)
Atul Kumar Jain Chairman	02069421	Non-Exe. Director	Active	5	1	2500
Mahesh Kumar Sodhani	02293060	Non-Exe. Director	Active	5	5	2500
Yogesh Alawadi	01144813	Non- Exe. Director	Active	1	1	2500

31. The functions of the Audit Committee of the Company include the following:

\*Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.

\*Recommending to the Board, the appointment re-appointment, if required the replacement or removal of the statutory auditor and fixation of the audit fees.

\*Approval of payment to the statutory auditor for any other services rendered by the statutory auditors.

\*Reviewing with the management, the annual financial statement before submission to the Board for approval, with particular references to:

Matters required being included in the Directors Responsibility Statement to be included in the Board's report in terms of Section 134 of the Companies Act, 2013.

Changes, if any, in accounting policies and practices and reason for the same. Major accounting entries involving estimates based on the exercise of judgment by management. Significant adjustment made in the financial statements arising out of audit findings. Compliance with listing and other legal requirements relating to financial statements. Disclosure of any related party transactions. Qualification in the audit report. Reviewing with the management, performance of statutory and internal auditors, and adequacy of the internal control system. Reviewing the adequacy of internal audit plan.

Discussion with internal auditors on any significant findings and follow up thereof.



Reviewing the findings of any internal investigation by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post audit discussion to ascertain any area of concern.

To look into the reasons for substantial defaults in the payments to the depositors, shareholders (in case of non-payment of declared dividends) and creditors. Reviewing the functioning of the Whistle Blower Mechanism. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

The Audit Committee is empowered, pursuant to its terms of references, to: Investigate any activity within its terms of reference and to seek any information it requires from any employee. Obtain legal or other independent professional advice and to secure the attendance of outsiders with relevant experience and expertise, when considered necessary.

32. The Company has systems and procedures in place to ensure that the Audit Committee mandatory reviews: Management discussion and analysis of financial condition and results of operations Statement of significant related party transactions (as defined by the Audit Committee), submitted by management. Management letters/letters of internal control weaknesses issued by the statutory auditors. Internal audit reports relating to internal control weaknesses. The appointment, removal and terms of remuneration of the internal auditor.

In addition, the Audit Committee of the Company also reviews the financial statements. The Audit Committee is also apprised on information with regard to related party transactions by being presented: A statement in summary form of transactions with related parties in the ordinary course of business.

Details of material individual transactions with related parties which are not in the normal course of business. Details of material individual transactions with related parties or others, which are not on any arm's length basis along with management's justification for the same.

33. Statement indicating the Manner in which Formal Annual Evaluation has been made by the Board of its own Performance, its Directors, and that of its Committees:

During the year, the Board adopted a formal mechanism for evaluating its performance and as well as that of its Committees and individual Directors, including the Chairman of the Board. The exercise was carried out through a structured evaluation process covering various aspects of the Boards functioning such as composition of the Board & committees, experience & competencies, performance of specific duties & obligations, governance issues etc. Separate exercise was carried out to evaluate the performance of individual Directors including the Board Chairman who were evaluated on parameters such as attendance, contribution at the meetings and otherwise, independent judgment, safeguarding of minority shareholders interest etc.

The evaluation of the Independent Directors was carried out by the entire Board and that of the Chairman and the Non-Independent Directors were carried out by the Independent Directors. The Directors were satisfied with the evaluation results, which reflected the overall engagement of the Board and its Committees with the company.

34. Nomination & remuneration Committee Policy:

The Sitting fee paid to the non executive Directors, commission to Independent Directors, and remuneration paid to the whole time Director is approved by the remuneration committee. Members of the nomination & remuneration committee are as follows:

1. Mr. Puru Raj Singh Rathore
2. Mr. Atul Kumar Jain
3. Mr. Mahesh Kumar Sodhani

Half yearly /Quarterly declaration of financial performance including summary of significant events in the last six months is currently not being sent to each household of shareholders. However, the company publishes its results in national & state level newspapers having wide circulation. The results are also posted on the website of the company

i.e.: Coralnewsprintslimited.com

Disclosure of Establishment a Vigil Mechanism:

Fraud free Corruption, free work culture has been core to the company. In view of the potential risk of fraud and corruption due to rapid growth and geographical spread of operators. The company has put an even greater emphasis to address this risk.

To meet the objective, a comprehensive fraud risk management (FRM) policy akin to vigil mechanism of the whistle blower policy has been laid down by the Board of Directors.

Managerial remuneration -Key managerial of the company are as follows

Sr. No.	Name of the K.M.P	Designation
1	Mr. Pushpendra P.S. Chauhan	Chief Executive Officer
2.	Mr. Pradyut Chauhan	Director
3.	Mrs. Priyanka	Company Secretary

#### DIRECTOR REMUNERATION:

S.No.	NAME OF THE KMP	Remuneration for Current Year (Amount in Rs.)	Remuneration for Previous year (Amount in Rs.)
1.	Mr. Pradyut Chauhan	4,00,000	Nil
2.	Mr. Pushpendra P.S. Chauhan	13,23,600	12,00,000
3.	Mr. Ram Avtar Bansal	Nil	Nil
4.	Mr. Atul Kumar Jain	Nil	Nil
5.	Mr. Mahesh Kumar Sodhani	Nil	Nil
6.		Nil	Nil

\*Remuneration is not required to be paid to Independent Directors as per section 149 read with schedule IV of the companies Act, 2013.

Disclosure under Sexual harassment of Women Workplace (Prevention & redressed) Act, 2013.

In accordance with the sexual harassment of women at work place( Prevention , Prohibition & redressal Act, 2013, Coral Newsprints Limited has modified the erstwhile policy for prevention of sexual harassment of women at workplace and the board of Directors have unanimously adopted the same w.e.f July, 23, 2014.

Wide notification dated December 9, 2013 Ministry of Women and Child welfare have introduced sexual harassment of women at workplace( Prevention , Prohibition & redressal rules, 2013,. The earlier policy has been amended by incorporating the rules and procedures as mandated in the said notification. The revised policy shall be in effect from July, 23, 2014.

Company has appointed Smt. Krishna Devi to redress the issues regarding sexual Harassment at work place.

#### 35. Directors Responsibility Statement

In accordance with the provisions of section 134(5) of the Companies Act, 2013 Your Directors confirm that:

- a) In the preparation of the Annual accounts for the financial year ended 31st of March 2019, the applicable accounting standards had been followed along with proper explanations relating to material departures.
- a) The Directors had selected such accounting policies and applied them consistently and made judgement and

estimates that are reasonable and prudent so as to give a true & fair view of the state of affairs of the company as at 31st of March 2019 and profit & loss account of the company for the period.

- b) The Directors have taken proper & sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the companies act, 2013 for safeguarding the assets of the company and for the preventing and detecting fraud & irregularities.
- c) The Directors had prepared the annual accounts on a Going Concern Basis:
- d) 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.
- e) The Directors had laid down internal financial controls to be followed by the company and such internal financial controls are adequate and were operating effectively.

### 36. GREEN INITIATIVES:-

During Fiscal year, 2011 we started a sustainability initiative with the aim of going green and minimizing our impact on the environment, like the previous years, this year too, we are publishing only the statutory disclosures in the print version of the annual report. Additional information is available on our website. [www.coralnewsprintslimited.com](http://www.coralnewsprintslimited.com)

Electronic copies of annual report 2018-2019 and notice of the 25th Annual General Meeting are sent to all members whose email address are registered with the company/ Depository participants. For members who have not registered their email address, physical copies of the annual report 2015-16 and the notice will be sent in the permitted mode. Members requiring physical copies can send their request to the company.

The company provides e-voting facility to all its members to enable them cast their votes electronically on all the resolutions set forth in notice. This is pursuant to section 108 of the companies Act, 2013 and rules 2013 and rule 20 of the companies (Management & Administration) amendment rules, 2015. The instructions for e voting are provided in the notice.

### 37. TRANSFER OF SHARES IN PHYSICAL FORM STOPPED FROM APRIL 1, 2019

SEBI has recently amended relevant provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 to disallow listed companies from accepting request for transfer of securities which are held in physical form, with effect from April 1, 2019. The shareholders who continue to hold shares and other types of securities of listed companies in physical form even after this date, will not be able to lodge the shares with company / its RTA for further transfer. They will need to convert them to demat form compulsorily if they wish to effect any transfer. Only the requests for transmission and transposition of securities in physical form, will be accepted by the listed companies / their RTAs.

All the investors who are holding shares etc. in physical form, should consider opening a demat account at the earliest and submit request for dematerialization of their shares in order to protect the liquidity of the shares.

### 38. ACKNOWLEDGMENTS

Your Directors place on record its sincere appreciation towards the company's valued customers in India for the support and confidence reposed by them in the organization and looks forward to the continuance of this mutually supportive relationship in future as well. The Board also places on record co-operation extended by Financial Institutions PICUP, business associates of the Company, and confidence reposed by the Shareholders and invaluable staff & workers of the company.

*Regd. Office:*  
A-138, First Floor, Vikas Marg,  
Shakarpur, Delhi-110092

By The Order of The Board,  
For Coral Newsprints Limited

Place : Delhi  
Date : 29.05.2019

Pushpendra P.S. Chauhan  
(DIRECTOR-WTD)  
(DIN: 01871760)

ANNEXURE - I  
INFORMATION AS PER COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULE, 1988.

- A. Conservation of Energy
- a. Energy Conservation Measure Taken  
The company's efforts at energy conservation continued during the year. These efforts included improved utilization of energy saving machines and technology.
- b. ADDITIONAL INVESTMENTS AND PROPOSALS BEING IMPLEMENTED FOR REDUCTION OF CONSUMPTION OF ENERGY.  
Additional investments along similar lines will be made, as and when required for the reduction of consumption of energy.
- c. IMPACT OF THE MEASURES AT (A) AND (B) ABOVE.  
Efficiency has been achieved in consumption of power. The impact of above measures on the cost production of goods is not precisely ascertainable.
- d. TOTAL ENERGY CONSUMPTION AND ENERGY CONSUMPTION PER UNIT OF PRODUCTION AS PER PRESCRIBED FOR 'A' OF THE ANNEXURE.

FORM - A  
FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT OF CONSERVATION OF ENERGY

	Rs. In Lakhs	
	Current year	Previous year
<b>A. POWER &amp; FUEL CONSUMPTION</b>		
1. Electricity		
a) Purchased		
Units	41,99,380	27,99,020
Total Amt. (Rs.)	Rs. 288.55	Rs. 223.92
Rate/Unit (Rs.)	Rs. 6.87	Rs. 8.00
b) Own Generation		
Unit	11,098	57,097
Unit per Liter Diesel Cost/Unit(Rs.)	Rs. 6.87	Rs. 8.00
Total Cost (Rs.)	Rs. 7.62	Rs. 4.56
Through Steam Turbine/Generator	NIL	NIL
2. Fire Wood (KG)		
Quantity (Tones)	5521.428 Ton	4859.89 Ton
Total Cost (Rs.)	Rs. 106.57 Lakhs	Rs. 57.02 Lakhs
Average Rates Per Ton(Rs.)	Rs. 1930	Rs. 1217
3. Other/Internal Generation	Nil	Nil
<b>B) Consumption per unit of Production</b>		
Cream Wove Paper	Current Year	Previous Year
Unit	Nil	Nil
Electricity & Diesel	Nil	Nil
Furnace Oil	Nil	Nil
Paddy Husk (M.T.)	Nil	Nil
Baggage (M.T.)	Nil	Nil

## C. Conservation of Energy:

The Company continues its endeavors to prove energy conservation & utilization. Some of the steps taken by the company for energy conservation during the financial year ending 31.03.2019 at its manufacturing locations are outlined below. Installation of energy efficient equipment's such as:-

### 1) VFD (Variable Frequency Drive)

Apart from above, the company has also other energy conservation measure in place, like usage of treated / recycled water, free plantation, optimization of processes and equipments etc. All these steps ultimately results in savings in energy, in water consumption, in fuel consumption and protecting the environment. Your company has also upgraded Effluent Treatment Plant as per the norms given by Central Pollution Control & UP Pollution Control Board from time to time.

## TECHNOLOGY ABSORPTION

### FORM - 'B'

(Form for disclosure of particulars with respect to absorption)

#### A. Research & Development (R & D)

1. Specified areas in which R & D Carried out by the company.	No R & D Carried out for the year	
2. Benefits derived as a result By the above R & D.	Nil	
3. Future plan of action.	(Rs. In Lacs)	
4. Expenditure on R & D:	Current Year	Previous Year
a. Capital	Nil	Nil
b. Recurring	Nil	Nil
c. Total	Nil	Nil
d. Total R & D expenditure as a Percentage of total turnover	Nil	Nil

#### Technology absorption, adoption and innovation

1. Efforts, in brief, made towards technology Absorption, adaptation and innovation	Nil	Nil
2. Benefits derived as a result of the above Efforts, e.g. product improvement, cost, reduction, product development, import, Substitution etc	Nil	Nil
3. In the case of imported technology ( imported During the last 5 years reckoned from the Beginning of the financial year), following Information may be furnished	Nil	Nil
a) Technology imported	Nil	Nil
b) Year of Import	N.A.	N.A.
c) Has technology been fully absorbed	N.A.	N.A.
d) If not fully absorbed, areas where this Has not taken place, reasons there of & Future plan of action	N.A.	N.A.

#### B. FORREIGN EXCHANGE EARNINGS &

##### OUT GO

##### Import of Waste Paper

Quantity	Nil	NIL
Amount in US \$	Nil	NIL
Amount in Indian Rs.	Nil	NIL

## CORPORATE GOVERNANCE REPORT

The detailed report on Corporate Governance as incorporated in Clause 49 of the listing Agreement is set out below:

### 1. COMPANY PHILOSOPHY ON CODE OF GOVERNANCE

The Company believes in and has consistently followed good corporate governance process consists of various business practices, which not only results in enhanced shareholders value in the long run but also enables the Company to fulfill its obligations towards its customers, employees, lenders and to the society in general. The Company firmly believes that good governance is founded upon the principles of transparency, accountability, independent monitoring and environmental consciousness. Thus the basic corporate encompassing all the Company's function at different levels.

### 2. BOARD OF DIRECTORS

	NAME OF DIRECTOR	CATEGORY OF DIRECTORSHIP	NO. OF OTHER DIRECTORSHIP	NO. OF COMMITTEE MEMBERSHIP	
				MEMBER	CHAIRMAN
1.	Mr. Pushpendra P.S. Chauhan	Whole-time Director (Promoter)	NIL	ONE	NIL
2.	Mr. Ram Avtar Bansal	Director (Promoter)	NIL	ONE	NIL
3.	Mr. Mahesh Sodhani	Director (Promoter)	NIL	NIL	NIL
4.	Mr. Atul Kumar Jain	Director (Promoter)	NIL	THREE	TWO
5.	Mr. Pradyut Chauhan	Director (Promoter)	NIL	THREE	ONE
6.	Mr. Pururaj Singh Rathore	Director (Independent)	NIL	ONE	NIL
7.	Vineeta Singh	Lady Director (Independent)	NIL	NIL	NIL
8.	Vinayak Chauhan	Director (Promoter)	NIL	NIL	NIL

- Excluding Private Limited and Foreign Companies.

The ratio between executive and non-executive directors is 1:2. The Company is taking steps to restrict the Board in a gradual manner in accordance with the Clause 49 of the Listing Agreement.

**BOARD MEETING AND ATTENDANCE**

DATE OF BOARD MEETING	BOARD STRENGTH	NO. OF DIRECTORS PRESENT
28.05.2018	8	5
28.07.2018	8	5
12.11.2018	8	5
08.02.2019	9	6

**AGM AND ATTENDANCE**

S.No.	Name of Director	Number of Board Meeting attended	Attended at the Last AGM held on 30.09.2018
1.	Mr. Pushpendra P.S. Chauhan	3	YES
2.	Mr. Ram Avtar Bansal	3	NO
3.	Mr. Mahesh Kumar Sodhani	4	YES
4.	Mr. Atul Kumar Jain	4	NO
5.	Mr. Yogesh Alawadi	2	NO
6.	Mr. Vinita Singh	1	NO
7.	Mr. Pururaj Singh Rathore	2 (Video Conferencing)	NO
8.	Mr. Pradyut Chauhan	4	AGM
9.	Mr. Vinayak Chauhan	4 (Video Conferencing)	NO

**BOARD PROCEDURE**

It has always been the company's policy and practices that apart from matters requiring the Board's approval by law, all major decisions including quarterly, half yearly/yearly results of the Company and its divisions, financial restructuring, capital expenditure proposals, sale and acquisition of material; nature of assets, mortgage, guarantee etc. are regularly placed before the Board. This is in addition to information with regard to detailed analysis of operations, major litigations, feedback reports and minutes of all committee meetings.

**3. BOARD COMMITTEES**

The Board of Directors has constituted three committees.

**AUDIT COMMITTEE**

The Audit Committee of the Company comprises of three executive directors, of which executive directors is the Chairman. The Executive Directors, statutory and internal auditors of the Company are permanent invitees at the meeting of the committee.

S.No.	Name of Director	Designation	No of Meeting Attended
1	Shri Atul Kumar Jain	Chairman	4
2	Shri Mahesh Sodhani	Member	2
3	Ms. Vineeta Singh	Member	1

## STAKEHOLDER RELATIONSHIP COMMITTEE

The Company is having a Stakeholder relationship committee. It deals with matters related to share transfer, transmission, issue of duplicate share certificates, approving of split and consolidation requests and redressal of shareholders and investors grievances in relation to transfer of shares, non-receipt of annual report, non-receipt of dividend etc. Chairman & Members of the committee are as under:-

S.No.	Name of Director	Designation	No of Meeting Attended
1	Shri Mahesh Sodhani	Chairman	4
2	Shri Puspendra P.S. Chauhan	Member	4
3	Shri Atul Kumar Jain	Member	2
4	Mr. Pradyut Chauhan	Member	1

## REMUNERATION COMMITTEE

Remuneration to directors are being approved by remuneration committee,

Following are the chairman & members of remuneration committee:-

S.No.	Name of Director	Designation	No of Meeting Attended
1	Shri Atul Kumar Jain	Member	2
2	Shri Mahesh Sodhani	Chairman	4
3	Shri Pururaj Singh Rathore	Member	3

## 3.1 BOARD TERMS OF REFERENCE

The role and terms of reference of Board Audit Sub-Committee covers area mentioned under Clause 49 of the Listing Agreement and Section 177 of the Companies Act, 2013, besides other terms which may be referred by the Board of Directors.

## 3.2 COMPLIANCE OFFICER

Ms. Priyanka, ACS, Company Secretary is the Compliance Officer of the Company.

## 4. REMUNERATION OF DIRECTORS.

Remuneration to Directors is approved by the board of Directors and Shareholders of the Company. The Company does not currently have a stock option plan or performance linked incentives for its Directors.



## REMUNERATION POLICY AS APPLICABLE TO EXECUTIVE /NON EXECUTIVE DIRECTORS.

The policy inter alia provides for the following

### (a) Executive Directors

- Salary and commission not to exceed limits prescribed as per Companies Act, 2013.
- Revised from time to time depending upon the financial performance of Company, individual Director's performance.

### (b) Non-Executive Directors

- Sitting fees is being paid to Non-Executive Directors for attending the meeting of the Company.

Details of Remuneration to Whole-time Director Shri Pushpendra P.S. Chauhan for the financial year ended 31st March, 2019.

SHRI PUSHPENDRA P.S. CHAUHAN			
		CURRENT YEAR	PREVIOUS YEAR
	Salary	9,18,600/-	9,18,600/-
	HRA	4,05,000/-	4,05,000/-

SHRI PRADYUT CHAUHAN			
		CURRENT YEAR	PREVIOUS YEAR
	Salary	2,72,000/-	NIL
	HRA	1,28,000/-	NIL

1. Provision for incremental gratuity and earned leave for the current year has not been considered, since the provision is based on actual basis of the Company as a whole.
2. Notice period for termination of appointment of whole time directors is 3 months on either side.
3. No severance fee is payable on termination of appointment.
4. The Company has not offered any stock option to its executive directors.
5. DETAILS OF LAST THREE ANNUAL GENERAL MEETINGS

FINANCIAL YEAR	DATE OF AGM	TIME	LOCATION
31.03.2018	28.09.2018	10.00 A.M	Arya Samaj Mandir, Bank Enclave, Delhi-92
31.03.2017	29.09.2017	10.00 A.M	Arya Samaj Mandir, Bank Enclave, Delhi-92
31.03.2016	29.09.2016	10.00 A.M	Arya Samaj Mandir, Bank Enclave, Delhi-92

No special resolution was put through in AGM as well as postal ballot last year.

### 6. DISCLOSURE

- i. There has been no non-compliance penalties/strictures imposed on the Company by Stock Exchange (s) or SEBI or any statutory authority, on any matter related to capital Markets, during the last year.
- ii. There were no transactions of material nature with the Directors or the Management or their subsidiaries or relatives during the year that had potential conflict with the interest of the Company at large.

## 7. MEANS OF COMMUNICATION

- i. The quarterly results of the company were duly published as required to be published in the leading vernacular newspaper viz. The Pioneer English & Hindi both.
- ii. Management Discussions and Analysis Report is enclosed as Annexure-I.

## 8. SHARE HOLDERS INFORMATION:

Annual General Meeting	:	30-09-2019
Date and Time	:	10.00 A.M.
Venue	:	Arya Samaj Mandir, Bank Enclave, Delhi-II0092
Book closure	:	24th of September to 30th September, 2019
		Financial Year 2018- 2019

Unaudited results for the quarters were duly approved and published.

Listing of Equity Shares on Stock Exchanges

S.NO.	:	STOCK EXCHANGES
1	:	The Stock Exchange, Mumbai

Depositories:

1. Central Depository Services (India) Limited (CDSL)  
Phiroz Jeejee Bhoy Towers, Dalal Street, Mumbai-400001  
ISIN NO: INE715D01019
2. National Securities Depositories Limited  
4th Floor, A wing, Trade World, Kamla Mill Compound  
Senapati Bapat Marg, Lower Parel Mumbai-400013, India  
ISIN NO: INE715D01019
3. Investor Grievance Cell email ID : [cnpl\\_5000@rediffmail.com](mailto:cnpl_5000@rediffmail.com)

Registrar and Share Transfer Agent;

Link Intime India Pvt Ltd

Noble Hight 1st NH-2 c-1 Block, L S C, Near Savitri Market, Janakpur, New Delhi-110058

Stock Market Data

At present company's shares are again re-listed with the BSE as we had complied regulatory provisions of listing agreement and now the trading of the company shares is permitted.

## SHARE TRANSFER SYSTEM

Share transfer under physical category is normally affected within a maximum period of 15 days from the date of receipt and demat requests are confirmed within maximum period of 14 days. The Company transfers shares and provides depository services in-house under its secretarial department.

Share Transfer System:

The Board of Directors have delegated the powers of Share transfer, splitting/ consolidation of the share certificate and issue of duplicate share, to certain officers of the Company who attend to them at list twice in a month. Physical transfers are effected in house within the statutory period of one month.

The transfer of equity shares in electronic connectivity for the depository mode for both CDSL is being provided by In Time Spectrum Registry Limited

All the transfer received are processed and approved by the Shareholders' Grievance Committee. The Company has transferred and dispatched the physical equity shares to the shareholders within one month from the date of lodgement with the Company during the last financial year.

Share Holding Pattern as in March, 2019

S.No.	Category	No. of shares	% of Share
1.	Promoters and Associates	11, 20,200	22.17%
2.	Public	39,32,500	77.83%
	TOTAL....	50,52,700	100%

## DEMATERIALISATION OF SHARES

Equity shares in Nos: 24, 32,200 equivalents to 47.33% have been dematerialized up to March 31, 2019. The trading of the company's equity shares fall under the category of compulsory delivery in dematerialized mode by all categories of investors.

## PLANT LOCATION:

4th K.M. Stone, Delhi Road, Gajraula-244235 Distt. Amroha

## INVESTORS CORRESPONDENCE

Investors Correspondence can be made on Regd. Office of the Company as given under:-

A-138, First Floor, Vikas Marg, Shakarpur, Delhi-II0092.

Phones: 011-22010998

## 9. NON MANDATORY REQUIREMENT

Non-Mandatory requirement has presently not been adopted by the Company. However, steps have been taken by the Company to implement the same systematic manner.

## 10. UNCLAIMED DIVIDEND.

Pursuant to Section 222 of the Companies Act, 2013 all the unclaimed dividend has already been deposited to the investors Education and

Protection Fund established by the Central Government of India. There is no unclaimed dividend with the Company.

## 11. NOMINATION FACILITY

Pursuant to Section 72 of the Companies Act, 2013, a shareholder may nominate a person to whom his shares of the Company shall vest in the event of his/her death.

FOR & ON BEHALF OF BOARD OF DIRECTORS

Place : Delhi  
Date : 29.05.2019

(Pushendra P.S CHAUHAN)  
CHAIRMAN

## CEO/CFO CERTIFICATE

The Board of Directors,  
Coral Newsprints Ltd.  
Delhi.

Mr. Pushpendra P.S. Chauhan Whole Time Director of the Company hereby certifies that:

- (a) He has reviewed financial statements and the cash flow statement for the year and that to the best of his knowledge and belief :
  - (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - (ii) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) there are, to the best of his knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or volatile of the company's code of conduct.
- (c) he accepts responsibility for establishing and maintaining internal controls and that he has evaluated the effectiveness of the internal control systems of the Company and he has disclosed this to the auditors and the Audit Committee.
- (d) he has indicated to the auditors and the Audit committee:
  - (i) significant changes in internal control during the year.
  - (ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements;
  - (iii) instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system.

(Pushpendra P.S CHAUHAN)  
Whole Time Director & CEO

## ANNEXURE - I

FORM NO. MGT.9

### EXTRACT OF ANNUAL RETURN

As on the Financial Year ended on 31st March, 2019

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

#### I. REGISTRATION AND OTHER DETAILS:

- i) CIN : L22219DL1992PLC048398
- ii) Registration Date : 21st April-1992
- iii) Name of the Company : CORAL NEWSPRINTS LTD
- iv) Category / Sub-Category of the Company : N.A.
- v) Address of the Registered office and contact details : A-138 1st FLOOR VIKAS MARG, SHAKARPUR, DELHI -110092
- vi) Whether listed company : Yes
- vii) Name, Address and Contact details of Registrar and Transfer Agent, if any : Link Intime India Pvt. Ltd  
C-13, Panna Lal Silk Mill Compound,  
L B S Marg, Bhandup (w) Mumbai -400078.  
Phone -022-25963838

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

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

S. NO	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	News Print Paper	210-201-21013	10,64,58,783.00
2	A B Kraft Paper	210-2101-21015	5,34,01,854.00

#### 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
1	NIL	NIL	NIL	NIL	NIL
2	NIL	NIL	NIL	NIL	NIL

## IV. SHARE HOLDING PATTERN

(Equity Share Capital Breakup as percentage of Total Equity)

### i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				%change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Share	
A. Promoters									
1) Indian									
a) Individual/HUF	538800	0.00	538800	10.66	538800	0.00	538800	10.66	0.00
b) Central Govt. or State Govt.	-	-	-	-	-	-	-	-	-
c) Bodies Corporates	581400	0.00	581400	11.51	581400	0.00	581400	11.51	0.00
d) Bank/FI	-	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-	-
SUB TOTAL:(A) (1)	1120200	0.00	1120200	22.17	1120200	0.00	1120200	22.17	0.00
(2)Foreign									
a) NRI- Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks/FI	-	-	-	-	-	-	-	-	-
e) Any other...	-	-	-	-	-	-	-	-	-
SUB TOTAL (A) (2)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Shareholding of Promoter (A)=(A)(1)+(A)(2)	1120200	0.00	1120200	22.17	1120200	0.00	1120200	22.17	0.00
B. PUBLIC SHAREHOLDING									
1) Institutions									
a) Mutual Funds	0.00	15200	15200	0.30	0.00	15200	15200	0.30	0.00
b) Banks/FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				%change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Share	
d) State Govt.	-	-	-	-	-	-	-	-	-
e) Venture Capital Fund	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIS	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify Nationalised Bank)	-	0	0	0	0	0	0	0	0
SUB TOTAL (B)(1):	0.00	15200	15200	0.30	0.00	15200	15200	0.30	0.00
(2)Non Institutions									
a) Bodies corporates	142500	333300	475800	9.42	142500	333300	475800	9.42	0.00
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs.2 lakhs	446900	1785000	2231900	44.17	446900	1785000	2231900	44.17	0.00
ii) Individuals shareholders holding nominal share capital in excess of Rs. 2 lakhs	581200	482100	1063300	21.04	581200	482100	1063300	21.04	0.00
c) Others (specify)	132100	14200	146300	2.89	132100	14200	146300	2.89	0.00
SUB TOTAL (B)(2):	1302700	2614600	3917300	77.52	1302700	2614600	3917300	77.52	0.00
Total Public Shareholding (B)= (B) (1)+(B)(2)	1302700	2629800	3932500	77.83	1302700	2629800	3932500	77.83	0.00
C. Shares held by Custodian for GDRs & ADRs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Grand Total (A+B+C)	2422900	2629800	5052700	100.00	2422900	2629800	5052700	100.00	0.00

## ii) Share Holding of Promoters

SI No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of shares	% of total shares of the company	% of shares pledged encumbered to total shares	No of shares	% of total shares of the company	% of shares pledged encumbered to total shares	
1	Tina Alawadi	21900	0.43	0	21900	0.43	0	0
2	Sangeeta Trehan	29100	0.58	0	29100	0.587	0	0
3	Chetan Chauhan	60900	1.21	0	60900	1.21	0	0
4	Yogesh Alwadi	137900	2.73	0	137900	2.73	0	0
5	P P S Chauhan	44300	0.88	0	44300	0.88	0	0
6	Ram Avtar Bansal	29100	0.58	0	29100	0.58	0	0
7	Arti Chauhan	38100	0.75	0	38100	0.75	0	0
8	Romil Kumar Jain	15000	0.30	0	15000	0.30	0	-0.3
9	Saurabh Kumar Jain	15000	0.30	0	15000	0.30	0	0
10	Mahesh Kumar Sodhani	55600	1.10	0.00	55600	1.10	0.00	0.00
11	Atul Kumar Jain	34600	0.68	0.00	34600	0.68	0.00	0.00
12	Akhil Kumar Jain	15000	0.30	0.00	15000	0.30	0.00	0.00
13	Nikhil Jain	13000	0.26	0.00	13000	0.26	0.00	0.00
10	Pradyut Chauhan	16000	0.32	0.00	16000	0.32	0.00	0.02
11	Parth Chauhan	13300	0.26	0.00	13300	0.26	0.00	0.00
12	Arrow Synthex Pvt Ltd	581400	11.50	0.00	581400	11.50	0.00	0.00
	Total	1120200	22.17	0.00	1120200	22.17	0.00	0.00

## iii) Change In Promoters' Shareholding ( Specify if there is no change)

SI No.		Shareholding at the beginning of the Year		Cumulative Share holding during the year	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year	1120200	22.17	1120200	22.17
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/bonus/sweat equity etc)	NIL	NIL	-	-
	At the end of the year	1120200	22.17	1120200	22.17



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

Sl. No	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
1	ARROW SYNTEX PRIVATE LIMITED	581400	11.50	581400	11.50
2	YOGESH ALAWADI	137900	2.73	137900	2.73
3	GRMIL CAPITAL MARKETING	128100	2.53	128100	2.53
4	RAKHEE KOTHARI	95000	1.88	95000	1.88
5	SUNILA GOYALA	90600	1.79	90600	1.79
6	ESTREN MINING & ALID INDUSTRIES	68900	1.36	68900	1.36
7	GURCHANRAN SINGH SHARMA	65200	1.29	65200	1.29
8	PURURAJ SINGH RATHORE	62700	1.24	62700	1.24
9	CHETAN CHAUHAN	60900	1.20	60900	1.20
10	VENCHURA SECURITIES LTD	59200	1.17	59200	1.17
	Date wise Increase/ Decrease in Share holding during the year specifying the reasons for increase/ decrease (e.g. allotment/ transfer/ bonus /sweat equity etc):	0.00	0.00	0.00	0.00
	At the End of the year ( or on the date of separation, if separated During the year)	0.00	0.00	0.00	0.00

**v) Shareholding of Directors and Key Managerial Personnel:**

Sl. No	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Pushpendra Pratap Singh Chauhan	44300	0.88	44300	0.88
2	Ram Avtar Bansal	29100	0.58	29100	0.58
3	Yogesh Alawadi	137900	2.73	137900	2.73
4	Mahesh Kumar Sodhani	55600	1.10	55600	1.10
5	Atul Kumar Jain	34600	0.68	34600	0.68

Sl. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For Each of the Directors and KMP				
6	Pradyut Chauhan	16000	0.32	16000	0.32
7	Pururaj Singh Rathore	62700	1.24	62700	1.24
8	Vineeta Singh	0.00	0.00	0.00	0.00
9	Vinayak Chauhan	0.00	0.00	0.00	0.00
	Date wise Increase/Decrease in Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
	At the End of the year				

## vi) Indebtedness

### Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the Financial Year				
i) Principal Amount	Nil	66,77,308/-	Nil	Nil
ii) Interest due but not paid	Rs. 35,64,200/-	Nil	Nil	Nil
iii) Interest accrued but not Due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	Rs. 35,64,200/-	66,77,308/-	NIL	NIL
Change in Indebtedness during the financial year				
- Addition	Nil	Nil	Nil	Nil
- Reduction	Nil	Nil	Nil	Nil
Net Change	NIL	NIL	NIL	NIL
Indebtedness at the end of the financial year				
i) Principal Amount	Nil	82,27,308/-	Nil	Nil
ii) Interest due but not paid	Rs. 35,64,200/-	Nil	Nil	Nil
iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	Rs. 35,64,200/-	82,27,308/-	Nil	Nil

**vi) Remuneration of Directors and Key Managerial Personnel**

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

S. No.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
		PPS Chauhan	Pradyut Chauhan	-	-	
1.	Gross salary					
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	9,18,600	2,72,000/-	Nil	Nil	11,90,600/-
	(b) Value of perquisites u/s17(2) Income-tax Act, 1961	4,05,000	1,28,000/-	Nil	Nil	5,33,000/-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil	Nil	Nil	Nil
2.	Stock Option	NIL	NIL	NIL	NIL	NIL
3.	Sweat Equity	NIL	NIL	NIL	NIL	NIL
4.	Commission					
	- as % of profit	NIL	NIL	NIL	NIL	NIL
	- others, specify...	NIL	NIL	NIL	NIL	NIL
5.	Others, please specify	NIL	NIL	NIL	NIL	NIL
	Total (A)					
	Ceiling as per the Act					

**B. Remuneration to other directors :**

S. No.	Particulars of Remuneration	Name of Directors				Total Amount
		MS	AKJ	Pururaj	Vinita	
1.	Independent Directors					
	• Fee for attending board committee meetings					
	• Commission					
	• Others, please specify	NIL	NIL	NIL	NIL	NIL
	Total (1)					
2.	Other Non-Executive Directors					
	• Fee for attending board committee meetings					
	• Commission					
	• Others, please specify					
	Total (2)					
	Total (B)=(1+2)					
	Total Managerial Remuneration					
	Overall Ceiling as per the Act					

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

S. No	Particulars of Remuneration	Key Managerial Personnel Total			Amount
		CEO	Company Secretary	CFO	
1.	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	9,18,600.00	90,000.00	2,72,000.00	12,80,600.00
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	4,05,000.00	0.00	1,28,000.00	5,33,000.00
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961				
2.	Stock Option				
3.	Sweat Equity				
4.	Commission- as % of profit- others, specify...				
5.	Others, please specify				
	Total	13,23,600.00	90,000.00	4,00,000.00	18,13,600.00

## vii) Penalties/Punishment/Compounding of Offences :

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

CEO/CFO CERTIFICATE  
DECLARATION BY THE WHOLE TIME DIRECTOR

The Shareholders,  
Coral Newsprints Limited  
Delhi 110092.

Sub: Declaration for Compliance of Code of Conduct

I hereby declare that all the Board Members and senior Managerial Personnel have for the year ended 31st March, 2019, affirmed compliance with the Code of Conduct laid down by the Board of directors in terms of the Clause 49 of the Listing agreement entered with the Stock Exchanges.

On behalf of the Board of Directors  
For Coral Newsprints Limited

Place : Delhi  
Date : 25.08.2019

Pushpendra P. S. Chauhan  
Whole-Time Director, CEO

---

CERTIFICATE

The Members  
Coral Newsprints Limited  
Delhi -110092.

We have examined the compliance of the conditions of Corporate Governance by Coral Newsprints Limited (the Company) for the year ended on 31st March, 2019 as stipulated in clause 49 of the listing Agreement of the said company with Stock Exchanges in India.

The Compliance of the conditions of Corporate Governance is the responsibility of the Company's Management. Our examination was limited to the procedure and implementation thereof, adopted by the company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of an opinion on the financial statements of the company.

In our opinion and to the best of our information and according to the explanation given to us the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement, except various non compliances as mentioned in the Corporate Governance Report.

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

FOR RAJ KUMAR YADAV & CO.  
COMPANY SECRETARIES

Place : Delhi  
Date : 25.08.2019

(RAJ KUMAR YADAV)  
PROPRIETOR  
M. NO: 17542

Form No. MR-3

## SECRETARIAL AUDIT REPORT

(For the Financial Year ended 31<sup>st</sup> March, 2019)

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

To,

The Members,

Coral Newsprintes Limited

A-138, Vikas Marg, Shakarpur,

Delhi- 110092

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by CORAL NEWSPRINTS LIMITED (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the CORAL NEWSPRINTS LIMITED books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2019 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance- mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by CORAL NEWSPRINTS LIMITED ("the Company") for the financial year ended on 31<sup>st</sup> March, 2019 according to the provisions of:

- 1) The Companies Act, 2013 (the Act) and the rules made thereunder;
- 2) The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the rules made thereunder;
- 3) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- 4) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- 5) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Act"):
  - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
  - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
  - d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
  - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
  - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

- g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
  - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- 6) RBI Act, 1934
  - 7) Factories Act, 1948.
  - 8) The Employees' State Insurance Act, 1948.
  - 9) The Employees' Provident Funds And Miscellaneous Provisions Act, 1952.

We have also examined compliance with the applicable clauses of the following:

- I. Secretarial Standards issued by The Institute of Company Secretaries of India.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:

We further report that

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

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

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes

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

*Note: The Company has complied with the provision of sending notice at least seven days in advance after notification of Secretarial Standard-I.*

We further report that during the audit period, there were no instances of:

- a. Public/Right/Preferential issue of shares / debentures/sweat equity, etc.
- b. Redemption / buy-back of securities
- c. Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013
- d. Merger / amalgamation / reconstruction, etc.
- e. Foreign technical collaborations

For and On Behalf of Raj Kumar Yadav & Co.  
Company Secretaries

Raj Kumar Yadav  
M. NO. 17542  
COP No. 7913

Date : 25-08-2019  
Place : Delhi

*Note: This report is to be read with our letter of even date which is annexed as Annexure – 1 and forms an integral part of this report.*

## 'ANNEXURE 1' TO THE SECRETARIAL AUDIT REPORT

To,

The Members,

Coral Newsprintes Limited

A-138, Vikas Marg, Shakarpur,

Delhi- 110092

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

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

For and On Behalf of Raj Kumar Yadav & Co.  
Company Secretaries

Raj Kumar Yadav  
M. NO. 17542  
COP No. 7913

Date : 25-08-2019  
Place : Delhi



## INDEPENDENT AUDITOR'S REPORT

To the Members of Coral Newsprints Limited

Report on the Audit of the Standalone Financial Statements

### Opinion

We have audited the accompanying standalone financial statements of Coral Newsprints Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("IndAS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, the loss and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

### Basis for Opinion

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

### Key Audit Matters

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

Sr. No.	Key Audit Matter	Auditor's Response
1.	Evaluation of uncertain tax positions The Company has material uncertain tax positions including matters under dispute which involves significant judgment to determine the possible outcome of these disputes. Refer Note 25 to Notes of Accounts of the Standalone Financial Statements.	Principal Audit Procedures Obtained details of completed tax assessments and demands for the year ended March 31, 2019 from management. Additionally, we considered the effect of new information in respect of uncertain tax positions as at April 1, 2018 to evaluate whether any change was required to management's position on these uncertainties.

2.	<p>Recoverability of Indirect tax receivables</p> <p>As at March 31, 2019, non-current assets in respect of Indirect tax includes Cenvat input recoverable, Cenvat Capital goods recoverable and CST demand recoverable amounting to ? 3,18,004/- .</p> <p>Refer Note No 4 and 9 to the Standalone Financial Statements.</p>	<p>Principal Audit Procedures</p> <p>We have involved our internal experts to review the nature of the amounts recoverable, the sustainability and the likelihood of recoverability upon final resolution.</p>
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## Information Other than the Standalone Financial Statements and Auditor's Report Thereon

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

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

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

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

## Management's Responsibility for the Standalone Financial Statements

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

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

The Board of Directors are responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

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

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

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

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

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

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

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

## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
  - d) In our opinion, the aforesaid standalone financial statements comply with the IndAS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
  - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
  - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements. Refer note 25.
    - ii. In our opinion and as per the information and explanations provides to us, the company has not entered into any long term contracts including derivative contracts, requiring provision under applicable laws or Indian Accounting Standards, for material foreseeable losses.
    - iii. There were no amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For Gulvardhan Malik & Co.  
Chartered Accountants  
Firm Reg. No:028432N

Place : New Delhi  
Date : 29-05-2019

Gulvardhan Malik  
Proprietor  
Membership No 503403

## “ ANNEXURE A” TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Coral Newsprints Limited of even date)

- i. In respect of the Company's fixed assets:
  - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
  - (c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds / registered sale deed provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date. In respect of immovable properties of land and building that have been taken on lease and disclosed as fixed assets in the standalone financial statements, the lease agreements are in the name of the Company.
- ii.
  - (a) In Our Opinion and accordance to the information and explanations given to us, the company is maintaining proper records of its inventories showing full particulars.
  - (b) As informed to us, the Inventory has been physically verified at the year end by the management and no material discrepancies were noticed on such verification in our opinion this periodicity of physical verification is reasonable having regard to the size of the company and the nature of its business.
- iii. The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3(iii)(a) to (c) of the Order are not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us, and on the basis of our examination of the records of the company, the company has not made any loans, investment, guarantee and security during the year which are covered under section 185 & 186 of the Companies Act 2013, hence para 3 (iv) is not applicable.
- v. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2019 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- vi. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. Thus reporting under clause 3(vi) of the order is not applicable to the Company.
- vii. According to the information and explanations given to us, in respect of statutory dues:
  - (a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material 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, Goods and Service Tax, Customs Duty, Cess and other material statutory dues in arrears as at March 31, 2019 for a period of more than six months from the date they became payable except, The earlier previous years dues related to provident fund 3,08,668/-, TDS 11,863/- and Entry Tax 55,187/- having an arrear with appropriate authorities.
- (c) Details of dues of Income Tax, Sales Tax, Service Tax, Excise Duty and Value Added Tax which have not been deposited as at March 31, 2019 on account of dispute are given below:

Nature of the statute	Nature of dues	Forum where Dispute is Pending	Period to which the Amount Relates	Amount\
The Income Tax Act, 1961	Income Tax	High Court	A.Y. 1995-96	2,69,105/-
	Income Tax	High Court	A.Y. 1996-97	2,16,322/-
UPPCB	Water Cess	UPPCB	Various Year	13,89,212/-
Central Sales Tax Act and Sales Tax Act of Various States.	Sales Tax	Additional Commissioner (Appeals)	F.Y. 2003-04	6,46,883/-

viii. In our opinion and according to the information and explanations given to us, the company has defaulted in repayment of loans and borrowing to the financial institution, bank and government:-

- a) The company had already paid OTS amount of UPFC loan in the previous years. However in respect of the DADP interest demanded by UPFC (i.e. Rs. 51.83 Lacs) vide its letter dated 24.03.2011, against which the company has requested for a waiver of 75% vide its letter dated 04.08.2011 in respect of which BIFR board has directed waiver of 50% of DADP demand as per its order dated 23.05.2012. Hence, as per the BIFR board's order DADP demand would come out to Rs. 25.92 Lacs. Further on the basis of BIFR direction, the company has requested for waiver of 50% DADP amount vide letter dated 09.02.2013 but UPFC rejected the request vide its letter dated 04.03.2013 stating that the waiver can not be granted as per approved guidelines of the corporation. However UPFC vide its letter dt 10.2.2014 has asked the company to submit fresh OTS with 10% amount of outstanding principal as earnest money within fifteen days of issue of this letter. The company has filed its objection against this letter and requested to follow the BIFR order for waiver of 50% of DADP interest

BIFR vide its order dt 12.11.2014 has approved Draft Rehabilitation Scheme of the company and waived off 50% of the DADP amounting which stood at Rs 25.92 lacs against which the company has paid Rs. 21.82 till 31.03.2016. Against this order of BIFR, the UPFC has approached AIFR. However the ministry of finance has appointed 1st December, 2016 as the date on which provisions of sick industrial companies (special provisions) Repeal Act, 2003 shall come into force. Therefore the SICA is repealed w.e.f. from 1st December, 2016. The BIFR and AIFR stand dissolved with effect from 1st December, 2016 and all the proceedings before them stand abated. Therefore the outstanding of the company with UPFC shall be revised. As per information and explanation given to us & the company has not received any letter from UPFC for recovery of Dues till the date of our Audit Report.

- Further UPFC has tried to cancel the OTS proceedings but the assessee company has resisted the same while it's replied dated 27th July, 2017, since cancellation of OTS probative of UPFC.
- b) No confirmation of closing balance was available in respect of interest due to UPFC and due to above facts no provision of DADP interest on UPFC loan was made in the books of accounts during the year.
- ix. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable to the Company.
- x. 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 course of our audit.
- xi. In our opinion and according to the information and explanations given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- xii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly paid convertible debentures and hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Gulvardhan Malik & Co.  
Chartered Accountants  
Firm Reg. No:028432N

Gulvardhan Malik  
Proprietor  
Membership No 503403

Place : New Delhi  
Date : 29-05-2019

## ANNEXURE "B" TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Coral Newsprints Limited of even date)

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

We have audited the internal financial controls over financial reporting of CORAL NEWS PRINTS LIMITED ("the Company") as of March 31, 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

### Management's Responsibility for Internal Financial Controls

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

### Auditor's Responsibility

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

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

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

### Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide



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

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

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

#### Opinion

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

For Gulvardhan Malik & Co.  
Chartered Accountants  
Firm Reg. No:028432N

Place : New Delhi  
Date : 29-05-2019

Gulvardhan Malik  
Proprietor  
Membership No 503403

## CORAL NEWSPRINTS LIMITED, DELHI

Balance Sheet as at 31st March, 2019

(In Rs ,000)

Particulars	Note	As at 31-Mar.-2019	As at 31-Mar-2018
<b>Non-Current Assets</b>			
Property, Plant & Equipment	2	16,035.38	15,016.09
<b>Financial Assets</b>			
(i) Loans	3	783.48	783.48
Deferred Tax Assets	13A	-	950.42
Other Non Current Assets	4	189.66	189.66
		<u>17,008.52</u>	<u>16,939.66</u>
<b>Current Assets</b>			
Inventories	5	9,011.66	8,021.92
<b>Financial Assets</b>			
(i) Investments		-	-
(ii) Trade Receivables	6	35,768.56	49,064.64
(iii) Cash & Cash Equivalents	7	912.69	228.04
Current Tax Assets (Net)	8	-	-
(Net of Provision for Income Tax)			
Other Current Assets	9	758.93	690.97
		<u>46,451.83</u>	<u>58,005.57</u>
<b>Total Assets</b>		<u><u>63,460.36</u></u>	<u><u>74,945.23</u></u>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Equity share capital	10	50,527.00	50,527.00
Other equity	10A	(77,040.04)	(70,991.81)
		<u>(26,513.04)</u>	<u>(20,464.81)</u>
<b>Non-Current Liabilities</b>			
<b>Financial Liabilities :</b>			
(i) Borrowings	11	21,091.51	22,691.51
(ii) Trade Payables		-	-
(ii) Other financial Liabilities	12	-	450.00
Provisions	13	2,888.06	2,518.57
Deferred Tax liabilities	13A	30.72	-
Other Non Current Liabilities		-	-
		<u>24,010.28</u>	<u>25,660.06</u>

# CORAL NEWSPRINTS LTD.



Particulars	Note	As at 31-Mar.-2019	As at 31-Mar-2018
Current Liabilities			
Financial Liabilities			
i) Trade payable	14	57,309.94	55,271.37
ii) Other Financial Liabilities	15	6,466.05	5,806.33
Other Current Liabilities	16	2,111.85	8,589.46
Provisions			
Current Tax Liabilities	17	75.27	82.82
		<u>65,963.11</u>	<u>69,749.98</u>
Total Equity & Liabilities		<u><u>63,460.36</u></u>	<u><u>74,945.23</u></u>

Significant Accounting Policies and  
Additional Notes on Accounts

1

The Notes referred to above form an integral part of the Balance Sheet in terms of our attached report of even date.

For GULVARDHAN MALIK & CO  
Chartered Accountants  
Firm Reg. No. - 028432N

Proprietor  
Membership No. 503403

Place : New Delhi  
Date : 29-05-2019

For and on behalf of the Board of Directors

Pushpendra P.S. Chauhan  
Whole-time Director (CEO)  
(DIN : 01871760)

Pradyut Chauhan  
Director  
(DIN 017483706)

Priyanka  
Company Secretary

CORAL NEWSPRINTS LIMITED, DELHI  
Statement of Profit and loss for the year ended on 31st March, 2019

(in Rupees)

Particulars	Refer Note No.	As at 31st March, 2019	As at 31st March, 2018
<b>I</b>			
INCOME			
Income from operation	18	1,59,860.63	1,17,406.85
Other income	19	1,614.97	3,212.53
Total Income		<u>1,61,475.60</u>	<u>1,20,619.39</u>
<b>II</b>			
Expenses:			
Cost of Materials Consumed	20	1,08,331.37	79,309.07
Excise Duty		-	360.23
Purchase Of Stock-in Trade		-	-
Changes in Inventory of Finished Goods, WIP, Stock in Trade	21	(2,412.20)	(466.85)
Employees benefits expenses	22	12,872.56	11,268.98
Finance costs	23	-	-
Depreciation and amortisation expenses	2	1,105.55	1,670.40
Other expenses	24	46,647.72	34,409.37
Total Expenses		<u>1,66,544.99</u>	<u>1,26,551.20</u>
<b>III</b>			
Profit/(Loss)before exceptional items and tax (I - II)		(5,069.39)	(5,931.81)
<b>IV</b>			
Exceptional items			
(a) Provision for impairment on investments and cost associated with closure of operations of a subsidiary			
(b) Provision for impairment of investment in a subsidiary			
(c) Impairment of capitalised property, plant and other intangible assets			
(d) Employee sepration cost			
(e) Others			
<b>V</b>			
Tax expenses /(credit) (Net)			
(a) Current tax		-	-
(b) Deferred tax		(981.14)	1,762.64
Total Tax Expenses / (Credit)		<u>981.14</u>	<u>(1,762.64)</u>
<b>VI</b>			
Profit/(Loss) for the year (III - IV-V)		<u>(6,050.54)</u>	<u>(4,169.17)</u>

Particulars	Refer Note No.	As at 31st March, 2019	As at 31st March, 2018
VII Other comprehensive income /(loss)			
A (i) Items that will not be reclassified to profit or loss			
a Remeasurement gains and (losses) on defined benefit obligations (net)		-	-
b Equity instruments fair value through other comprehensive income		-	-
(ii) Income tax (expenses)/credit relating to items that will not be reclassified to profit or loss		-	-
B (i) Items that will not be reclassified to profit or loss- gains and (losses) in cash flow hedges			
(ii) Income tax (expenses)/credit relating to items that will be reclassified to profit or loss		-	-
Total other comprehensive income/(loss), net of taxes		-	-
VIII Total comprehensive income/(loss) for the year (VI-VII)		(6,050.54)	(4,169.17)
IX Earnings per equity share (EPS) - Ordinary shares (face value of ₹ 10 each)			
(i) Basic		(1.20)	(0.83)
(ii) Diluted		(1.20)	(0.83)

Significant Accounting Policies and additional Notes on Accounts

The Notes referred to above form an integral part of the Statement of Profit & Loss in terms of our attached report of even date.

For GULVARDHAN MALIK & CO  
Chartered Accountants  
Firm Reg. No. - 028432N

Proprietor  
Membership No. 503403

Place : New Delhi  
Date : 29-05-2019

For and on behalf of the Board of Directors

Pushpendra P.S. Chauhan  
Whole-time Director (CEO)  
(DIN : 01871760)

Pradyut Chauhan  
Director  
(DIN 017483706)

Priyanka  
Company Secretary

CORAL NEWSPRINTS LIMITED, DELHI  
Cash Flow Statement for the year ended 31 st March, 2019

(in Rupees)

Particulars	Year Ended 31st March, 2019	Year Ended 31st March, 2018
Cash flow from Operating Activities		
Profit/(loss) before tax	(5,069.39)	(5,931.81)
Adjustment for:		
Interest (Income) & Other Income	(49.14)	(46.68)
Depreciation and amortisation expenses	1,105.55	1,670.40
Finance Cost	-	-
Provision for Employee Benefit	369.50	357.30
Bad Debts Writeoff	73.38	85.75
Input Write off	-	57.55
Creditors writeoff	(1,030.49)	(3,165.24)
Provisions	-	-
	<u>468.80</u>	<u>(1,040.92)</u>
Cash flows from operating activities before changes in following assets and liabilities	(4,600.60)	(6,972.73)
Trade and other receivables	13,222.70	3,522.73
Loans and advances and other financial assets		
Inventories	(989.74)	(1,594.12)
Other Current & Non Current Assets	(67.96)	72.17
Trade and other Payables	2,698.30	(4,368.78)
Other current liabilities	(5,897.12)	5,261.17
Provisions	-	-
Cash generated from operations	8,966.18	2,893.17
Income taxes credit/(paid)(net)	7.55	35.00
Net Cash from operating activities	<u>8,958.63</u>	<u>2,858.17</u>
Cash flow from Operating Activities	4,358.03	(9,865.90)
Cash flow from Investing Activities:		
Plant and equipment	(2,122.53)	(459.37)
Other intangible assets	-	-
Interest received	49.14	46.68
Dividend received	-	-
Net cash used in investing activities	<u>(2,073.39)</u>	<u>(412.70)</u>

Particulars	Year Ended 31st March, 2019	Year Ended 31st March, 2018
Cash flows from financing activities		
Long term borrowings		1,950.00
Repayment of long term borrowings	(1,600.00)	
Dividend paid including dividend disbursement tax		
Finance Cost	-	-
Net cash from (used) in Financing Activities	<u>(1,600.00)</u>	<u>1,950.00</u>
Net increase/decrease(-) in cash and cash equivalents	684.64	(2,577.25)
Cash and cash equivalents as at beginning of the year- Cash & Bank Balance	228.04	2,805.30
Cash and cash equivalents as at close of the year- Cash & Bank Balance	912.68	228.04

Pushpendra P.S. Chauhan  
Whole-time Director (CEO)  
(DIN : 01871760)

Pradyut Chauhan  
Director  
(DIN 017483706)

Priyanka  
Company Secretary

## AUDITOR'S CERTIFICATE

We have examined the attached Cash Flow Statement of Coral Newsprints Ltd., for the year ended on 31-03-2019

The statement has been prepared by the Company under the indirect method as set out in Accounting standard (AS-3) and is based on and in agreement with the corresponding Profit & Loss Account and Balance Sheet of the Company covered by our report of 28.05.2019 to the Members of the Company.

As per our report of Even date attached

For Gulvardhan Malik & Co.  
Chartered Accountants  
Firm Reg. No:028432N

Place : New Delhi  
Date : 29-05-2019

G. MALIK  
Proprietor  
Membership No 503403

## NOTE-1 COMPANY OVERVIEW, BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

### I. The company overview

Coral News Print Limited, a Public Limited Company listed on the Bombay Stock Exchange Limited, though for the time being trading is suspended due to certain compliances of BSE which are not being complied with. The registered office of the Company is situated at A-138, First Floor, Vikas Marg, Shakarpur, Delhi-110092. The Company is producer of News Print and AB Kraft Paper. The company has Plant at 4 Km Stone Delhi Road Gajraula District Amroha, The Company has expanded its capacity multi fold over the years and has been able to bring in state of the art technology as well.

These financial statements were approved and adopted by Board of Directors of the Company in their meeting held on May 29, 2019.

### II. Basis of preparation of Financial Statements

#### (i) Statement of compliance :

The Financial Statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment) Rules, 2016 and relevant provisions of the Companies Act, 2013.

#### (ii) Basis of Preparation:

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

#### (iii) Use of Estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements have been disclosed in Note.

Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

#### (iv) Classification of Assets and Liabilities as Current and Non-Current.

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

### III. Significant accounting policies for the year ended March 31, 2019.

#### (i) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The specific recognition criteria described below also be met before revenue is recognized.

##### Sale of goods

Revenue from the sale of goods is recognized, when all the significant risks and rewards of ownership of the goods have passed to the buyer, the Company no longer has effective control over the goods sold, the amount of revenue



and costs associated with the transaction can be measured reliably and no significant uncertainty exists regarding the amount of Consideration that will be derived from the sales of Goods. Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and volume rebates. The sales include the excise duty and exclude Value added tax/sales tax. Export incentives, Duty drawbacks and other benefits are recognized in the Statement of Profit and Loss.

#### Interest Income

Interest income is recognized on time proportion basis using the effective interest method.

#### Dividend Income

Dividend income is recognized when the right to receive payment is established, which is generally when shareholders approve the same.

#### (ii) Inventory valuation

Inventories such as Raw Materials, Work-in-Progress, Finished Goods, Stock in Trade, Stores & Spares are valued at the lower of cost and net realizable value (except scrap/waste which are value at net realizable value). The cost is computed on weighted average basis. Finished Goods and Process Stock include cost of conversion and other costs incurred in bringing the inventories to their present location and condition.

#### (iii) Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand, cash at bank and demand deposits with banks with an original maturity of three months or less which are subject to an in significant risk of change in value.

#### (iv) Property, Plant And Equipment (PPE)

Property, Plant and Equipment are carried at cost less accumulated depreciation and accumulated losses, if any. Cost includes expenditure that is directly attributable to the acquisition of the items.

Property, plant and equipment acquired are stated at cost net of tax/duty credit availed, less accumulated depreciation and accumulated impairment losses, if any. Cost includes expenses directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the costs to the item can be measured reliably. Repairs and maintenance costs are recognized in net profit in the statement of profit and loss when incurred. The cost and related accumulated depreciation are eliminated from the financial statements upon sale or retirement of the asset and the resultant gain or losses are recognized in the statement of profit and loss.

Depreciation on Buildings, Plant& Machinery and Other Assets is provided as per straight line method over their useful lives as prescribed under Schedule II of Companies Act, 2013. Depreciation will be charged from the date the assets is available for use, i.e., when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

#### (v) leases

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfillment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

#### Finance lease

Finance Lease that transfer substantially all of the risks and benefits incidental to ownership of the leased item, are capitalized at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the minimum lease payments. However not any is on finance lease during the financial year 2017-18.

## Operating lease

Assets acquired on leases where a significant portion of the risks and rewards of ownership are retained by less or are classified as operating leases. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset. Payments under operating lease are recorded in the Statement of Profit and Loss on a straight line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases.

## (vi) Impairment

The carrying amount of Property, plant and equipment, Intangible assets and Investment property are reviewed, at each Balance Sheet date to assess impairment if any, based on internal / external factors. An asset is treated as impaired, when the carrying cost of asset exceeds its recoverable value, being higher of value in use and net selling price. An impairment loss is recognized as an expense in the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed, if there has been an improvement in recoverable amount

## (vii) Financial assets & liabilities

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.

At initial recognition, all financial assets are measured at fair value. Such financial assets are subsequently classified under following three categories according to the purpose for which they are held. The classification is reviewed at the end of each reporting period.

### (a) Financial assets at amortised cost

At the date of initial recognition, are held to collect contractual cash flows of principal and interest on principal amount outstanding on specified dates. These financial assets are intended to be held until maturity. Therefore, they are subsequently measured at amortized cost by applying the Effective Interest Rate (EIR) method to the gross carrying amount of the financial asset. The EIR amortization is included as interest income in the profit or loss. The losses arising from impairment are recognized in the profit or loss.

### (b) Financial assets at Fair value through other comprehensive Income

At the date of initial recognition, are held to collect contractual cash flows of principal and interest on principal amount outstanding on specified dates, as well as held for selling. Therefore, they are subsequently measured at each reporting date at fair value, with all fair value movements recognised in Other Comprehensive Income (OCI). Interest income calculated using the effective interest rate (EIR) method, impairment gain or loss and foreign exchange gain or loss are recognised in the Statement of Profit and Loss. On derecognition of the asset, cumulative gain or loss previously recognised in Other Comprehensive Income is reclassified from the OCI to Statement of Profit and Loss.

### (c) Financial assets at Fair value through profit or loss

At the date of initial recognition, Financial assets are held for trading, or which are measured neither at Amortised Cost nor at Fair Value through OCI. Therefore, they are subsequently measured at each reporting date at fair value, with all fair value movements recognised in the Statement of Profit and Loss.

### (d) Trade Receivables

A Receivable is classified as a trade receivable if it is in respect to the amount due from customers on account of goods sold or services rendered in the ordinary course of business. Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Impairment is made on the expected credit losses, which are the present value of the cash shortfalls over the expected life of financial assets. The estimated impairment losses are recognised in a

separate provision for impairment and the impairment losses are recognised in the Statement of Profit and Loss within other expenses.

Subsequent changes in assessment of impairment are recognised in provision for impairment and the change in impairment losses are recognised in the Statement of Profit and Loss within other expenses.

#### Derecognition

Financial Asset is primarily derecognised when:

- a) The right to receive cash flows from asset has expired, or
- b) The Company has transferred its right 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:
- c) The Company has transferred substantially all the risks and rewards of the asset, or
- d) 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 right 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 recognize the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognizes 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.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

#### Financial Liabilities

##### Initial Recognition and measurement

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, and derivative financial instruments.

##### Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

- a) Financial liabilities at Fair value through profit or loss  
Financial liabilities at fair value through profit or loss include financial liabilities held for trading. The Company has not designated any financial liabilities upon initial measurement recognition at fair value through profit or loss. Financial liabilities at fair value through profit or loss are at each reporting date with all the changes recognized in the Statement of Profit and Loss.
- b) Financial liabilities measured at amortised cost

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate method ("EIR") except for those designated in an effective hedging relationship. The carrying value of borrowings that are designated as hedged items in fair value hedges that would otherwise be carried at amortised cost are adjusted to record changes in fair values attributable to the risks that are hedged in effective hedging relationship.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fee or costs that are an integral part of the EIR. The EIR amortisation is included in finance costs in the Statement of Profit and Loss.

c) Loans and borrowings

After initial recognition, interest-bearing borrowings are subsequently measured at amortised cost using the effective interest rate method. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting period.

d) Trade and other payables

A payable is classified as 'trade payable' if it is in respect of the amount due on account of goods purchased or services received in the normal course of business. These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

De-recognition of Financial liability

A Financial Liability is derecognised when the obligation under the liability is discharged or cancelled or expires. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other income or finance costs.

Offsetting of Financial Instruments

Financial Assets and Financial Liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

(viii) Employee benefits

a) Defined contribution plan

The Company does not make any defined contribution to any Funds.

b) Defined benefit plan

The Company's Liabilities on account of Gratuity and Earned Leave on retirement of employees are determined at the end of each financial year on the basis of Management calculation in accordance with the measurement procedure as per Indian Accounting Standard (INDAS)-19., 'Employee Benefits'. The costs of providing benefits under these plans are also determined on the basis of management calculation at each year end. Actuarial gains and losses for defined benefit plans are recognized through OCI in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods.

The Provident Fund Contribution other than contribution to Employees' statutory Provident Fund, is made to statutory provident fund.

The Defined Benefit Plan can be short term or Long terms which are defined below:

i) Short-term employee benefit

All employees' benefits payable wholly within twelve months rendering services are classified as short term employee benefits. Benefits such as salaries, wages, short-term compensated absences, performance incentives etc., and the expected cost of bonus, ex-gratia are recognized during the period in which the employee renders related service.

ii) long-term employee benefits

Compensated absences which are not expected to occur within 12 months after the end of the period in

which the employee renders the related services are recognized as a liability at the present value of the defined benefit obligation at the balance sheet date.

c) termination benefits

Termination benefits are recognized as an expense in the period in which they are incurred. The Company shall recognise a liability and expense for termination benefits at the earlier of the following dates:

- (a) When the entity can no longer withdraw the offer of those benefits; and
- (b) When the entity recognises costs for a restructuring that is within the scope of Ind AS 37 and involves the payment of termination benefits.

(ix) Earnings Per Share (EPS)

Basic earnings per equity share are computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares outstanding during the period.

Diluted earnings per equity share is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares). Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

The number of equity shares and potentially dilutive equity shares are adjusted retrospectively for all periods presented for any share splits and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.

(x) Income tax

Current Income Tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current income tax relating to items recognised directly in equity is recognised in equity and not in the statement of profit and loss. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred Tax

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purpose at reporting date. Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date. A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized. The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

(xi) Provisions and Contingent Liabilities / Assets

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the

obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement. 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.

Contingent Liability is disclosed after careful evaluation of facts, uncertainties and possibility of reimbursement. Contingent liabilities are not recognised but are disclosed in notes.

Contingent Assets are not recognised in financial statements..

(xii) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

(xiii) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale will capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

(xiv) Significant accounting Judgments, estimates and assumptions

In the process of applying the Company's accounting policies, management has made the following estimates, assumptions and judgements which have significant effect on the amounts recognized in the financial statement:

a. Income taxes

Judgment of the Management is required for the calculation of provision for income taxes and deferred tax assets and liabilities. The company reviews at each balance sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to significant adjustment to the amounts reported in the standalone financial statements.

b. Contingencies

Judgment of the Management is required for estimating the possible outflow of resources, if any, in respect of contingencies/claim/ litigations against the company as it is not possible to predict the outcome of pending matters with accuracy.

c. Allowance for Uncollected Accounts Receivable and Advances

Trade receivables do not carry any interest and are stated at their normal value as reduced by appropriate allowances for estimated irrecoverable amounts. Individual trade receivables are written off when management deems them not collectible. Impairment is made on ECL, which are the present value of the cash shortfall over the expected life of the financial assets.

d. Defined Benefit Plans

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using Management valuation as per IND AS 19. The valuation involves making various assumptions that may differ from actual developments in future. These Includes the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

CORAL NEWSPRINTS LIMITED, DELHI  
Statement of Changes in Equity for the Year Ended 31st March, 2019

(A) Equity Share Capital	Number	Amounts (Rs.)
Equity Shares of Rs.10/- each issued, subscribed and fully paid On 1st April, 2018	5,052,700	50,527,000
Changes in equity share capital during the year	-	-
Balance as at 31st March, 2019	<u>5,052,700</u>	<u>50,527,000</u>

(B) Other Equity

Particulars	Reserve & Surplus		Other Comprehensive Income	Total
	Retained Earnings	Re-measurement gains / (losses) on defined benefit plans, net of tax	Investment in Equity Share / Units at fair value	
Balance as at 31st March, 2018	(70,991.81)	-	-	(70,991.81)
Excess Provision of Gratuity of Earlier Years	-	-	-	-
Add: Profit / (Loss) for the year	(6,050.54)	-	-	(6,050.54)
Re-measurement gains / (losses) on defined benefit plans, net of tax	-	-	-	-
Balance as at 31st March, 2019	<u>(77,042.35)</u>	-	-	<u>(77,042.35)</u>

The accompanying notes are an integral part of the Balance Sheet in terms of our attached report of even date.

For GULVARDHAN MALIK & CO  
Chartered Accountants  
Firm Reg. No. - 028432N  
Proprietor  
Membership No. 503403

Place : New Delhi  
Date : 29-05-2019

For and on behalf of the Board of Directors  
Pushpendra P.S. Chauhan  
Whole-time Director (CEO)  
(DIN : 01871760)  
Pradyut Chauhan  
Director  
(DIN 017483706)

Priyanka  
Company Secretary

## CORAL NEWSPRINTS LIMITED, DELHI

### NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

#### 10A Other Equity

(in Rupees)

	Share Application Money pending Allotment	Equity component of compound financial instruments	Capital Reserve	Reserve & Surplus Securities Premium	General Reserve	Retained Earnings	Debt Instruments through Other Comprehensive Income
Balance as at 1st April, 2018	-	-	-	-	(70,991.81)	-	-
Profit for the year	-	-	-	-	(6,050.54)	-	-
Other Comprehensive Income (net of tax)	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	-	-	-
Transfer from Retained Earnings	-	-	-	-	-	-	-
Depreciation Adjustment	-	-	-	-	(2.31)	-	-
Balance as at 31st March, 2019	-	-	-	-	(77,040.04)	-	-

	Equity instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation Surplus	Exchange differences on translating the financial statements of a foreign operation	Other items of Other Comprehensive Income	Money Received against share warrant	Total
Balance as at 1st April, 2018	-	-	-	-	-	-	(70,991.81)
Profit for the year	-	-	-	-	-	-	(6,050.54)
Other Comprehensive Income (net of tax)	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	-	-	-
Transfer from Retained Earnings	-	-	-	-	-	-	-
Depreciation Adjustment	-	-	-	-	-	-	(2.31)
Balance as at 31st March, 2019	-	-	-	-	-	-	(77,040.04)



## CORAL NEWSPRINTS LIMITED, DELHI

### NOTE : PROPERTY, PLANT AND EQUIPMENTS (PPE)

(in Rupees)

Particulars	Gross Block			Accumulated Depreciation			Net Book Value			
	As at 1st April 2018	Additions	Withdrawals and Adjustments	As at 31st March 2019	Upto 1st April 2018	For the year	On Withdrawals and Adjustments	Upto 31st March 2019	As at 31st March 2019	As at 31st March 2018
2A) Property, Plant and Equipment										
Land	1,165.01	-	-	1,165.01	-	-	-	-	1,165.01	1,165.01
Building	4,806.40	-	-	4,806.40	1,120.48	560.24	-	1,680.72	3,125.68	3,685.92
Plant and machinery	12,077.95	2,032.18	-	14,110.13	2,070.15	509.41	-	2,579.56	11,530.57	10,007.80
Furniture & fittings	95.53	49.50	-	145.07	61.54	6.73	-	68.27	76.76	33.99
office equipment	151.31	28.35	-	179.67	71.28	21.94	2.31	93.23	88.75	80.03
Air condition	46.95	-	-	46.95	37.58	-	-	37.58	9.37	9.37
Mobile	65.57	12.49	-	78.06	31.59	7.23	-	38.82	39.24	33.97
Total	18,408.72	2,122.53	-	20,531.25	3,392.63	1,105.55	2.31	4,498.18	16,035.38	15,016.09
2B) Capital Work in Progress										
Total	-	-	-	-	-	-	-	-	-	-
2C) Intangible Assets										
Total	-	-	-	-	-	-	-	-	-	-
Grand Total	18,408.72	2,122.53	-	20,531.25	-	1,105.55	2.31	4,498.18	16,035.38	15,016.09

CORAL NEWSPRINTS LIMITED, DELHI  
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Particulars	As at 31-Mar-2019	As at 1-Apr-2018
<b>NON CURRENT ASSETS :</b>		
Financial Assets		
3 Loans :		
Security Deposits :		
Unsecured Considered Good:		
Security Deposits with govt department	783.48	783.48
	<u>783.48</u>	<u>783.48</u>
4 Other Non Current Assets		
Advances other than capital advances :		
Other Advances :		
Deferred Input Vat-Capital Goods Receivable	129.20	129.20
CST Recoverable	52.65	52.65
Interest on FDR	7.81	7.81
	<u>189.66</u>	<u>189.66</u>
<b>CURRENT ASSETS:</b>		
5 Inventories		
(i) Raw Material (waste paper)	487.20	2,272.07
(ii) Work In Process	150.00	125.00
(iii) Finished Goods	4,010.37	1,623.17
(iv) Stores & Spare parts	2,850.00	2,412.00
(v) Others :	0	0
Chemicals	450.00	350.00
Packing Material	680.50	450.70
Boiler Fuel Husk	383.59	788.97
Total	9,011.66	8,021.92
Financial Assets :		
6 Trade Receivable:-		
Unsecured, considered Good	3,576.86	49,064.64
Doubtful	73.38	85.75
Less: Allowance for bad debts	73.38	85.75
Total	<u>3,576.86</u>	<u>49,064.64</u>

CORAL NEWSPRINTS LIMITED, DELHI  
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Particulars	As at 31-Mar-2019	As at 1-Apr-2018
7 Cash and Cash Equivalents		
a) Cash on hand	140.25	129.09
b) Cheque on hand	-	-
c) Balance with bank	772.44	98.95
Total	<u>912.69</u>	<u>228.04</u>
8 Current Tax Asset (Net) (Net of Provision for Income Tax)	<u>-</u>	<u>-</u>
9 Other Current Assets		
(i) Advances other than Capital Advances :		
Other Advances :		
IGST Recoverable	-	31.13
Input Vat - Receivable on Capitals goods	136.15	136.15
Input Vat - Receivable	-	-
CENVAT receivable on Inputs	-	-
CENVAT receivable on Capital Goods	-	-
Advances to suppliers (RM)	225.09	287.49
Advances to suppliers other	51.18	50.00
Other Advances	-	-
CST Recoverable	-	-
Interest on FDR receivable	-	-
Prepaid Insurance	22.83	20.14
SGST Cess Receivable	0	66.50
Interest accrued on electricity Security	145.13	99.56
Input CGST	86.59	-
Input SGST	20.09	-
Input IGST	71.86	-
Total	<u>758.93</u>	<u>690.98</u>
10. SHARE CAPITAL		
Authorised :		
55,00,000 (previous year 55,00,000) Equity Shares of ` 10/- each.	55,000.00	55,000.00
Issued, Subscribed and fully paid up :		
50,52,700 (previous year 50,52,700) Equity Shares of ` 10/- each.	50,527.00	50,527.00

CORAL NEWSPRINTS LIMITED, DELHI  
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Particulars	As at 31-Mar.-2019	As at 31-Mar-2018
	( No. of Shares )	
(A) The reconciliation of number of shares outstanding is set out below :-		
Equity Shares at the beginning of the year	5,052,700	5,052,700
Changes during the year	-	-
Equity Shares at the end of the year	<u>5,052,700</u>	<u>5,052,700</u>

B) Right, preferences and restrictions attached to shares  
Equity Shares

The Company has one class of equity shares having a par value of ₹ 10/- each. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

C) Details of shares held by shareholders holding more than 5% of the aggregate shares of the Company

Name of the Share Holder	As at 31-Mar.-2019		As at 31-Mar-2018	
	No. of Shares Held	% of Holding	No. of Shares Held	% of Holding
M/S Arrow Syntex Pvt. Ltd.	5,81,400	11.51%	5,81,400	11.51%

NON-CURRENT LIABILITIES

11 FINANCIAL LIABILITIES

Borrowings :

Term loan :

secured :

From Bank

From Financial Institutions :

UPFC           Remarks-2

PICUP         Remarks-1

unsecured

From Bank

Others

Loan form Related party:

Total

3,564.20

3,564.20

-

-

11,050.00

12,450.00

6,477.31

6,677.31

21,091.51

22,991.51

Remarks-1:

(a) The company had already paid OTS amount of UPFC loan in the previous years. However in respect of the DADP interest demanded by UPFC (i.e, Rs. 51.83 Lacs) vide its letter dated 24.03.2011, against which the company has requested for a waiver of 75% vide its letter dated 04.08.2011 in respect of which BIFR board has directed waiver of 50% of DADP demand as per its order dated 23.05.2012.

Hence, as per the BIFR board's order DADP demand would come out to Rs. 25.92 Lacs.

Further on the basis of BIFR direction, the company has requested for waiver of 50% DADP amount vide letter dated 09.02.2013 but UPFC rejected the request vide its letter dated 04.03.2013 stating that the waiver can not be granted as per approved guidelines of the corporation.

However UPFC vide its letter dt 10.2.2014 has asked the company to submit fresh OTS with 10% amount of outstanding principal as earnest money within fifteen days of issue of this letter.

The company has filed its objection against this letter and requested to follow the BIFR order for waiver of 50% of DADP interest.

BIFR vide its order dt 12.11.2014 has approved Draft Rehabilitation Scheme of the company and waived 50% of the DADP amounting which stood at Rs 25.92 lacs against which the company has paid Rs 21.82 till 31.03.2016. Against this order of BIFR, the UPFC has approached AIFR.

However the ministry of finance has appointed 1st December, 2016 as the date on which provisions of sick industrial companies (special provisions) Repeal Act, 2003 shall come into force. Therefore the SICA is repealed w.e.f. from 1st December, 2016. The BIFR and AIFR stand dissolved with effect from 1st December, 2016 and all the proceedings before them stand abated. Therefore the outstanding of the company with UPFC shall be revised. As per information and explanation given to us & the company has not received any letter from UPFC for recovery of Dues till the date of our Audit Report.

Further UPFC has tried to cancel the OTS proceedings but the assessee company has resisted the same while it has replied dated 27th July, 2017, since cancellation of OTS is pro-UPFC.

(b) No confirmation of closing balance was available in respect of interest due to UPFC and due to above facts no provision of DADP interest on UPFC loan was made in the books of accounts during the year.

	As at 31-Mar.-2019	As at 31-Mar-2018
12 Other Financial Liabilities		
Security from customers	-	450.00
Total	<u>-</u>	<u>450.00</u>
13 Provisions:		
i) Provision for Employee Benefit:		
Gratuity Provision (Net of Advance)	1,392.66	1,212.66
Earned Leave	1,495.39	1,305.89
(ii) Other Provisions	2,888.06	2,518.56
Total	<u>2,888.06</u>	<u>2,518.56</u>

CORAL NEWSPRINTS LIMITED, DELHI  
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Particulars	As at 31-Mar.-2019	As at 31-Mar-2018
<b>CURRENT LIABILITIES</b>		
<b>14 FINANCIAL LIABILITIES</b>		
Trade Payable		
For Goods	52,182.04	49,160.74
Sundry Creditors	-	-
For Capital Asset	184.08	50.38
For Expenses	4,943.83	6,060.25
<b>Total</b>	<u>57,309.94</u>	<u>55,271.37</u>
<p>The company has not updated the database in respect of Sundry Creditors falling under the category of Micro, Small and Medium Enterprises. Therefore, it is not possible for the company to correctly disclose whether there is any amount due to Micro, Small and Medium Enterprises for the year ended 31st March, 2019.</p>		
<b>15 Other Financial Liabilities</b>		
Expenses payable	5,828.87	5,378.95
Bonus Payable	637.18	427.38
	<u>6,466.05</u>	<u>5,806.33</u>
<b>16 OTHER CURRENT LIABILITIES</b>		
Other		
Statutory dues payable		
CST Payable	-	-
Service Tax Payable	-	-
Cess	-	-
TDS Payable	64.81	32.00
Water Cess	129.03	129.03
E.S.I Payable	9.34	9.63
P.F payable	348.35	349.84
Entry Tax	55.19	55.19
CGST Payable	78.77	195.73
IGST Payable	155.36	365.56
SGST Payable	78.77	195.73
<b>Total</b>	<u>919.62</u>	<u>1332.70</u>
Advance from Customers	1192.23	7256.76
<b>TOTAL</b>	<u>2111.85</u>	<u>8589.46</u>

CORAL NEWSPRINTS LIMITED, DELHI  
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Particulars	As at 31-Mar.-2019	As at 31-Mar-2018
<b>17 CURRENT TAX LIABILITIES</b>		
Provision for Income Tax	154.32	154.32
Less : TCS 2015-16	10.45	10.45
TDS Receivable	29.97	29.97
TDS (FY 10-11)	0.78	0.78
TDS(FY 12-13)	4.05	4.05
TCS 2014-15	13.41	13.41
TCS 2016-17	11.37	11.37
TCS 2017-18	1.33	1.33
TDS 2017-18	0.14	0.14
TDS 2018-19	7.55	-
	<u>75.27</u>	<u>82.82</u>

Particulars	As at 31-Mar.-2019	As at 31-Mar-2018
<b>18 Revenue From Operations</b>		
Sale of Products (Including GST)	1,77,022.26	1,28,823.59
Less: duties and Taxes, freight and Insurance	17,161.62	11,416.74
Expenses Recovered	<u>1,59,860.63</u>	<u>1,17,406.85</u>
Other operating Revenue :		
Discount Received	-	-
	<u>1,59,860.63</u>	<u>1,17,406.85</u>
<b>19 Other Income</b>		
Interest Income:	49.14	46.68
Misc Income	-	0.22
Discount received	85.34	-
Short & excess	-	0.40
Creditor Writeoff	1,030.49	3,165.24
Security from customers	450.00	-
Total	<u>1,614.97</u>	<u>3,212.53</u>

Disclosure: -

1. Security from customer - Security from customer received in earlier year against sales of goods of Rs 4,50,000/- is written off and treated as other income.
2. Creditor written off Old creditor written off during the year.

CORAL NEWSPRINTS LIMITED, DELHI  
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Particulars	As at 31-Mar.-2019	As at 31-Mar-2018
20 Cost of Raw material Consumed :		
Opening Stock	2,272.07	2,063.47
Add: Purchases	96,663.96	73,092.22
Less: Closing Stock	487.20	2,272.07
	<u>88,448.83</u>	<u>72,883.62</u>
Chemical Consumed	2,124.43	1,511.97
Consumable Stores	5,731.84	3,865.55
Packing material Consumed	2,026.28	1,047.93
	<u>1,08,331.37</u>	<u>79,309.07</u>
21 Changes in Inventory of Finished Goods, WIP, Stock in Trade		
Increase / (Decrease) in Stock		
Closing Stock		
Finished Goods	410.37	1,623.17
Stock in Process	150.00	125.00
Opening Stock		
Finished Goods	1,623.17	1,181.32
Stock in Process	125.00	100.00
	<u>2,412.20</u>	<u>466.85</u>
22 Employees Benefits Expenses		
Salaries & Wages, Bonus	10,226.20	9,351.67
Director's Remuneration	1,723.60	918.60
Contribution to Provident & Other Funds	319.69	387.02
Staff Welfare	233.17	254.39
Gratuity	180.00	170.00
Earned leave	189.50	187.30
Total	<u>12,872.56</u>	<u>11,268.98</u>
23. Finance Cost	-	-
Total	<u>-</u>	<u>-</u>
24. Other Expenses		
Bank Charges	5.27	3.42
Power and Fuel	40,275.24	28,957.16
Repair & Maintenance (P&M)	69.09	434.04
Manufacturing Expenses	3,764.74	2,677.76



CORAL NEWSPRINTS LIMITED, DELHI  
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Particulars	As at 31-Mar.-2019	As at 31-Mar-2018
Printing, Stationary & Postage	103.88	139.43
Telephone expenses	50.54	102.05
Rent, Rate & Taxes	164.64	199.83
Rebate and Discount	87.22	244.94
Travelling (Directors)	53.20	97.66
Travelling (Others)	154.17	174.29
Legal & Professional Charges	53.52	12.00
Auditor's Remuneration		
Audit Fees	35.00	35.00
Tax Audit Fees	18.00	18.00
Other Matter	3.00	3.00
Service Tax	-	-
Repair & Maintenance (Others)	240.26	140.77
Listing Fee	275.51	250.00
Advertisement	30.26	30.15
Miscellaneous & Office Expenses	60.86	81.26
Sales Promotion	152.37	131.39
Meeting expenses	33.96	21.08
Watch & Ward Exp.	231.54	247.54
Electricity Exp (Office)	75.93	63.42
Service Tax on Reverse charge	-	63.53
Share Maintenance Charge	110.55	77.75
Web Site Maintenance Charge	26.70	26.70
Software Exp.	3.50	4.00
Marine & Fire Insurance Exp.	5.79	29.90
Input Write Of	-	57.55
Bad debt	73.38	85.75
Re - instalment fees BSE	750.00	-
Short and excess	1.98	-
Excess provision written off(electricity)	(262.36)	-
<b>Total</b>	<b>46,647.72</b>	<b>34,409.37</b>

Disclosure :-

3. Excess provision written off - Excess provision made for electricity expense payable in earlier year amount of Rs 2,62,359/- is written off during the year.
4. Bad Debts ( Loss Allowance) - Sundry debtor of Rs 73,378/- is written off and treated as loss allowance in Profit & Loss Account during the year.
5. IGST penalty- In the F.Y. 2017-2018 Penalty of Rs 31,127/- was treated as IGST Penalty receivable due to non issuance of E-Way bill, while it is penalty in nature so in the current year it is corrected and claimed as expense under the head of Rates and Taxes.

CORAL NEWSPRINTS LIMITED, DELHI  
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

25. CONTINGENT LIABILITIES AND COMMITMENTS ( TO THE EXTENT NOT PROVIDED FOR)

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Water Cess ( UPPCB) pending before BIFR	1,389.21	1,389.21
Income Tax Under Appeal ( Ay 1995-96) *	269.11	269.11
Income Tax Under Appeal ( Ay 1996-97) *	216.32	216.32
Sales Tax Appeal (AY 2003-2004)	646.88	646.88

\* The above matter is pending with Delhi High Court

26. Interest income includes Rs 45564/- ( Previous Year 45564/- )form security deposit with PV Nigam Ltd. and 3266/- from Deposit with bank

27 Leases

(a) The Company has taken office space on operating lease Basis the operating lease arrangement are renewable on periodic bases and agreement is extend up to 11 months and don't have any escalation clause.

(b) Company has not entered in any financial lease aggangement.

28 Other disclosure required by statue

Particulars	As at 31-Mar.-2019	As at 31-Mar-2018
Auditor Remuneration :		
Statutory Audit Fees	35.00	35.00
Tax Audit Fees	18.00	18.00
Other Matter	3.00	3.00
Service Tax / GST	-	-
	<u>56.00</u>	<u>56.00</u>

29 Earning Per Share

Earnings Per Share (EPS) Profit / after tax as per Profit & Account	2018-19	2017-18
Average no. of Equity Shares (Face Value Rs. 10/- each)	5,052.70	5,052,70
Basic and Diluted EPS (in Rs.)	(1.20)	(0.83)

30 Balances of Unsecured loan, Loans & Advances, Sundry Debtors & Sundry Creditors are subject to confirmation.

31 Company's counter claims against the creditors (Secured & Unsecured) have not been considered while preparing the accounts.

## CORAL NEWSPRINTS LIMITED, DELHI

### Notes forming parts of Profit and Loss as at 31st March, 2019

#### 32 Key Management Personnel (KMP)

a) Mr. Pushpender P.S. Chauhan	Whole-Time Director- Promoter ( CEO)
b) Mr. Ram Avtar Bansal	Director
c) Mr. Atul Kumar Jain	Director
d) Mr. Mahesh Sodhani	Director
e) Mr. Pradyut Chauhan	Director (CFO)
f) Ms. Vineeta Singh	Director
g) Mr. Yogesh Alawadi	Director
h) Mr. Puru Raj Singh Rathore	Director
i) Mr. Vinayak Chauhan	Director

Based upon the available information, the company is of the opinion that there are no company, (fellow subsidiary, joint venture associates) under the same management.

During the year the Company has entered into transactions with related parties. Those transactions along with related balances as at March 31st, 2019 and 2018 are presented in the following table:

	2018-19	2017-18
1) Managerial Remuneration * to Directors	17,23,600	13,23,600
2) Meeting Fees	-	-
3) Unsecured Loans taken during the year	-	-
4) Unsecured Loans repaid during the year	-	-

\* Excluding provisions for gratuity

#### 33 First Time Adoption of Ind AS

These financial statements, for the year ended 31 March 2018, have been prepared in accordance with Ind AS, for the purposes of transition to Ind AS, the company has followed the guidance prescribed in Ind AS 101- First time adoption of Indian Accounting Standards, with April 01, 2016 as the transition date and IGAAP as the previous GAAP.

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for periods ending on 31 March 2018, together with the comparative period data as at and for the year ended 31 March 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 1 April 2016, the 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 1 April 2016 and the financial statements as at and for the year ended 31 March 2017.



**CORAL NEWSPRINTS LIMITED**

Regd. Office : A-138, First Floor, Vikas Marg, Shakarpur, Delhi - 110 092

**ATTENDANCE SLIP**

DP ID .....

Regd. Folio No. ....

Client ID .....

No. of Shares held .....

I certify that I am a registered Member/Proxy for the registered member of the Company. I hereby record my presence at the **27th Annual General Meeting** of the Company on **Monday, the 30th day of September, 2019 at Arya Samaj Mandir, Bank Enclave, Delhi-110092**

.....  
Name of the Member/Proxy ( in BLOCK LETTERS)

.....  
Signature of Member/Proxy

Note: Please complete this attendance slip and hand it over at the Entrance of the Meeting Hall

-----  
**PROXY FORM**

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

CIN : L22219BL1992PLC048398  
Name of the Company : CORAL NEWSPRINTS LIMITED  
Registered office : Regd. Office : A-138, 1st Floor, Vikas Marg, Shakarpur, Delhi - 110 092

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

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

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

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf the 27th Annual General Meeting of the company, to be held on Monday, the 30th day of September, 2018 at 10.00 A.M. at Arya Samaj Mandir, Bank Enclave, Delhi-110092

Adjournment thereof in respect of such resolutions as are indicated below:

Resolution:

- 1 Resolution No : To Adopt and approved Financial Statement
- 2 Resolution No : To appoint Mr. Pushpendra P.S. Chauhan as Whole Time Director & CEO
- 3. Resolution No : To appoint Mr. Ram Autar Bansal as Director who retire by rotation.
- 4. Resolution No : To appoint Mr. Yogesh Alawadi as Director who retire by rotation.
- 5. Resolution No : To appoint statutory Auditors

Signed this ..... day of ..... 2019

Signature of shareholder  
Signature of Proxy holder(s)



Note: 1. 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.  
2. For the resolutions, Explanatory Statement and Notes, please refer to the Notice of the Sixteenth Annual General Meeting

## BOOK POST

*If undelivered please return it to :*

**CORAL NEWSPRINTS LTD.**

**Regd. Office : A-138, First Floor**

**Vikas Marg, Shakarpur, Delhi - 110 092**

