

MOHIT PAPER MILLS LIMITED

BOARD OF DIRECTORS

EXECUTIVE DIRECTORS

Mr. Sandeep Jain
Mr. Pradeep Kumar Rajput

NON EXECUTIVE DIRECTORS

Mrs. Shubhi Jain
Mrs. Anju Jain

INDEPENDENT DIRECTORS

Mr. Sushil Kumar Tyagi
Mr. Rachit Jain
Mr. Sanjeev Kumar Jain

COMPANY SECRETARY

Mr. Anant Vats

CHIEF FINANCIAL OFFICER

Mr. Arvind Kumar Dixit

STATUTORY AUDITORS

M/s Anil Sood & Associates
Chartered Accountants
New Delhi

SECRETARIAL AUDITORS

M/S PDS & CO.
Company Secretaries
New Delhi

BANKERS

Bank of Baroda

REGISTERED OFFICE

15A/13, Upper Ground Floor,
East Patel Nagar,
New Delhi - 110008.
CIN:L21093DL1992PLC116600
WEB-SITE:mohitpaper.in
E-Mail: mohit.paper@rediffmail.com

WORKS:

9TH KM Stone,
Nagina Road,
Bijnor -246701 (U.P.)

REGISTRAR & TRANSFER AGENT

LINK INTIME INDIA PRIVATE LIMITED
44, Community Centre, 2nd Floor, Naraina Industrial Area,
Phase-1, New Delhi-110028
Phone: 011-41410592,93,94
Telefax: 41410591
E-mail:delhi@linkintime.co.in

MOHIT PAPER MILLS LIMITED
Registered Office:15A/13, UPPER GROUND FLOOR, EAST PATEL NAGAR,NEW DELHI-110008
TELEPHONE:011-25886798,TELEFAX:011-25886797,WEB-SITE:mohitpaper.in
E-Mail: mohit.paper@rediffmail.com
CIN:L21093DL1992PLC116600

NOTICE TO THE SHAREHOLDERS

Notice is hereby given that the Twenty Sixth Annual General Meeting of the Members of MOHIT PAPER MILLS LIMITED will be held on Friday the 28th Day of September, 2018 at 10:00 A.M. at Bharat Banquet Hall, A-5, Naveen Vihar, Rajiv Nagar Extension, Begumpur Main Barwala Road, Delhi-110081 to transact the following business.

ORDINARY BUSINESS:

Item No.1-Adoption of the Financial Statements

To receive, consider and adopt the financial statements of the Company for the year ended March 31, 2018, including the audited Balance Sheet as at March 31, 2018, the Statement of Profit and Loss for the year ended on that date and the reports of the Board of Directors and Auditors thereon.

Item No.2-Appointment of director

To appoint a Director in place of Mrs. Anju Jain (DIN-00459540) who retires from office by rotation and being eligible offers herself for re-appointment.

SPECIAL BUSINESS:

Item No.3-Re-appointment of Mr. Sushil Kumar Tyagi (DIN-06362605) as an Independent Director of the Company

To consider and if thought fit, to pass the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 149, 152 and any other applicable provisions of the Companies Act, 2013 and the Rules made there under read with Schedule IV to the Act (including any statutory modification(s) or re-enactment thereof for the time being in force), and the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 Mr. Sushil Kumar Tyagi (DIN-06362605) who was appointed as Independent Director of the Company and whose term expires on 31/03/2019 and in respect of whom the Company have received the notice by member with the requisite amount of deposit under section 160 of the Companies Act, 2013 with the declaration that he meets the criteria for independence as provide in Section 149(6) of the Act, be and is hereby re-appointed as an Independent Director of the Company to hold office for a term of 5 years commencing from 01/04/2019, not liable to retire by rotation.

Item No.4- Re-appointment of Mr. Rachit Jain (DIN-06982727) as an Independent Director of the Company

To consider and if thought fit, to pass the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 149, 152 and any other applicable provisions of the Companies Act, 2013 and the Rules made there under read with Schedule IV to the Act (including any statutory modification(s) or re-enactment thereof for the time being in force), and the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 Mr. Rachit Jain (DIN-06982727) who was appointed as Independent Director of the Company and whose term expires on 31/03/2019 and in respect of whom the Company have received the notice by member with the requisite amount of deposit under section 160 of the Companies Act, 2013 with the declaration that he meets the criteria for independence as provided in Section 149(6) of the Act, be and is hereby re-appointed as an Independent Director of the Company to hold office for a term of 5 years commencing from 01/04/2019, not liable to retire by rotation.

Item No.5- Re-appointment of Mr. Sanjeev Kumar Jain (DIN-07018412) as an Independent Director of the Company

To consider and if thought fit, to pass the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 149, 152 and any other applicable provisions of the Companies Act, 2013 and the Rules made there under read with Schedule IV to the Act (including any statutory modification(s) or re-enactment thereof for the time being in force), and the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 Mr. Sanjeev Kumar Jain (DIN-07018412) who was appointed as Independent Director of the Company and whose term expires on 31/03/2019 and in respect of whom the Company have received the notice by member with the requisite amount of deposit under section 160 of the Companies Act, 2013 with the declaration that he meets the criteria for independence as provided in Section 149(6) of the Act, be and is hereby re-appointed as an Independent Director of the Company to hold office for a term of 5 years commencing from 01/04/2019, not liable to retire by rotation.

"RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to determine the actual sums to be involved in the proposed transactions and the terms & conditions related thereto and all other matters arising out of or incidental to the proposed transactions and generally to do all such acts, deeds, matters and things that may be necessary, proper, expedient or incidental thereto for the purpose of giving effect to this resolution."

Item Nos-6-Appointment of Mr. Pradeep Kumar Rajput (DIN-06685586) as Whole-Time-Director.

To consider and if thought fit, to pass with or without modifications, the following resolution as Special Resolution:

"RESOLVED THAT pursuant to provisions of Section 196, 197, 198 and 203 read with Schedule V and any other applicable provisions, if any, of the Companies Act, 2013, and the rules (including any statutory modifications or re-enactment(s) thereof, for the time being in force), subject to the approval of Central Government if required and such other consents and permissions as may be necessary, and pursuant to the recommendation of Nomination and Remuneration Committee and the Board, the consent of the Company be and is hereby accorded for the appointment of Mr. Pradeep Kumar Rajput (DIN-06685586) as whole-time-director of the Company for a period of three years w.e.f. 23/11/2017 on the remuneration, commission and other terms & conditions, as set out in the Explanatory Statement annexed hereto."

I.Remuneration

Monthly Remuneration of ₹38000/-

II. Remuneration in the event of loss or inadequacy of profits.

RESOLVED FURTHER Where in any financial year, the Company has no profits or its profits are inadequate, the amount of remuneration and benefits shall be paid, subject to applicable provisions of Schedule V to the Companies Act, 2013.

RESOLVED FURTHER that the Board of Directors of the Company/Nomination and Remuneration Committee be and are hereby authorized to alter, amend or vary the terms and conditions of appointment including remuneration structure, as it may, at its discretion deem fit from time to time, so as not to exceed the limits specified in Schedule V to the Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in force) or any amendments made thereto.

"RESOLVED FURTHER that any one of the Directors or the Company Secretary of the Company be and is hereby authorized to do all necessary acts, deeds and things, which may be usual, expedient or proper to give effect to the above resolution."

Item Nos-7 RATIFICATION OF REMUNERATION OF COST AUDITOR

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

RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 and Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), M/s. H.Tara & Co., Cost Accountants appointed by the Board of Directors of the Company, to conduct the audit of the cost records of Mohit Paper Mills Limited for the financial year 2018-19, the remuneration of ₹60,000 /- p.a. (Rupees Sixty Thousand Only) plus taxes as applicable and reimbursement of actual travel and other out of pocket expenses to be paid to the Cost Auditors of the Company for Financial Year 2018-19 as approved by the Board of Director of the Company be and is hereby ratified."

BY ORDER OF THE BOARD OF DIRECTORS

ANANT VATS
(COMPANY SECRETARY)

PLACE : NEW DELHI
DATED : 1ST AUGUST, 2018

NOTES:

1. A member entitled to attend and vote at the above meeting may appoint one or more Proxies to attend and vote on poll instead of himself / herself. The Proxy need not be a member of the Company. Proxy to be valid, shall be deposited with the Company not later than forty eight hours before the time for holding the meeting. A person can act as proxy on behalf of members not exceeding (50) and holding in the aggregate not more than ten percent of the total share capital of the Company. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy, however such person shall not act as proxy for any other person or shareholder.
2. Corporate members intending to send their authorized representatives to attend the meeting are requested to send a duly certified copy of the Board resolution authorizing their representative to attend and vote on their behalf at the Meeting.
3. The explanatory statement to the special business is attached in accordance with the provisions of section 102 of the Companies Act, 2013.
4. The Register of Members and the Share Transfer Books of the Company shall remain closed from 22nd Day of September, 2018 to 28th Day of September, 2018 (both days Inclusive).
5. Members holding shares in electronic mode are requested to intimate any change in their address to their Depository Participant(s). Members holding shares in Physical form are requested to advise any change in their address immediately to the Company/Registrar and Share Transfer agent.
6. Members / Proxies are requested to bring copy of the Annual Report and attendance slip to the meeting.
7. Electronic copy of the Annual Report for 2017-2018 containing the notice of Annual General Meeting, attendance slip, proxy form of the Company is being sent to all the members whose email IDs are registered with the Company / Depository Participant(s) for communication purpose 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 Annual Report along with the notice of Annual General Meeting, attendance slip, proxy form of the Company are being sent in the permitted mode.
8. SEBI has mandated submission of Permanent Account Number (PAN) by every participant in securities market. In view thereof, members who have not furnished PAN are requested to furnish the same as under:
 - a. Members holding shares in electronic form have to submit PAN to their Depository Participant.
 - b. Members holding shares in physical form have to submit PAN to the Registrar and Transfer Agent.
9. Pursuant to Section 72 of the Act read with the Companies (Share Capital and Debentures) Rules, 2014, members are entitled to make nominations and they can send the nominations in Form SH-13 in duplicate to the Registrar and Transfer Agent of the Company.

10. VOTING THROUGH ELECTRONIC MEANS

In terms of Regulation 44(1) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 and compliance to the Rule 20 of the Companies (Management and Administration) Rules, 2014 or amendments made thereto, the Company is pleased to offer Remote e-voting facility besides physical ballot, for its members at the Annual General Meeting which will enable them to cast their votes electronically and to pass the resolutions.

Shri Prashant Kumar Balodia, Partner of PDS & Co., Practicing Company Secretaries, Delhi, has been appointed as the scrutinizer to scrutinize the e-voting process in a fair and transparent manner.

Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

For this purpose, the Company has appointed M/s CDSL as a Remote e-voting platform for facilitating its members to vote electronically.

The instructions for shareholders voting electronically are as under:

- (i) The Remote e-voting period begins on 25th Day of September, 2018 (9:00 a.m.) and ends on 27th September, 2018 (5:00 p.m.) During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (specified date) of 21st September, 2018, may cast their vote electronically. The Remote e-voting module shall be disabled by CDSL for voting thereafter.

- (ii) The shareholders should log on to the Remote e-voting website www.evotingindia.com.
- (iii) Click on Shareholders.
- (iv) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. 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 and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Postal Ballot / Attendance Slip / Address Label indicated in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> • If both 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 (v).

- (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 wherein 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 CDSL 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 i.e. Mohit Paper Mills Limited.
- (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 your 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 changed 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) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store, Apple and Windows phone. Please follow the instructions as prompted by the mobile app while voting on your mobile.

(xix) 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 and register themselves as Corporates.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a compliance user 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 linked in the login should be mailed to helpdesk.evoting@cdslindia.com 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 favor of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

(xx) 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.com, under help section or write an email to helpdesk.evoting@cdslindia.com

STATEMENT SETTING OUT THE MATERIAL FACTS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item No.-3

Mr. Sushil Kumar Tyagi Continued to be the Independent Director with effect from 01/04/2014 as per Companies Act, 2013 for 5 years.

As his first term of appointment as Independent Director expires on 31/03/2019 as per the Companies Act, 2013. So he is recommended by the Board to be re-appointed by the shareholders in the Annual General Meeting to be held on 28th September, 2018 by way of special resolution for his second term as per the Companies Act, 2013.

In the opinion of the Board of Directors he fulfill the conditions specified in the Act and the Rules made there under and he has submitted the declaration fulfilling the criteria of independence provided under Section 146(6) of the Companies Act, 2013.

Board is of the view that his continued association will be of immense benefit to the Company and it is desirable to continue to avail his services as Independent Director.

He shall be re-appointed as Independent Director for the period of 5 years with effect from 01/04/2019 for his second term.

In Terms of section 160 of the Companies Act, 2013, the Company has received notice in writing from members along with the deposit of Rupees One Lakh proposing the candidature of Mr. Sushil Kumar Tyagi to be re-appointed as Independent Director as the per the provisions of Companies Act, 2013.

The Board recommends the resolution at Item No. 3 for approval of members of the Company.

None of the Directors of the Company and their relatives or Key Managerial Personnel and their relatives, are in any way, concerned or interested in the said resolution other than Mr. Sushil Kumar Tyagi.

Item Nos.-4 and 5

Mr. Rachit Jain and Mr. Sanjeev Kumar Jain were appointed as Independent Directors of the Company pursuant to the approval of Members under the provisions of Companies Act, 2013 through the resolutions passed at the Annual General Meeting held on 30th September, 2014. As per the resolution the term of appointment of these Independent Directors expires on 31st March, 2019.

Their re-appointment have to be approved by the shareholders in the Annual General Meeting by way of Special Resolution. In the opinion of the Board of Directors they fulfill the conditions specified in the Act and the Rules made there under and they have submitted the declarations fulfilling the criteria of independence provided under Section 146(6) of the Companies Act, 2013.

Board is of the view that their continued association will be of immense benefit to the Company and it is desirable to continue to avail their services as Independent Directors.

They shall be re-appointed for the period of 5 years commencing from 01/04/2019 for the second term.

In Terms of section 160 of the Companies Act, 2013, the Company has received notice in writing from members for proposing the candidature of Mr. Rachit Jain and Mr. Sanjeev Kumar Jain to be re-appointed as Independent Directors as the per the provisions of Companies Act, 2013.

The Board recommends the resolution at Item No. 4 and 5 for approval of members of the Company

None of the Directors of the Company and their relatives or Key Managerial Personnel and their relatives, are in any way, concerned or interested in the said resolutions other than Mr. Rachit Jain and Mr. Sanjeev Kumar Jain.

Item No.-6

Mr. Pradeep Kumar Rajput (DIN-06685586) has vast experience in Manufacturing of Paper. He is engaged with the paper industry including Mohit Paper Mills Limited since more than 20 years. He has worked with leading industries and has also got the experience of quality control and effluent treatment.

The Board and Nomination and Remuneration Committee have appointed Mr. Pradeep Kumar Rajput as additional director till the conclusion of this Annual General meeting with the designation of whole time director in their meeting held on 23/11/2017 and 22/11/2017 respectively subject to the approval of members of the Company in the ensuing Annual General Meeting for a period of 3 years commencing from 23/11/2017 at a salary given below:

I. Remuneration

Monthly Remuneration of ₹38,000/-

II. Remuneration in the event of loss or inadequacy of profits.

Where in any financial year, the Company has no profits or its profits are inadequate, the amount of remuneration and benefits shall be paid, subject to applicable provisions of Schedule V to the Companies Act, 2013.

Company have also received the notice with the deposit of requisite amount under section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of whole time director.

Accordingly the Board recommends the resolution in relation to appointment of Pradeep Kumar Rajput (DIN-06685586) as whole time director of the Company, for the approval by the Shareholders of the Company.

Except Mr. Pradeep Kumar Rajput (DIN-06685586) none of the other Directors and their relatives or Key Managerial Personnel of the Company and their relatives is concerned or interested in the said resolution.

DETAILED INFORMATION AS PER SCHEDULE V OF THE COMPANIES ACT, 2013:

I. GENERAL INFORMATION :	
1. Nature of Industry	Manufacture of Paper & Soda Ash
2. Date of Commencement of commercial production	30.09.1992
3. In case of new companies, expected date of commencement of activities as per project by financial institutions appearing in the prospectus	Not Applicable
4. Financial Performance based on given indicators as at 31.03.2018	During the Year Net Sales was recorded as at ₹10260.59 Lakhs as against ₹9364.59 Lakhs in 2016-2017. During the year Net Profit before tax is recorded as ₹138.81 Lakhs as against ₹132.93 Lakhs in 2016-2017
II. INFORMATION ABOUT APPOINTEE:	
1. Background Details	Mr. Pradeep Kumar Rajput, aged about 51 years is a Post Graduate and having about 20 years of experience in Production, Quality Control, Effluent Treatment.
2. Past Remuneration Drawn	Last Remuneration Drawn by Mr. Pradeep Kumar Rajput as General Manager is ₹4.50 Lakhs per annum
3. Recognition/Awards	Nil
4. Job Profile and his suitability	Mr. Pradeep Kumar Rajput was General Manager in Mohit Paper Mills Limited since many years and was promoted to whole time director.
5. Remuneration Proposed	The proposed remuneration is as mentioned in the Notice.
6. Comparative Remuneration profile with respect to industry, size of the Company, profile of the position and person.	The Company is engaged in the manufacture of Paper. The payment of remuneration is commensurate with the current market situation, industry trend, experience.
7. Pecuniary relationship directly or indirectly with the company or relationship with the managerial personnel, if any	None of the directors or Key Managerial personnel or their relatives except Mr. Pradeep Kumar Rajput being the concerned person is deemed interested or concerned in the said resolution. Mr. Pradeep Kumar Rajput is not having any pecuniary relationship directly or indirectly with the Company other than approved remuneration.
III OTHER INFORMATION	
1. Reasons of Loss or inadequate profit	As the Company is Capital intensive industry so the profit margin is less and with increase in cost of fuel and raw-material and decline in the value of rupee
2. Steps taken or proposed to be taken for improvement	The Company will take every necessary and possible step for its improvement and future growth.

Item No-7

The Board of Directors of the Company, on the recommendation of the Audit Committee, has approved the appointment of M/s. H.Tara & Co., Cost Accountants to conduct the audit of the cost records of product paper of Mohit Paper Mills Limited for the financial year 2018-19, at a remuneration of ₹ 60,000/- p.a. (Rupees Sixty Thousand Only) plus taxes as applicable and reimbursement at actual travels and other out of pocket expenses in accordance with the provisions of Section 148 and other applicable provisions, if any, of the Act, 2013 and Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the remuneration payable to the Cost Auditors as approved by the Board of Directors is required to be subsequently ratified by the members of the Company. Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 7 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year 2018-19. None of the Directors and / or Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No.7 of the Notice.

The Board commends the Ordinary Resolution set out at Item No. 7 of the Notice for approval by the shareholders.

BY ORDER OF THE BOARD OF DIRECTORS

ANANT VATS
(COMPANY SECRETARY)

PLACE : NEW DELHI
DATED : 1ST AUGUST, 2018

Details of the Director seeking appointments/re-appointment at Twenty Sixth Annual General Meeting as per Regulation 36 of SEBI (LODR) Regulations, 2015

Name of the Director(with relationship with other Directors inter-se if any)	Anju Jain (wife of Mr. Sandeep Jain Managing Director and mother in law of Mrs. Shubi Jain non-executive director)	Pradeep Kumar Rajput
Date of Birth	15/12/1965	01/07/1968
Qualification	Post Graduate	Post Graduate
DIN	00459540	06685586
No. of other directorship	1	Nil
Shareholding in the Company	2622501 shares	Nil
Category	Non-Executive Director	Whole Time Director
Remuneration as Director	Nil	38,000 per month
Membership of Committee	Nil	Nil
Expertise	Expertise in economics and administration.	He has vast experience in Manufacturing in Paper

Name of the Director (with relationship with other Directors inter-se if any)	Rachit Jain	Sanjeev Kumar Jain	Sushil Kumar Tyagi
Date of Birth	15/12/1992	26/02/1970	18/10/1960
Qualification	B.Tech	B. E (Production)	Graduate
DIN	06982729	07018412	06362605
No. of other directorship	Nil	Nil	Nil
Shareholding in the Company	Nil	Nil	Nil
Category	Independent Director	Independent Director	Independent Director
Remuneration as Director	Nil	Nil	Nil
Membership of Committee	3	3	3
Expertise	Experience in IT Industries (ERP Sales)	He has vast experience in Administration and Marketing and Finance	He has vast experience in Production and Administration

DIRECTORS' REPORT

To the Members of Mohit Paper Mills Limited,

The Board of Directors have pleasure in presenting the 26th Annual Report together with the Audited Accounts of the Company for the year ended, 31st March, 2018.

The working of the company during the year under review has been highlighted below:

1. FINANCIAL RESULTS

(Amount ₹)

		Current Year ending 31.03.2018		Previous Year ending 31.03.2017
Sales & Other Income		1,02,69,06,205		93,71,75,242
Operating Profit -before Interest, Depreciation & Tax		7,84,50,155		8,42,24,536
Interest & Finance Charges		2,81,11,449		2,89,10,289
Depreciation	3,64,57,560		4,20,21,121	
Less : Depreciation for earlier years written back & Dep. on revalued Assets	-	3,64,57,560	-	4,20,21,121
Net of Adjustments:				
Depreciation on revalued Assets	-		-	
Less: Amount Transferred from capital reserve	-	-	-	-
NET PROFIT BEFORE TAX		1,38,81,146		1,32,93,126

The Company has not transferred any amount to the reserves during the current year except the surplus in the Statement of Profit & Loss for the year ended on 31.03.2018, which has been carried over in the Balance Sheet. Sales and Other Income for the year was ₹102.69 crores as against ₹93.72 crores in the previous year.

Corporate Overview

During the year Sales and other income have increased from ₹ 93.72 crores to ₹ 102.69 crores. Net Profit before tax increased from ₹ 132.93 Lakhs to ₹ 138.81 Lakhs. Production have increased from 25486.48 M.T. to 28234.668 M.T. and further the Company have started production of Poster Paper in the last quarter of the year and have produced 902.509 M.T. of it.

Share Capital

Authorized Share Capital of the Company is ₹17,50,00,000/- divided into 1,75,00,000 Equity Shares of ₹10/- each and Issued, Subscribed and Paid-up Capital of the Company is ₹14,00,00,000/- divided into 1,40,00,000 Equity Shares of ₹10/- each. There was no change in the Share Capital during the year.

Dividend

The Directors do not recommend any dividend for the year under review.

Deposits

During the year, the Company has not accepted any deposits from the public falling within the purview of section 73 of the Act, read with the (Companies Acceptance of Deposits) Rules, 2015.

Particulars of loans, guarantees or investments

Loans, guarantees and investments covered under Section 186 of the Companies Act, 2013 forms part of the notes to the financial statements provided in this Annual Report.

Transfer to General Reserve

The Company have not transferred any amount to the reserves during the current year except the surplus in the statement of profit and loss for the year ended on 31.03.2018, which has been carried over in the Balance Sheet.

Subsidiaries, Associate Companies

There is no Subsidiaries or Associate Company as on 31st March 2018. So there is no requirement of statement in FORM AOC-1, under section 129(3) rule 5 of the Companies (Accounts) Rules, 2014.

Particulars of contracts or arrangements made with related parties

Particulars of contract or arrangements with referred partner referred to in the section 188(1) of the Companies Act, 2013 in the prescribed form AOC-2 is appended as Annexure B of the boards report.

Material changes and commitments affecting the financial position between the end of the financial year and date of report

There have been no material changes and commitments affecting the financial position between the end of the financial year and date of the report.

Nomination and Remuneration Policy

As Company is covered under sub-section (1) of section 178, Company's policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence is formulated and annexed as "Annexure-F".

Directors

Mrs. Shubhi Jain retired from office by rotation and being eligible offered herself for re-appointment and was re-appointed in the annual general meeting held on 28.09.2017.

Mr. Dilip Kumar Jha resigned from office of Whole-Time-Director on 23/11/2017 and in his place Mr. Pradeep Kumar Rajput was appointed as Whole-Time Director since 23/11/2017 subject to the approval of shareholders.

Extract of Annual Return

The extract of the Annual Return in Form MGT-9 is annexed herewith as Annexure-C.

Number of Meetings of the Board

The Board met 5 times during the financial year, the details of which are given in the corporate governance report that forms part of this Annual Report.

Audit Committee

Composition of Audit Committee of the Board is provided in the Corporate Governance Report, which forms part of the Annual Report. All the recommendations made by the Audit Committee were accepted by the Board.

Declaration by Independent Director

The Company have received necessary declaration from each independent director under section 149(7) of the Companies Act, 2013

Director's responsibility statement as required under Section 134(3)(c) of the Companies Act, 2013

Pursuant to the requirement under section 134(3)(c) of the Companies Act, 2013 with respect to directors responsibility statement, it is hereby confirmed that:

- In preparation of the annual accounts for the financial year ended March 31, 2018, the applicable accounting standards have been followed.
- The directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year and of the Statement of Profit & Loss of the Company for the period.
- The directors have taken proper and sufficient care towards the maintenance of adequate accounting records in accordance with the provisions of this act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- The directors have prepared the annual accounts on-going concern basis.
- The directors have laid down internal financial controls, which are adequate and are operating effectively.
- The directors have devised proper systems to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

Internal Financial Control System

Companies Internal Financial Control System is designed to help and ensure the effectiveness and efficiency of operations, proper financial reporting and compliance of laws and regulations. The Company have adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including the adherence to the Companies Policies, the safeguarding of its assets, the prevention and detection of fraud and errors, the accuracy and completeness of the accounting records and timely preparation of reliable financial disclosures.

Internal Auditor is appointed who along with the audit committee formulates the system and ensures the effectiveness and adequacy of the system.

Evaluation of Board, Committee and Directors

Pursuant to the Provisions of the Act and SEBI (LODR) Regulations, 2015, the Board have carried out the evaluation of its own, committees and directors. The manner has been detailed in the corporate governance report.

Auditors**Statutory Auditors**

M/s Anil Sood & Associates, Chartered Accountants (Registration Number-004985N) acted as statutory auditors and their appointment was ratified by the shareholders in the AGM held on 28/09/2017.

The remarks as contained in the auditor's report read with Notes forming part of the accounts are self-explanatory

Cost Records

Cost Records as specified by the Central Government under Section 148(1) of the Companies Act, 2013 are made and maintained by the Company.

Cost Auditors

As the Company does not come under the purview of Cost Audit, so no Cost Auditor was appointed for 2017-2018 for conducting Cost Audit. Turnover of the Company in the year ended 31.03.2018 exceeds the limit which is fixed for cost audit, so for the year 2018-2019, H.Tara & Co. (Cost Accountants) are appointed as Cost Auditor for the year 2018-2019.

Secretarial Auditors

Pursuant to the provisions of Section 204 of the Act, and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company have appointed PDS & Co., Practicing Company Secretaries, to undertake the secretarial audit of the Company for the year 2018-2019. The Secretarial Audit Report done by PDS & Co. for the year 2017-2018 is annexed herewith as "Annexure-H".

Managerial Remuneration and Particulars of employees

The information required under section 197(12) of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed herewith as "Annexure-D".

The information required under section 197(12) of the Companies Act, 2013 read with rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not applicable to our Company as there is no employee getting remuneration as prescribed in the rule.

Risk Management

Company has implemented an integrated risk management approach through which it review and assess significant risks on a regular basis to help ensure that there is a robust system of risk control and mitigation.

Senior Management periodically reviews this risk management framework to keep updated and address emerging challenges.

Major risk identified for the Company by the management is price of raw-materials and fuel, Currency Fluctuation, Compliance, financing. The management is of the view that none of the above risks may threaten the existence of the Company as risk mitigation process is put in place to ensure that there is nil or minimum impact on the Company in case any of these risk materialize.

Vigil Mechanism

The Company has set up vigil mechanism viz. Whistle Blower Policy to enable the employee and directors to report genuine concerns and irregularities, is any in the Company noticed by them. The policy is annexed as "Annexure-E".

Corporate Social Responsibility

Section 135 of the Companies Act, 2013 relating to Corporate Social Responsibility does not apply to your Company as your Company is outside the threshold limit required for the same.

Corporate Governance Report and Management Discussion and analysis

In terms of the provisions of SEBI (LODR) Regulations, 2015, Corporate Governance Report is annexed as Annexure-G, and the Management's discussion and analysis is annexed as Annexure-H.

Conservation of energy, research and development, technology absorption, foreign exchange earnings and outgo
The particulars as prescribed under Sub-section (3)(m) of Section 134 of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014 are enclosed as Annexure-A to the Board's Report.

Sexual Harassment of Women at Workplace

Company has complied with provisions relating to the constitution of Internal Complaints Committee under Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013

No such incidence of sexual harassment of women was reported during the year 2017-2018.

Acknowledgement

Your Directors would like to express their thanks to banks for their co-operation and assistance from time to time. The directors would also like to record appreciation to the members of staff and workers, who despite of constraints have been working hard for the company and are maintaining cordial relations.

FOR AND ON BEHALF OF BOARD OF DIRECTORS

SANDEEP JAIN
(CHAIRMAN)
DIN-00458048

PLACE : NEW DELHI
DATED : 1ST AUGUST, 2018

**ANNEXURE TO DIRECTOR'S REPORT
ANNEXURE (A)**

DISCLOSURE OF PARTICULARS UNDER SECTION 134(3)(m) READ WITH RULE -8(3) OF THE COMPANIES ACT, 2013.

A. CONSERVATION OF ENERGY

a. Energy Conservation measures taken:

- i. The Company is self sufficient in terms of power. Co-generation power plant is running good.
- ii. Training sessions of Shop Floor Workmen had been organized periodically.
- iii. The Company has revamped and realigned the existing facilities to optimize power consumption in various power consuming facilities.
- iv. The Bio Digester Plant is running satisfactorily which is utilising the waste of Paper (Sludge) for making gas which is used as fuel for Boiler for reducing the cost of fuel and is used as a tool for making the environment clean and pollution free.

b. Additional Investments and proposals, if any, being implemented for reduction of energy consumption.

- i. Better power factor management across the unit.
- ii. Identifying and eliminating non-productive energy consumption areas.

c. Impact of the measures at (a) and (b) for reduction of energy Consumption on the cost of Production of goods.

The above efforts shall help in restoring efficiency in conservation of energy. No separate costing had been done to measure energy saved, if any, by the company.

d. Total energy consumption and energy consumption per unit of production:

As per Form 'A' enclosed.

B. TECHNOLOGY ABSORPTION

Efforts made in technology absorption

As per 'B' enclosed.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO.

The Company operates in domestic market of India and has not undertaken exports during the year. Foreign Exchange earnings on account of Exports was NIL. Total foreign exchange outgo during the year amounted to ₹ 8,45,80,986/- on account of Import on CIF Basis of waste paper and machinery part if any.

FOR AND ON BEHALF OF BOARD OF DIRECTORS

SANDEEP JAIN
(CHAIRMAN)
DIN-00458048

PLACE : NEW DELHI
DATED : 1ST AUGUST, 2018

FORM- A

Disclosure of particulars with respect to conservation of energy:

A. Power & Fuel consumption

1. Electricity	Current Year 31.03.2018	Previous Year 31.03.2017
Purchased:		
Units	1038594	38179
Total Amount(₹)	11662922	3966997
Rate/Unit	11.23	103.90
Through Steam Turbine/Generator		
a.Units Produced	22103010	20688218
Cost/Unit	NIL	NIL
Units per Ltr.of fuel	NIL	NIL
b.Units Sold	-	-
Rate/Units	-	-
c.Net units consumed for production		
Units	22103010	20688218
Cost/Units	NIL	NIL
Units per rate of fuel	NIL	NIL
2. Coal / Charcoal:		
Qty.(MT)	38.620	128.07
Total Cost (₹)	595679	1029215
Average Rate	15424.11	8036
3. Tel Rahit Bhussi:		
Qty.(MT)	57307.00	49969.00
Total Cost (₹)	218111798	129263466
Average Rate	3806.02	2586.87
4. Lubricant:		
Qty.(M.T.)	12683.00	11177.00
Total Cost (₹)	1720263	1287824
Average Rate	135.64	115.22
5. Pet Coke:		
Qty.(M.T.)	812.875	271.45
Total Cost (₹)	7907213	2402815
Average Rate	9727.46	8851.78
6. Bagasse:		
Qty.(M.T.)	7980.465	NIL
Total Cost (₹)	14216656	NIL
Average Rate	1781.43	NIL
7. Coal Powder:		
Qty.(M.T.)	2014.324	NIL
Total Cost (₹)	13168189	NIL
Average Rate	6537.27	NIL

FORM – B

DISCLOSURES OF PARTICULARS WITH RESPECT TO TECHNOLOGY ABSORPTION RESEARCH & DEVELOPMENT

1. Research & Development (R & D):

The Company is a manufacturing organization and is not engaged in any major Research & Development activity. However, continuous efforts are made to improve the quality and efficiency and to develop new product/product mix.

2. Technology, Absorption, Adoption and Innovation:

The Company had successfully installed and commissioned MG Poster Paper Plant.

The latest technology has been adopted in various sections for improving production and production quality and suitable efforts has been taken by the engineers to reduce the consumption of chemicals and energy which has helped in price and quality maintenance.

3. Imported Technology : NIL

FOR AND ON BEHALF OF BOARD OF DIRECTORS

SANDEEP JAIN
(CHAIRMAN)
DIN-00458048

PLACE : NEW DELHI
DATED : 1ST AUGUST, 2018

ANNEXURE (B)**FORM NO. AOC-2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Account) Rules, 2014)
This form pertains to the disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

There were no material contracts or arrangements or transactions entered in to during the year ended March 31, 2018 which were not at arm's length basis. There were no material contracts or arrangements or transactions for the year ended March 31, 2018 as per policy framed by the Company according to SEBI (LODR) Regulations, 2013

Details of contracts or arrangements or transactions at arm's length basis for the year ended March 31, 2018 are as follows:

S.No.	Name of Related Party	Name of the director who is related and nature of relation	Nature of contract/arrangement	Amount (₹) Value of Transaction in the year
1.	Neelam Dixit	Wife of Chief Financial Officer Mr. Arvind Dixit	Supplier of agro material	₹1,30,20,608/-
2.	Mohit Jain (GM Marketing and Administration)	Son of Mr. Sandeep Jain (Managing Director) Son of Mrs. Anju Jain (Non-Executive Director) Husband of Mrs. Shubhi Jain (Non-Executive Director)	Increase of Salary from Rupees 75000 per month to Rupees 150000 per month passed in the board meeting held on 30/05/2017 with effect from 01/06/2017	₹16,50,000/-
3.	Sandeep Jain (Managing Director)	Husband of Mrs. Anju Jain (Non-Executive Director) Father in Law of Mrs. Shubhi Jain (Non-Executive Director)	Re-appointment and Increase of Salary from Rupees 200000 to Rupees 300000 per month with effect from 13/08/2017 passed in the board meeting held on 30/05/2017 and approved by special resolution by shareholders in the AGM held on 28/09/2017	₹31,62,740/-
4.	Anju Jain (Non-Executive Director)	Wife of Mr. Sandeep Jain (MD) Mother in law of Mrs. Shubhi Jain (Non Executive Director)	Rent Agreement passed by shareholders in the AGM held on 30 th September, 2014 which is renewed every year. No change in its terms and conditions	₹18,00,000/-

FOR AND ON BEHALF OF BOARD OF DIRECTORS

SANDEEP JAIN
CHAIRMAN
DIN-00458048

PLACE: NEW DELHI
DATED : 1ST AUGUST, 2018

ANNEXURE (C)

Form No. MGT-9

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON-31.03.2018

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

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	L21093DL1992PLC116600
ii.	Registration Date	30.06.1992
iii.	Name of the Company	MOHIT PAPER MILLS LIMITED
iv.	Category/Sub-Category of the Company	PUBLIC LIMITED COMPANY
v.	Address of the Registered office and contact details	15A/13, UPPER GROUND FLOOR, EAST PATEL NAGAR, NEW DELHI-110008 Tel:011-25886797 Website:mohitpaper.in Email:mohit.paper@rediffmail.com
vi.	Whether listed company	Yes
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	LINK INTIME INDIA PRIVATE LIMITED 44, Community Centre, 2 nd Floor, Naraina Industrial Area, Phase-1, New Delhi-110028, Phone:011-41410592,93,94 Telefax:41410591 E-mail:delhi@linkintime.co.in

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sr.No.	Name and Description of main products / services	NIC Code of the Product / service	% to total turnover of the company
1	Writing Printing and Poster Paper	21012	99.33%

c) Central Govt.	-	-	-	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-	-	-	-
Sub-total(B)(1)	-	-	-	-	-	-	-	-	-	-	-	-
2. Non Institutions												
a) Bodies Corp.												
(i) Indian	594518	1406500	2001018	14.29	586481	1406500	1992981	14.23	(0.06)			
(ii) Overseas	-	-	-	-	-	-	-	-	-			
b) Individuals												
(i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	1064452	1069783	2134235	15.25	1273211	1084783	2357994	16.84	1.59			
(ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	767304	67500	834804	5.96	587153	29700	616853	4.41	(1.55)			
c) Others(Specify)												
FOREIGN NATIONAL AND NRI	73118	271700	344818	2.46	69570	268700	338270	2.42	(0.04)			
Clearing Member	28096	0	28096	0.20	7092	0	7092	0.05	(0.15)			
HUF	145710	0	145710	1.04	171791	0	171791	1.23	0.19			
Sub-total(B)(2)	2673198	2815483	5488681	39.20	2695298	2789683	5484981	39.18	(0.02)			
Total Public Shareholding (B)=(B)(1)+(B)(2)	2673198	2815483	5488681	39.20	2673198	2789683	5484981	39.18	(0.02)			
C-Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-			
Grand Total (A+B+C)	10574517	3425483	14000000	100	11210317	2789683	14000000	100	0.00			

ii.Shareholding of Promoters

Sr. No	Shareholder's Name	Shareholding at the end of the year-2017-2018			Shareholding at the beginning of the year-2017-2018			% 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.	Surendra Kumar Jain	104900	0.75	-	104900	0.75	-	-
2.	Sandeep Jain	2764900	19.75	-	2764900	19.75	-	-
3.	Anju Jain	2622501	18.73	-	2619901	18.71	-	-
4.	Sanjeev Gupta	11100	0.08	-	10000	0.07	-	-
5.	Mohit Jain	1625318	11.61	-	1625318	11.61	-	-
6.	Sandeep Jain-HUF	341300	2.44	-	341300	2.44	-	-
7.	Shubhi Jain	1045000	7.46	-	1045000	7.46	-	-
	Total	8515019	60.82	-	8511319	60.80	-	0.02

iii. Change in Promoters' Shareholding (Information is for those promoters where there is a change):

Sr No.	Name & Type of Transaction	Shareholding at the beginning of the year – 2017-2018		Transactions during the year		Cumulative Shareholding at the end of the year – 2017-2018	
		NO. OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY	DATE OF TRANSACTION	NO. OF SHARES	NO OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY
1	ANJU JAIN	2619901	18.71			2622501	18.73
	Transfer			10/04/2017	100	2620001	18.71
	Transfer			01/05/2017	2500	2622501	18.73
	AT THE END OF THE YEAR					2622501	18.73
2	SANJEEV JAIN	10000	0.07			10000	0.07
	Transfer (consolidation of folios of same person)			01/04/2017	1100	11100	0.08
	AT THE END OF THE YEAR					11100	0.08

IV. Shareholding Pattern of Top Ten Shareholders (OTHER THAN DIRECTORS / PROMOTERS)

Sr No.		Shareholding at the beginning of the year – 2017-2018		Transactions during the year		Cumulative Shareholding at the end of the year – 2017-2018	
	Name & Type of Transaction	NO. OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY	DATE OF TRANSACTION	NO. OF SHARES	NO OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY
1	SELTRON FINANCE LIMITED	1800000	12.8571			1800000	12.871
	AT THE END OF THE YEAR					1800000	12.8571
2	SHIVANK SECURITIES (P) LTD	135000	0.9643			135000	0.9643
	AT THE END OF THE YEAR					135000	0.9643
3	NIRVI KETAN VAKHARIA	0	0.0000			0	0.0000
	Transfer			30 Jun 2017	52713	52713	0.3765
	Transfer			14 Jul 2017	24777	77490	0.5535
	Transfer			21 Jul 2017	1446	78936	0.5638
	Transfer			15 Sep 2017	1000	79936	0.5710
	Transfer			10 Nov 2017	122	80058	0.5718
	Transfer			17 Nov 2017	2147	82205	0.5872
	Transfer			24 Nov 2017	500	82705	0.5908
	Transfer			08 Dec 2017	4295	87000	0.6214
	Transfer			15 Dec 2017	(100)	86900	0.6207
	Transfer			05 Jan 2018	60	86960	0.6211
	Transfer			02 Mar 2018	775	87735	0.6267
	Transfer			09 Mar 2018	200	87935	0.6281
	Transfer			16 Mar 2018	1950	89885	0.6420
	Transfer			23 Mar 2018	300	90185	0.6442
	Transfer			31 Mar 2018	5500	95685	0.6835
	AT THE END OF THE YEAR					95685	0.6835

4	RAJESH KANSAL	96500	0.6893				96500	0.6893
	Transfer			28 Apr 2017	(4000)		92500	0.6607
	Transfer			28 Jul 2017	(1000)		91500	0.6536
	AT THE END OF THE YEAR						91500	0.6536
5	K M AJITH THARAKAN.	26448	0.1889				26448	0.1889
	Transfer			21 Apr 2017	8927		35375	0.2527
	Transfer			28 Apr 2017	5769		41144	0.2939
	Transfer			05 May 2017	1394		42538	0.3038
	Transfer			26 May 2017	370		42908	0.3065
	Transfer			02 Jun 2017	4220		47128	0.3366
	Transfer			09 Jun 2017	350		47478	0.3391
	Transfer			16 Jun 2017	913		48391	0.3457
	Transfer			22 Dec 2017	5910		54301	0.3879
	Transfer			19 Jan 2018	300		54601	0.3900
	Transfer			02 Feb 2018	4549		59150	0.4225
	AT THE END OF THE YEAR						59150	0.4225
6	SUNITA KOTHARI	19151	0.1368				19151	0.1368
	Transfer			14 Jul 2017	4450		23601	0.1686
	Transfer			01 Sep 2017	5150		28751	0.2054
	Transfer			03 Nov 2017	14648		43399	0.3100
	Transfer			23 Mar 2018	1000		44399	0.3171
	Transfer			31 Mar 2018	7300		51699	0.3693
	AT THE END OF THE YEAR						51699	0.3693
7	VARSHA VAISH	49766	0.3555				49766	0.3555
	Transfer			12 May 2017	(1000)		48766	0.3483
	Transfer			03 Nov 2017	(140)		48626	0.3473
	AT THE END OF THE YEAR						48626	0.3473
8	ATUL TANDON	43953	0.3140				43953	0.3140
	AT THE END OF THE YEAR						43953	0.3140
9	J P KHETAN	0	0.0000				0	0.0000
	Transfer			23 Jun 2017	25000		25000	0.1786

	Transfer			31 Mar 2018	16200	41200	0.2943
	AT THE END OF THE YEAR					41200	0.2943
10	V GOKUL	48336	0.3453			48336	0.3453
	Transfer			14 Apr 2017	(18336)	30000	0.2143
	Transfer			23 Jun 2017	(1000)	29000	0.2071
	Transfer			29 Dec 2017	(2300)	26700	0.1907
	Transfer			12 Jan 2018	(201)	26499	0.1893
	Transfer			19 Jan 2018	(499)	26000	0.1857
	Transfer			23 Feb 2018	500	26500	0.1893
	AT THE END OF THE YEAR					26500	0.1893

V. Shareholding of Directors and Key Managerial Personnel

Sr No.	Name & Type of Transaction	Shareholding at the beginning of the year – 2017-2018		Transactions during the year		Cumulative Shareholding at the end of the year – 2017-2018	
		NO. OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY	DATE OF TRANSACTION	NO. OF SHARES	NO. OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY
1	Anju Jain (Non-Executive -Director)	2619901	18.71				
	Increase-Transfer			10-04-2017	100	2620001	18.71
	Increase-Transfer			01-05-2017	2500	2622501	18.73
	AT THE END OF THE YEAR					2622501	18.73
2	Shubhi Jain (Non- Executive-Director)	1045000	7.46	Nil	Nil	1045000	7.46
3	Sandeep Jain-Managing Director	2764900	19.75	Nil	Nil	2764900	19.75
4	Dilip Kumar Jha- Whole-Time-Director	0	0	Nil	Nil	0	0
5	Rachit Jain-Independent Director	0	0	Nil	Nil	0	0
6	Sanjeev Kumar Jain-Independent Director	0	0	Nil	Nil	0	0
7	Sushil Kumar Tyagi- Independent Director	0	0	Nil	Nil	0	0
8	Pradeep Kumar Rajput-Whole –Time-Director	0	0	Nil	Nil	0	0
9	Anant Vats-Company Secretary	0	0	Nil	Nil	0	0
10	Arvind Kumar Dixit-CFO	0	0	Nil	Nil	0	0

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	214711752	37745302	-	252457054
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not	-	-	-	-
Total (i+ii+iii)	214711752	37745302	-	252457054
Change in Indebtedness during the financial year				
- Addition	37605684	39100735	-	76706419
- Reduction	-	42213460	-	(42213460)
Net Change	37605684	(3112725)	-	34492959
Indebtedness at the end of the financial year				
i) Principal Amount	252317436	34142824	-	286460260
ii) Interest due but not paid	-	159222	-	159222
iii) Interest accrued but not due	-	330531	-	330531
Total (i+ii+iii)	252317436	34632577	-	286950013

VII. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites U/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Mr. Sandeep Jain (Managing Director)	Pradeep Kumar Rajput (Whole Time Director)	Dilip Kumar Jha (Whole Time Director)		37,13,954 4,80,000
2.	Stock Option	-	-	-	-	-
3.	Sweat Equity	-	-	-	-	-
4.	Commission - as % of profit - others, specify	-	-	-	-	-
5.	Others, please specify	-	-	-	-	-
6.	Total (A)	36,42,740	1,60,867	3,90,347	-	41,93,954
	Ceiling as per the Act in case of inadequacy of profits under Section II of Schedule V of the Companies Act, 2013					1,68,00,000

B.Remuneration to other Directors:**Sitting Fees to Non Executive/Independent Directors**

No remuneration is paid other than the following sitting fees to Independent/Non-Executive Directors

Name	Category of Director	Sitting Fees(In ₹)
Mrs. Anju Jain	Non-executive	15000
Mr. Sushil Kumar Tyagi	Independent	33000
Mrs. Shubhi Jain	Non-executive	15000
Mr. Rachit Jain	Independent	33000
Mr. Sanjeev Kumar Jain	Independent	33000

C.Remuneration of Key Managerial Personnel Other than MD/Manager/WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
			Company Secretary	CFO	Total
1.	Gross salary (a)Salary as per provisions contained in section17(1)of the Income-tax Act, 1961 (b)Value of perquisites u/s 17(2) Income-tax Act, 1961 (c)Profits in lieu of salary under section 17(3) Income-tax Act, 1961		6,12,000	3,78,000	9,90,000
2.	Stock Option	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission - as % of profit -others, specify	-	-	-	-
5.	Others, please specify	-	-	-	-
6.	Total	-	6,12,000	3,78,000	9,90,000

IV. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority[RD /NCLT/Court]	Appeal made. If any(give details)
A.Company					
Penalty	NONE	NONE	NONE	NONE	NONE
Punishment	NONE	NONE	NONE	NONE	NONE
Compounding	NONE	NONE	NONE	NONE	NONE
B.Directors					
Penalty	NONE	NONE	NONE	NONE	NONE
Punishment	NONE	NONE	NONE	NONE	NONE
Compounding	NONE	NONE	NONE	NONE	NONE
C.Other Officers in Default					
Penalty	NONE	NONE	NONE	NONE	NONE
Punishment	NONE	NONE	NONE	NONE	NONE
Compounding	NONE	NONE	NONE	NONE	NONE

Annexure(D)- Particulars of Employees

a) Information as per Rule 5(1) of Chapter XIII, Companies (Appointment and Remuneration of Managerial) Rules, 2014.

Remuneration Paid to Whole Time Directors

Name of the Director	Title	Remuneration in year 2017	Remuneration in year 2018	No of Stock options/RS Us granted in 2017	% Increase in remuneration in 2017 as compared to 2016(annualized salary)	Ratio of Remuneration to MRE (excl. WTD) based on annualized salary	Ratio of Remuneration to MRE (Inc WTD) based on annualized salary	Ratio of remuneration to Revenues (2017)	Ratio of remuneration to Revenues (2018)
Mr.Sandeep Jain	Managing Director cum Chairman	24,00,000	31,62,740	-	0%	29.15 times	29.15times	0.25	0.31
Mr.Dilip Kumar Jha	Whole Time Director	7,20,000	3,90,347	-	0%	6.64 times	6.64 times	0.07	0.07
Mr. Pradeep Kumar Rajput.	Whole Time Director	-	1,60,867	-	N.A.	4.21 times	4.21 times	N.A.	0.04

Mr. Dilip Kumar Jha resigned on 23/11/2017 and Mr. Pradeep Kumar Rajput was appointed on 23/11/2017 so annualized Salary for the above purpose of Mr. Dilip Kumar Jha was ₹7,20,000 and of Mr. Pradeep Kumar Rajput was ₹4,56,000.

There are 150 permanent employees on roll excluding whole time directors.

No Remuneration was paid to non-executive directors or independent directors except sitting fees.

Remuneration paid to other Key Managerial Personnel(KMP)

Name of the Director	Title	Remuneration in year 2017	Remuneration in year 2018	No of Stock options /RSUs granted in 2018	% Increase in remuneration in 2018 as compared to 2017(annualized salary)	Ratio of Remuneration to MRE(excl. WTD)based on annualized salary	Ratio of Remuneration to MRE(Inc WTD)based on annualized salary	Ratio of remuneration to Revenues 2017	Ratio of remuneration to Revenues 2018
Anant Vats	Company Secretary	5,64,000	6,12,000	-	8%	5.65 times	5.65 times	0.06	0.06
Arvind Kumar Dixit	Chief Financial Officer	3,60,000	3,78,000	-	5%	3.49times	3.49 times	0.04	0.04

Our market capitalization decreased by 18.94% to ₹15,40,00,000 as of March 31, 2018 from ₹18,99,80,000 as of 31, March, 2017.

Particulars	Fiscal Year-2018	Fiscal Year-2017
Market Capitalization	15,40,00,000	18,99,80,000
Price Earning Ratio	14.47	19.11
Closing Price of the share	11.00	13.57

The price earnings ratio was 14.47 as of March 31, 2018 which was 24% less as compared to 19.11 as of March 31, 2017. The closing Price of the Company was ₹11.00 as of 31st March, 2018 as compared to ₹2.57 as of 31st March, 2017 representing 10% increase of the IPO price.

The percentage increase in average salary as compared to previous year in employees salary is 9.13% without taking into account the managerial personnel and the percentage increase in average salary of managerial personnel is 15.39% as compared to previous year. The remuneration paid is as per the remuneration policy of the Company.

During fiscal 2018, no employee received remuneration in excess of highest-paid-director.

ANNEXURE (E) - Whistleblower policy

As part of our corporate governance practices, the Company has adopted the Whistle Blower Policy that covers our directors and employees. The policy is provided herewith:

The purpose of the Policy

This policy is framed so that Company can adhere with the highest level of ethics and Code of Conduct, and particularly to assure that business is conducted with integrity. The Company wants to maintain a workplace that facilitates the reporting of potential violations of Company policies or applicable laws. Employees must be able to raise concerns regarding such potential violations easily.

Your duty to report

Everyone is required to report to the Company any suspected violations of any law that applies to the Company and any suspected violation of the Company's Code of Conduct and Ethics. This includes possible accounting or financial violations, insider trading, bribery, fraud, malpractice, wrongful conduct.

How to report

You must report all suspected violations to (i) your immediate supervisor; (ii) Chief Compliance Officer; (iii) Chief Financial Officer. If you have reason to suspect that the above person may be involved in the suspected violation, your report may be made to the

Audit Committee of Mohit Paper Mills Limited at
Chairperson, Audit Committee, 15A/13, UGF, East Patel Nagar, New Delhi-110008.

Investigation after you report

All reports under this policy will be promptly and appropriately investigated, and all information disclosed during the course of the investigation will remain confidential. Everyone working for the Company should cooperate and provide information with respect to that investigation otherwise it will become the basis of disciplinary action. After investigation Company will take appropriate action against accused upto and including termination.

Retaliation is not tolerated

The person who retaliates against reporting employees may also be subject to civil, criminal and administrative penalties.

Modification

The audit committee or the Board of Directors of Mohit Paper Mills Limited can modify this policy from time to time.

ANNEXURE (F)- Nomination and remuneration policy

The nomination and remuneration policy is provided herewith pursuant to Section 178(4) of the Companies Act, and SEBI(LODR)Regulations,2015.

The Company considers human resource as its invaluable assets. This policy is formulated in terms of the provisions of Companies Act, 2013.

Objective of the Policy

The objective of the policy is to formulate the criteria for determining qualifications, competencies, positive attributes and independence for the appointment of a director and recommend to the Board policies relating to the remuneration of directors/KMP's other employees.

Constitution of the nomination and remuneration committee

The Board has constituted the nomination and remuneration committee of the Board in line with the requirements of the Companies Act, 2013.

Board has the authority to reconstitute this committee from time to time.

This committee recommends to the Board the following matters

1. Periodically review the size and composition of the Board to ensure that it is structured to make right decisions, in the best interests of the Company.
2. Formulate the criteria for determining qualifications, positive attributes and independence of director and recommends the new directors having regard to the range of skills and expertise on the Board.
3. Made recommendations to the Board on appropriate performance criteria for the directors.
4. The committee is responsible for reviewing and making recommendations to the Board on:
 - the remuneration of the managing director, whole- time directors and KMPs;
 - the remuneration policies for other employees in the best interest of the Company and the employee.

Appointment and Remuneration of Managing Director /Whole Time Director

The committee shall identify ascertain the integrity, qualification and expertise of the person for appointment as director and recommends the same to the Board.

The Company shall not appoint or re-appoint any managing director and whole time director for a term not exceeding five years at a time.

The remuneration to be paid to the Managing Directors and Whole-Time Directors shall be in accordance with the provisions of the Companies Act, 2013 and the rules made there under. Increments to the existing remuneration will be recommended by the committee to the Board which should be within the limits approved by the shareholders.

They shall be removed and retired as per the applicable provisions of the Companies Act, 2013 and the prevailing policy of the Company.

If in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration to its managing director in accordance with the provisions of schedule V of the Companies Act, 2013 or, if it is unable to comply with such provisions, with the prior approval of the Central Government.

Remuneration to non executive/independent director

The remuneration payable to each in-executive director is based on the remuneration structure as determined by the Board and per the provisions of the Companies Act, 2013.

Remuneration of KMPs and other employees

The Committee shall determine the guidelines for the remuneration payable to the employees.

An employee pay will be paid remuneration depending on his qualification, skills, expertise and experience and the increment will be based on his performance. The objective is to set the total remuneration at levels that would attract, motivate and retain the talent.

Policy Review

This policy is framed based on the provisions of the Companies Act, 2013 and rules there-under and requirements of SEBI (LODR) Regulation, 2015 and before that Clause 49 of the listing agreement with the stock exchange .Any change or modification in the policy as recommended by the committee would be given for approval to the Board.

ANNEXURE (G) TO DIRECTOR'S REPORT
Independent Auditor's Certificate On Corporate Governance

To, the Members of Mohit Paper Mills Ltd.

1. This Certificate is issued in accordance with the terms of our engagement with Mohit Paper Mills Limited ('the Company').
2. We have examined the compliance of conditions of Corporate Governance by the Company, for the year ended 31st March, 2018 as stipulated in Regulations 17 to 27 and clauses (b) to (i) of Regulation 46(2) and para C and D of schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Listing Regulations).

MANAGEMENTS' RESPONSIBILITY

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

AUDITOR'S RESPONSIBILITY

4. Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
5. We have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.
6. We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India (the ICAI), the Standards on Auditing specified under Section 143(10) of the Companies Act 2013, in so far as applicable for the purpose of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI.
7. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

OPINION

8. Based on our examination of the relevant records and according to the information and explanation provided to us and the representations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Regulations 17 to 27 and clauses (b) to (i) of Regulation 46(2) and para C and D of Schedule V of the Listing Regulations during the year ended 31st March 2018.
9. We 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 Anil Sood & Associates
Chartered Accountants
Registration No.: 004985N

Anil Sood
(Partner)
Membership No.: 083939

PLACE :NEW DELHI
DATED :1st August,2018

ANNEXURE-(H)

Annexure A

To

The Members

MOHIT PAPER MILLS LIMITED

15A/13 Upper Ground Floor,

East Patel Nagar,

New Delhi - 110008

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

For PDS & CO.

Company Secretaries

Prashant Kumar Balodia

(Partner)

Membership No. 6047

Certificate of Practice No. 6153

Date: August 01, 2018

Place: Delhi

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2018

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

To
The Members,
MOHIT PAPER MILLS LIMITED
15A/13 Upper Ground Floor,
East Patel Nagar,
New Delhi – 110008

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

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and 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 **March 31, 2018** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minutes' books, forms and returns filed and other records maintained by the Company for the financial year ended on **March 31, 2018** according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder to the extent of regulation 55A;
- (iv) 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;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable during audit period:-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **(Not applicable to the Company during the audit period)**
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; **(Not applicable to the Company during the audit period)**

- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not applicable to the Company during the audit period)**
- (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 to the extent of securities issued;
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(Not applicable to the Company during the audit period)**
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **(Not applicable to the Company during the audit period)**
- (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

(vi) As Confirmed and Certified by the management, there is no Sectoral law specifically applicable to the Company.

We have also examined compliance with the applicable clauses of the 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 following observations;

1. *The company has not given prior intimation to the Stock Exchange with respect to the Board of Directors meeting held on 30th May, 2017 as required to give in terms of the provisions of regulations 29(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. However, the Company has complied all other provisions of regulations as applicable to the said Board of Directors meeting.*
2. *The Company has not complied few regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including disclosure on website as per the regulation 46 of such regulation.*

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.

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

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

We further reported that during the audit period, the Company has

- (i) Passed special resolution in terms of Section 180(1)(c) of the Companies Act, 2013 seeking shareholders authorisation for Board to borrow money to such aggregate borrowings not exceeding the amount of Rs. 500 crores and above the paid up shares capital and its free reserve of the Company.
- (ii) Passed special resolution in terms of Section 180(1)(a) of the Companies Act, 2013 seeking shareholders authorisation for Board to create charge on properties, assets and undertaking of the Company to secure the borrowing availed and to be availed by the Company.
- (iii) Passed special resolution in terms of Section 186 of the Companies Act, 2013 seeking shareholders authorisation for Board to make/give loan/advance/investment in shares, debentures and/or other securities, on behalf of the Company to such aggregate limit of Rs. 500 Crores and which may be individual/aggregate in excess of the limits prescribed i.e. over and above 60% of the Company's paid-up share capital, security premium account and free reserves or 100% of the Company's free reserves and security premium amount, whichever is more.

For PDS & CO.

Company Secretaries

Prashant Kumar Balodia

(Partner)

Membership No. 6047

Certificate of Practice No. 6153

Date: August 01, 2018

Place: Delhi

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

ANNEXURE- (I)

REPORT ON CORPORATE GOVERNANCE
(Pursuant to Chapter IV of SEBI(LODR)Regulations,2015)

1. Company's Philosophy on Code of Governance:

Mohit Paper Mills Limited is committed to good corporate governance and in ensuring adequate disclosure for its stakeholders. We believe that governance process should be such so as to ensure adequate utilization of resources to meet the expectations of the shareholders.

We believe in accountability, self-responsibility, transparency, safety, professionalism of the people and environment.

Corporate philosophy envisages complete transparency and adequate disclosures with an ultimate aim of value creation for all players i.e. Stakeholders, the Creditors the Government and employees.

We also believe that mutual care and concern among the employees and the company, shall be the guiding principle

2. Board of Directors:**Composition**

During the year 2017-2018, the Board of the Company consists of an optimum combination of Executive and Non-Executive Directors with at least one women director and not less than fifty percent of the Board comprising of non-executive directors. The Composition of the Board consists of the following:

NAME	DESIGNATION	CATEGORY
MR. SANDEEP JAIN	MANAGING DIRECTOR	PROMOTER, EXECUTIVE DIRECTOR
MR. DILIP KUMAR JHA	WHOLE TIME DIRECTOR	EXECUTIVE
MRS. ANJU JAIN	DIRECTOR	PROMOTER, NON-EXECUTIVE
MR. RACHIT JAIN	INDEPENDENT DIRECTOR	NON-EXECUTIVE
MR. SANJEEV KUMAR JAIN	INDEPENDENT DIRECTOR	NON-EXECUTIVE
MR. SUSHIL KUMAR TYAGI	INDEPENDENT DIRECTOR	NON-EXECUTIVE
MRS. SHUBHI JAIN	DIRECTOR	PROMOTER, NON-EXECUTIVE
MR. PRADEEP KUMAR RAJPUT	WHOLE TIME DIRECTOR	EXECUTIVE

Mr. Dilip Kumar Jha resigned on 23/11/2017 and Mr. Pradeep Kumar Rajput was appointed as whole time director in his place. Board Meetings were held on the following dates during the year 2016-2017:

Total Number of Board Meetings held were 5

23.05.2017

30.05.2017

10.08.2017

23.11.2017

08.02.2018

One meeting of independent directors was held on 15.01.2018.

Mrs. Shubhi Jain (DIN-06685602) retires from office by rotation and being eligible offers herself for re-appointment and was re-appointed in the annual general meeting held on 28.09.2017.

Particulars of Directors including their attendance at the Board/Shareholder's Meetings during the year 2017-2018

NAME OF DIRECTORS	CATEGORY	OTHER DIRECTORSHIPS	NO. OF BOARD MEETINGS ATTENDED	ATTENDANCE AT LAST AGM	COMMITTEE MEMBERSHIP
Mr. Sandeep Jain	Managing Director	Nil	5	Yes	0
Mrs. Anju Jain	Non Executive Director	1	5	Yes	0
Mr. Sushil Kumar Tyagi	Non-Executive Director	Nil	5	No	3
Mr. Dilip Kumar Jha	Whole Time Director	Nil	3	No	0
Mrs. Shubhi Jain	Non-Executive Director	1	5	Yes	0
Mr. Rachit Jain	Independent Director	Nil	4	No	3
Mr. Sanjeev Kumar Jain	Independent Director	Nil	5	No	3
Mr. Pradeep Kumar Rajput	Whole Time Director	Nil	2	No	0

Mechanism of evaluation of the Board, its committees and directors

The Board works with the nomination and remuneration committee to lay down the evaluation criteria for the performance of the directors by Board effectiveness survey. Each Board member is requested to evaluate the effectiveness of the Board and its committees on the basis of the decision making, company performance, company strategy, relationship to stakeholders, information flow on the scale of one to five.

Independent director's key roles are governance, control and guidance. Some of the performance indicators based on which the independent directors are evaluated:

- Ability to contribute and monitor corporate governance practices.
- Active participation in long term strategic planning
- Commitment to the fulfillment of director's obligations and fiduciary responsibilities, these include participation in Board and committee meetings

3. AUDIT COMMITTEE

The Audit Committee of Directors consists of qualified and Independent Directors. The scope of the activities of the Committee, are in conformity as are set out under SEBI (LODR) Regulations, 2015 read with Companies Act, 2013.

Members of Audit Committee as follows:

Mr. Rachit Jain-Member

Mr. Sanjeev Kumar Jain-Chairman

Mr. Sushil Kumar Tyagi-Member

So during the period the composition of the Audit Committee and their attendance was:

Name of Director	No. of Meetings Attended	Chairman/Member
Mr. Sushil Kumar Tyagi	4	Member
Mr. Rachit Jain	4	Member
Mr. Sanjeev Kumar Jain	4	Chairman

During the year 4 meetings were held.

Date of the meeting were:

29.05.2017

10.08.2017

22.11.2017

08/02/2018

The role and responsibilities of the Committee include the following:-

Recommendation for appointment, remuneration and terms of appointment of auditors of the company;

Review and monitor the auditor's independence and performance and effectiveness of audit process;

Examination of the financial statement and the auditor's report thereon;

Approval or any subsequent modification of transactions of the company with related parties;

Scrutiny of inter-corporate loans and investments;

Valuation of undertakings or assets of the company, wherever it is necessary;

Evaluation of internal financial controls and risk management systems;

Monitoring the end use of funds raised through public offers and related matters;

Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

4. NOMINATION AND REMUNERATION COMMITTEE:

To review, assess and recommend the appointment of executive and non-executive directors from time to time, to periodically review the remuneration package of the executive directors and recommend suitable revision to the Board, to recommend compensation to the non-executive directors in accordance with the Companies Act, 2013.

The Composition of the Committee was as follows:

Mr. Rachit Jain-Member

Mr. Sanjeev Kumar Jain-Chairman

Mr. Sushil Kumar Tyagi-Member

One meeting on 22/11/2017 was held during the year

Remuneration Policy for the directors is formulated and forms part in this Annual Report as Annexure "F" of the Directors Report

Details of Remuneration to Executive Directors for the Year 2017-2018

(Amount in ₹)

Name	Salary	Commission	Perks	Retirement Benefits	Total
Mr. Sandeep Jain	3162740	-	480000	-	3642740
Mr. Dilip Kumar Jha	390347	-	-	-	390347
Mr. Pradeep Kumar Rajput	160867	-	-	-	160867
Total	3711214	-	480000	-	4191234

Sitting Fees to Non-Executive Directors

Name	Sitting Fees(Amount in ₹)
Mrs. Anju Jain	15000
Mr. Sushil Kumar Tyagi	33000
Mrs. Shubhi Jain	15000
Mr. Rachit Jain	33000
Mr. Sanjeev Kumar Jain	33000

5. STAKEHOLDERS RELATIONSHIP COMMITTEE:

Composition of the Committee was as follows:

Mr. Rachit Jain-Member
Mr. Sanjeev Kumar Jain-Chairman
Mr. Sushil Kumar Tyagi-Member

Name of Compliance Officer:: Mr. Anant Vats

Designation: Company Secretary

No of complaint received during the year (2017-2018)	Number of complaints solved	Pending Complaints
1	2	0

No Meeting of the committee was held during the year 2017-2018.

6.GENERAL BODY MEETINGS:

The last 3 Annual General Meetings were held as under:

Year	Venue	Date	Time	No. of Special Resolution passed
2016-2017	Bharat Banquet Hall, A-5,NaveenVihar, Rajiv Nagar Extension, Begumpur Main Barwala Road, Delhi-110081	28.09.2017	10.00 A.M.	4
2015-2016	Bharat Banquet Hall, A-5,NaveenVihar, Rajiv Nagar Extension, Begumpur Main Barwala Road, Delhi-110081	30.09.2016	10.00 A.M.	4
2014-2015	Bharat Banquet Hall, A-5,NaveenVihar, Rajiv Nagar Extension, Begumpur Main Barwala Road, Delhi-110081	30.09.2015	10.00 A.M.	0

No Special resolution was passed last year through postal ballot.

7. DISCLOSURES :

Related Party Disclosure

The details of related party transactions have been reported in the additional notes on Financial Statements.

Compliance by the Company

There were no instances of non-compliance nor have any penalties, strictures imposed by Stock Exchanges or SEBI or any other regulatory authorities on any matter related to capital market during the last 3 years.

Whistle Blower Policy

The Board has adopted and put in place a whistle blower policy and no personnel have been denied access to the audit committee.

Code for Prevention of Insider Trading Practices

In compliance with the SEBI Regulations on prevention of insider trading, the company has instituted a comprehensive code of conduct for its management and staff. The Code lays down guidelines, which advise them on procedures to be followed and disclosures to be made, while dealing with the shares of the company, and cautioning them of the consequences of violations.

Code for conduct for Board/Committee Members/Senior Management**The Board of Directors of the Company have adopted a Code of Conduct for directors and Senior Management**

As required by Regulation 17(5) of SEBI (LODR) Regulations, 2015, the Company have instituted a code of conduct for its Board/Committee Members and Senior Management. A code of conduct is a written document that outlines company values, principles, and guidelines in a variety of areas and enable the company to state to their suppliers, customers, consumers, and other stakeholders the way in which they intend to do business. Commitment to ethical professional conduct is a must for every employee of the company in all of its businesses/Units. This code, consisting of imperatives formulated as statements of personal responsibility, identifies the elements of such a commitment.

CERTIFICATE IN TERMS OF PART B OF SCHEDULE II REGULATION 17(8) OF SEBI (LODR) REGULATIONS, 2015

CEO/CFO Certification:

We hereby certify that:

- 1.) We have reviewed the financial statement and the cash flow statement for the year and that to the best of my knowledge and belief;
- 1.1) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- 1.2) These statements together present a true and fair view of the companies affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- 2.) These are to the best of my knowledge and belief, no transactions entered into by the company during the year, which are fraudulent, illegal or violative of the Company's Code of Conduct.
- 3.) We accept responsibility for establishing and maintaining internal control systems and that I have evaluated the effectiveness of the internal control system of the company and I have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any of which I am aware and the steps the company has taken or propose to take to rectify the deficiencies.
- 4.) We have indicated to the Auditors and the Audit Committee;
- 4.1) Significant changes in internal control during the year:
- 4.2) Significant changes in accounting policies during the year and the same has been disclosed in the notes to the financial statements;
- 4.3) Instances of significant fraud of which the Company has become aware and the involvement therein, if any of the management or an employee having significant role in the Company's internal control system.

FOR AND ON BEHALF OF BOARD OF DIRECTORS

SANDEEP JAIN
(MANAGING DIRECTOR)
DIN-00458048

ARVIND KUMAR DIXIT
(CHIEF FINANCIAL OFFICER)

PLACE : NEW DELHI
DATED : 30th May, 2018

Status of Compliance of Non-Mandatory requirements.

- i. The Chairman of the Company is an executive Chairman.
- ii. The Auditors have expressed no qualification in their report.
- iii. The Internal auditor periodically reports to the audit committee.

8. MEANS OF COMMUNICATION:

The quarterly/ half-yearly results of the company were announced within a month of the end of each quarter and such results are generally published in Financial Express, Rashtriya Sahara .

Official News releases and results, shareholding pattern are displayed on the BSE website-www.bseindia.com.

Annual Report containing, Audited Annual Accounts, Director's Report, Auditor's Report and other information is circulated to members and other's entitled thereto.

All price sensitive information or clarifications on the decisions of the Board are communicated immediately to the Stock Exchange for dissemination to the shareholders.

9.GENERAL SHAREHOLDER INFORMATION:

Registered Office

15A/13, Upper Ground Floor,
East Patel Nagar,
New Delhi-110008

Annual General Meeting

Date : 28.09.2018

Time: 10:00 A.M.

Venue: Bharat Banquet Hall, A-5, Naveen Vihar, Rajiv Nagar Extension, Begumpur Main Barwala Road, Delhi-110081.

Financial Year

1st April to 31st March

Date of Book Closure

From 22nd Day of September, 2018 to 28th Day of September, 2018 (both days inclusive)

Listing at Stock Exchanges:

The equity shares of the Company, were listed at the following stock exchanges:

The Bombay Stock Exchange Ltd.
Phiroze Jeejeebhoy Towers,
25th Floor, Dalal Street
Mumbai-400001

SEBI withdraws recognition of Delhi Stock Exchange Limited from March, 2016.

The Annual Listing Fee for the year 2017-2018 were paid in time to all the aforesaid Stock Exchanges.

Scrip Code at Mumbai Stock Exchange is 530169.

Demat ISIN Number in NSDL and CDSL for Equity Shares : INE 388C01017

Web-site of the Company is www.mohitpaper.in

Email for Investors is investors@mohitpaper.in and mohit.paper@rediffmail.com

Registrar & Share Transfer Agent:

Address for Correspondence:

LINK INTIME INDIA PRIVATE LIMITED

44, Community Centre, 2nd Floor, Naraina Industrial Area,

Phase-1, New Delhi-110028,

Phone: 011-41410592, 93, 94

Telefax: 41410591

E-mail: delhi@linkintime.co.in

Shareholders holding shares in the electronic form should address their correspondence except those related to dividend to their respective depository participants. The shares received at Company's registered and corporate office are sent by the company to the registrar for the transfer/demat etc.

Stock Price Data- monthly high and low in Bombay Stock Exchange during the financial year 2017-2018

Month	High(₹)	Low(₹)
April 2017	17.45	13.10
May 2017	17.40	13.40
June 2017	15.89	12.15
July 2017	15.95	12.35
August 2017	12.80	10.00
September 2017	12.30	10.64
October 2017	14.49	10.98
November 2017	14.68	12.20
December 2017	15.75	13.30
January 2018	17.99	13.55
February 2018	16.48	13.27
March 2018	14.03	10.94

Plant Location

9 KM. Stone, Nagina Road, Bijnor, U.P.-246701

Address for Correspondence:

For share transfer demat/ remat and any other query relating to shares

LINK INTIME INDIA PRIVATE LIMITED

44, Community Centre, 2nd Floor, Naraina Industrial Area,

Phase-1, New Delhi-110028,

Phone:011-41410592,93,94

Telefax:41410591

E-mail:delhi@linkintime.co.in

For Investor assistance

Mr. Anant Vats-Compliance Officer

Mohit Paper Mills Limited

Registered Office:15A/13, East Patel Nagar, New Delhi-110008

website:mohitpaper.in

email:mohit.paper@rediffmail.com

Declaration of Compliance with the Code of Conduct as provided in point no. D of Schedule IV of SEBI (LODR) Regulations, 2015.

The Board Members and Senior Management of MOHIT PAPER MILLS LIMITED have confirmed compliance with the Code of Conduct as laid down by the Board of Directors of the Company, during the Financial Year 2017-2018.

SANDEEP JAIN
(MANAGING DIRECTOR)
DIN-00458048

ANNEXURE(J)

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Board of Directors presents hereunder an analysis of performance of the Company for the year 2017-2018 and its outlook for the future. This outlook is based on current business environment which may vary due to future economic and other developments

Industry Structure

Indian Economy is continuing to be one of the fastest growing economies in the world, thanks to the GST and the Demonetization done by the Government.

Indian Paper industry also continues to be the fastest growing market globally as the economy is growing. There are much better times to come in near future.

The industry major challenge is to manufacture better quality of paper at competitive rates. Due to the zero rate import of paper the paper industry has been suffering. So the Government should make proper policies to curb down imports or to impose duty so that there is an equivalency between the price of Indian paper and imported paper.

The competition is increasing due to the fact of the liberalization policy of the Government with respect to imports. If we have to sustain in the market we have to improve our quality and reduce our prices to be more competitive. That will have good overall effect on the market and will be a welcome move for the customers

The demand for paper is growing at an average rate of 7-8 percent per annum. Indian population is growing, has half of its people below 25 years of age and a large number of this young population would be studying in schools and higher educational institutions which inherently consume paper. At the same time state and central government is giving a lot of thrust on the education along with releasing huge funds to achieve targets for educated and skilled youth. So this sector has a huge demand for paper which will increase on yearly basis.

The other major factor is the phenomenal growth of economy that is today pegged at around 7-8 percent per annum, which has consequential demand increasing in paper. So due to these factors for education and economy, there is a good potential for the Indian pulp and paper industry.

Even on the environment side, paper scores high over e-media. Paper is bio degradable, whereas to manage the e-waste has become a big head-ache. Credentials of Paper are very high when compared with e-media.

Government should enable some policy framework to enable the industry with the availability of the raw material at reasonable prices and the industry should also be protected against cheap imports.

Opportunities

Indian Economy is growing very fast. Its ratings in the world have improved. The world is showing keen interest in the Indian Market. So Indian Paper Industry is at an advantageous position to make the most of the opportunity offered by changing economic order.

Your Company is always in search of such opportunities and is in the process of increasing its capacity and quality improvement. In the near future the Company is in the process of increasing its capacity.

Your company had successfully entered into manufacturing of Poster Paper in the year.

Your Company is also in the process of Commissioning Chlorine- Di-Oxide Plant which will increase the realization of paper and is also good environmentally.

Threats

The inherent threats for the paper industry are scarcity of raw-material, high fuel prices, and new challenges thrown at us in the form of increasing imports which will impose on us to look for avenues for greater efficiencies.

There are also challenges with respect to scarcity of water and energy. We have to constantly look into the technology up-gradation so that we should use the water and energy at the optimum levels.

There are threats with respect to the shortfall of the raw material as there is no adequate pulp-wood available in the country to meet the growing needs of the industry. The dependence on recycled fiber is increasing due to inadequate availability of conventional fibre.

Outlook

Measures of improvement for the paper industry:

1. Strong R& D for improving technology & automation.
2. Energy and Water should be used in a judicious way.
3. Effluent Standards should be improved by adopting green technologies.
4. Social Forestry methods should be used for improving the shortages in raw-material.
5. Specialized training should be imparted to enhance the skills and knowledge of man-power.

Segment wise Performance

During the year the company has achieved the good level of capacity utilization with respect to the manufacture of the paper and it was done due to the expertise of the Managing Director, the technical staff and the hard-work of our labourers. This is a good example of proper utilization of the capacity with minimum resources.

During the year Sales and other income have increased from ₹ 93.72 crores to ₹ 102.69 crores. Net Profit before tax increased from ₹132.93 Lakhs to ₹ 138.81 Lakhs. Production have increased from 25486.48 M.T. To 28234.668 M.T. and further the Company have started production of Poster Paper in the last quarter of the year and have produced 902.509 M.T. of it.

Internal Control System and Their Adequacy

Your Company possesses a good internal control system to ensure that all the assets are safe guarded and protected against the unauthorized use or disposition and that transactions are authorized recorded and reported correctly.

The Audit Committee of the Board of Directors review the internal control system and their adequacy from time to time.

Discussion of Financial Performance with respect to operational performance

The Financial Statements have been prepared in accordance with the requirements of the Companies Act, 2013 and applicable Indian Accounting Standards issued by the Institute of Chartered Accountants of India. The Management of Mohit Paper Mills Limited accepts the integrity and objectivity of these financial statements as well as the various estimates and judgments used therein. The Statement has been made on prudent basis and reflects in a true and fair manner.

Highlights for the year are as follows.

Particulars	Amount (₹ In Lakhs)
Sales & Other Income	10269.06
Profit before Interest, Depreciation and Tax	784.50

Human Resources/ Industrial Relations

Human resource is the best resource of all the resources because it is the one which can properly take advantage of the other resources.

It is the Companies belief that Human Resources is the driving force towards progress and success of the company. The Company seek to motivate and retain its professionals by offering reasonable compensation and opportunity to grow in the organization. The total permanent employees strength of the company was 150 as on 31st March, 2018. Industrial relations remain cordial during the year.

Cautionary Statement

Statements in the management discussion and analysis describing the Companies objectives, projections, estimates, expectations may be forward looking statements within the meaning of applicable securities laws and regulations. Actual results may differ from those expressed and implied. Important matters that effects the company's performance is the economic conditions of demand and supply and price conditions in the domestic and overseas market in which the Company operates, changes in the government regulations, tax laws and other statutes and other incidental factors.

INDEPENDENT AUDITOR'S REPORT

To The Members of Mohit Paper Mills Ltd. Report on the Financial Statements

We have audited the accompanying Ind AS financial statements of Mohit Paper Mills Ltd. ("the Company"), which comprise the Balance Sheet as at March 31, 2018, and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flows Statement and the Statement of Changes in Equity for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

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

Auditor's Responsibility

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

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

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

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its profit, including comprehensive income, the changes in equity and its cash flows for the year ended on that date.

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, we report that:
 - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) the Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - d) in our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015 as amended.
 - e) on the basis of the written representations received from the directors of the Company as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, 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" to this report. 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 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 no pending litigations that would materially affect the financial position of the Company.
 - ii. The Company did not have any long-term contracts including derivative contracts; for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For ANIL SOOD & ASSOCIATES
Chartered Accountants
(Firm's Registration No. 004985N)

ANIL SOOD
Partner
(Membership No. 083939)

New Delhi
30th May, 2018

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Mohit Paper Mills Ltd. of even date)

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) The Company has a regular programme of physical verification in a phased periodic manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. 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 provided to us, we report that, the title deeds, comprising all the immovable properties included in Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.
- ii. The management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies were noticed on such physical verification.
- iii. The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
- v. The Company has not accepted deposits within the meaning of section 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as mentioned) during the year and does not have any unclaimed deposits as at March 31, 2018 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- vi. We have broadly reviewed the books of account maintained by the company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Companies Act, 2013, related to the manufacturing activities, and are of the opinion that prime facie, the specified accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.
- vii. According to the information and explanations given to us, in respect of statutory dues:
 - a. The Company has been regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax, Goods and Services Tax, Custom Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
 - b. According to the records of the Company and the information and explanations given to us, there were no disputed demands outstanding as at 31st March, 2018 for a period of more than six months from the date they became payable.
- viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institutions, banks and dues to Government.
- ix. The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year. Term Loan of Rs. 4.91 crores raised during the year has been applied for the purposes for which those are raised, and there is no delay or default in respect of repayment of the term loan.
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.

- xi. In our opinion and according to the information and explanations given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- 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 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 ANIL SOOD & ASSOCIATES
Chartered Accountants
(Firm's Registration No.004985N)

ANIL SOOD
Partner
(Membership No.083939)

New Delhi
30th May, 2018

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Mohit Paper Mills Ltd. 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 Mohit Paper Mills Ltd. ("the Company") as of March 31, 2018 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

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

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial

reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

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

For ANIL SOOD & ASSOCIATES
Chartered Accountants
(Firm's Registration No.004985N)

ANIL SOOD
Partner
(Membership No. 083939)

New Delhi
30th May, 2018

MOHIT PAPER MILLS LTD.

BALANCE SHEET AS AT 31st MARCH, 2018

PARTICULARS	Note No.	As at 31st March, 2018 (₹)	As at 31st March, 2017 (₹)	As at 1st April, 2016 (₹)
ASSETS				
(1) Non-Current Assets				
(a) Property, Plant and Equipment	3	47,71,96,424	39,32,95,644	34,12,22,351
(b) Capital work-in-progress	3A	70,93,165	-	33,53,659
(c) Financial Assets				
(i) Investments	4	1,10,78,800	1,10,78,800	1,10,78,800
(ii) Other Financial Assets	5	45,61,738	1,71,36,040	1,21,79,646
(d) Income Tax Assets (Net)		28,00,000	26,00,000	25,00,000
(e) Other Non-Current Assets	6	2,84,05,671	1,53,52,732	1,60,93,271
Total Non-Current Assets		53,11,35,798	43,94,63,216	38,64,27,727
(2) Current Assets				
(a) Inventories	7	12,55,28,547	22,17,13,579	19,27,31,159
(b) Financial Assets				
(i) Trade Receivables	8	19,16,89,826	11,57,66,605	19,24,22,232
(ii) Cash and Cash Equivalents	9	58,16,746	51,54,595	9,17,054
(iii) Other Bank Balance	10	9,50,000	12,85,120	14,15,120
(iii) Loans	11	1,32,61,691	1,32,51,811	1,54,27,067
Total Current Assets		33,72,46,810	35,71,71,710	40,29,12,632
Total Assets		86,83,82,608	79,66,34,926	78,93,40,359
EQUITY AND LIABILITIES				
EQUITY				
(a) Equity Share Capital	12	14,00,00,000	14,00,00,000	14,00,00,000
(b) Other Equity		13,96,97,485	12,90,89,186	11,87,69,714
Total Equity		27,96,97,485	26,90,89,186	25,87,69,714
LIABILITIES				
(1) Non-Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	13	4,33,51,615	1,50,44,584	2,97,00,029
(a) Deferred tax Liabilities (Net)	14	6,35,75,285	4,61,44,953	4,84,15,408
(b) Other Non-Current Liabilities	15	4,34,06,656	3,96,25,608	1,59,30,978
Total Non-Current Liabilities		15,03,33,556	10,08,15,145	9,40,46,415
(2) Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	16	22,76,63,750	22,39,12,470	25,41,08,867
(ii) Trade Payables	17	4,69,27,653	5,15,45,104	5,85,50,065
(b) Other Current Liabilities	18	16,09,03,831	14,60,28,912	12,12,49,920
(c) Current Tax Liabilities		28,56,333	52,44,109	26,15,378
Total Current Liabilities		43,83,51,567	42,67,30,595	43,65,24,230
Total Equity and Liabilities		86,83,82,608	79,66,34,926	78,93,40,359

The accompanying notes 1 to 28 are an integral part of the Ind AS Financial Statements.

As per our report of even date attached

For Anil Sood & Associates
Chartered Accountants
Registration No.: 004985N

For and on behalf of the Board of Directors

Anil Sood
(Partner)
Membership No.: 083939

Sandeep Jain
(Managing Director)

Anju Jain
(Director)

Anant Vats
(Company Secretary)

A.K.Dixit
(Chief Financial Officer)

Place : New Delhi
Date : 30th May, 2018

MOHIT PAPER MILLS LTD.

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2018

PARTICULARS	Note No.	For the Year ended 31st March, 2018 (₹)	For the Year ended 31st March, 2017 (₹)
I Revenue from Operations	19	1,02,60,59,438	93,64,59,047
II Other Income	20	8,46,767	7,16,195
Total Income (I+II)		<u>1,02,69,06,205</u>	<u>93,71,75,242</u>
III EXPENSES			
Cost of Materials Consumed	21	33,04,34,570	31,15,47,877
Changes in Inventories of Finished Goods, Stock-in-Trade & work-in-progress	22	(57,04,037)	1,58,81,150
Excise Duty on sale of goods		1,24,44,859	5,39,91,888
Employee Benefits Expense	23	3,13,06,542	2,85,32,879
Finance Costs	24	2,81,11,449	2,89,10,289
Depreciation and Amortization Expense	25	3,64,57,560	4,20,21,121
Other Expenses	26	57,99,74,116	44,29,96,912
Total Expenses (III)		<u>1,01,30,25,059</u>	<u>92,38,82,116</u>
IV Profit before tax (I + II - III)		1,38,81,146	1,32,93,126
V Tax Expense:			
(1) Current Tax		28,56,333	52,44,109
(2) Deferred Tax		29,11,392	(22,70,455)
(3) Earlier year tax adjustment		(25,08,760)	-
VI Profit for the year (IV-V)		<u>1,06,22,181</u>	<u>1,03,19,472</u>
Other Comprehensive Income			
Items that will be reclassified to Profit or Loss:			
VII Effective portion of gain/(loss) on hedging instruments in cash flow hedge		(17,150)	-
VIII Income tax relating to items that will be reclassified to Profit or Loss		3,268	-
IX Total Other Comprehensive Income for the year (VII - VIII)		(13,882)	-
X Total Comprehensive Income for the year (VI + IX)		1,06,08,299	1,03,19,472
XI Earning per Equity Share	27		
(i) Basic		0.76	0.74
(ii) Diluted		0.76	0.74

The accompanying notes 1 to 28 are an integral part of the Ind AS Financial Statements.

As per our report of even date attached

For Anil Sood & Associates
Chartered Accountants
Registration No.: 004985N

For and on behalf of the Board of Directors

Anil Sood
(Partner)
Membership No.: 083939

Sandeep Jain
(Managing Director)

Anju Jain
(Director)

Anant Vats
(Company Secretary)

A.K.Dixit
(Chief Financial Officer)

Place : New Delhi
Date : 30th May, 2018

STATEMENT OF CHANGES IN EQUITY

A. Equity Share Capital

Particulars	Amount (₹)
Balance at the beginning of the period i.e. 1st April 2016	14,00,00,000
Changes in Equity Share Capital during the year 2016-17	-
Balance as at 31st March 2017	14,00,00,000
Changes in Equity Share Capital during the year 2017-18	-
Balance as at 31st March 2018	14,00,00,000

B. Other Equity

Particulars	Reserves and Surplus		Other Comprehensive Income	Total
	Capital Reserve	Retained Earnings	Effective portion of gain/(loss) in cash flow hedge	
Balance as at 1st April 2016	1,35,17,259	10,52,52,455	-	11,87,69,714
Total Comprehensive Income for the year ended 31st March 2017	-	-	-	-
Profit for the year	-	1,03,19,472	-	1,03,19,472
Other Comprehensive Income	-	-	-	-
Income/(expense) (net of tax)	-	-	-	-
Total Comprehensive Income for the year	1,35,17,259	11,55,71,927	-	12,90,89,186
Balance as at 31st March 2017	1,35,17,259	11,55,71,927	-	12,90,89,186
Profit for the year	-	1,06,22,181	-	1,06,22,181
Other Comprehensive Income	-	-	(13,882)	(13,882)
Income/(expense) (net of tax)	-	-	(13,882)	(13,882)
Total Comprehensive Income for the year	-	1,06,22,181	(13,882)	1,06,08,299
Balance as at 31st March 2018	1,35,17,259	12,61,94,108	(13,882)	13,96,97,485

i) Capital Reserve: This Reserve was created on 31.03.1996 upon revaluation of land & building and plant & machinery by crediting to capital reserve the resultant surplus arising therefrom. The carrying value of these assets, measured as per the previous GAAP, as recognised in the financial statements as at the date of transition to Ind AS are continued to be used as the deemed cost as at the date of transition.

ii) Retained Earnings: This Reserve represents the cumulative profits of the Company. This Reserve can be utilized in accordance with the provisions of the Companies Act, 2013.

iii) Other Comprehensive Income (Net of Tax) : This reserve represents effective portion of gain/(loss) on hedging instruments in cash flow hedge. It will be reclassified to Profit and Loss or included in the carrying amount of the non-financial assets in accordance with the Company's accounting policy.

The accompanying notes 1 to 28 are an integral part of the Ind AS Financial Statements.

As per our report of even date attached

For Anil Sood & Associates
Chartered Accountants
Registration No.: 004985N

For and on behalf of the Board of Directors

Anil Sood
(Partner)
Membership No.: 083939

Sandeep Jain
(Managing Director)

Anju Jain
(Director)

Anant Vats
(Company Secretary)

A.K.Dixit
(Chief Financial Officer)

Place : New Delhi
Date : 30th May, 2018

Place : New Delhi
Dated : 30th May, 2018

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

1. Corporate Information:

Mohit Paper Mills Limited (the 'Company' or 'MPML') is a company domiciled in India, with its registered office situated at New Delhi, India. The Company has been incorporated under the provisions of Indian Companies Act and its equity shares are listed on the Bombay Stock Exchange ('BSE') in India. The company's business primarily consists of manufacture of Writing, Printing & Poster Paper and Soda Ash as by-product.

2. Significant accounting policies

a. Basis of preparation

(i) Statement of compliance

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 (as amended) notified under Section 133 of the Companies Act, 2013.

The Company's financial statements up to and for the year ended 31 March 2017 were prepared in accordance with the Companies (Accounting Standards) Rules, 2006, notified under Section 133 of the Act and other relevant provisions of the Act.

As these are the Company's first financial statements prepared in accordance with Indian Accounting Standards (Ind AS), Ind AS 101, First-time Adoption of Indian Accounting Standards has been applied. An explanation of how the transition to Ind AS has affected the previously reported financial position, financial performance and cash flows of the Company is provided in the Notes.

(ii) Operating Cycle

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 and Ind AS 1 – Presentation of Financial Statements based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.

(iii) Functional and presentation currency

These financial statements are presented in Indian Rupees ('INR'), which is also the Company's functional currency. All amounts have been rounded-off to the nearest rupees, unless otherwise indicated.

(iv) Use of estimates and judgements

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

Judgements

Information about judgements made in applying accounting policies that have the most significant effects on the amounts recognized in the financial statements is included in the concerned notes.

Assumptions and estimation uncertainties

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the year ended 31st March 2018 is included in the concerned notes.

Fair value measurement

The Company measures financial instruments at fair value as per Ind AS 113 at each balance sheet date. For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability. There are no transfers between Level 1, Level 2 and Level 3 during the year ended 31 March 2018 and 31 March 2017.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

b. Property, Plant and Equipment

i. Recognition and measurement

Items of property, plant and equipment are measured at cost, which includes capitalized borrowing costs, less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognized in profit or loss.

ii. Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognized as at 1st April 2016, measured as per the previous GAAP, and use that carrying value as the deemed cost of such property, plant and equipment

iii. Depreciation

Depreciation is calculated on carrying value recognized as per previous GAAP of items of property, plant and equipment less their estimated residual values over their estimated useful lives using the written-down method and is generally recognized in the statement of profit and loss. Freehold land is not depreciated.

The estimated useful lives of items of property, plant and equipment are as follows:

Asset	Management estimate of useful life
Buildings	20 to 30 years
Plant & Equipment	20 to 40 years
Furniture and Fixtures	5 to 10 years
Vehicles	5 to 10 years
Office Equipments	5 to 10 years

Depreciation method, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate. Based on technical evaluation and consequent advice, the management believes that its estimates of useful lives as given above best represent the period over which management expects to use these assets.

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

iv. Reclassification to investment property

When the use of a property changes from owner-occupied to investment property, the property is reclassified as investment property at its carrying amount on the date of reclassification, if any. The company does not have any investment property as on the date of reporting.

c. Intangible assets

Intangible assets are initially measured at cost. These items of other intangible assets are subsequently measured at cost less accumulated amortization and accumulated impairment losses, if any. The company does not have intangible assets as on the date of reporting.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

d. Inventories

All inventories are initially recorded at cost. Cost represents all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Cost for the purpose of valuation is determined by using the weighted average cost, net of taxes and duties eligible for credit and discounts.

Raw materials, stores, consumables and spare parts

Raw materials, stores, consumables and spare parts held for use in the production of finished products are not written down below cost except in cases where material prices have declined and it is estimated that the cost of the finished products will exceed their net realizable value.

Work-in-process

All work-in-process are valued at cost which includes cost of inputs, net of taxes and duties eligible for credit and overheads up to the stage of completion.

Finished goods

Finished goods are measured at lower of cost and net realizable value. Cost includes cost of inputs and appropriate share of overheads.

e. Impairment

i. Impairment of non-financial assets

The Company's non-financial assets, other than inventories and deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

For impairment testing, assets that do not generate independent cash inflows are grouped together into cash-generating units (CGUs). Each CGU represents the smallest group of assets that generates cash inflows that are largely independent of the cash inflows of other assets or CGUs.

The recoverable amount of a CGU is determined based on asset's value in use. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the CGU (or the asset).

To determine impairment of a corporate asset (e.g. Corporate office building for providing support to various CGUs), recoverable amount is determined for the CGUs to which the corporate asset belongs.

An impairment loss is recognized if the carrying amount of an asset or CGU exceeds its estimated recoverable amount. Impairment losses are recognized in the statement of profit and loss.

ii. Impairment of financial instruments

The Company recognizes loss allowances for expected credit losses on financial assets measured at amortized cost.

At each reporting date, the Company assesses whether financial assets carried at amortized cost are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable data:

- significant financial difficulty of the borrower or issuer;
- a breach of contract such as a default or being past due for 365 days or more;
- it is probable that the borrower will enter bankruptcy or other financial reorganization;

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

Measurement of expected credit losses

Expected credit losses are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the Company in accordance with the contract and the cash flows that the company expects to receive). Presentation of allowance for expected credit losses in the balance sheet. Loss allowances for financial assets measured at amortized cost are deducted from the gross carrying amount of the assets.

Write-off

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Company determines that the debtor does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Company's procedures for recovery of amounts due.

f. Employee benefits

i. Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognized for the amount expected to be paid e.g. under short-term cash bonus / Ex-gratia, if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the amount of obligation can be estimated reliably.

ii. Defined contribution plan

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution plans are recognized as an employee benefit expense in profit or loss in the periods during which the related services are rendered by employees.

iii. Defined benefit plan

The Company pays fixed contribution to provident fund at pre-determined rates to a separate irrevocable trust approved by the Commissioner of Income Tax, which invests the fund in permitted securities. The contribution to the fund for the period is recognized as expenses and is charged to Statement of Profit and Loss. While the obligation to the Company is limited to such fixed contribution, as per the rules of Employee's Provident Fund any deficiency in the rate of interest on the contribution based on its return on investment as compared to the rate declared for Employees Provident Fund by the Government. Also as per the rules, any deficiency in the fair value of Plan Assets backing the Provident Fund accumulations compared to the amount of such accumulations is to be met by the company.

Liabilities in respect of defined benefit plan in the form of Gratuity and Long-term compensated absences are determined based on actuarial valuation made by an independent actuary using projected unit credit method as at the balance sheet date and are unfunded.

Re-measurements of the net defined benefit liability, which comprise actuarial gains and losses are recognized in OCI.

g. Taxes on Income

Income tax comprises current and deferred tax. It is recognized in profit or loss except to the extent that it relates to an item recognized directly in equity or in other comprehensive income.

i. Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognized amounts, and it is intended to realize the asset and settle the liability on a net basis or simultaneously.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

ii. Deferred tax

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognized in respect of carried forward tax losses and tax credits.

Deferred tax assets are recognized to the extent that it is probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore, in case of a history of recent losses, the Company recognizes a deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be realized. Deferred tax assets – unrecognized or recognized, are reviewed at each reporting date and are recognized/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realized.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Group expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

h. Foreign currency transactions

Transactions in foreign currencies are translated into the functional currency of the Company at the exchange rates at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Exchange differences are recognized in profit or loss, except exchange differences arising from the translation of the qualifying cash flow hedges to the extent that the hedges are effective which are recognized in Other Comprehensive Income (OCI).

i. Financial instruments, Financial assets, Financial liabilities and Equity Instruments

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the relevant instrument and are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities. Purchase or sale of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date when the Company commits to purchase or sell the asset.

(a) Financial Assets

Recognition:

Financial assets include Investments, Trade Receivables, Advances, Security Deposits, Cash and Cash equivalents. Such assets are initially recognised at transaction price when the Company becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being fair valued through the Statement of Profit and Loss.

Classification: Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired. The subsequent measurement of financial assets depends on such classification.

Financial assets are classified as those measured at:

- (i) amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and / or interest.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

(ii) fair value through other comprehensive income (FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.

(iii) fair value through profit or loss (FVTPL), where the assets are managed in accordance with an approved investment strategy that triggers purchase and sale decisions based on the fair value of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.

Trade Receivables, Advances, Security Deposits, Cash and Cash equivalents etc. are classified for measurement at amortised cost. In respect of particular investments in equity instruments that would otherwise be measured at fair value through profit or loss, an irrevocable election at initial recognition is made to present subsequent changes in fair value through other comprehensive income.

Impairment:

The Company assesses at each reporting date whether a financial asset (or a group of financial assets) such as investments, trade receivables, advances and security deposits held at amortised cost and financial assets that are measured at fair value through other comprehensive income are tested for impairment based on evidence or information that is available without undue cost or effort. Expected credit losses are assessed and loss allowances recognised if the credit quality of the financial asset has deteriorated significantly since initial recognition.

Reclassification:

When and only when the business model is changed, the Company shall reclassify all affected financial assets prospectively from the reclassification date as subsequently measured at amortised cost, fair value through other comprehensive income, fair value through profit or loss without restating the previously recognised gains, losses or interest and in terms of the reclassification principles laid down in the Ind AS relating to Financial Instruments.

De-recognition:

Financial assets are derecognised when the right to receive cash flows from the assets has expired, or has been transferred, and the Company has transferred substantially all of the risks and rewards of ownership. Concomitantly, if the asset is one that is measured at:

- (a) amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;
- (b) fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.

Income Recognition:

Interest income is recognised in the Statement of Profit and Loss using the effective interest method.

(b) Financial Liabilities

Borrowings, trade payables and other financial liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Any discount or premium on redemption/settlement is recognised in the Statement of Profit and Loss as finance cost over the life of the liability using the effective interest method and adjusted to the liability figure disclosed in the Balance Sheet.

Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount is included in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

Equity Instruments

Equity instruments are recognised at the value of the proceeds, net of direct costs of the capital issue.

j. Revenue

Revenue is measured at the fair value of the consideration received or receivable after netting trade discounts, volume discounts and sales returns. Revenue from sale of goods is recognized when significant risks and rewards have been transferred to buyer.

Liquidated damages and penalties recovered from suppliers/contractors, in relation to property, plant and equipment are credited to statement of profit and loss unless the delay has resulted in extra cost of assets, in which case the same are adjusted towards the carrying cost of the respective asset.

Consequent to the introduction of Goods and Service Tax (GST) with effect from 1st July, 2017 Central Excise, Value added Tax (VAT) etc. have been subsumed into GST. In accordance with Indian Accounting Standard- 18 on Revenue and Schedule –III of the Companies Act, 2013, unlike Excise duties, levies like GST, VAT etc. are not part of Revenue.

k. Recognition of interest income or expense

Interest income or expense is recognized using the effective interest method.

The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument to:

- i. the gross carrying amount of the financial asset; or
- ii. the amortized cost of the financial liability.

In calculating interest income and expense, the effective interest rate is applied to the gross carrying amount of the asset (when the asset is not credit-impaired) or to the amortized cost of the liability. However, for financial assets that have become credit-impaired subsequent to initial recognition, interest income is calculated by applying the effective interest rate to the amortized cost of the financial asset. If the asset is no longer credit-impaired, then the calculation of interest income reverts to the gross basis.

To comply with the Companies (Accounting Standards) Rules, 2006, certain account balances have been regrouped as per the format prescribed under Division II of Schedule III to the Companies Act, 2013.

Reconciliation of total comprehensive income between previously reported (referred as "Indian GAAP") and Ind AS for the year ended 31st March, 2017 is presented as under:

Reconciliation of Net Profit

Description	As at 31 st March, 2017
Net Profit as per previously applicable Indian GAAP	10319472
Net Profit before OCI as per Ind AS	10319472
Other Comprehensive Income (OCI) (Net of Tax)	-
Net Profit as per Ind AS	10319472

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

l. Other Income

Other income is recognised when no significant uncertainty as to its determination or realisation exists.

m. Borrowing cost

Borrowing costs are interest and other costs incurred in connection with the borrowing of fund. Borrowing costs directly attributable to acquisition or construction of an asset which necessarily take a substantial period of time to get ready for their intended use are capitalized as part of the cost of that asset. Other borrowing costs are recognized as an expense in the period in which they are incurred.

n. Cash flow statements

Cash flow statements are prepared under Indirect Method whereby profit or loss 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 items of income or expense associated with investing or financing cash flows. Cash and cash equivalents comprise of cash on hand, current and other accounts (including fixed deposits) held with banks with maturity of 3 months or less from the date of acquisition.

o. Events occurring after the balance sheet date

Assets and liabilities are adjusted for events occurring after the reporting period that provides additional evidence to assist the estimation of amounts relating to conditions existing at the end of the reporting period.

p. Operating segments

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Company's other components, and for which discrete financial information is available. All operating segments' operating results are reviewed regularly by the Company's Board of Directors to make decisions about resources to be allocated to the segments and assess their performance.

The Company has identified following operating segments:

Reportable Segments	Operations
Paper	Manufacturing - Writing Printing & Poster Paper
Soda Ash	Manufacturing - Soda Ash (by-product)

Revenue and expenses have been identified to respective segments on the basis of operating activities of the Company. Revenue and expenses which relate to the company as a whole are not allocable to a segment on a reasonable basis have been disclosed as un-allocable assets and liabilities.

Inter segment revenue / expenses are recognized at cost.

Information about reportable segments

Performance is measured based on segment profit (before tax), as included in the internal management reports. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing is determined on cost basis.

- q. The company commissioned commercial production of its Poster Paper on January 2018 at Bijnor District. The data given for the year 2017-2018 is inclusive of Poster Paper. The figures of the previous year relate to Writing Printing Paper and Soda Ash. The company has restated the figures of previous year in compliance with Ind AS and therefore the current year figures are not comparable with the previous year.

3. Property, Plant & Equipment

(In ₹)

Assets	Gross Block			Depreciation and Amortisation			Net Block			
	As at 31.03.17	Additions during the year	Deduction During the year	Total Cost as at 31.03.18	upto 31.03.2017	For the period	Adjustment	Total Upto 31.03.2018	As At 31.03.2018	As At 31.03.2017
LAND	88,57,464	-	-	88,57,464	-	-	-	-	88,57,464	88,57,464
BUILDING	6,39,27,537	31,88,004	-	6,71,15,541	4,03,66,016	20,19,510	-	4,23,85,526	2,47,30,015	2,35,61,521
FURNITURE & FIXTURES	21,23,855	98,140	-	22,21,995	18,61,543	74,810	-	19,36,353	2,85,642	2,62,312
PLANT & MACHINERY	80,21,51,851	11,68,09,723	-	91,89,61,574	44,83,85,179	3,32,44,115	-	48,16,29,294	43,73,32,280	35,37,66,672
MOTOR VEHICLE	80,17,046	-	-	80,17,046	18,12,005	4,52,406	-	22,64,411	57,52,635	62,05,041
OFFICE EQUIPMENT	60,03,118	2,62,472	-	62,65,590	53,60,484	6,66,718	-	60,27,202	2,38,388	6,42,634
TOTAL	89,10,80,871	12,03,58,339	-	1,01,14,39,210	49,77,85,227	3,64,57,559	-	53,42,42,786	47,71,96,424	39,32,95,644
PREVIOUS YEAR TOTAL	79,91,54,471	9,54,92,436	35,66,036	89,10,80,871	45,79,32,120	4,20,21,121	21,68,014	49,77,85,227	39,32,95,644	34,12,22,351

3A. Capital Work-In-Progress

(In ₹)

Particulars	As at 31.03.17	Addition during the year	Total	Transferred to Gross Block	Total Cost as at 31.03.18
Plant & Machinery	-	70,93,165	70,93,165	-	70,93,165

PARTICULARS	AS AT	AS AT	AS AT
	31st March, 2018 (₹)	31st March, 2017 (₹)	1st April, 2016 (₹)
4 NON-CURRENT INVESTMENTS			
Investments in Equity Instruments :			
Mohit Petrochemicals (P) Ltd. (Unquoted Shares)	1,10,78,800	1,10,78,800	1,10,78,800
1107880 Equity Shares of ₹10/- each fully paid-up			
TOTAL	1,10,78,800	1,10,78,800	1,10,78,800
5 OTHER FINANCIAL ASSETS			
Non-Current			
Security Deposit with Non Government Authorities	23,38,837	25,00,188	25,00,188
Balance with Government Authorities (Other than income tax)	21,32,901	1,46,25,852	95,44,338
Bank deposits with more than 12 months maturity	90,000	10,000	1,35,120
TOTAL	45,61,738	1,71,36,040	1,21,79,646
6 OTHER NON-CURRENT ASSETS			
MAT Receivable	1,45,18,940	-	-
Others	1,38,86,731	1,53,52,732	1,60,93,271
TOTAL	2,84,05,671	1,53,52,732	1,60,93,271
Others include advance to supplier for raw material & capital goods			
7 INVENTORIES			
(At lower of cost and net realisable value)			
Raw Materials & Chemicals	7,93,44,578	13,00,45,302	8,64,42,292
Work - in - Process	30,90,595	1,05,02,001	1,16,65,984
Finished Goods	2,04,13,515	45,86,102	97,16,336
Stores & Fuel	1,70,14,960	6,87,17,248	6,73,15,922
Packing Materials & Others	23,17,969	18,04,026	19,44,792
Unfinished Goods	33,46,930	60,58,900	1,56,45,833
TOTAL	12,55,28,547	22,17,13,579	19,27,31,159
8 TRADE RECEIVABLES			
Secured, considered good	-	-	-
Unsecured, considered good	19,16,89,826	11,57,66,605	19,24,22,232
TOTAL	19,16,89,826	11,57,66,605	19,24,22,232
9 CASH AND CASH EQUIVALENTS			
Balance with Banks			
Current Accounts	3,60,617	37,01,290	(8,74,425)
Cash on hand	14,56,129	5,03,305	13,46,599
Term Deposits with Bank	40,00,000	9,50,000	4,44,880
TOTAL	58,16,746	51,54,595	9,17,054
Cash and cash equivalents include cash on hand, cash at bank and deposits with banks with original maturity of 3 months or less.			
10 OTHER BANK BALANCE			
Term Deposits (maturity of more than three months but less than twelve months)	9,50,000	12,85,120	14,15,120
	9,50,000	12,85,120	14,15,120
Term deposits with original maturity of more than 3 months having remaining maturity of less than 12 months from the Balance Sheet date. These deposits include restricted bank deposits pledged as security for bank guarantees amounting to Rs. 4 Lakhs (31 March 2017:Rs. 2 Lakhs; 1 April 2016: Rs.2 Lakhs)			
11 LOANS			
Prepaid Expenses	6,93,155	6,60,332	6,13,013
Other loans and advances*	1,25,68,536	1,25,91,479	1,48,14,054
TOTAL	1,32,61,691	1,32,51,811	1,54,27,067
*Other loans and advances imprest to staff and CENVAT/Service Tax etc. credit receivable.			
12 EQUITY SHARE CAPITAL			
AUTHORISED :			
1,75,00,000 (Previous year 1,75,00,000)	17,50,00,000	17,50,00,000	17,50,00,000
Equity shares of ₹10/- each.			
ISSUED, SUBSCRIBED AND PAID UP			
1,40,00,000 (Previous year 1,40,00,000)	14,00,00,000	14,00,00,000	14,00,00,000
Equity Shares of ₹10/- each fully paid up.			
TOTAL	14,00,00,000	14,00,00,000	14,00,00,000

A. The details of shareholders holding more than 5 percent shares:

S.No.	Name of Shareholders	As on 31/03/2018		As on 31/03/2017		As on 01/04/2016	
		Number of Share held	%age of Holding	Number of Share held	%age of Holding	Number of Share held	%age of Holding
1.	Mr. Sandeep Jain	2,764,900	19.75%	27,64,900	19.75%	27,64,900	19.75%
2.	Mrs. Anju Jain	2,622,501	18.73%	26,19,901	18.71%	20,05,701	14.33%
3.	Mr. Mohit Jain	1,625,318	11.61%	16,25,318	11.61%	16,25,218	11.61%
4.	Mrs. Shubhi Jain	1,045,000	7.46%	10,45,000	7.46%	10,45,000	7.46%
5.	M/s Seltron Finance Limited	1,800,000	12.86%	18,00,000	12.86%	18,00,000	17.14%

B. Reconciliation of number of Shares outstanding at the beginning and at the end of the reporting period:

Particulars	As at 31.03.2018		As at 31.03.2017		As at 01.04.2016	
	No. of Shares	(₹)	No. of Shares	(₹)	No. of Shares	(₹)
Equity Shares outstanding at the beginning of the year	14,00,000	14,00,00,000	1,40,00,000	14,00,00,000	1,40,00,000	14,00,00,000
Add : Equity Shares issued during the year	-	-	-	-	-	-
Less : Equity Shares bought back/ redeemed during the year	-	-	-	-	-	-
Equity Shares outstanding at the end of the year	14,00,000	14,00,00,000	1,40,00,000	14,00,00,000	1,40,00,000	14,00,00,000

13 NON-CURRENT BORROWINGS**Secured:**

Loan from Bank
Term Loan
Vehicle Loan

4,31,66,086
1,85,529

1,50,44,584
-

2,97,00,029
-

TOTAL

4,33,51,615

1,50,44,584

2,97,00,029

Nature of Security for Secured Borrowings are given below :

The Term Loan from Andhra Bank of ₹ 4,33,51,615/- (Previous Year of ₹ 1,50,44,584/- from Bank of Baroda) is secured by way of First charge over immovable assets of the Company and equitable mortgage of factory land & building situated at Village Aaspur Ka and Abdulpur Munna, Nagina Road, Bijnor and property at East Patel Nagar, New Delhi. The loan is further secured by way of second charge on the current assets of the Company and personal guarantee of promoters/directors of the company. Vehicle Loan is secured against personal guarantee of Directors.

14 DEFERRED TAX LIABILITIES (NET)

At the beginning of the year
Charge / Credit to Statement of Profit and Loss
Deferred Tax on account of MAT Credit Entitlement

4,61,44,953
29,11,392
1,45,18,940

4,84,15,408
(22,70,455)
-

4,70,66,976
13,48,432
-

At the end of the year

6,35,75,285

4,61,44,953

4,84,15,408

15 OTHER NON-CURRENT LIABILITIES

Others

4,34,06,656

3,96,25,608

1,59,30,978

TOTAL

4,34,06,656

3,96,25,608

1,59,30,978

Others include creditors for capital expenditure and retention monies payable to suppliers.

16 CURRENT BORROWINGS**Secured:**

Loans from Banks
- Cash credit facilities

19,30,31,173

18,61,67,168

21,34,10,315

19,30,31,173

18,61,67,168

21,34,10,315

Loans repayable on demand**Unsecured:**

- Loans & Advances from related parties
- From Body Corporates

1,08,60,000

76,21,500

42,01,500

2,37,72,577

3,01,23,802

3,64,97,052

3,46,32,577

3,77,45,302

4,06,98,552

TOTAL

22,76,63,750

22,39,12,470

25,41,08,867

Cash credit facilities from Andhra Bank are secured against Hypothecation of Stock and Book Debts of the Company and Collateral Security of land and building and fixed assets of the company and personal guarantee of the directors / promoters of the company.

17 TRADE PAYABLES

Dues of Micro Enterprises and Small Enterprises
Other trade payables

4,69,27,653

5,15,45,104

5,85,50,065

TOTAL

4,69,27,653

5,15,45,104

5,85,50,065

PARTICULARS	AS AT		AS AT	
	31st March, 2018	(₹)	31st March, 2017	(₹)
AS AT	AS AT		AS AT	
1st April, 2016	1st April, 2016		1st April, 2016	
(₹)	(₹)		(₹)	
18 OTHER CURRENT LIABILITIES				
Advances received from distributors & others	5,55,572		3,21,10,248	1,85,51,305
Statutory liabilities	74,22,665		18,88,509	37,10,275
Other payables*	13,64,90,946		9,80,30,155	8,59,88,340
Dealers Security	5,00,000		5,00,000	5,00,000
Current maturities of Long-term debts	1,59,34,648		1,35,00,000	1,25,00,000
TOTAL	16,09,03,831		14,60,28,912	12,12,49,920
*Others payables includes creditors for capital expenditure and retention monies payable to suppliers.				
PARTICULARS	For the Year ended		For the Year ended	
	31st March, 2018	(₹)	31st March, 2017	(₹)
19 REVENUE FROM OPERATIONS				
Sale of Products				
Paper	1,01,92,20,995			87,41,80,681
Soda Ash	68,38,443			6,22,78,366
Net Revenue from Operations	1,02,60,59,438			93,64,59,047
Net of sales returns and damaged stocks				
20 OTHER INCOME				
Interest Income	8,22,767			4,22,636
Other Non-Operating Income	24,000			24,000
Profit on Sale of Investment	-			67,581
Profit on Sale of Fixed Asset	-			2,01,978
TOTAL	8,46,767			7,16,195
21 COST OF MATERIAL CONSUMED				
Bagasse	19,23,89,293			14,69,59,093
Waste Paper :				
- Imported	8,45,80,284		7,84,87,354	
- Indigenous	-		43,584	
Other Material	5,34,64,993			7,85,30,938
TOTAL	33,04,34,570			31,15,47,877
22 CHANGES IN INVENTORIES				
Opening Stock :				
Finished Goods	45,86,102		97,16,336	
Semi - Finished Goods	60,58,900		1,56,45,833	
Work in process	1,05,02,001	2,11,47,003	1,16,65,984	3,70,28,153
Closing Stock :				
Finished Goods	2,04,13,515		45,86,102	
Semi - Finished Goods	33,46,930		60,58,900	
Work in process	30,90,595	2,68,51,040	1,05,02,001	2,11,47,003
		(57,04,037)		1,58,81,150
TOTAL	(57,04,037)			1,58,81,150
23 EMPLOYEE BENEFITS EXPENSE				
Salaries & Wages	2,98,14,274			2,71,64,931
Contribution to Provident and Other Funds	13,08,902			11,80,468
Staff Welfare Expenses	1,83,366			1,87,480
TOTAL	3,13,06,542			2,85,32,879
24 FINANCE COSTS				
Interest & Charges on Bank borrowing for working capital	2,43,23,038			2,42,74,621
Interest on Term Loans	37,88,411			46,19,641
Other Interest	-			16,027
TOTAL	2,81,11,449			2,89,10,289

PARTICULARS		For the Year ended 31st March, 2018	For the Year ended 31st March, 2017
		(₹)	(₹)
25 DEPRECIATION AND AMORTISATION EXPENSE			
Depreciation and Amortization Expense		3,64,57,560	4,20,21,121
	TOTAL	3,64,57,560	4,20,21,121
26 OTHER EXPENSES			
Manufacturing Expenses			
Chemicals Consumed	25,08,61,817		25,86,55,999
Stores & Spares	3,48,11,544		2,58,48,172
Power & Fuel	26,73,82,722		13,82,84,196
Repair & Maintenance	19,64,420		10,47,779
Raw Material, Mixing, Loading & Sorting	42,40,000		12,45,000
Laboratory Expenses	1,79,627		3,59,842
Boiler Feeding Expenses	25,38,000	56,19,78,130	20,16,000
			42,74,56,988
Selling & Distribution Expenses			
Discount, Commission & other Selling Exp.			
Discount & Commission	1,18,14,313		76,21,121
Entry Tax	7,98,318	1,26,12,631	35,40,066
			1,11,61,187
Establishment Expenses			
Advertisement & Publicity	48,000		40,674
Office & General Exp.	6,82,465		4,00,319
Fees, Rate & Taxes	9,32,915		14,82,741
Insurance Charges	13,02,483		1,41,827
Legal and Professional Charges	16,77,338		14,77,663
Printing & Stationery	1,34,172		1,23,585
Communication Charges	3,77,608		4,96,966
Travelling & Conveyance	11,280		32,260
Vehicle Running & Maintenance Expenses	1,17,094		32,702
Auditors Remuneration*	1,00,000	53,83,355	1,50,000
			43,78,737
	TOTAL	57,99,74,116	44,29,96,912
Auditor's Remuneration			
Audit Fees		1,00,000	1,50,000
27 EARNINGS PER SHARE (EPS)			
i) Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders		1,06,22,181	1,03,19,472
ii) Number of equity shares used as denominator for calculating EPS		1,40,00,000	1,40,00,000
iii) Number of Diluted Equity Share		1,40,00,000	1,40,00,000
iv) Basic Earning per share		0.76	0.74
v) Diluted Earning per share		0.76	0.74
vi) Face value per equity share		10	10

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

28. Explanation of transition to Ind AS

As stated in note 2 (a)(i), these are the Company's first financial statements prepared in accordance with Ind AS. For the year ended 31 March 2017, the Company had prepared its financial statements in accordance with Companies (Accounting Standards) Rules, 2006 notified under section 133 of the Act and other relevant provisions of the Act ('previous GAAP'). The accounting policies set out in Note 2 have been applied in preparing these financial statements for the year ended 31 March 2018 including the comparative information for the year ended 31 March 2017 and the opening Ind AS balance sheet on the date of transition i.e. 01 April 2016.

In preparing its Ind AS balance sheet as at 01 April 2016 and in presenting the comparative information for the year ended 31 March 2017, the Company has adjusted amounts reported previously in financial statements prepared in accordance with previous GAAP. This note explains the principal adjustments made by the Company in restating its financial statements prepared in accordance with previous GAAP, and how the transition from previous GAAP to Ind AS has impacted the Company's financial position, financial performance and cash flows.

A. Optional exemptions availed

a) Property plant and equipment, intangible assets and investment properties

As per Ind AS 101 an entity may elect to:

- i. measure an item of property, plant and equipment at the date of transition at its fair value and use that fair value as its deemed cost at that date
- ii. use a previous GAAP revaluation of an item of property, plant and equipment at or before the date of transition as deemed cost at the date of the revaluation, provided the revaluation was, at the date of the revaluation, broadly comparable to:
 - a. fair value;
 - b. or cost or depreciated cost under Ind AS adjusted to reflect, for example, changes in a general or specific price index.

The elections under (i) and (ii) above are also available for intangible assets that meets the recognition criteria in Ind AS 38, Intangible Assets, (including reliable measurement of original cost); and criteria in Ind AS 38 for revaluation (including the existence of an active market).

- iii. use carrying values of property, plant and equipment, intangible assets and investment properties as on the date of transition to Ind AS (which are measured in accordance with previous GAAP and after making adjustments relating to decommissioning liabilities prescribed under Ind AS 101).

As permitted by Ind AS 101, the Company has elected to continue with the carrying values under previous GAAP for all the items of property, plant and equipment. The carrying values of property, plant and equipment as aforesaid are after making adjustments relating to decommissioning liabilities. The company does not have intangible assets and investment properties.

b) Determining whether an arrangement contains a lease

Ind AS 101 includes an optional exemption that permits an entity to apply the relevant requirements in Appendix C of Ind AS 17 for determining whether an arrangement existing at the date of transition contains a lease by considering the facts and circumstances existing at the date of transition (rather than at the inception of the arrangement).

The Company has elected to avail of the above exemption.

c) Designation of previously recognized financial instruments

As permitted by Ind AS 101 the company has elected to continue with the carrying values under previous GAAP for financial instruments.

d) Decommissioning liabilities included in the cost of property, plant and equipment

Ind AS 101 permits an entity not to comply with the requirements for changes in decommissioning liabilities that occurred before the date of transition to Ind ASs. The entity shall:

- i) measure the liability as at the date of transition to Ind ASs in accordance with Ind AS 37;
- ii) to the extent that the liability is within the scope of Appendix A of Ind AS 16, estimate the amount that would have been included in the cost of the related asset when the liability first arose, by discounting the liability to that date using its best estimate of the historical risk-adjusted discount rate(s) that would have applied for that liability over the intervening period; and
- iii) calculate the accumulated depreciation on that amount, as at the date of transition to Ind ASs, on the basis of the current estimate of the useful life of the asset, using the depreciation policy adopted by the entity in accordance with Ind ASs. The Company has elected to avail the above exemption.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

B. Mandatory exceptions

Estimates

An entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with Indian GAAP [after adjustments to reflect any difference in accounting policies], unless there is objective evidence that those estimates were in error. Ind AS estimates as at 1st April, 2016 and 31st March, 2017 are consistent with the estimates as at the same date made in conformity with Indian GAAP. The Company made estimates for following items in accordance with Ind AS at the date of transition as these were not required under Indian GAAP:

a) Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

b) De-recognition of financial assets and liabilities

Ind AS 101 requires a first-time adopter to apply the de-recognition provisions of Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS. However, Ind AS 101 allows a first-time adopter to apply the de-recognition requirements in Ind AS 109 retrospectively from a date of the entity's choosing, provided that the information needed to apply Ind AS 109 to financial assets and financial liabilities derecognized as a result of past transactions was obtained at the time of initially accounting for those transactions. The Company's management had previously issued its audited financial results for the year ended 31st March, 2017 on 30th May, 2017, that were all prepared in accordance with the recognition and measurement principles of the Companies (Accounting Standards) Rules, 2006 prescribed under Section 133 of the Companies Act, 2013, read with the relevant rules issued there under and other accounting principles generally accepted in India. The Company's management has now prepared the Ind AS Financial Statements for the year ended 31st March, 2018 in accordance with the recognition and measurement principles laid down by the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules issued there under and other accounting principles generally accepted in India.

The Company has prepared a reconciliation of the amounts of net profit as reported under the Indian GAAP to those computed as per Ind AS and the same is given in note below. The Company has also prepared a reconciliation of the amounts of total equity as reported under the Indian GAAP to those computed as per Ind Accounting Standards and the same is given in note below.

c) Re-measurement of defined benefit liability

Under Ind AS, re-measurement of defined benefit liability are recognized under other comprehensive income. Under previous GAAP the Company recognized actuarial gains and losses in profit or loss. However, this has no impact on the total comprehensive income and total equity as on 1 April 2016 or as on 31 March 2017.

d) Investment Property

The company does not have investment property as on the date of the reporting.

e) Other Comprehensive Income

Under Ind AS, all items of income and expense recognized in a period should be included in Statement of Profit and Loss, unless a standard requires or permits otherwise. Items of income and expenses that are not recognized in profit or loss but are shown in the profit or loss as "other comprehensive income" includes gain/(loss) on hedging instruments in cash flow hedge. This concept of other comprehensive did not exist under previous GAAP.

f) Deferred Tax

Deferred Tax has been considered on Ind AS transition adjustments.

g. **Note on Transition to IND AS-Reconciliations:**

The following reconciliations provide the explanations and quantification of the differences arising from the transition from Indian GAAP to Ind AS in accordance with IND AS 101:

- I. Reconciliation of Equity:
 - a. Reconciliation of Equity as at 1st April, 2016.
 - b. Reconciliation of Equity as at 31st March, 2017.
- II. Reconciliation of Statement of Profit and Loss for the year ended 31st March, 2017.
- III. Adjustments to Statement of Cash flows for the year ended 31st March, 2017

Previous GAAP Figures have been reclassified/regrouped wherever necessary to confirm with financial statements prepared under IND AS.

I. Reconciliation of Equity as at 1st April, 2016 & 31st March 2017

PARTICULARS	As at 31st March, 2017			As at 1st April, 2016		
	Indian GAAP	Effect of Transition	Ind AS	Indian GAAP	Effect of Transition	Ind AS
ASSETS						
(1) Non-Current Assets						
(a) Property, Plant and Equipment	39,32,95,644	-	39,32,95,644	34,12,22,351	-	34,12,22,351
(b) Capital work-in-progress	-	-	-	33,53,659	-	33,53,659
(c) Financial Assets						
(i) Investments	1,10,78,800	-	1,10,78,800	1,10,78,800	-	1,10,78,800
(ii) Other Financial Assets	25,00,188	1,46,35,852	1,71,36,040	25,00,188	96,79,458	1,21,79,646
(d) Income Tax Assets (Net)	-	26,00,000	26,00,000	-	25,00,000	25,00,000
(e) Other Non-Current Assets	-	1,53,52,732	1,53,52,732	-	1,60,93,271	1,60,93,271
Total Non-Current Assets	40,68,74,632	3,25,88,584	43,94,63,216	35,81,54,998	2,82,72,729	38,64,27,727
(2) Current Assets						
(a) Inventories	22,20,17,097	(3,03,518)	22,17,13,579	19,33,82,530	(6,51,371)	19,27,31,159
(b) Financial Assets						
(i) Trade Receivables	11,57,66,605	-	11,57,66,605	19,24,22,232	-	19,24,22,232
(ii) Cash and cash equivalents	64,49,715	(12,95,120)	51,54,595	-	9,17,054	9,17,054
(iii) Other Bank Balance	-	12,85,120	12,85,120	24,67,294	(10,52,174)	14,15,120
(iii) Loans	4,32,30,395	(2,99,78,584)	1,32,51,811	4,10,64,676	(2,56,37,609)	1,54,27,067
Total Current Assets	38,74,63,812	(3,02,92,102)	35,71,71,710	42,93,36,732	(2,64,24,100)	40,29,12,632
Total Assets	79,43,38,444	22,96,482	79,66,34,926	78,74,91,730	18,48,629	78,93,40,359
EQUITY AND LIABILITIES						
Equity						
(a) Equity Share Capital	14,00,00,000	-	14,00,00,000	14,00,00,000	-	14,00,00,000
(b) Other Equity	12,90,89,186	-	12,90,89,186	11,87,69,714	-	11,87,69,714
Total Equity	26,90,89,186	-	26,90,89,186	25,87,69,714	-	25,87,69,714
LIABILITIES						
(1) Non-Current Liabilities						
(a) Financial Liabilities						
(i) Borrowings	2,85,44,584	(1,35,00,000)	1,50,44,584	4,22,00,029	(1,25,00,000)	2,97,00,029
(a) Deferred tax liabilities (Net)	4,61,44,953	-	4,61,44,953	4,84,15,408	-	4,84,15,408
(b) Other Non-Current Liabilities	12,11,41,369	(8,15,15,761)	3,96,25,608	8,23,02,216	(6,63,71,238)	1,59,30,978
Total Non-Current Liabilities	19,58,30,906	(9,50,15,761)	10,08,15,145	17,29,17,653	(7,88,71,238)	9,40,46,415
(2) Current Liabilities						
(a) Financial Liabilities						
(i) Borrowings	22,39,12,470	-	22,39,12,470	25,41,08,867	-	25,41,08,867
(ii) Trade Payables	5,15,45,104	-	5,15,45,104	5,85,50,065	-	5,85,50,065
(b) Other Current liabilities	5,13,16,669	9,47,12,243	14,60,28,912	4,30,59,144	7,81,90,776	12,12,49,920
(c) Current Tax Liabilities	26,44,109	26,00,000	52,44,109	86,287	25,29,091	26,15,378
Total Current Liabilities	32,94,18,352	9,73,12,243	42,67,30,595	35,58,04,363	8,07,19,867	43,65,24,230
Total Equity and Liabilities	79,43,38,444	22,96,482	79,66,34,926	78,74,91,730	18,48,629	78,93,40,359

II. Reconciliation of Statement of Profit and Loss for the year ended 31.03.2017

PARTICULARS	As at 31st March, 2017		
	As per Indian GAAP	Ind AS Adjustments	Ind AS
I Revenue from Operations	96,48,26,228	(2,83,67,181)	93,64,59,047
Less: Excise Duty	5,39,91,888	(5,39,91,888)	-
	91,08,34,340	2,56,24,707	93,64,59,047
II Other Income	7,16,195	-	7,16,195
Total Income	91,15,50,535	2,56,24,707	93,71,75,242
III. EXPENSES			
Cost of Materials Consumed	31,15,47,877	-	31,15,47,877
Changes in Inventories of Finished Goods, Stock-in-Trade & work-in-progress	1,58,81,150	-	1,58,81,150
Excise Duty on sale of goods	-	5,39,91,888	5,39,91,888
Employee Benefits Expense	2,85,32,879	-	2,85,32,879
Finance Costs	2,89,10,289	-	2,89,10,289
Depreciation and Amortization Expense	4,20,21,121	-	4,20,21,121
Other Expenses	47,13,64,093	(2,83,67,181)	44,29,96,912
Total Expenses	89,82,57,409	2,56,24,707	92,38,82,116
IV Profit before tax	1,32,93,126	-	1,32,93,126
VII Less: Tax Expense:			
(1) Current Tax	52,44,109	-	52,44,109
(2) Deferred Tax	(22,70,455)	-	(22,70,455)
VIII Profit for the year	1,03,19,472	-	1,03,19,472

III. Adjustments to Statement of Cash Flow for the year ended 31.03.2017

Particulars	Amount as per Indian GAAP	Effects of Transition to IND AS	Amount as per Ind AS
Net Cash Flow from operating activities	13,08,82,782	1,41,63,015	14,50,45,797
Net cash used in investing activities	(9,29,77,383)	22,36,628	(9,07,40,755)
Net cash used in financing activities	(3,39,22,978)	(1,61,44,523)	(5,00,67,501)
Net increase in cash and cash equivalents	39,82,421	2,55,120	42,37,541
Opening in Cash and cash equivalents	24,67,294	(15,50,240)	9,17,054
Closing Cash and Cash Equivalents	64,49,715	12,95,120	51,54,595

Note to the Reconciliation

Reclassification have been done in respective heads as per requirement of Indian Accounting Standards (Ind AS)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

C. Financial risk management framework

i) Risk management framework

The Company's board of directors has overall responsibility for the establishment and oversight of the company's risk management framework. The Company's risk management policies are established to identify and analyze the risks faced by the company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the company's activities.

The Company's audit committee oversees how management monitors compliance with the company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the company. The audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad-hoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

ii) Credit Risk

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the company's receivables from customers and loans. The carrying amounts of financial assets represent the maximum credit risk exposure.

iii) Trade receivables and loans

The company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base.

The company has established a credit policy under which each new customer is analyzed individually for creditworthiness before the company's standard payment and delivery terms and conditions are offered. Sale limits are established for each customer and reviewed quarterly. Any sales exceeding those limits require approval from the management of the company.

The company limits its exposure to credit risk from trade receivables by establishing a maximum payment period of 90 days for customers. More than 85% of the company's customers have been transacting with the company for over five years, and none of these customers' balances are credit-impaired at the reporting date.

iv) Cash and cash equivalents

The company holds cash and cash equivalents of Rs.58.17 lakhs at 31 March 2018 (31 March 2017: Rs.51.55 lakhs). The cash and cash equivalents are held with bank and cash on hand.

v) Liquidity Risk

Liquidity risk is the risk that the company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the company's reputation. The company uses process costing to cost its products, which assists it in monitoring cash flow requirements and optimizing its cash return on investments.

vi) Market Risk

Market risk is the risk that changes in market prices – such as foreign exchange rates and interest rates – will affect the company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

vii) Currency Risk

The company is exposed to transactional foreign currency risk to the extent that there is a mismatch between the currencies in which sales, purchases, receivables and borrowings are denominated and functional currency. The functional currency of the Company is INR. The currencies in which these transactions are primarily denominated are US dollars.

The Company Forex risk management policy is to hedge currency exchange fluctuation and mitigate currency volatility and risks and to avoid uncertainties in cash flows. Forward contracts to hedge currency risk relating to foreign currency transactions of firm commitments and probable forecast transactions are generally designated as cash flow hedge. All other forward contracts are designated as fair value hedge for the purpose of accounting.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

D. RELATED PARTIES DISCLOSURES

As per Ind AS 24, the disclosure of transactions with the Related Parties are given below :

Related Parties Disclosures:

Holding Company : NIL

Subsidiary Company : NIL

Key Managerial Personnel : Mr. Sandeep Jain (Chairman)
Mr. Pradeep Kumar Rajput
Mrs. Shubhi Jain (Non-Executive Director)
Mrs. Anju Jain (Non-Executive Director)
Mr. Sushil Kumar Tyagi (Independent Director)
Mr. Rachit Jain (Independent Director)
Mr. Sanjeev Kumar Jain (Independent Director)
Mr. Arvind Dixit (CFO)
Mr. Anant Vats (CS)

Related Party : Mr. Mohit Jain
Mrs. Neelam Dixit
M/s Centurion Paper and Board
M/s Centurion Rubber
M/s Centurion Industries Private Limited

Managerial Remuneration

Remuneration paid to Managing Director and Whole Time Director

	Current Year 31.03.2018 (₹)	Previous Year 31.03.2017 (₹)
Salary & Allowances	4193954	3600000
TOTAL	4193954	3600000

Transactions with related parties for the period 01.04.2017 to 31.03.2018:

Particulars	Corporate Associates	KMP & Relations	Unincorporated Entities	(In ₹) O/S as on 31-03-2018
Loans received	-	26639182	-	-
Loan repaid	-	22539182	-	10860000
Remuneration to key Personnel	-	4193954	-	1328383
Salary & Others Transactions to Relative	-	16470608	-	107734

E. Operating segments

a) Basis for segmentation

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Company's other components, and for which discrete financial information is available. All operating segments' operating results are reviewed regularly by the Company's Board of Directors (BoD) to make decisions about resources to be allocated to the segments and assess their performance.

The Company has two reportable segments, as described below, which are the Company's strategic business units. For each of the business units the Company's Board of Directors reviews internal management reports on at least a quarterly basis.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

b) Information about reportable segments and reconciliations

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit (before tax), as included in the internal management reports that are reviewed by the Company's Board of Directors. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing is determined on an arm's length basis.

Particulars	(₹ in Lakhs)					
	Paper/ Poster Paper	Soda Ash	2018 Total	Paper	Soda Ash	2017 Total
Revenue						
External Sales	10192.21	68.38	10260.59	8811.01	553.58	9364.59
Internal Segment Sales	-	-	-	-	-	-
Total	10192.21	68.38	10260.59	8811.01	553.58	9364.59
Segment Result	410.37	1.09	411.46	406.75	8.12	414.87
Unallocated Corporate (Expenses)/ Income	-	-	0.24	-	-	2.93
Operating Profit	-	-	411.70	-	-	417.8
Interest Expenses	281.11	-	281.11	289.10	-	289.10
Interest/Dividend Income & Surplus on Disposal of Investments	-	-	8.22	-	-	4.23
Income Tax	-	-	28.56	-	-	52.44
Deferred Tax	-	-	4.03	-	-	(22.70)
Profit after tax	-	-	106.22	-	-	103.19
Other Information						
Segment Assets	8390.27	182.76	8573.03	7686.01	169.54	7855.55
Unallocated Corporate Assets	-	-	110.79	-	-	110.79
Total	8390.27	182.76	8683.82	7686.01	169.54	7966.34
Segment Liabilities	2974.46	-	2974.46	2574.88	-	2574.88
Unallocated Corporate Liabilities	-	-	-	-	-	-
Total	2974.46	-	2974.46	2574.88	-	2574.88
Capital Expenditure	-	-	-	-	-	-
Depreciation/ Amortisation	353.17	11.40	364.57	406.03	14.18	420.21
Other Non Cash Expenses Other than Depreciation/ Amortization	-	-	-	-	-	-

In addition to the significant accounting policies applicable to the business segment as set out in Note 1, Notes to the Financial Statements, the accounting policies in relation to segment accounting are as under:

- The Company has disclosed Business Segment as the primary segment have been identified taking into account the nature of the products, the differing risks and returns, the organization structure and internal reporting system. The Company's operations predominantly relates to manufacturing of paper and other business segment comprises of Soda Ash.
- Segment Revenue, Segment Results, Segment Assets and Segment Liabilities include the respective amounts identifiable to each of the segments as also amounts allocated on a reasonable basis. The expenses, which are not directly relatable to the business segments are shown as unallocated corporate expenses.
- Assets and Liabilities that cannot be allocated between the segments are shown as un-allocable corporate assets and liabilities respectively.
- There are no secondary reportable segments as all operations and customers are located in India. The Company operates in a single geographical segment.

F. Recent Accounting pronouncements

Ministry of Corporate Affairs (MCA) has issued the Companies (Indian Accounting Standards) (Amendment) Rules, 2018 on 28th March, 2018 notifying Ind AS 115, 'Revenue from Contracts with Customers' and amending Ind AS 21 'The Effects of Changes in Foreign Exchange Rates'; Ind AS 12 'Income Taxes'. The same are applicable for financial statements pertaining to annual periods beginning on or after 1st April, 2018. The Company expects that there will be no material impact on the financial statements resulting from the implementation of these standards.

As per our report of even date attached

For Anil Sood & Associates
Chartered Accountants
Registration No.: 004985N

For and on behalf of the Board of Directors

Anil Sood
(Partner)
Membership No.: 083939

Sandeep Jain
(Managing Director)

Anju Jain
(Director)

Anant Vats
(Company Secretary)

A.K.Dixit
(Chief Financial Officer)

Place : New Delhi
Date : 30th May, 2018

MOHIT PAPER MILLS LIMITED
Registered Office:15A/13, UPPER GROUND FLOOR, EAST PATEL NAGAR,NEW DELHI-110008
TELEPHONE:011-25886798,TELEFAX:011-25886797,WEB-SITE:mohitpaper.in
E-Mail: mohit.paper@rediffmail.com
CIN:L21093DL1992PLC116600

ATTENDANCE SLIP
TWENTY SIXTH ANNUAL GENERAL MEETING
FRIDAY,28TH SEPTEMBER,2018

ANNUAL GENERAL MEETING to be held on Friday the 28th Day of September, 2018 at 10:00 A.M. at Bharat Banquet Hall, A-5, Naveen Vihar, Rajiv Nagar Extension, Begumpur Main Barwala Road, Delhi-110081.

NAME OF THE MEMBER/PROXY : _____
DP ID-CLIENT ID NO./ FOLIO NO. : _____
NO. OF SHARES HELD : _____
ADDRESS OF THE MEMBER : _____

I/We hereby record my/our presence at the 26th Annual General Meeting of the Company at Bharat Banquet Hall, A-5, Naveen Vihar, Rajiv Nagar Extension, Begumpur Main Barwala Road, Delhi-110081.

Signature of the Shareholder/Proxy
Name:

(Members/Proxy attending the Meeting must bring the above Admission Card/Attendance Slip to the Meeting and handover at the entrance, after duly signing)

MOHIT PAPER MILLS LIMITED
Registered Office:15A/13, UPPER GROUND FLOOR, EAST PATEL NAGAR, NEW DELHI-110008
TELEPHONE:011-25886798, TELEFAX:011-25886797, WEB-SITE:mohitpaper.in
E-Mail: mohit.paper@rediffmail.com
CIN:L21093DL1992PLC116600

PROXY FORM
TWENTY SIXTH ANNUAL GENERAL MEETING
Friday, 28th September, 2018.

Name of the Member(s): _____ (IN BLOCK LETTERS)

Registered Address: _____

E-mail Id: _____

Folio No./DP ID-Client ID No. _____

I/We, being the member(s) of _____ shares of the above named Company
hereby appoint
1. Name: _____

Address: _____

Email id: _____

Signature: _____, or failing him/her

2. Name: _____

Address: _____

as my proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Twenty Sixth Annual General Meeting of the Company, to be held on Friday, 28th Day of September, 2018 at Bharat Banquet Hall, A-5, Naveen Vihar, Rajiv Nagar Extension, Begumpur Main Barwala Road, Delhi-110081 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.	Description of Resolution
1.	Ordinary Resolution for adoption of the Financial Statements of the Company for the year ended on 31 st March, 2018 together with the reports of the Directors and Auditors thereon.
2.	Ordinary resolution for Re-appointment of Mrs. Anju Jain as a Director, liable to retirement by rotation.
3.	Special Resolution for Re-appointment of Mr. Sushil Kumar Tyagi (DIN-06362605) as an Independent Director of the Company.
4.	Special Resolution for Re-appointment of Mr. Rachit Jain (DIN-06982727) as an Independent Director of the Company.
5.	Special Resolution for Re-appointment of Mr. Sanjeev Kumar Jain (DIN-07018412) as an Independent Director of the Company.
6.	Special Resolution for appointment of Mr. Pradeep Kumar Rajput (DIN-06685586) as Whole-Time-Director.
7.	Ordinary Resolution for ratification of Remuneration of Cost Auditor

Signed this _____ day of _____ 2018

Signature of shareholder(s) _____ Signature of Proxy holder(s) _____

Affix Revenue stamp
(15 paise)

Note:

- This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Annual General Meeting.
- The Proxy Form should be signed across the Revenue stamp as per specimen signature(s) registered with the Company/depository participant.
- A proxy need not be a member.

MOHIT PAPER MILLS LIMITED
Registered Office: 15A/13, UPPER GROUND FLOOR, EAST PATEL NAGAR, NEW DELHI-110008
TELEPHONE: 011-25886798, TELEFAX: 011-25886797, WEB-SITE: mohitpaper.in
E-Mail: mohit.paper@rediffmail.com
CIN: L21093DL1992PLC116600

FORM NO. MGT-12

POLLING PAPER

(Pursuant to Section 109(5) of the Companies Act, 2013 and Rule 21(1)(c) of the Companies (Management and Administration) Rules, 2014)

Ballot Paper		
S. No.	Particulars	Details
1.	Name of First Named Shareholder (In Block Letters)	
2.	Postal Address	
3.	Regd. Folio No. or DP ID No. & Client ID No.	
4.	Class of Share	Equity Shares

I hereby exercise my vote in respect of Ordinary/Special Resolution enumerated below by recording my assent or dissent to the said resolutions in the following manner:

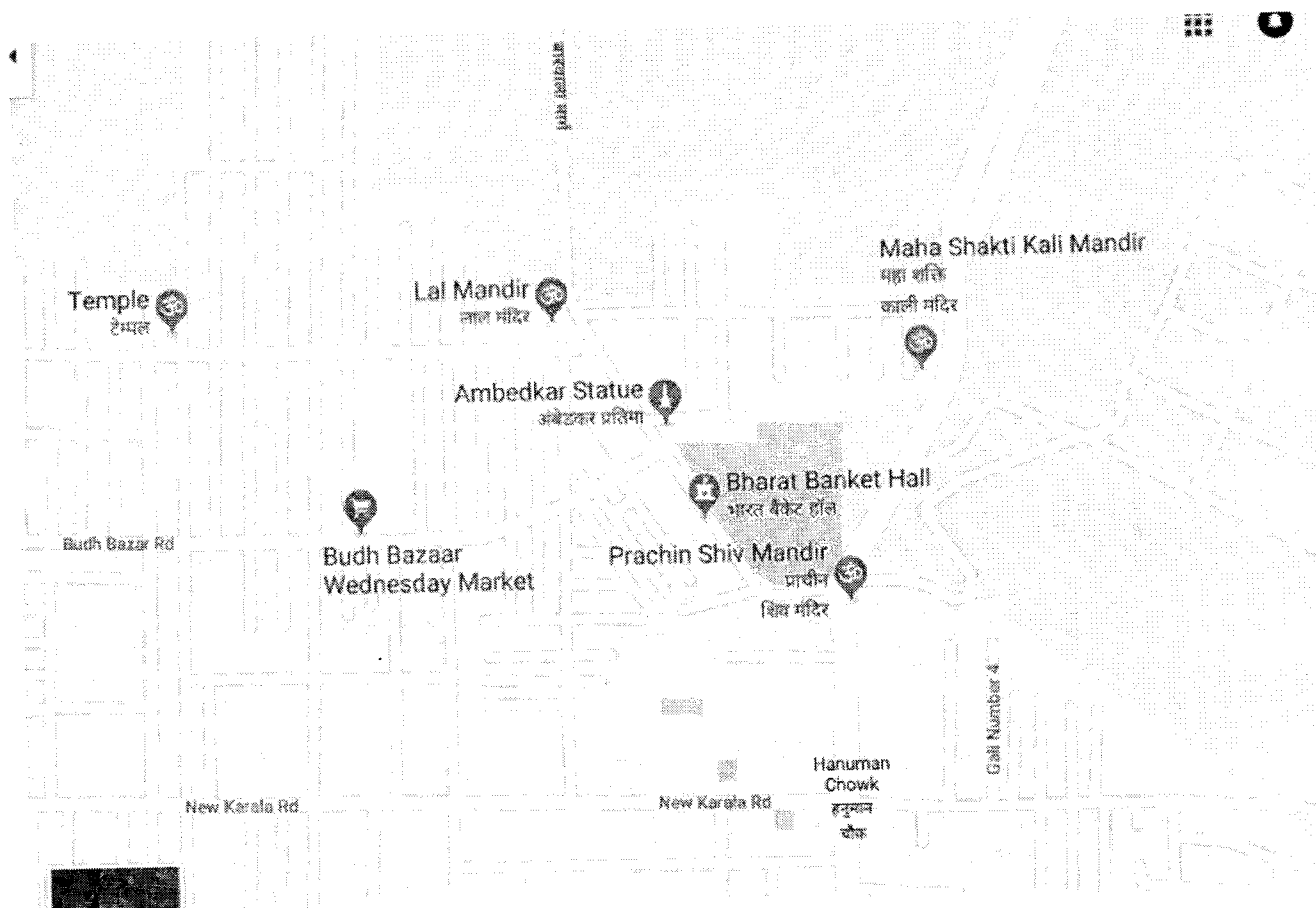
Item No.	Description	No. of shares held	I assent to the resolution	I dissent to the resolution
	ORDINARY BUSINESS			
1.	Ordinary Resolution for adoption of the Financial Statements of the Company for the year ended on 31 st March, 2018 together with the reports of the Directors and Auditors thereon.			
2.	Ordinary resolution for Re-appointment of Mrs. Anju Jain as a Director, liable to retirement by rotation.			
	SPECIAL BUSINESS			
3.	Special Resolution for Re-appointment of Mr. Sushil Kumar Tyagi (DIN-06362605) as an Independent Director of the Company.			
4.	Special Resolution for Re-appointment of Mr. Rachit Jain (DIN-06982727) as an Independent Director of the Company.			
5.	Special Resolution for Re-appointment of Mr. Sanjeev Kumar Jain (DIN-07018412) as an Independent Director of the Company.			
6.	Special Resolution for appointment of Mr. Pradeep Kumar Rajput (DIN-06685586) as Whole-Time-Director.			
7.	Ordinary Resolution for ratification of Remuneration of Cost Auditor			

Signature of the Shareholder/Proxy
Name:

Date:

Place:

Venue of AGM Map



TO,

If undelivered please return to :



MOHIT PAPER MILLS LTD.

Regd. Off. : 15, A/13, Upper Ground Floor, East Patel Nagar, New Delhi-110 008
Tel. : 011 - 25886798, Telefax : 011 - 25886797