



MOHIT PAPER MILLS LIMITED



MOHIT PAPER MILLS LIMITED

TWENTY FOURTH ANNUAL REPORT 2015 - 2016



MOHIT PAPER MILLS LIMITED

MOHIT PAPER MILLS LIMITED

BOARD OF DIRECTORS

EXECUTIVE DIRECTORS

Mr. Sandeep Jain
Mr. Dilip Kumar Jha

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

AUDITORS

M/s Ajay Shreya & Company
Chartered Accountants
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

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-Fourth Annual General Meeting of the Members of MOHIT PAPER MILLS LIMITED will be held on Friday the 30th Day of September, 2016 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, 2016, including the audited Balance Sheet as at March 31, 2016, 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.

Item No.3-Appointment of Auditors

To ratify the appointment of auditors of the Company, and to fix their remuneration and to pass the following resolution as an ordinary resolution thereof:

"RESOLVED THAT pursuant to the provisions of Section 139,142 and other applicable provisions of the Companies Act, 2013 and the Rules made there under, pursuant to the recommendations of the audit committee of the Board of Directors and pursuant to the resolution passed by the members at the AGM held on September 30,2014 the appointment of M/s Ajay Shreya & Co., Chartered Accountants (Registration Number-021423N), as the auditors be and is hereby ratified, to hold office till the conclusion of the 25th Annual General Meeting on remuneration as shall be fixed by the Board of Directors of the Company."

SPECIAL BUSINESS:

Item No.4-Appointment of Mr. Dilip Kumar Jha 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. Dilip Kumar Jha (DIN-07322151) as whole-time-director of the Company for a period of three years w.e.f. 05/11/2015 on the remuneration, commission and other terms & conditions, as set out in the Explanatory Statement annexed hereto..”

I. Remuneration

a. Monthly Remuneration of Rs.60,000/-

II. Perquisites

a..Medical Reimbursement: Reimbursement of expenses for self and family subject to the ceiling of one month salary in a year.

b .Leave Travel Concession: For Self and Family once in a year in accordance with the rules framed by the company.

c. Provident Fund: Company's contribution to the Fund as per the rules of the company.

d. Gratuity: As per the rules of the company but not exceeding half months salary for each completed year of service.

e. In case the accommodation is owned and provided by the Company, 10% of the salary shall be deducted by the Company

f. Provision of car for business purpose and facility of telephone at residence shall not be considered as perquisite.

g. Reimbursement of entertainment, travelling and all other expenses incurred for the business of the Company, as per the rules of the Company.

III. 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 No.5 CHANGE IN OBJECT CLAUSE

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

“RESOLVED THAT pursuant to the provisions of Section 13(9) and other applicable provisions (if any), of the



Companies Act, 2013 consent of the members be and is hereby accorded to add more Clauses after point No. 4 in the main objects Clause III (A) of the Memorandum of Association of the Company as follows:

5. To manufacture and deal in all chemical products and their intermediates, dyes, drugs, medicines and pharmaceuticals, all types of chemicals such as sulphuric acid, chlorine and other acids, caustic soda ash, caustic soda lye/flakes, industrial and pharmaceutical organic and inorganic chemicals, fertilizers.
6. To carry on all or any of the business of producers, manufacturers, generators, suppliers, distributors, transformers, converters, transmitters, processors, developers, stores, procurers, carriers and dealers in electricity, all form of energy and any such products and by-products derived from such business including without limitation, steam, fuels, ash, conversion of ash into bricks and any products derived from or connected with any other form of energy, including, without limitation to conventional sources such as heat, thermal, hydel and/or from nonconventional sources such as tidalwave, wind, solar, geothermal, biological, biogas and coal bed methane.
7. To carry on all or any of the business of purchasers, creators, generators, manufacturers, producers, procurers, suppliers, distributors, converters, processors, developers, storers, carriers and dealers in, design or otherwise acquire to use, sell, transfer or otherwise dispose of electricity, steam, hydro or tidal, water, wind, solar, hydrocarbon fuels, fuel handling equipments and machinery and fuel handling facilities thereto and any products or by products derived from any such business (including without limitation distillate fuel oil and natural gas whether in liquified or vaporized form), or other forms of energy of every kind and description and stoves, cookers, heaters, geysers, biogas, plants, gas and steam turbines, boilers, generators, alternators, diesel generating sets and other energy devices and appliances of every kind and description.

FURTHER RESOLVED THAT the Board of Directors of the company be and are hereby authorized to do all such acts, deeds, matters and things as they may consider appropriate to give effect to the above said resolution."

Item No.6 Adoption of New Set of Memorandum of Association

To adopt new set of Memorandum of Association of the company containing regulations in conformity with the Companies Act, 2013 and in this regard to consider and it thought fit, to pass, with or without modification(s), the following resolution as Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 13 and other applicable provisions (if any), of the Companies Act, 2013 read with its rules (including any statutory modification(s) or re-enactment thereof, for the time being in force), consent of the company be and is hereby accorded to adopt new set of Memorandum of Association of the Company in place of existing Memorandum of Association.

FURTHER RESOLVED THAT the Board of Directors of the company be and are hereby authorized to do all such acts, deeds, matters and things as they may consider appropriate to give effect to the above said resolution."

Item No.7 Adoption of New Set of Articles of Association

To adopt new set of Articles of Association of the company containing regulations in conformity with the Companies Act, 2013 and in this regard to consider and it thought fit, to pass, with or without modification(s), the following resolution as Special Resolution:



"RESOLVED THAT pursuant to the provisions of Section 14 and other applicable provisions (if any), of the Companies Act, 2013 read with its rules (including any statutory modification(s) or re-enactment thereof, for the time being in force), consent of the company be and is hereby accorded to adopt new set of Articles of Association of the Company in place of existing Articles of Association.

FURTHER RESOLVED THAT the Board of Directors of the company be and are hereby authorized to do all such acts, deeds, matters and things as they may consider appropriate to give effect to the above said resolution."

BY ORDER OF THE BOARD OF DIRECTORS

ANANT VATS
(COMPANY SECRETARY)

PLACE : NEW DELHI
DATED : 13.08.2016

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 24th Day of September to 30th Day of September, 2016 (both days Inclusive). The record date for this purpose is 23rd Day of September, 2016.
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 2015-2016 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.

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 27th September, 2016 (9:00 a.m.) and ends on 29th September, 2016 (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 23rd September, 2016, may cast their vote electronically. The Remote e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) 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.
- (iii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iv) The shareholders should log on to the Remote e-voting website www.evotingindia.com.
- (v) Click on Shareholders.
- (vi) 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.



- (vii) Next enter the Image Verification as displayed and Click on Login.
- (viii) 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.
- (ix) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <p>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.</p> <p>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</p>
Dividend Bank Details OR Date of Birth (DOB)	<p>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.</p> <p>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).</p>

- (i) After entering these details appropriately, click on "SUBMIT" tab.
- (ii) 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.
- (iii) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (iv) Click on the EVSN for the relevant <Company Name> on which you choose to vote i.e. Mohit Paper Mills Limited.
- (v) 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.
- (vi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (vii) 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.
- (viii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (ix) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (x) 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.
- (xi) 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. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xii) 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 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.
- (i) Any person, who acquires shares of the Company and become Member of the Company after dispatch of the Notice and holding shares as on the cut-off date i.e. 23rd September, 2016 may follow the same instructions as mentioned above for remote e-Voting.
- (ii) 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. 4

a. Mr. Dilip Kumar Jha has vast experience in manufacturing of Paper. He is engaged with the paper industry since than 30 years. He has worked with leading industries of the country.

The Board and Nomination and Remuneration Committee have appointed Mr. Dilip Kumar Jha as whole time director subject to the approval of members of the Company in their meeting held on 05/11/2015 and 04/11/2015 respectively for a period of 3 years commencing from 05/11/2015 to 04/11/2018 at a salary given below:

I. Remuneration

a. Monthly Remuneration of Rs.60,000/-

II. Perquisites

a. Medical Reimbursement: Reimbursement of expenses for self and family subject to the ceiling of one month salary in a year.

b. Leave Travel Concession: For Self and Family once in a year in accordance with the rules framed by the company.



- c. Provident Fund: Company's contribution to the Fund as per the rules of the company.
- d. Gratuity: As per the rules of the company but not exceeding half months salary for each completed year of service.
- e. In case the accommodation is owned and provided by the Company, 10% of the salary shall be deducted by the Company
- f. Provision of car for business purpose and facility of telephone at residence shall not be considered as perquisite.
- g. Reimbursement of entertainment, travelling and all other expenses incurred for the business of the Company, as per the rules of the Company.

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

- a. 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.
- b. Company have also received the notice under section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of whole time director.
- c. Accordingly the Board recommends the resolution in relation to appointment of Mr. Dilip Kumar Jha (DIN-07322151) as whole time director of the Company, for the approval by the Shareholders of the Company.
- d. Except Mr. Dilip Kumar Jha (DIN-07322151) none of the other Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested.



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

I. GENERAL INFORMATION :	
1. Nature of Industry	Manufacture of Writing and Printing Paper & Newsprint & 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 31.03.2016	During the Year Gross Sales was recorded as at ₹ 1022.06 Lacs as against Rs. 954.92 Lacs in 2015-2016. Net Profit before taxes during the year is recorded as Rs. 127.57 as against Rs. 124.20 in 2015-2016
II. INFORMATION ABOUT APPOINTEE:	
1. Background Details	Mr. Dilip Kumar Jha is 60 years of age and have more than 30 years of experience in Paper Industry and have worked at various levels in technical field. He have worked as General Manager in various esteemed paper manufacturing units.
2. Past Remuneration Drawn	Last Remuneration Drawn by Mr. Dilip Kumar Jha as Whole Time Director is Rs. 50,000 per month.
3. Recognition/Awards	Nil
4. Job Profile and his suitability	As Mr. Dilip Kumar Jha has worked as unit head in various other paper units. He is best suited for this job in Mohit Paper Mills Limited. Due to his vast experience in paper manufacturing he has been chosen for the post of unit head and offered the designation of 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. Dilip Kumar Jha are deemed interested or concerned in the said resolution. Mr. Dilip Kumar Jha 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 which is not fully passed on to the customer and due to depreciation in 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.5

The Company is in the business of manufacturing of Writing and Printing Paper and Newsprint. The Company is adding clause 5,6,7 to the Main Objects. As the Company is using wide varieties of raw-material and chemicals to manufacture paper so the waste of those raw-material and chemicals is being recycled so that there is no pollution in the environment. So various equipments and devices are used to meet this end. Company uses turbine for meeting its electricity requirement. It is generating electricity for captive consumption of power

Before Companies Act, 2013 these objects were mentioned in other objects so in line with the existing Companies Act, 2013 these objects have to be changed and added in the Main Object.

None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested.

Accordingly the Board recommends this resolution for the approval of shareholders.

ITEM NO.6 – 7

The existing AOA / MOA are based on the Companies Act, 1956 and several regulations in the existing AOA/MOA contain references to specific sections of the Companies Act, 1956 and some regulations in the existing MOA / AOA are no longer in conformity with the New Companies Act, 2013. Hence it is considered expedient to wholly replace both existing AOA and MOA with new set of MOA/AOA to extent which shall be in conformity with the new Companies Act, 2013.

None of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested.

Accordingly the Board recommends this resolution for the approval of shareholders.

BY ORDER OF THE BOARD OF DIRECTORS

ANANT VATS
(COMPANY SECRETARY)

PLACE : NEW DELHI
DATED : 13.08.2016



MOHIT PAPER MILLS LIMITED

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

Name of the Director (with relationship with other Directors inter-se)	Anju Jain(wife of Managing Director Mr. Sandeep Jain and mother in law of other Director Mrs. Shubhi Jain)	Dilip Kumar Jha
Date of Birth	15/12/1965	15/11/1955
Qualification	Post Graduate	Science Graduate
DIN	00459540	07322151
No. of other directorship	1	Nil
Shareholding in the Company	2005701 shares	Nil
Category	Non-Executive Director	Whole Time Director
Remuneration as Non-Executive Director	Nil	N.A.
Membership of Committee	Nil	Nil
Expertise	Expertise in economics and administration	He is a paper technocrat and has vast experience in handling manufacturing of Paper.

**DIRECTORS' REPORT**

To the Members of Mohit Paper Mills Limited,

The Board of Directors have pleasure in presenting the 24th Annual Report together with the Audited Accounts of the Company for the year ended, 31st March, 2016.

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

1. FINANCIAL RESULTS

(Amount ₹)

		Current Year ending 31.03.2016		Previous Year ending 31.03.2015
Gross Sales & Other Income		102,37,53,182		95,65,41,955
Operating Profit -before Interest, Depreciation & Tax		7,38,33,510		7,82,34,441
Interest & Finance Charges		2,90,68,008		2,87,46,159
Depreciation	3,20,08,456		3,82,50,774	
Less : Depreciation for earlier years written back & Dep. on revalued Assets	-	3,20,08,456	11,82,511	3,70,68,263
Net of Adjustments:				
Depreciation on revalued Assets	-		11,82,511	
Less: Amount Transferred from capital reserve	-	-	11,82,511	-
NET PROFIT BEFORE TAX		1,27,57,046		1,24,20,019

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 31.03.2016, which has been carried over in the Balance Sheet. Gross Sales and Other Income for the year was ₹102.37 crores as against ₹ 95.65 crores in the previous year.

Corporate Overview

During the year the production was 27,006.17 M.T. as compared to 24,188.60 M.T. in the previous year. Gross Sales have increased from ₹ 954.92 Lacs to ₹ 1022.06 Lacs. Net Profit before tax of the Company have increased from ₹ 124.20 Lacs to ₹ 127.57 Lacs.

The Performance of the Company was better than the last year. The situation of the global market has improved which shows in the improvement of the performance of your Company.

Share Capital

Authorized Share Capital of the Company is ₹17,50,00,000/- divided into 17500000 Equity Shares of ₹10/- each and Issued, Subscribed and Paid-up Capital of the Company is ₹14,00,00,000/- divided into 14000000 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 31.03.2016, which has been carried over in the Balance Sheet.

Subsidiaries, Associate Companies

There is no an Associate Company as on 31st March 2016 . 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 all 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 to the board 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 30.09.2015.

Mr. Sushil Kumar Patidar resigned from the office of Whole Time Director and Mr. Dilip Kumar Jha was appointed in his place in the Board Meeting held on 05.11.2015 subject to the approval of shareholders in the General Meeting.

.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, 2016, 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

Ajay Shreya & Co. (Chartered Accountants) were appointed as statutory auditor at the annual general meeting



held on 30.09.2014 to hold office till the conclusion of the 25th annual general meeting, the auditors appointment shall be placed for ratification at every annual general meeting. Accordingly, the appointment of Ajay Shreya & Co. (Chartered Accountants), is placed for ratification by the shareholders. In this regard the Company have received a certificate from the auditors to the effect that if they are re-appointed, it would be in accordance with the provisions of Section 141, of the Companies Act, 2013.

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

Cost Auditors

As the Company does not come under the purview of Cost Audit, so no Cost Auditor was appointed for 2015-2016 for conducting Cost Audit.

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 2016-2017. The Secretarial Audit Report done by P. Balodia & Co. for the year 2015-2016 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 in place in the Company noticed by them. The policy is annexed as "Annexure E".

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.

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 : 13.08.2016



**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 Company have also commissioned the Bio- Gas Digester Plant which will utilise the waste of Paper(Sludge) for making gas which will be used as fuel for Boiler for reducing the cost of fuel and will be 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.



MOHIT PAPER MILLS LIMITED

Foreign Exchange earnings on account of Exports was NIL. Total foreign exchange outgo during the year amounted to ₹ 7,22,69,206/- on account of Import on CIF Basis of waste paper and machinery part.

FOR AND ON BEHALF OF BOARD OF DIRECTORS

SANDEEP JAIN
(CHAIRMAN)
DIN-00458048

PLACE :NEW DELHI
DATED : 13.08.2016

**FORM- A**

Disclosure of particulars with respect to conservation of energy:

A. Power & Fuel consumption

1. Electricity	Current Year 31.03.2016	Previous Year 31.03.2015
Purchased:		
Units	79519	80571
Total Amount(₹)	3746977	3768451
Rate/Unit	47.12	46.77
Through Steam Turbine/Generator		
a. Units Produced	22137514	20101865
Cost/Unit	NIL	NIL
Units per Ltr. of fuel	NIL	NIL
b. Units Sold	-	-
Rate/Units	-	-
c. Net units consumed for production		
Units	22137514	20101865
Cost/Units	NIL	NIL
Units per rate of fuel	NIL	NIL
2. Coal / Charcoal:		
Qty.(MT)	28.64	45.145
Total Cost (₹)	466599	757419
Average Rate	16291	16777
3. Tel Rahit Bhussi:		
Qty.(MT)	48744.00	28457.445
Total Cost (₹)	115751440	100689243
Average Rate	2374.68	3538.24
4. Lubricant:		
Qty.(M.T.)	9403.00	11917
Total Cost (₹)	957837	1557278
Average Rate	101.87	130.68
5. Pet Coke:		

**MOHIT PAPER MILLS LIMITED**

Qty.(M.T.)	327.73	6584.900
Total Cost (₹)	3067876	61641913
Average Rate	9360.99	9361.10

B. Consumption/Tones of Production:

	<u>Current year-31.03.2016</u>		<u>Previous year-31.03.2015</u>	
Product	Paper	Soda Ash	Paper	Soda Ash
Production (MT)	20421.822	6584.350	18783.25	5405.350
Electricity (Units/MT)	967	375	966	377

Tel Rahit Bhussi (in Boiler)
(On directly attributable basis
To Production)

2.095	0.902	1.364	0.526
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Coal (In Boiler)
(On Directly attributable
basis to production)
Bagasse

0.0012	0.0008	0.002	0.0008
Nil	Nil	Nil	Nil

Pet Coke (In Boiler)
(On Directly attributable
basis to production)
Bagasse

0.012	00.009	0.316	0.122
Nil	Nil	Nil	Nil

FOR AND ON BEHALF OF BOARD OF DIRECTORS

SANDEEP JAIN
(CHAIRMAN)
DIN-00458048

PLACE :NEW DELHI
DATED : 13.08.2016

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 is in the process of installing and commissioning of re-causticizing plant. This plant will convert soda ash into sodium hydroxide i.e, caustic soda. This can be reused for bagasse cooking in the continuous digester. Caustic soda is costly chemical which will be recovered & reused for viable economic reason.

The Company have also commissioned the Bio- Gas Digestor Plant which will utilise the waste of Paper for making gas which will be used as fuel for Boiler for reducing the cost of fuel and will be used as a tool for making the environment clean and pollution free.

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 : 13.08.2016

**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 31st, 2016 which were not at arm's length basis.

There were no material contracts or arrangements or transactions for the year ended March,31 2016 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 31,2016 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 (₹)
1.	Centurion Rubber	Proprietor is son of Director Mr. Sandeep Jain and Mrs Anju Jain and Spouse of Director Mrs. Shubhi Jain	Purchase of Equipment	Rs.13,02,299/-
2.	Neelam Dixit	Wife of Chief Financial Officer Mr. Arvind Dixit	Supplier of agro material	Rs.1,66,50,000/-
3.	Siddhant Dixit	Son of CFO Mr. Arvind Dixit	Supplier of agro material	Rs.70,82,165/-

FOR AND ON BEHALF OF BOARD OF DIRECTORS

SANDEEP JAIN
CHAIRMAN
DIN-00458048

PLACE: New Delhi
DATED : 13.08.2016

**ANNEXURE (G)**

Form No. MCT-9

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON-31.03.2016

*[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, EAST PATEL NAGAR , NEW DELHI-110008 Tel:011-255886797 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 and Printing Paper	21012	87%

2	News Print	21013	10%
3	Soda Ash	24297	3%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary / Associate	% of shares held	Applicable Section
1.	None	None	None	None	None
2.					
3.					
4.					

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)
i. Category-wise-ShareHolding

Category of Shareholders	No. of Shareholding at the beginning of the year			No. of Shareholding at the end of the year			% Change during The year
	Demat	Physical	Total	Dem at	Physical	Total	
A. Promoter							
1) Indian							
a) Individual/ HUF	7322919	618100	7941019	7887019	10000	7897019	56.41 (0.31)
b) Central Govt	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-
d) Bodies Corp	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-
f) Any Other	-	-	-	-	-	-	-
Sub-total(A)(1):-	7322919	618100	7941019	7887019	10000	7897019	56.41 (0.31)
2) Foreign							
g) NRIs-Individuals	-	-	-	-	-	-	-
h) Other-Individuals	-	-	-	-	-	-	-



(26)



ii.Shareholding of Promoters

Sr. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	Surendra Kumar Jain	104900	0.75	-	104900	0.75	-	-
2.	Sandeep Jain	2764900	19.75	-	2764900	19.75	-	-
3.	Anju Jain	2005701	14.33	-	2005701	14.33	-	-
4.	Abdul Hamid	1500	0.01	-	-	-	-	0.01
5.	Anil Kumar	3000	0.02	-	-	-	-	0.02
6.	Mahendra Singh	10000	0.07	-	-	-	-	0.07
7.	Saroj Gupta	5500	0.04	-	-	-	-	0.04
8.	Vinod Devi	7500	0.05	-	-	-	-	0.05
9.	Moti Ram Bhatia	2000	0.01	-	-	-	-	0.01
10.	Vijay Bhatia	2000	0.01	-	-	-	-	0.01
11.	Madhu Agarwal	2500	0.02	-	-	-	-	0.02
12.	T.K.Arora	2500	0.02	-	-	-	-	0.02
13.	Minakshi	2500	0.02	-	-	-	-	0.02
14.	Rajneesh Tyagi	2500	0.02	-	-	-	-	0.02
15.	Saroj Agarwal	2500	0.02	-	-	-	-	0.02
16.	Sanjeev Gupta	10000	0.07	-	10000	0.07	-	-
17.	Mohit Jain	1625218	11.61	-	1625218	11.61	-	-
18.	Sandeep Jain-HUF	341300	2.44	-	341300	2.44	-	-
19.	Shubhi Jain	1045000	7.46	-	1045000	7.46	-	-
	Total	7941019	56.72	-	7897019	56.41	-	(0.31)

iii. Change in Promoters' Shareholding (Information is for those promoters where there is a change): The below mentioned shareholders are not the promoters but are the members of public as they are not coming under the purview of definition of promoters as per Companies act, 2013 and transferred likewise by the Management

Sr. no		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Abdul Hamid				
	At the beginning of the year	1500	0.01	1500	0.01
	Less: transfer to category public	1500	0.01	1500	0.01
	At the End of the Year	0	0	0	0
2.	Anil Kumar				
	At the beginning of the year	3000	0.02	3000	0.02
	Less: transfer to public	3000	0.02	3000	0.02
	At the End of the Year	0	0	0	0
3.	Mahendra Singh				
	At the beginning of the year	10000	0.07	10000	0.07
	Less: transfer to category public	10000	0.07	10000	0.07
	At the End of the Year	0	0	0	0
4.	Saroj Gupta				
	At the beginning of the year	5500	0.04	5500	0.04
	Less: transfer to category public	5500	0.04	5500	0.04



	At the End of the Year	0		0	0	0	0
5.	Vinod Devi						
	At the beginning of the year	7500		0.05	7500		0.05
	Less: transfer to category public	7500		0.05	7500		0.05
	At the End of the Year	0		0	0		0
6.	Moti Ram Bhatia						
	At the beginning of the year	2000		0.01	2000		0.01
	Less: transfer to category public	2000		0.01	2000		0.01
	At the End of the Year	0		0	0		0
7.	Vijay Bhatia						
	At the beginning of the year	2000		0.01	2000		0.01
	Less: transfer to public	2000		0.01	2000		0.01
	At the End of the Year	0		0	0		0
8.	Madhu Agarwal						
	At the beginning of the year	2500		0.02	2500		0.02
	Less: transfer to category public	2500		0.02	2500		0.02
	At the End of the Year	0		0	0		0
9.	T.K. Arora						
	At the beginning of the year	2500		0.02	2500		0.02
	Less: transfer to category public	2500		0.02	2500		0.02



	At the End of the Year	0	0	0	0	0
10.	Minakshi					
	At the beginning of the year	2500	0.02	2500	0.02	0.02
	Less: transfer to category public	2500	0.02	2500	0.02	0.02
	At the End of the Year	0	0	0	0	0
11.	Rajnish Tyagi					
	At the beginning of the year	2500	0.02	2500	0.02	0.02
	Less: transfer to category public	2500	0.02	2500	0.02	0.02
	At the End of the Year	0	0	0	0	0
12.	Saroj Agarwal					
	At the beginning of the year	2500	0.02	2500	0.02	0.02
	Less: transfer to category public	2500	0.02	2500	0.02	0.02
	At the End of the Year	0	0	0	0	0



IV. Shareholding Pattern of Top Ten Shareholders						
Sr No.	Name & Type of Transaction	Shareholding at the beginning of the year - 2015	Transactions during the year		Cumulative Shareholding at the end of the year - 2016	
			NO. OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY	DATE OF TRANSACTION	NO. OF SHARES HELD
1	SELTRON FINANCE LIMITED	2400000	17.1428			2400000
2	SHIVANK SECURITIES (P) LTD	135000	0.9643			135000
	AT THE END OF THE YEAR					135000
3	RAJESH KANSAL	109777	0.7841			109777
	AT THE END OF THE YEAR					109777
4	HEMANT KUMAR MOTIHAR	160923	1.1495			160923
	Transfer				11 Dec 2015	144121
	Transfer				18 Dec 2015	124168
	Transfer				08 Jan 2016	113318
	Transfer				15 Jan 2016	113254
	Transfer				22 Jan 2016	113354
	Transfer				05 Feb 2016	94453
	AT THE END OF THE YEAR					94453
5	SATISH SHAMJI BHEDA	9428	0.0673			9428
	Transfer				17 Apr 2015	9928
	Transfer				15 May 2015	10828
	Transfer				05 Jun 2015	10928
	Transfer				26 Jun 2015	14127
	Transfer				30 Jun 2015	19001
	Transfer				03 Jul 2015	20551
	Transfer				10 Jul 2015	24351
	Transfer				17 Jul 2015	25551
	Transfer				24 Jul 2015	26001



Transfer					30 Sep 2015	950	26951	0.1925
Transfer					09 Oct 2015	250	27201	0.1943
Transfer					23 Oct 2015	200	27401	0.1957
Transfer					06 Nov 2015	571	27972	0.1998
Transfer					13 Nov 2015	100	28072	0.2005
Transfer					20 Nov 2015	12349	40421	0.2887
Transfer					04 Dec 2015	9650	50071	0.3577
Transfer					11 Dec 2015	9950	60021	0.4287
Transfer					18 Dec 2015	5900	65921	0.4709
Transfer					25 Dec 2015	900	66821	0.4773
Transfer					31 Dec 2015	16839	83660	0.5976
Transfer					08 Jan 2016	8000	91660	0.6547
Transfer					29 Jan 2016	800	92460	0.6604
Transfer					05 Feb 2016	100	92560	0.6611
Transfer					12 Feb 2016	1043	93603	0.6686
AT THE END OF THE YEAR							93603	0.6686
6 VARSHA VAISH			114254	0.8161			114254	0.8161
Transfer					04 Dec 2015	(64488)	49766	0.3555
Transfer					31 Dec 2015	49576	99342	0.7096
Transfer					01 Jan 2016	(24788)	74554	0.5325
AT THE END OF THE YEAR							74554	0.5325
7 ATUL TANDON			43953	0.3140			43953	0.3140
AT THE END OF THE YEAR							43953	0.3140
8 ASHISH KUMAR JAIN			40800	0.2914			40800	0.2914
AT THE END OF THE YEAR							40800	0.2914
9 PRAFUL VASTACHAND SHAH.			0	0.0000			0	0.0000
Transfer					23 Oct 2015	662	662	0.0047
Transfer					13 Nov 2015	500	1162	0.0083
Transfer					11 Dec 2015	700	1862	0.0133
Transfer					25 Dec 2015	1880	3742	0.0267
Transfer					31 Mar 2016	30000	33742	0.2410



v. Shareholding of Directors and Key Managerial Personnel

TWENTY FOURTH ANNUAL REPORT 2015 - 2016



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	230425659	39703809	-	270129468
ii) Interest due but not paid	-	-	-	
iii) Interest accrued but not due	-	-	-	
Total (i+ii+iii)	230425659	39703809	-	270129468
Change in Indebtedness during the financial year				
- Addition	25184685	994743	-	26179428
- Reduction	-	-	-	-
Net Change	25184685	994743	-	-26179428
Indebtedness at the end of the financial year				
i) Principal Amount	255610344	40698552	-	296308896
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	255610344	40698552	-	296308896

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)	Mr. Sushil Kumar Patidar (Whole Time Director)	Dilip Kumar Jha (Whole Time Director)		32,10,000 4,20,000
2.	Stock Option	-	-	-	-	-
3.	Sweat Equity	-	-	-	-	-
4.	Commission - as % of profit - others, specify...	-	-	-	-	-
5.	Others, please specify	-	-	-	-	-
6.	Total (A)	28,20,000	4,50,000	3,60,000	-	36,30,000
	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	30000
Mrs. Shubhi Jain	Non-executive	15000
Mr. Rachit Jain	Independent	21000
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 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		564000	360000	924000
2.	Stock Option	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission - as % of profit - others, specify...	-	-	-	-
5.	Others, please specify	-	-	-	-
6.	Total	-	564000	360000	924000

iv. **PENALTIES/PUNISHMENT/COMPOUNDING 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 2016	Remuneration in year (2015)	No of Stock options/RSUs granted in 2016	% Increase in remuneration in 2016 compared to 2015 (annualized salary)	Ratio 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 (2015)	Ratio of remuneration to Net Profits (2016)
Mr. Sandeep Jain	Managing Director cum Chairman	2400000	2400000	-	0%	24.79 times	24.79 times	0.00	0.27
Mr. Sushil Kumar Patidar	Whole Time executive director	450000	900000	-	0%	9.29 times	9.29 times	0.00	0.10
Mr. Dilip Kumar Jha	Whole Time Director	360000	-	-	N.A.	7.44 times	7.44 times	0.00	0.08

There are 134 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 2015	Remuneration in year 2016	No of Stock options / RSUs granted in 2016	% Increase in remuneration in 2016 as compared to 2015 (annualized salary)	Ratio 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 2015	Ratio of remuneration to Net Profits 2015
Anant Vats	Company Secretary	480000	564000	-	17.50%	5.82 times	5.82 times	0.00	0.06
Arvind Kumar Dixit	Chief Financial Officer	324000	360000	-	11.11%	3.72 times	3.72 times	0.00	0.04

Our market capitalization increased by 52.55% to ₹ 7,11,20,000 as of March 31, 2016 from ₹ 4,66,20,000 as of 31, March, 2015.

Particulars	Fiscal Year-2016	Fiscal Year-2015
Market Capitalization	7,11,20,000	4,66,20,000
Price Earning Ratio	8.06	4.38
Closing Price of the share	5.08	3.33

The price earnings ratio was 8.06 as of March 31, 2016 which was 84.02% increase as compared to 4.38 as of March, 2015. The closing Price of the Company was ₹5.08 as of March, 2016 as compared to ₹3.33 as of March, 2015 representing 49.20 % decrease of the IPO price.

The percentage increase in average salary as compared to previous year in employees salary is 9.98% without taking into account the managerial personnel and the percentage increase in average salary of managerial personnel is 0.73% as compared to previous year. The remuneration paid is as per the remuneration policy of the Company.

During fiscal 2016, 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 thereunder. 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**Auditors' Certificate On Compliance Of Conditions Of Corporate Governance**

To, the Members of Mohit Paper Mills Ltd.

1. We have examined the compliance of conditions of Corporate Governance by MOHIT PAPER MILLS LIMITED, for the year ended 31st March, 2016 as stipulated in:
 - Clause 49 (excluding clause 49 (VII)(E) of the Listing Agreement of the Company with stock exchanges) for the period April 1, 2015 to November 30, 2015.
 - Clause 49 (VII)(E) of the Listing Agreements of the Company with Stock Exchanges for the period April 1, 2015 to September 30, 2015.
 - Regulation 23(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Listing Regulations) for the period September 2, 2015 to March 31, 2016 and
 - Regulations 17 to 27 (excluding regulations 23(4) and clauses (b) to (i) of regulations 46(2) and paragraph C,D, and E of schedule V of the SEBI Listing Regulations for the period December 1, 2015 to March 31, 2016.
2. The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to review of the procedures and implementation thereof adopted by the company for ensuring the compliance of the conditions of Corporate Governance as stipulated in the said Clause. It is neither an audit nor an expression of opinion on the financial statement of the company.
3. We have examined the relevant records of the company in accordance with the Generally Accepted Auditing Standards in India, to the extent relevant, and as per the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India.
4. In our opinion and to the best of our information and according to the explanations given to us and based on the representations made by the Directors and the Management, we certify that company has complied with



the conditions of corporate governance as stipulated in clause 49 of the Listing Agreement and Regulations 17 to 27 and clauses (b) to (i) of regulations 46 (2) and paragraph C, D and E of schedule V of the SEBI Listing Regulations for the respective periods of applicability as specified under paragraph 1 above, during the year ended 31st March 2016.

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

For AJAY SHREYA & COMPANY
CHARTERED ACCOUNTANTS
Registration No.: 021423N

Ajay Jain
(Proprietor)
Membership No. 85354

PLACE : NEW DELHI
DATED : 30.05.2016

ANNEXURE-(H)

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2016

[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

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 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, 2016 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:



We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2016 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'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 and 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)**
- (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 following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India with respect to board and general meetings.



- (ii) The Listing Agreements entered into by the Company with Bombay Stock Exchange Limited and Delhi Stock Exchange Limited read with Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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;

- a) *The Company has not submitted Form (FLA) for Annual Return on Foreign Liabilities and Asset in respect Foreign Direct Investment received by the Company, with the Reserve Bank of India as required to file vide RBI notification no RBI/2013-14/646 A.P.(DIR Series) Circular No. 145 notified under Foreign Exchange Management Act, 1999.*

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, 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.

Prashant Kumar Balodia
Partner
P. Balodia & Co.

Company Secretaries
Date: 13.08.2016 FCS: 6047

Place: New Delhi C.O.P. No.: 6153

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 A

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.

Prashant Kumar Balodia
Partner

P.Balodia & Co.
Company Secretaries
FCS: 6047
C.O.P. No.: 6153

Date: 13.08.2016
Place: New Delhi



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 2015-2016, 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

Board Meetings were held on the following dates during the year 2015 - 2016:

Total Number of Board Meetings held were 5

30.05.2015

08.08.2015

13.08.2015

05.11.2015

12.02.2016



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 30.09.2015.

Mr. Sushil Kumar Patidar(DIN-06362605) resigned from Directorship and Mr.Dilip Kumar Jha was appointed as Whole Time Director w.e.f. 05/11/2015

Particulars of Directors including their attendance at the Board/Shareholder's Meetings during the year 2015-2016

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
Mr. Sushil Kumar Patidar	Whole Time Director	Nil	3	No	0
Mrs. Anju Jain	Non Executive Director	Nil	5	Yes	0
Mr. Sushil Kumar Tyagi	Independent Director	Nil	5	No	3
Mr. Dilip Kumar Jha	Whole Time Director	Nil	2	No	0
Mrs. Shubhi Jain	Non-Executive Director	Nil	5	Yes	0
Mr. Rachit Jain	Independent Director	Nil	2	No	3
Mr. Sanjeev Kumar Jain	Independent Director	Nil	4	No	3

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 directors, 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 directors, 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.

Mr. Rachit Jain resigned from the Chairmanship in the meeting held on 28.05.2015 and in his place Mr. Sanjeev Kumar Jain was made the Chairman of the Committee

So the audit committee was reconstituted 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	5	Member
Mr. Rachit Jain	5	Member
Mr. Sanjeev Kumar Jain	5	Chairman

During the year 5 meetings were held.

Date of the meeting were:

28.05.2015
12.08.2015
04.11.2015
26.12.2015
12.02.2016

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.

Mr. Rachit Jain resigned from the Chairmanship in the audit committee meeting held on 28.05.2015 and in his place Mr. Sanjeev Kumar Jain was made the Chairman of the Committee and the appointment was approved and ratified by the Board in its meeting held on 30.05.2015 with Nomination and Remuneration Committee held on 04/11/2015

The Composition of the Committee was as follows:

Mr. Rachit Jain-Member

Mr. Sanjeev Kumar Jain-Chairman

Mr. Sushil Kumar Tyagi-Member

During the year one meeting was held on 04/11/2015.

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

Details of Remuneration to Executive Directors for the Year 2015-2016

(Amount in ₹)

Name	Salary	Commission	Perks	Retirement Benefits	Total
Mr. Sandeep Jain	2400000	-	420000	-	2820000
Mr. Sushil Kumar Patidar	450000	-	-	-	450000
Mr. Dilip Kumar Jha	360000	-	-	-	360000
Total	3210000	-	420000	-	3630000

Name	Sitting Fees(Amount in ₹)
Mrs. Anju Jain	15000
Mr. Sushil Kumar Tyagi	30000
Mrs. Shubhi Jain	15000
Mr. Rachit Jain	21000
Mr. Sanjeev Kumar Jain	33000

**5. STAKEHOLDERS RELATIONSHIP COMMITTEE:**

Mr. Rachit Jain resigned from the Chairmanship in the meeting of Audit Committee held on 28.05.2015 and in his place Mr. Sanjeev Kumar Jain was made the Chairman of the Committee and the appointment was approved and ratified by the Board in its meeting held on 30.05.2015.

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

6. GENERAL BODY MEETINGS:

The last 3 Annual General Meetings were held as under:

Year	Venue	Date	Time	No. of Special Resolution passed
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
2013-2014	Bharat Banquet Hall, A-5,NaveenVihar, Rajiv Nagar Extension, Begumpur Main Barwala Road, Delhi-110081	30.09.2014	10.00 A.M.	7
2012-2013	Junction 36,16/36, Junction of Joshi Road & Rohtak Road, Karol Bagh, New Delhi-110005	30.09.2013	10.00 A.M.	1

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 Note No. 8 of 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 company's 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 : 13.08.2016



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 : 30.09.2016

Time: 10:00 A.M.

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

Financial Year

1st April to 31st March

Date of Book Closure

From 24th Day of September, 2016 to 30th September, 2016(both days inclusive)

Listing at Stock Exchanges:

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

1. The Delhi Stock Exchange Ltd.
DSE House, 3/1 Asaf Ali Road
New Delhi-110002
2. The Bombay Stock Exchange Ltd.
Phiroze Jeejeebhoy Towers,
25th Floor, Dalal Street
Mumbai-400001



The Annual Listing Fee for the year 2015-2016 were paid in time to all the aforesaid Stock Exchanges.

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

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

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.

The Company's Shares are traded at the Stock Exchange in Compulsory D-Mat form. However, the shares in physical mode which are lodged for transfer/Demat may be sent to:-

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

The Registrar & Share Transfer Agents, process every fortnight requests for approving share transfers. The processing activities with respect to requests received for share transfers are completed within the time prescribed by the authorities. After such processing, the facility of simultaneous transfer and de-materialisation of shares is provided to the shareholders.

Dematerialisation of shares and liquidity:

The shares of the company can be traded in dematerialized form under both the systems in NSDL, CDSL.

**MOHIT PAPER MILLS LIMITED**

As on 31.03.2016, 9791695 number of shares stand in NSDL A/C 744822 number of shares stand in CDSL A/C and Balance of 3463483 stands in physical mode. ISIN of the Company is INE388C01017

Distribution of shareholding as on 31st March 2016

Slab - Shareholding of Shares	No of Shareholders		No. of Ordinary Shares	
	Total	% of Shareholders	Total	% of Share Capital
Upto -500	9760	91.67	1178585	8.42
501-1000	414	3.89	367885	2.63
1001-2000	259	2.43	414274	2.96
2001-3000	84	0.79	212977	1.52
3001-4000	22	0.21	77063	0.55
4001-5000	21	0.20	97277	0.69
5001-10000	44	0.41	328203	2.35
10001 & above	43	0.40	11323736	80.88
Total	10647	100.00	14000000	100.00

Category of Shareholders as on 31st March, 2016

Category	No. of Shares	%
Non Resident/Foreign National Holding	353025	2.52
Body Corporate	2595954	18.54
Promoter Group	7897019	56.41
Public	3154002	22.53
Total	14000000	100

Stock Price Data - monthly high and low in Bombay Stock Exchange during the financial year 2015-2016

Month	High(₹)	Low(₹)
April 2015	5.27	3.12
May 2015	7.14	5.01
June 2015	6.52	4.27
July 2015	7.11	4.79
August 2015	8.40	6.10
September 2015	6.90	5.05
October 2015	6.87	5.12
November 2015	8.48	6.34
December 2015	8.48	7.11
January 2016	8.65	6.70
February 2016	8.88	5.33
March 2016	6.45	5.06



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

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 2015-2016.

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 2015-2016 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

The Paper Industry's growth might have come down from 6-8 percent five year ago to current level of 4-5 percent. It is believed by the experts that Paper Industry will bounce back. The growth drivers are population, increasing literacy rate, thrust on education, and GDP growth. With this certainly the demand curve is going to be continuously upwards. As per available statistics, the paper industry has spent about Rs.25,000 crores in last 5 years, almost all businesses in the country have invested funds. To match the further requirement, the industry have to further invest about Rs.90,000 crores more in next 10 years.

The Paper Industry present and future are all linked with the growth of the economy. The growth of the economy is shifting from West to the East from the North to the South. It is the Asian countries which are holding the key and by all mean the whole of India is expected to do well along with China.

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 has shown lot of hope despite the global slow-down in the Indian Economy. And Finance Minister have given a budget, showing more emphasis on agriculture and rural development. These steps of Government will help the Paper Industry also in the long run. An enabling policy framework is also required on the part of the Government so that raw material is available at competitive price and the domestic industry is protected against cheap imports of paper.

Opportunities

World's economic centre of gravity is shifting from West to East. India with its fast rise in consumption of paper 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.

Your Company is constantly seeing the opportunities of improvement and on this front have commissioned Bio Gas Digester Plant which will utilize the waste and convert it into gas which will be utilized for Boiler. It will also reduce the expenditure in procuring fuel and also is environmental friendly.

The Company is in the process of installing and commissioning of Re-causticizing Plant. This plant will convert soda ash into sodium hydroxide i.e. caustic soda. This can be reused for bagasse cooking in the continuous digester. Caustic soda is the costly chemical which will be recovered & reused for viable economic reason.

Threats



The first and foremost challenge is the shortfall of the raw material as there is no adequate pulp-wood available in the country to meet the growth needs of the industry. The dependence on recycled fiber is increasing due to inadequate availability of conventional fibre.

The main cause of fall in the profitability of many Indian paper manufacturers can be attributed to the fall in rupee value, increased cost of raw material, fuel consumables and import policy.

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 and the Technical staff. This is a good example of proper utilization of the capacity with minimum of the resources.

Your Company have produced 20421.82 M.T. of paper as against 18783.25 M.T. for the previous year.

The Company have also produced 6584.350 M.T. of Soda Ash as against 5405.350 M.T. which is another segment.

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 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 lacs ₹)
Sales & Other Income	10237.53
Profit before Interest, Depreciation and Tax	738.34

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 134 on 31st March, 2016. 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 Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Mohit Paper Mills Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of 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 and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the 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 31 March 2016 and its profit 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 of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" statement on the matters specified in the paragraph 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, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014; and
 - (e) on the basis of the written representations received from the directors as on 31 March 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016 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"; and
 - (g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to 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 Ajay Shreya & Co.
Chartered Accountants
Firm's registration No.: 021423N

(Ajay Jain)
Proprietor
Membership No.: 085354

Place : New Delhi
Date : 30th May 2016



"Annexure – A" to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2016, we report that:

- (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 program of physical verification of its fixed assets. In accordance with this program, fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) (a) As explained to us, the inventories have been physically verified at reasonable intervals by the management.
- (b) In our opinion and according to the information and explanation given to us, the procedure of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) In our opinion and according to the information and explanation given to us, the company is maintaining proper records of its inventories and no material discrepancies were noticed on such physical verification.
- (iii) (a) The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013, and therefore, the provisions of clauses (iii) (a), (b) and (c) of paragraph 3 of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees, and securities granted in respect of which provisions of Section 185 and 186 of the Act are applicable and hence not commented upon.
- (v) The Company has not accepted any deposits from the public.
- (vi) We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013, and are of opinion that, prima facie, the prescribed cost records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- (vii) (a) According to the records of the Company and information and explanations given to us, the Company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employee State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Duty of Custom, Duty of Excise, Value Added Tax, Cess and any other statutory dues with the appropriate authorities and we have been informed that no arrears of undisputed statutory dues outstanding as at the last day of the financial year under audit for a period of more than six months from the date they become payable.
- (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, 2016 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 did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for 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) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Ajay Shreya & Co.
Chartered Accountants
Firm's registration No.: 021423N

Ajay Jain
Proprietor
Membership No.: 85354

Place : New Delhi
Date : 30th May 2016

**“Annexure – B” to the Auditors' Report****Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the Internal Financial Controls over financial reporting of Mohit Paper Mills Limited (“the Company”) as of 31 March 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The 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 (“ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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 Controls 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 Controls over financial reporting includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material impact on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of Internal Financial Controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the Internal Financial Controls over financial reporting to future periods are subject to the risk that the Internal Financial Controls 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, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2016, 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 Ajay Shreya & Co.
Chartered Accountants
Firm's registration No.: 021423N

Ajay Jain
Proprietor
Membership No.: 85354

Place : New Delhi
Date : 30th May 2016



MOHIT PAPER MILLS LIMITED

MOHIT PAPER MILLS LIMITED

BALANCE SHEET AS AT 31.03.2016

PARTICULARS	Note No.	AS AT 31st March, 2016 (₹)	AS AT 31st March, 2015 (₹)
EQUITY AND LIABILITIES			
Shareholders' fund			
Share Capital	2	140,000,000	140,000,000
Reserves & Surplus	3	118,769,714	109,976,478
Non-current liabilities			
Long-term borrowings	4	42,200,029	15,542,958
Deferred Tax Liabilities - (Net)	5	48,415,408	47,066,976
Other long term liabilities	6	82,302,216	82,879,610
Current Liabilities			
Short-term borrowings	7	254,108,867	254,586,510
Trade Payables	8	58,550,065	53,155,557
Other current liabilities	9	43,059,144	38,961,396
Short-term provisions	10	86,287	30,201
TOTAL		787,491,730	742,199,686
ASSETS			
Non-Current Assets			
Fixed Assets			
Tangible Assets	11	341,222,351	308,544,779
Capital work-in-progress	12	3,353,659	8,487,914
Non-Current investment	13	11,078,800	13,200,000
Long-term loans & advances	14	2,500,188	2,099,317
		358,154,998	332,332,010
Current Assets			
Inventories	15	193,382,530	179,665,276
Trade receivables	16	192,422,232	170,966,499
Cash & bank balances	17	2,467,294	22,296,966
Short-term loans & advances	18	41,064,676	36,938,935
		429,336,732	409,867,676
TOTAL		787,491,730	742,199,686

Significant Accounting Policies 1B
Notes to the Financial Statements 1 to 28

As per our report of even date attached

For Ajay Shreya & Company
Chartered Accountants
Registration No.:021423N

For and on behalf of the Board of Directors

Ajay Jain
(Proprietor)
Membership No.: 085354

Sandeep Jain
(Managing Director)

Anju Jain
(Director)

Anant Vats
(Company Secretary)

Place : New Delhi
Date : 30.05.2016

A.K. Dixit
(Chief Financial Officer)



MOHIT PAPER MILLS LIMITED

MOHIT PAPER MILLS LIMITED

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2016

PARTICULARS	Note No.	For the year ended 31st March, 2016 (₹)	For the year ended 31st March, 2015 (₹)
REVENUE :			
Revenue from Operations			
Sales of Products (Gross)		1,022,061,409	954,918,288
Less: Excise Duty		57,123,345	51,186,933
	19	964,938,064	903,731,355
Other Income	20	1,691,773	1,623,667
TOTAL REVENUE		966,629,837	905,355,022
EXPENDITURE :			
Cost of Materials Consumed	21	306,680,567	273,544,039
Changes in Inventories of Finished Goods, Stock-in-Process & Stock-in-Trade	22	8,399,776	(16,429,118)
Employee Benefits Expense	23	25,943,911	23,738,164
Finance Costs	24	29,068,008	28,746,159
Depreciation and Amortization Expense	25	32,008,456	37,068,263
Other Expenses	26	551,772,073	546,267,496
TOTAL EXPENSES		953,872,791	892,935,003
Profit before tax		12,757,046	12,420,019
Tax Expenses			
Current Tax		2,615,378	2,498,173
Deferred Tax		1,348,432	(736,536)
Profit for the year		8,793,236	10,658,382
Earning per Equity Share (Face Value of Rs. 10/- each)	27		
Basic & Diluted		0.63	0.76
Significant Accounting Policies	1B		
Notes to the Financial Statements	1 to 28		
As per our report of even date attached			
For Ajay Shreya & Company Chartered Accountants Registration No.:021423N	For and on behalf of the Board of Directors		
Ajay Jain (Proprietor) Membership No.: 085354	Sandeep Jain (Managing Director)	Anju Jain (Director)	Anant Vats (Company Secretary)
Place : New Delhi Date : 30.05.2016	A.K. Dixit (Chief Financial Officer)		



MOHIT PAPER MILLS LIMITED

MOHIT PAPER MILLS LIMITED CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2016

PARTICULARS	YEAR ENDED 31.03.2016 (₹)	YEAR ENDED 31.03.2015 (₹)
A. Cash flow from Operating Activities		
Net profit before tax and extra ordinary item	12,757,046	12,420,019
Net prior year & other adjustment:		
Finance Cost	29,068,008	28,746,159
(i) Depreciation	-	1,182,511
(ii) Amount credited from P&L A/c	-	(1,182,511)
	41,825,054	41,166,178
(iii) Profit/(Loss) on sale of Assets	-	-
	41,825,054	41,166,178
Adjusted for:		
- Depreciation	32,008,456	37,068,263
Operating Profit before working capital changes	73,833,510	78,234,441
Adjustments for:		
- Inventories	(13,717,254)	(46,527,038)
- Trade Receivables	(21,455,733)	(8,590,332)
- Payable	9,518,342	(17,359,434)
- Direct Taxes Paid	(2,615,378)	(2,498,173)
Net Cash Flow from operating activities	45,563,487	3,259,464
B. Cash flow From Investing Activities		
Increase in Fixed Assets	(64,656,028)	(39,229,726)
- Sale of Fixed Assets	-	-
- Increase /(Decrease) in capital work in progress	5,134,255	(8,487,914)
- Increase in Long Term Loans & Advances	1,720,329	21,846
- Increase in Short Term Loans & Advances	(4,125,741)	(4,753,981)
Net Cash Flow from Investing Activities	(61,927,185)	(52,449,775)
C. Cash Flow from Financing Activities		
- Proceeds from Long Term Borrowing	26,079,677	66,379,610
- Proceeds/ Repayment of Short Term Borrowings	(477,643)	20,127,095
- Increase in Share Capital	-	-
- Issue of Share Warrants	-	-
Finance Cost Paid	(29,068,008)	(28,746,159)
Cash flow from Financing Activities	(3,465,974)	57,760,546
Net increase in Cash and Cash Equivalents (A+B+C)	(19,829,672)	8,570,235
Opening Balance of cash and cash equivalents	22,296,966	13,726,731
Closing Balance of cash and cash equivalents	2,467,294	22,296,966

Notes to the Cash Flow Statement

1. All figures in brackets are outflow.
2. Previous year's figures have been regrouped wherever necessary.
3. Cash and cash equivalents comprise of :

	As at March 31, 2016 (₹)	As at March 31, 2015 (₹)
a. Cash on Hand	1,346,599	1,343,413
b. Balances with Banks	1,120,695	20,953,553
Total	2,467,294	22,296,966

As per our report of even date attached

For Ajay Shreya & Company
Chartered Accountants
Registration No.:021423N

For and on behalf of the Board of Directors

AJAY JAIN
(Proprietor)
Membership No.: 85354

Sandeep Jain
(Managing Director)

Anju Jain
(Director)

Anant Vats
(Company Secretary)

A.K. Dixit
(Chief Financial Officer)

Place : New Delhi
Dated :30.05.2016



1. Notes to the Financial Statements

A. COMPANY OVERVIEW:

Mohit Paper Mills Limited ("the Company") is a publicly listed company, incorporated on 30.06.1992 with its registered office at New Delhi. The company is pre-dominantly manufacturing Writing & Printing Paper and Newsprint. The company is also manufacturing Soda Ash as a by-product and has facility for co-generation of power for captive consumption. The company is focusing on manufacturing paper from agro residues which is an eco-friendly substitute for wood pulp and is regularly upgrading the quality of its finished products.

B. SIGNIFICANT ACCOUNTING POLICIES

(1) BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements are prepared under the historic cost convention on the "Accrual Concept" of accountancy in accordance with the accounting principles generally accepted in India and they comply with the Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies [Accounts] Rules, 2014 and other pronouncements issued by the Institute of Chartered Accountants of India (ICAI), the extent applicable, and with the applicable provisions of the Companies Act, 2013.

(2) USE OF ESTIMATES

The preparation of Financial Statements in conformity with the Accounting Standards generally accepted in India requires, the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the dated of the financial statements and reported amounts of revenues and expenses for the year while actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

(3) FIXED ASSETS

Fixed Assets are stated at cost, net of credit availed in respect of any taxes, duties less accumulated depreciation. Cost comprises of the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Financing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for intended use are also included to the extent they relate to the period up to such assets are ready for their intended use. Expenditure directly relating to construction/erection activity is capitalized. Indirect expenditure incurred during construction period is capitalized as part of the construction or is incidental thereto.

(4) REVALUATION OF ASSETS

As and when fixed assets were revalued on 31.03.1996, the increase in Net Book Value on such Fixed Assets arising on re-valuation, was transferred to Revaluation Reserve. Depreciation on such revalued assets over the unexpired useful life of such fixed assets has been accounted in the Statement of Profit & Loss. The amount standing to the credit of revaluation reserve on account of revalued assets shall be transferred to General Reserve upon their retirement/de-recognition.

(5) The Company, at each Balance Sheet date, assesses whether there is any indication of impairment of any asset and/or cash generating unit. If such indication exists, assets are impaired by comparing carrying amount of each asset and/or cash generating unit to the recoverable amount being higher of the net selling price or value in use. Value in use is determined from the present value of the estimated future cash flows from the continuing use of the assets.

**(6) DEPRECIATION**

Depreciation on tangible assets is provided to the extent of depreciable amount on Written Down Value method as specified in Part C of Schedule II of Companies Act, 2013. Depreciation is provided on useful life of the assets as technically assessed.

(7) REVENUE RECOGNITION

- a. Revenue from sale of goods is recognized when significant risks and rewards of ownership of the goods have been passed on to the buyer.
- b. Revenue in respect of other income is recognized when no significant uncertainty as to its determination or realization exists.

(8) INVESTMENTS

The investments being long-term investments are valued at cost, after providing for any diminution in value, if such diminution is of a permanent nature.

(9) FOREIGN CURRENCY TRANSACTIONS

- i) Foreign currency transactions are recorded on initial recognition at the rate prevailing on the date of the transactions.
- ii) Foreign currency monetary items are reported using the closing rate. Exchange difference arising on the settlement of monetary items or on reporting the same at the closing rate as at the balance sheet date are recognized as income or expenses in the period in which they arise except in case of liabilities incurred for the purpose of acquiring the fixed assets from outside India in which case such exchange differences are adjusted in the carrying amount of fixed assets.

(10) INVENTORIES

The Company has valued its inventories at lower of "cost or net realizable value". Further, the valuation of inventory is inclusive of Excise Duty component wherever applicable as required u/s 145A of the Income Tax Act, 1961.

Cost for the purposes of inventory valuation is calculated as follows :

- i) Raw Materials and other materials at weighted average cost.
- ii) Store Spares and loose tools at Cost on FIFO basis.
- iii) Work in process – Material Cost plus appropriate share of labour and overheads.
- iv) Finished Goods - Cost is determined by taking material, labour and related factory overheads including depreciation and fixed production overheads which are apportioned on the basis of normal capacity.

(11) EXCISE DUTY

Excise Duty has been accounted on the basis of payments made in respect of goods cleared, as also provision for goods lying in store room wherever applicable.

**(12) SALES & STOCKS**

Sales are recorded on the basis of dispatches till the last day of the year. Sales are accounted for inclusive of excise duty, trade tax & sales tax. Closing Stocks of finished goods and semi-finished goods are accounted for inclusive of Excise Duty.

(13) BORROWING COST

Interest and other costs in connection with the borrowing of funds to the extent related / attributed to the acquisition / consumption of qualifying fixed assets are capitalized up to the date when such assets are ready for intended use and other borrowing costs are charged to Statement of Profit & Loss.

(14) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving a substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not provided for and are disclosed separately by way of Notes to the Accounts. Contingent Assets are neither recognized nor disclosed in the Financial Statements.

(15) TAXES ON INCOME

a. Tax expenses comprise of current and deferred tax.

b. Current tax is measured at the amount expected to be paid on the basis of relief and deductions available in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax reflects the impact of current year timing differences between accounting and taxable income, and reversal of timing differences of earlier years. Deferred tax is measured based on tax rates and laws that have been enacted or substantively enacted as of the balance sheet date. Deferred tax assets are recognized only to the extent there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized and are reviewed at each balance sheet date.



MOHIT PAPER MILLS LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

PARTICULARS	AS AT	AS AT
	31st March, 2016 (₹)	31st March, 2015 (₹)
2 A. SHARE CAPITAL		
AUTHORISED :	175,000,000	175,000,000
1,75,00,000 (Previous year 1,75,00,000)		
Equity shares of ₹10/- each.		
ISSUED, SUBSCRIBED AND PAID UP	140,000,000	140,000,000
1,40,00,000 (Previous year 1,40,00,000)		
Equity Shares of ₹10/- each fully paid up.		
TOTAL	140,000,000	140,000,000

B. Details of shareholding more than 5 percent shares of the Company as on reporting date are given below :

S.No.	Name of Shareholders	As on 31/03/2016		As on 31/03/2015	
		Number of Share held	%age of Holding	Number of Share held	%age of Holding
1.	Mr. Sandeep Jain	2,764,900	19.75%	2,764,900	19.75%
2.	Mrs. Anju Jain	2,005,701	14.33%	2,005,701	14.33%
3.	Mr. Mohit Jain	1,625,218	11.61%	1,625,218	11.61%
4.	Mrs. Shubhi Jain	1,045,000	7.46%	1,045,000	7.46%
5.	M/s Seltron Finance Limited	2,400,000	17.14%	2,400,000	17.14%

C. Reconciliation of number of Shares :

Particulars	As at 31.03.2016		As at 31.03.2015	
	No. of Shares	(₹)	No. of Shares	(₹)
Equity Shares outstanding at the beginning of the year	14,000,000	140,000,000	14,000,000	140,000,000
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	14,000,000	140,000,000	14,000,000	140,000,000

3 RESERVES & SURPLUS

Surplus in Statement of Profit & Loss		
Balance as per last Balance Sheet	96,459,219	85,800,837
Add : Profit during the year	8,793,236	10,658,382
(A)	105,252,455	96,459,219
CAPITAL RESERVE :		
Opening balance	13,517,259	14,699,770
Less : Transfer to Statement of Profit & Loss	-	1,182,511
(B)	13,517,259	13,517,259
Total Reserve & Surplus (A + B)	TOTAL	118,769,714

4 LONG TERM BORROWINGS

SECURED:		
Term Loan		
From Bank	42,200,029	15,542,958
TOTAL	42,200,029	15,542,958

Nature of Security for Secured Borrowings are given below :

Term Loan from Bank :	42,200,029	15,542,958
-----------------------	------------	------------

The Term Loan from Bank of Baroda of ₹ 4,22,00,029/- (Previous Year of ₹ 1,55,42,958/-) is secured by way of First charge over immovable assets of the Company and equitable mortgage of landed property situated at Village Aaspur Ka and Abdulpur Munna, 9KM Nagina Road, District-Bijnor. The loan is further secured by way of second charge on the current assets of the Company and personal guarantee of the promoter / directors of the company.



MOHIT PAPER MILLS LIMITED

PARTICULARS	AS AT 31st March, 2016 (₹)	AS AT 31st March, 2015 (₹)
5 DEFERRED TAX LIABILITIES		
Opening Balance	47,066,976	47,803,512
Change for the current year	1,348,432	(736,536)
Closing balance	48,415,408	47,066,976
6 OTHER LONG TERM LIABILITIES		
Dealers Security & Others*	82,302,216	82,879,610
TOTAL	82,302,216	82,879,610
*Others include creditors for capital expenditure and retention monies payable to suppliers		
7 SHORT TERM BORROWINGS		
SECURED:		
- Working Capital Loan from Bank	213,410,315	214,882,701
	213,410,315	214,882,701
UNSECURED:		
- From Directors	4,201,500	2,001,500
- From Body Corporates	36,497,052	37,702,309
	40,698,552	39,703,809
TOTAL	254,108,867	254,586,510
Working Capital Borrowings from Bank of Baroda are secured against Hypothecation of Stock and Book Debts of the Company. In addition to above, First Charge as Collateral Security over Building and Plant & Machinery both present and future have been created in favour of Bank of Baroda.		
8 TRADE PAYABLES		
Total outstanding dues of micro enterprises and small enterprises (refer note 8 of 28)	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	58,550,065	53,155,557
TOTAL	58,550,065	53,155,557
9 OTHER CURRENT LIABILITIES		
Advances received from customers	18,051,305	4,765,380
Other payables	25,007,839	34,196,016
TOTAL	43,059,144	38,961,396
Other payables comprise :		
Statutory Liabilities	3,653,861	3,972,770
Salary & Wages Payable	1,016,187	3,709,612
Others	20,337,791	26,513,634
	25,007,839	34,196,016
10 SHORT TERM PROVISIONS		
Provision for Income Tax (net of advance tax)	86,287	30,201
TOTAL	86,287	30,201



11. TANGIBLE ASSETS (In ₹)

Assets	As at 31.03.15	Gross Block Additions during the year	Deduction During the year	Total Cost as at 31.03.16	upto 31.03.2015	Depreciation and Amortisation For the period	Adjustment	Total Upto 31.03.2016	Net Block As At 31.03.2016	As At 31.03.2015
LAND	8,857,464	-	-	8,857,464	-	-	-	-	8,857,464	8,857,464
BUILDING	52,509,201	97,537	-	52,606,738	36,388,084	1,208,610	-	37,596,694	15,010,044	16,121,117
FURNITURE & FIXTURES	2,081,157	26,650	-	2,107,807	1,676,894	112,376	-	1,789,270	318,537	404,263
PLANT & MACHINERY	660,980,914	64,241,935	-	725,222,849	381,742,016	28,803,995	-	410,546,011	314,676,838	279,238,898
MOTOR VEHICLE	4,932,792	50,600	-	4,983,392	2,312,193	1,170,319	-	3,482,512	1,500,880	2,620,599
OFFICE EQUIPMENT	5,106,915	239,306	-	5,346,221	3,804,477	713,156	-	4,517,633	828,588	1,302,438
TOTAL	734,468,443	64,656,028	-	799,124,471	425,923,664	32,008,456	-	457,932,120	341,192,351	308,544,779
PREVIOUS YEAR TOTAL	695,238,717	39,229,726	-	734,468,443	387,672,890	38,250,774	-	425,923,664	308,544,779	307,565,827

12. CAPITAL WORK IN PROGRESS (In ₹)

Particulars	As at 31.03.15	Addition during the year	Total	Transferred to Gross Block	Total Cost as at 31.03.16
Pulp & Paper Machine	8,487,914	-	8,487,914	5,134,255	3,353,659



MOHIT PAPER MILLS LIMITED

PARTICULARS	AS AT 31st March, 2016 (₹)	AS AT 31st March, 2015 (₹)
13 NON-CURRENT INVESTMENT		
Investments in Equity Instruments (Unquoted Shares) Mohit Petrochemicals Pvt. Ltd. 1107880 Equity Shares of ₹10/- each fully paid-up (Previous year 1320000 of ₹10/- each fully paid-up)	11,078,800	13,200,000
TOTAL	11,078,800	13,200,000
14 LONG TERM LOANS & ADVANCES		
Security Deposits	2,500,188	2,099,317
TOTAL	2,500,188	2,099,317
15 INVENTORIES (At lower of cost and net realisable value)		
Raw Materials & Chemicals	86,442,292	75,629,026
Work - in - Process	11,665,984	10,968,839
Finished Goods	10,367,707	14,059,399
Stores & Fuel	67,315,922	55,457,183
Packing Materials & Others	1,944,792	2,309,168
Unfinished Goods	15,645,833	21,241,661
TOTAL	193,382,530	179,665,276
16 TRADE RECEIVABLES (Unsecured, Considered good)		
Outstanding for a period exceeding six months from the date they were due for payment	32,912,594	17,950,605
Others	159,509,638	153,015,894
TOTAL	192,422,232	170,966,499
17 CASH & BANK BALANCES		
Balance with Banks		
Current Accounts	(874,425)	19,108,433
Cash in hand	1,346,599	1,343,413
Deposits maturing within 12 months	1,995,120	1,845,120
FDR pledged with bank includes in the sum of ₹19,95,120 (Previous Year ₹18,45,120)		
TOTAL	2,467,294	22,296,966
18 SHORT TERM LOANS & ADVANCES (Unsecured, considered good)		
Prepaid Expenses	613,013	501,285
Interest Accrued But not Received	273,274	263,228
Other loans and advances	40,178,389	36,174,422
TOTAL	41,064,676	36,938,935
Other loans and advances include advance to suppliers, advances and imprest to staff and CENVAT/VAT/Service Tax credit receivable etc.		



MOHIT PAPER MILLS LIMITED

PARTICULARS	For the year ended 31st March, 2016 (₹)		For the year ended 31st March, 2015 (₹)
19 REVENUE FROM OPERATIONS			
Sale of Products			
Paper & Newsprint	931,024,999	864,028,076	
Soda Ash	91,036,410	90,890,212	954,918,288
Less : Excise Duty		57,123,345	51,186,933
TOTAL		964,938,064	903,731,355
20 OTHER INCOME			
Interest Income	288,993		526,138
Other Non-Operating Income	24,000		24,000
Misc. Receipts & Income From Business Operation	1,378,780		1,073,529
TOTAL		1,691,773	1,623,667
21 COST OF MATERIAL CONSUMED			
Bagasse		116,846,738	118,981,388
Waste Paper:			
-Imported	92,159,693	110,345,072	
-Indigenous	14,766,100	106,925,793	13,805
			110,358,877
Other Material		82,908,036	44,203,774
TOTAL		306,680,567	273,544,039
Imported Items - ₹	92,159,693		110,345,072
- Percentage	30%		40%
Indigenous Items - ₹	214,520,874		163,198,967
- Percentage	70%		60%
22 CHANGES IN INVENTORIES			
Opening Stock :			
Finished Goods	14,059,399	14,379,879	
Semi - Finished Goods	21,241,661	6,836,998	
Work in process	10,968,839	46,269,899	8,648,578
			29,865,455
Closing Stock :			
Finished Goods	10,367,707	14,059,399	
Semi - Finished Goods	15,645,833	21,241,661	
Work in process	11,665,984	37,679,524	10,968,839
			46,269,899
Increase/(Decrease) of Excise duty on inventories		(8,590,375)	16,404,444
		190,599	24,674
TOTAL		(8,399,776)	16,429,118
23 EMPLOYEE BENEFITS EXPENSE			
Salaries & Wages	24,915,977		22,797,176
Contribution to Provident and other Funds	1,027,934		940,988
TOTAL		25,943,911	23,738,164



23(i) RETIREMENT BENEFITS

The Company has adopted the Revised Accounting Standard-15 (Revised-2005) 'Employee Benefits'. The relevant policies are:

Short Term Employee Benefits

Short term employee benefits are, recognized in the period during which the services have been rendered.

Long Term Employee Benefits

a) Defined Contribution plan

(i) Provident Fund Scheme

Contribution to this scheme are expensed in the Statement of Profit & Loss.

These contribution are made to the fund administered and managed by the Government of India. The Company has no further obligations under these plans beyond its monthly contribution.

(ii) Gratuity

Group Gratuity cum Life Assurance Scheme with the Life Insurance Corporation of India has been taken in such a way that the gratuity benefits will be payable under an irrevocable trust. The trustees appointed for the purpose of administering the Scheme shall insure gratuity benefits with the LIC. The Company shall pay to the trustees such contributions as are required to secure Gratuity benefits to the employees which will include the liberalized death cover to the employees.

The employees gratuity fund scheme managed by the Life Insurance Corporation of India is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

DEFINED BENEFIT PLAN

Actuarial Assumptions

Mortality Rate - Indian Assured Lives Mortality Table

Discount Rate - 8% p.a.

Interest Rate - 9%

Salary Escalation - 7%

Withdrawal Rate - 1% to 3% depending on age

Gratuity Plan :

1	Change in present value of obligation	2015-2016	2014-2015
a)	Present value of obligation as at the beginning	354,154	324,912
b)	Current Service cost	-	-
c)	Interest Cost	29,572	29,242
d)	Benefit Paid	-	-
e)	Additional contribution (As per Actuarial valuation)	-	-
f)	Present value of obligation as at the end of year	383,726	354,154
2	Change in the fair value of plan assets		
3	Fair value of plan assets		
	Funded Status	(383,726)	(354,154)
4	Actuarial gain / loss recognized		
a)	Actuarial gain / (loss) for the period-obligation	-	-
b)	Actuarial (Gain) / loss for the period – plan assets	-	-
c)	Total (gain) / loss for the year	-	-
d)	Actuarial (gain)/loss recognized in the period	-	-
e)	Unrecognised actuarial (gains)/losses at the end of the period	-	-
5	The amount recognized in balance sheet and statement of profit and loss		
a)	Present value of obligation as at the end of the year	383,726	354,154
b)	Fair value of plan assets as at the end of the year	-	-
c)	Funded status	(383,726)	(354,154)
d)	Net assets / (liability) recognized in balance sheet	-	-
6	Expenses recognized in the statement of profit and loss		
a)	Current service cost	-	-
b)	Interest cost	29,572	29,242
c)	Curtailment cost / (credit)	-	-
d)	Settlement cost / (credit)	-	-
e)	Net actuarial (gain)/loss recognized in the year	-	-
f)	Expenses recognized in the statement of profit & loss	29,572	29,242



MOHIT PAPER MILLS LIMITED

PARTICULARS	For the year ended 31st March, 2016 (₹)		For the year ended 31st March, 2015 (₹)	
24 FINANCE COSTS				
Interest & Charges on Bank borrowing for working capital		26,422,089		24,818,813
Interest on Term Loans		2,645,919		3,877,061
Other Interest		-		50,285
TOTAL		29,068,008		28,746,159
25 DEPRECIATION AND AMORTISATION EXPENSE				
Depreciation and Amortization Exp.		32,008,456		38,250,774
Less : Transfer from Capital Reserve		-		1,182,511
TOTAL		32,008,456		37,068,263
26 OTHER EXPENSES				
Manufacturing Expenses				
Chemicals, Stores & Fuel	495,967,342		502,156,910	
Repair & Maintenance	1,026,152		1,412,506	
Raw Material, Mixing, Loading & Sorting	990,000		1,402,500	
Laboratory Expenses	204,168		214,503	
Boiler Feeding Expenses	1,980,000	500,167,662	1,340,000	506,526,419
Selling & Distribution Expenses				
Discount, Commission & other Selling Exp.				
Discount & Commission	12,043,756		2,834,648	
Add : Sales Tax & Entry Tax	36,104,703	48,148,459	30,366,449	33,201,097
Establishment Expenses				
Advertisement & Publicity	78,254		83,824	
Office & General Exp.	631,436		677,218	
Fees, Rate & Taxes	526,886		2,657,395	
Insurance Charges	505,280		1,360,173	
Legal and Professional Charges	658,092		780,346	
Printing & Stationery	100,967		105,396	
Communication Charges	472,799		583,898	
Travelling & Conveyance	145,054		114,578	
Vehicle Running & Maintenance Expenses	167,184		7,152	
Auditors Remuneration	170,000	3,455,952	170,000	6,539,980
TOTAL		551,772,073		546,267,496
26 (i) Value of Chemicals, Consumable & Stores consumed:				
	(₹)	% of Consumption	(₹)	% of Consumption
Imported	-	-	-	-
Indigenous	343,889,341	100.00%	309,193,759	100.00%
	343,889,341	100%	309,193,759	100.00%
(ii) Value of Imports on CIF basis in respect of				
Raw Material and Stock-in-trade		72,269,206		112,923,257
TOTAL		72,269,206		112,923,257

**MOHIT PAPER MILLS LIMITED**

PARTICULARS	For the year ended 31st March, 2016 (₹)	For the year ended 31st March, 2015 (₹)
27 EARNINGS PER SHARE (EPS)		
i) Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	8,793,236	10,658,382
ii) Number of equity shares used as denominator for calculating EPS	14,000,000	14,000,000
iii) Number of Diluted Equity Share	14,000,000	14,000,000
iv) Basic Earning per share	0.63	0.76
v) Diluted Earning per share	0.63	0.76
vi) Face value per equity share	10	10



28. ADDITIONAL NOTES TO THE FINANCIAL STATEMENTS

1. (a) Previous year figures have been reworked, rearranged regrouped and reclassified, wherever considered necessary.
- (b) Figures have been rounded off to the nearest rupee.
2. In the opinion of the Board of Directors, Current Assets, Loans & Advances have a value of realization in the ordinary course of business at least equal to the amount at which they have been stated in the Balance Sheet. The provisions for all known liabilities are adequate and not in excess of amount considered reasonably necessary.
3. Contingent Liability not provided for:
 - (i) In land Bank Guarantee given by Bank of Baroda for the Company amounting for ₹ 83.04 Lacs and L/C amount ₹ 41.11 Lacs outstanding as on 31.03.2016.
 - (ii) Estimated amounts of contracts remaining to be executed on capital account and not provided for ` NIL (Previous Year ₹ NIL).
4. Managerial Remuneration
Remuneration paid to Managing Director and Whole Time Director

	Current Year 31.03.2016 (₹)	Previous Year 31.03.2015 (₹)
Salary & Allowances	<u>3210000</u>	<u>3300000</u>
TOTAL	<u>3210000</u>	<u>3300000</u>

5. Auditor's Remuneration

	Current Year (₹)	Previous Year (₹)
Audit Fees	1,70,000	1,70,000

6. There are no impairment of assets in terms of Accounting Standard-28 issued by the Institute of Chartered Accountants of India.

7. Related Parties Disclosures:
Holding Company : NIL
Subsidiary Company : NIL

Key Managerial Personnel : Mr. Sandeep Jain

Related Party :

Mrs.Anju Jain
Mr.Mohit Jain
Mrs.Shubhi Jain
M/s Centurion Paper and Board
M/s Centurion Rubber
M/s Centurion Industries Private Limited

Transactions with related parties for the period 01.04.2015 to 31.03.2016

(In ₹)

Particulars	Corporate Associates	KMP & Relations	Unincorporated Entities	O/S as on 31-03-2016
Loans received	-	9250000	-	
Loan repaid	-	7050000	-	4201500
Remuneration to key Personnel	-	4554000	-	360049
Rent Received	24000	-	-	-
Salary & Others to Relative	-	2700000	-	351948



MOHIT PAPER MILLS LIMITED

8. Micro, Small and Medium enterprises have been identified by the Company on the basis of the information available. This information has been relied upon by the Auditors. There are no outstanding dues of Micro, Small and Medium Enterprises, which are outstanding for more than the stipulated period. There is no amount of interest due and payable.

9. Segment Information as per Accounting Standard 17 on Segment Reporting for the year ended 31.03.2016.

(₹ in Lacs)

Particulars	Paper	Soda Ash	2016 Total	Paper	Soda Ash	2015 Total
Revenue						
External Sales	9310.25	910.36	10220.61	8640.28	908.90	9549.18
Internal Segment Sales	-	-	-	-	-	-
Total	9310.25	910.36	10220.61	8640.28	908.90	9549.18
Segment Result	388.85	12.48	401.33	146.47	247.13	393.60
Unallocated Corporate (Expenses)/ Income	-	-	14.03	-	-	10.97
Operating Profit	-	-	415.36	-	-	404.57
Interest Expenses	290.68	-	290.68	287.46	-	287.46
Interest/Dividend Income & Surplus on Disposal of Investments	-	-	2.89	-	-	5.26
Income Tax	-	-	26.15	-	-	24.98
Deferred Tax	-	-	13.48	-	-	-7.36
Profit after tax	-	-	87.93	-	-	106.58
Other Information						
Segment Assets	6323.87	288.93	6612.80	5329.27	290.46	5619.73
Unallocated Corporate Assets	-	-	110.79	-	-	132.00
Total	6323.87	288.93	6723.59	5329.27	290.46	5751.73
Segment Liabilities	1865.27	-	1865.27	1774.94	-	1774.94
Unallocated Corporate Liabilities	-	-	-	-	-	-
Total	1865.27	-	1865.27	1774.94	-	1774.94
Capital Expenditure	-	-	-	-	-	-
Depreciation/ Amortisation	306.12	13.96	320.08	349.39	33.11	382.50
Other Non Cash Expenses Other than Depreciation/ Amortization	-	-	-	-	-	-

Notes:

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.



10. **INTANGIBLE ASSETS**

There are no intangible assets as on date of Balance Sheet.

As per our report of even date attached.

For and on behalf of the Board of Directors

For AJAY SHREYA & COMPANY
CHARTERED ACCOUNTANTS
Registration No. 021423N

AJAY JAIN
(Proprietor)
Membership No.:085354

Sandeep Jain
(Managing Director)

Anju Jain
(Director)

Anant Vats
(Company Secretary)

A.K. Dixit
(Chief Financial Officer)

PLACE : New Delhi
DATED :30.05.2016



MOHIT PAPER MILLS LIMITED

MOHIT PAPER MILLS LIMITED
Registered Office: 15A/13, UPPER GROUND FLOOR, EAST PATEL NAGAR, NEW DELHI-110008
TELEPHONE: 011-25886798, TELEFAX: 01125886797, WEBSITE : mohitpaper.in
E-Mail: mohit.paper@rediffmail.com
CIN: L21093DL1992PLC116600

ATTENDANCE SLIP
TWENTY FOURTH ANNUAL GENERAL MEETING
FRIDAY, 30TH SEPTEMBER, 2016

ANNUAL GENERAL MEETING to be held on Friday the 30th Day of September, 2016 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 24th 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

MOHIT PAPER MILLS LIMITED
Registered Office: 15A/13, UPPER GROUND FLOOR, EAST PATEL NAGAR, NEW DELHI-110008
TELEPHONE: 011-25886798, TELEFAX: 01125886797, WEBSITE : mohitpaper.in
E-Mail: mohit.paper@rediffmail.com
CIN: L21093DL1992PLC116600

PROXY FORM
TWENTY FOURTH ANNUAL GENERAL MEETING
Friday, 30 September, 2016

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

2.1. Name: _____

Address: _____

as my proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Twenty Fourth Annual General Meeting of the Company, to be held on Friday, 30th Day of September, 2016 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.	Adoption of the Financial Statements of the Company for the year ended on 31 st March, 2016 together with the reports of the Directors and Auditors thereon.
2.	Re-appointment of Mrs. Anju Jain as a Director, liable to retirement by rotation.
3.	Ratification of the appointment of M/S Ajay Shreya & Co. as Statutory Auditors of the Company.
4.	Appointment of Mr. Dilip Kumar Jha as Whole Time Director.
5.	Change in Object Clause
6.	Adoption of New Set of Memorandum of Association
7.	Adoption of New Set of Articles of Association

Signed this _____ day of _____ 2016

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

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.

Affix
stamp

(15 paise)

**MOHIT PAPER MILLS LIMITED**

MOHIT PAPER MILLS LIMITED
Registered Office: 15A/13, UPPER GROUND FLOOR, EAST PATEL NAGAR, NEW DELHI-110008
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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.	Adoption of the Financial Statements of the Company for the year ended on 31 st March, 2016 together with the reports of the Directors and Auditors thereon.			
2.	Re-appointment of Mrs. Anju Jain as a Director, liable to retirement by rotation.			
3.	Ratification of the appointment of M/S Ajay Shreya & Co. as Statutory Auditors of the Company.			
	SPECIAL BUSINESS			
4.	Appointment of Mr. Dilip Kumar Jha as Whole Time Director.			
5.	Change in Object Clause			
6.	Adoption of New Set of Memorandum of Association			
7.	Adoption of New Set of Articles of Association			

Signature of the Shareholder/Proxy
Name:

Date:

Place:



MOHIT PAPER MILLS LIMITED

TO,

If undelivered please return to :



Regd. Office : 15, A/13, Upper Floor, East Patel Nagar, New Delhi-100 008
Tel. : 011-25886798, **Telefax :** 011-25886797