

SWADESHI POLYTEX LIMITED

BALANCE SHEET AS AT 31st MARCH, 2018

(Rs. in '000)

Particulars	Note No	As at March 31, 2018	As at March 31, 2017
I ASSETS			
(1) Non-current asset			
(a) Property, Plant & Equipment	5	491	567
(b) Financial Assets :			
(i) Other bank balances	6	2,000	-
(c) Deferred Tax Assets (Net)	7	37,826	42,381
(d) Other non-current assets	8	5,090	6,035
Total non-current assets		45,407	48,983
(2) Current Asset			
(a) Inventories	9	68,212	69,283
(b) Financial Assets :			
(i) Cash and cash equivalents	10	8,337	8,027
(ii) Other bank balances	11	5,909	-
(iii) Loans	12	5,121	5,122
(iv) Others	13	110	4
(c) Other Current Assets	14	417	23
Total current assets		88,106	82,459
Total Assets		133,513	131,442
II EQUITY & LIABILITIES			
EQUITY			
(a) Equity share capital	15	39,000	39,000
(b) Other equity	16	(560,779)	(557,403)
Total Equity		(521,779)	(518,403)
LIABILITIES			
(1) Non current liabilities			
(a) Financial liabilities			
(i) Other financial liabilities	17	24,983	24,983
Total non-current liabilities		24,983	24,983
(2) Current liabilities			
(a) Financial liabilities :			
(i) Borrowings	18	254,236	254,236
(ii) Trade payables	19	7,449	4,480
(iii) Other Financial Liabilities	20	80,458	57,667
(b) Other current liabilities	21	288,166	307,315
(c) Provisions	22	-	1,164
Total current liabilities		630,309	624,862
Total Equity and Liabilities		133,513	131,442

Significant Accounting Policies

The accompanying notes form an integral part of the financial statements.


As per our Report of even date attached
For SPMR & Associates
CHARTERED ACCOUNTANTS

(M.S. Ladha)
Partner
FRN : 007578N, M.No. : 088221


Place : Faridabad
Camp: Ghaziabad
Date : 15.05.2018

For and on behalf of the Board of Directors


(S.B. Singh)
Director
(DIN 03225016)


(Promod Panday)
Chief Financial Officer


(B. Mehrotra)
Director
(DIN 03279399)


(Stuti Thukral)
Company Secretary

SWADESHI POLYTEX LIMITED

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

(Rs. in '000)

Particulars	Note No.	Year Ended March 31, 2018	Year Ended March 31, 2017
INCOME			
Revenue from operations	23	30,944	20,334
Other Income	24	31,291	56,500
Total Income		62,235	76,834
EXPENSES			
Land Development Expenses		497	2,633
Changes in inventories	25	1,071	(1,001)
Finance Costs	26	36,434	33,137
Depreciation and amortization expense	5	92	104
Other expenses	27	22,682	21,070
Total Expenses		60,776	55,943
Profit / (Loss) before tax		1,459	20,891
Less : Tax Expenses			
- Current tax		280	4,520
- Earlier Years		-	(1,402)
- Deferred tax		4,555	6,448
Total Tax Expenses		4,835	9,566
Profit / (Loss) from continuing operations		(3,376)	11,325
Profit / (Loss) from discontinued operations		-	-
Tax expenses of discontinued operations		-	-
Profit / (Loss) from discontinued operations (afte tax)		-	-
Other comprehensive income			
A (i) Items that will not be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will ot be classified to Statement of profit or loss		-	-
B (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to Statement of profit or loss		-	-
Total comprehensive income for the year		(3,376)	11,325
Earnings per equity share of face value of Rs. 10 each			
(i) Basic (in Rs.)	28	(0.87)	2.90
(ii) Diluted (in Rs.)	28	(0.87)	2.90

Significant Accounting Policies

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The accompanying notes form an integral part of the financial statements.

As per our Report of even date attached
For SPMR & Associates
CHARTERED ACCOUNTANTS

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Company Secretary

SWADESHI POLYTEX LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2018

(Rs. in '000)

	Year Ended 31-03-2018 Amount (Rs)	Year Ended 31-03-2017 Amount (Rs)
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Tax	1,459	20,891
<u>Adjustments for :</u>		
Depreciation and amortization expenses	92	104
Finance Costs	36,434	33,137
Interest received	(27,729)	(56,297)
Changes in Liabilities to Erstwhile personnel	-	(656)
Operating Profit before working capital changes	10,256	(2,821)
<u>Adjustments for working capital changes :</u>		
(Increase)/Decrease in Other non-current assets	945	4,350
(Increase)/Decrease in Inventories	1,071	(1,002)
(Increase)/Decrease in Financial-Non-current assets	(2,000)	-
(Increase)/Decrease in Financial-current assets	(105)	4
(Increase)/Decrease in Other current assets	(394)	236
Increase/(Decrease) in Trade payables	2,969	844
Increase/(Decrease) in Other-current Liabilities	(19,149)	(26,675)
Increase/(Decrease) in Provisions	(1,164)	(166)
Cash generated from Operations	(7,571)	(25,230)
Direct Taxes Paid	(280)	(7,020)
Net Cash flow from Operating activities	(7,851)	(32,250)
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets including Intangible assets & CWIP	(16)	(63)
Interest received	27,729	56,297
Net cash used in Investing activities	27,713	56,234
C CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds / (repayment) of Borrowings	22,791	-
Finance Costs	(36,434)	(33,137)
Net cash from / (used in) financing activities	(13,643)	(33,137)
Net increase / (Decrease) in Cash and Cash Equivalents (A + B + C)	6,219	(9,153)
Cash and Cash Equivalents at the beginning of the year (Refer Note 10 & 11)	8,027	17,180
Cash and Cash Equivalents at the end of the year (Refer Note 10 & 11)	14,246	8,027

The accompanying notes form an integral part of the financial statements.

As per our Report of even date attached
For SPMR & Associates
CHARTERED ACCOUNTANTS

(M.S. Latha)
Partner
FRN : 007578N, M.No. : 088221



For and on behalf of the Board of Directors

(S.B. Singh)
Director
(DIN 03225016)

(Promod Panday)
Chief Financial Officer

(B. Mehrotra)
Director
(DIN 03279399)

(Satish Thukral)
Company Secretary

Place : Faridabad
Camp: Ghaziabad
Date : 15.05.2018

SWADESHI POLYTEX LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH, 2018

A. EQUITY SHARE CAPITAL

(Rs. in '000)

Particulars	Amount
Balance as at 1st April, 2016	39,000
Changes in equity share capital during the year 2016-17	-
Balance as at 31st March, 2017	39,000
Changes in equity share capital during the year 2017-18	-
Balance as at 31st March, 2018	39,000

B. OTHER EQUITY

AS ON 31st MARCH, 2017

(Rs. in '000)

Particulars	Reserve & Surplus			Total
	General Reserve	Capital Redemption Reserve	Retained Earnings	
Balance as at 1st April, 2016	167,070	10,975	(746,773)	(568,728)
Total Comprehensive Income for the year	-	-	11,325	11,325
Balance as at 31st March 2017	167,070	10,975	(735,448)	(557,403)

AS ON 31st MARCH, 2018

(Rs. in '000)

Particulars	Reserve & Surplus			Total
	General Reserve	Capital Redemption Reserve	Retained Earnings	
Balance as at 1st April, 2017	167,070	10,975	(735,448)	(557,403)
Total Comprehensive Income for the year	-	-	(3,376)	(3,376)
Balance as at 31st March 2018	167,070	10,975	(738,824)	(560,779)

As per our Report of even date attached

For SPMR & Associates
CHARTERED ACCOUNTANTS



(M.S. Latha)
Partner

FRN : 007578N, M.No. : 088221




Place : Faridabad
Camp: Ghaziabad
Date : 15.05.2018

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Director
(DIN 03279399)


(Stuti Thukral)
Company Secretary

SWADESHI POLYTEX LIMITED

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

1 COMPANY OVERVIEW

Swadeshi polytex Limited is a listed company engaged for carrying the business of transacting in, owning, purchasing, selling, leasing, sub-leasing, letting, sub-letting, renting and developing and other related activity of any type of real estate including land, plot, buildings, factories, warehouses, infrastructures whether residential, commercial, agricultural, industrial, rural, urban or otherwise that may belong to company or to any other person or persons of whatever nature and to deal in real estate, land, immovable properties and other related assets of any description or nature as owners, syndicators, developers, advisors, service providers, brokers, agents and any other capacity and to do all such activities related to such business having its registered office at New Kavi Nagar Industrial Area, Ghaziabad (U.P).

The financial statements were approved for issue by the Board of Directors in their meeting held on May 15, 2018.

2 BASIS OF PREPARATION AND PRESENTATION

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

Effective April 1, 2016, the Company has adopted all the Ind AS standards and the adoption was carried out in accordance with Ind AS 101 First time adoption of Indian Accounting Standards, with April 1, 2015 as the transition date. The transition was carried out from Indian Accounting Principals generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP.

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

3 USE OF ESTIMATES

The preparation of financial statements in conformity with Ind AS requires management to make adjustments, estimates and assumptions that may impact the application of accounting policies and the reported value of assets, liabilities, income, expense and related disclosure concerning the items involved as well as contingent assets and liabilities at the balance sheet date. Estimates and underlying assumptions are reviewed on an ongoing basis and revised if management became aware of changes in circumstances surrounding the estimates. Revisions to accounting estimates are recognized in the period in which the estimates are revised and, if material, their effects are disclosed in the notes to the financial statements. Application of accounting policies that require critical accounting estimates involving complex and critical judgment is disclosed in notes to accounts.

4 SIGNIFICANT ACCOUNTING POLICIES

4.1 Property, Plant & Equipment and Depreciation

- (a) The company has elected the option to continue the carrying value for all of its property, plant and equipment as recognized in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as the deemed cost as at the date of transition as per Ind AS 101. Property, plant and equipment are stated at original cost net of tax/duty credit availed, less accumulated depreciation and accumulated impairment losses, if any.
- (b) Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the costs to the item can be measured reliably.
- (c) Depreciation on Building, Plant & Machinery and Computer is being provided on Straight Line Method.
- (d) When part of an item of property, plant & equipment have different useful life then they are recognized and depreciated separately. Gains & Losses on disposal of an item of property, plant & equipment are determined by comparing the proceed from disposal with carrying amount of PPE and are recognized within other income in the statement of profit & loss.



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SWADESHI POLYTEX LIMITED

4.2 Impairment of Assets

- (a) Property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis. In such cases, the recoverable amount is determined for the Cash Generating units (CGU) to which the assets belongs. If such assets are considered to be impaired, the impairment to be recognized in the statement of profit and loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of asset.
- (b) Reversal of impairment losses recognized in prior years is recorded when there is an indication that the impairment losses recognized for the assets no longer exists or have decreased.

4.3 Revenue Recognition

- (a) Revenue from transfer of rights in leasehold land alongwith penalty is recognized when the company receives full payment from buyer & there is relinquishment of right in favor of the buyer by the company.
- (b) Interest on receivables is accounted only when no significant uncertainty as to measurability or collectability exists. Other interest income is recognized on the time basis determined by the amount outstanding and the rate applicable and where no significant uncertainty as to measurability or collectability exists.

4.4 Inventories

Valuation of stocks is done as mentioned below:

Leasehold Plot Rights	At lower of book value or net realizable value
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- (a) Cost of Leasehold Land is determined after including the proportionate expenditure incurred on the development thereof.

4.5 Taxation

(a) Current Tax

Current tax expense is recognized in statement of profit and loss except to the extent that it relates to items recognized directly in other comprehensive income or equity, in which case it is recognized in other comprehensive income or equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Current income taxes are recognized under "income tax payable" net of payments on account, or under "tax receivables" where there is a credit balance.

(b) Deferred Tax

Deferred tax is recognized using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

Deferred tax is recognized in statement of profit and loss except to the extent that it relates to items recognized directly in other comprehensive income or equity, in which case it is recognized in other comprehensive income or equity.

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



SWADESHI POLYTEX LIMITED

4.6 Refunds of Taxes and Duties

Refund claims arising out of monies paid under protest or under appeals and charged to Revenue are accounted for at the time of receipt of orders or actual refunds whichever is earlier.

4.7 Provisions, Contingent Liabilities and Contingent Assets

Disclosure of contingencies as required by the Indian accounting standard is furnished in the Notes on accounts.

(a) Provisions are made when (a) the Company has a present obligation as a result of past events; (b) it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and (c) a reliable estimate is made of the amount of the obligation.

(b) Contingent Liability is disclosed after careful evaluation of facts, uncertainties and possibility of reimbursement, unless the possibility of an outflow of resources embodying economic benefits is remote. Contingent liabilities are not recognized but are disclosed in notes. Contingent assets are not recognized. However, when the realization of income is virtually certain, then the related asset is no longer a contingent asset, and is recognized as an asset. Information on contingent liabilities is disclosed in the notes to the financial statement. A contingent asset is disclosed where an inflow of economic benefits is probable.

4.8 Financial Instruments

A Financial Assets

(a) Initial recognition and measurement

The company recognizes financial assets and liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets are recognized at fair value on initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities that are not at fair value through profit or loss are added to the fair value on initial recognition. Purchase and sale of financial assets are accounted for at trade date.

(b) Subsequent Measurement : Non-derivative financial instruments

(i) Financial assets carried at amortized cost (AC)

A financial asset is subsequently measured at amortized cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(ii) Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(iii) Financial assets at fair value through profit or loss (FVTPL)

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

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SWADESHI POLYTEX LIMITED

(c) **Investment in subsidiaries/associates/joint ventures**

Investment in subsidiaries, if any, is carried at cost in the separate financial statements.

(d) **Other Equity Investments**

All other equity investments are measured at fair value, with value changes recognized in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'.

(e) **Reclassification of financial assets**

The company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such changes are evident to external parties. A change in the business model occurs when the company either begins or ceases to perform an activity that is significant to its operations. If the company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The company does not restate any previously recognized gains, losses (including impairment gains or losses) or interest.

B Financial liabilities

(a) **Initial recognition and measurement**

The Company's financial liabilities include trade and other payables, loans and borrowings etc. All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs, if any.

(b) **Subsequent Measurement : Non-derivative financial instruments**

Financial liabilities are subsequently carried at amortized cost using the effective interest method, For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

(c) **Offsetting of Financial Liabilities**

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

C Derecognition of financial instruments

The company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the company's balance sheet when the obligation specified in the contract is discharged or cancelled or expires.

4.9 Borrowing Costs

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

4.10 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits.



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SWADESHI POLYTEX LIMITED

4.11 Cash Flow Statement

Cash flows are reported using indirect method as per Ind AS 7 , whereby profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flow from regular revenue generating, financing and investing activities of the Company is segregated.

4.12 Earning Per Share

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

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

4.13 Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The Chief Operating Officer has decided that the company has only one segment i.e. real estate.

4.14 Fair Value Measurement

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

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

For the purpose of fair value disclosures, the Company has determined classes of assets & liabilities on the basis of the nature, characteristics and the risks of the asset or liability and the level of the fair value hierarchy as explained above.

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SWADESHI POLYTEX LIMITED

5 Property, Plant and Equipment

(Rs. in '000)

Particulars	Gross carrying block			Depreciation / amortization			Net carrying block	
	As at March 31, 2017	Additions	As at March 31, 2018	As at March 31, 2017	Depreciation for the Year	As at March 31, 2018	As at March 31, 2018	As at March 31, 2017
Building - Pushpak Bhawan	93	-	93	12	2	14	80	81
Plant & Machinery	617	-	617	273	76	348	269	345
Furniture & Fixtures	2,438	-	2,438	2,321	-	2,321	117	117
Computer	298	16	314	274	15	289	25	24
Total	3,446	16	3,462	2,879	92	2,971	491	567
Previous Year	3,383	63	3,446	2,775	104	2,879	567	608



SWADESHI POLYTEX LIMITED

6 Other bank balances-Non-Current (Rs. in '000)

Particulars	As at March 31, 2018	As at March 31, 2017
Bank deposits with original maturity more than 12 months	2,000	
Total	2,000	-

7 Deferred Tax Assets (Net) (Rs. in '000)

Particulars	As at March 31, 2018	As at March 31, 2017
Deferred Tax Assets due to		
Unabsorbed Depreciation & Carried forward losses	37,762	42,488
	37,762	42,488
Deferred Tax Liability due to		
Depreciation	(64)	107
	(64)	107
Deferred Tax Assets (Net)	37,826	42,381

7.1 The movement on the deferred tax account is as follows: (Rs. in '000)

Particulars	As at March 31, 2018	As at March 31, 2017
At the start of the year	42,381	48,829
Credit/(Charge) to Statement of Profit and Loss	(4,555)	(6,448)
At the end of the year	37,826	42,381

8 Other Non-Current Assets (Rs. in '000)

Particulars	As at March 31, 2018	As at March 31, 2017
(Unsecured and Considered Good)		
Income tax receivable (Net of provision)	3,750	4,695
Security deposit	15	15
Statutory dues deposited under Protest	1,325	1,325
Total	5,090	6,035

9 Inventories (Rs. in '000)

Particulars	As at March 31, 2018	As at March 31, 2017
Leasehold Plot Rights*	68,212	69,283
Total	68,212	69,283

* Refer Note 4.4

10 Cash & Cash Equivalents (Rs. in '000)

Particulars	As at March 31, 2018	As at March 31, 2017
Cash on hand	14	143
Balances with schedule banks:		
In Current Accounts	1,084	1,384
In Fixed Deposit Accounts having maturity less than 3 months	7,239	6,500
Total	8,337	8,027



SWADESHI POLYTEX LIMITED

11 Other bank balances-Current (Rs. in '000)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
Bank deposits with original maturity more than 3 months but less than 12 months	5,909	-
Total	5,909	-

12 Loans (Rs. in '000)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
(Unsecured and Considered Good)		
Loan due by an officer of the Company*	5,121	5,122
Total	5,121	5,122

*Refer Note 36.5 for details of Loan.

13 Other financial assets-Current (Rs. in '000)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
(Unsecured and Considered Good)		
Interest accrued	110	4
Total	110	4

14 Other Current Assets (Rs. in '000)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
(Unsecured and Considered Good)		
Others		
Sales tax refund receivable	394	-
Prepaid Expenses	23	23
Total	417	23

15 Equity Share Capital (Rs. in '000)

Particulars	As at 31st March 2018		As at 31st March 2017	
	Number	Amount	Number	Amount
Authorized				
Equity Share of Rs. 10/- each	22500000	22,500	22500000	225,000
9.5% Redeemable cumulative Preference Shares of Rs100/-each	250000	25,000	250000	25,000
		47,500		250,000
Issued, Subscribed & Fully Paid up				
Equity Shares of Rs 10/- each fully paid up	3900000	39,000	3900000	39,000
		39,000		39,000

15.1 Reconciliation of share capital:

Particulars	As at 31st March 2018		As at 31st March 2017	
	Number	Amount	Number	Amount
Equity Shares at the beginning of the year	3900000	39,000	3900000	39,000
Add / (Less): Shares issued / (forfeited / buyback) during the year	-	-	-	-
Equity Shares at the end of the year	3900000	39,000	3900000	39,000

15.2 The rights, preferences and restrictions attached to each class of shares:

The company has issued only one class of Equity Shares having the par value of Rs 10/- per share. Each shareholder is entitled to one vote per share.



SWADESHI POLYTEX LIMITED

15.3 The details of shareholders holding more than 5% shares:

Name of the Shareholder	As at 31st March 2018		As at 31st March 2017	
	No. of Shares held	% of holding	No. of Shares held	% of holding
National Textile Corporation Ltd	1311000	33.61 %	1311000	33.61%
MKJ Enterprises Ltd	487525	12.50 %	487525	12.50%
Selecto Pac Private Ltd.	343250	8.80 %	343250	8.80%
Paharpur Cooling Towers Ltd.	528153	13.54 %	528153	13.54%
Doypack Systems Pvt Ltd.	277500	7.12 %	277500	7.12%

16 Other Equity

(Rs. in '000)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
General Reserve		
Opening Balance	167,070	167,070
(+) Additions during the year	-	-
(-) Utilized / transferred during the year	-	-
	167,070	167,070
Capital Redemption Reserve		
Opening Balance	10,975	10,975
(+) Additions during the year	-	-
(-) Utilized / transferred during the year	-	-
	10,975	10,975
Retained Earnings		
As per last Balance Sheet	(735,448)	(746,773)
Add: Profit / (Loss) for the year	(3,376)	11,325
	(738,824)	(735,448)
	(560,779)	(557,403)

17 Other financial liabilities-Non current

(Rs. in '000)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
Other Payable*	24,983	24,983
Total	24,983	24,983

*Refer Note No. 33

18 Borrowings-Current

(Rs. in '000)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
Secured*		
Loans from Related Parties	236,321	236,321
Unsecured		
Loans from Related Parties	17,915	17,915
Total	254,236	254,236

18.1 *Secured by way of negative lien on the land situated at Kavi Nagar, Ghaziabad.

18.2 Details of the default amount is as follow :

Principal Nil (Previous Year Rs. Nil), Interest Rs. 79,897/- (Previous Year 57,147/-)



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19 Trade Payables (Rs. in '000)

Particulars	As at March 31, 2018	As at March 31, 2017
Total Outstanding dues of micro and small enterprises	-	-
Total Outstanding dues of other than micro and small enterprises	7,449	4,480
Total	7,449	4,480

Refer Note 31

20 Other Financial Liabilities-Current (Rs. in '000)

Particulars	As at March 31, 2018	As at March 31, 2017
Interest accrued on Borrowings	80,458	57,667
Total	80,458	57,667

21 Other Current liabilities (Rs. in '000)

Particulars	As at March 31, 2018	As at March 31, 2017
Retention Money Payable	540	540
Amount received for customers	286,529	305,819
Statutory dues Payable	1,097	956
Total	288,166	307,315

22 Provisions (Rs. in '000)

Particulars	As at March 31, 2018	As at March 31, 2017
Provision for sales tax	-	1,164
Total	-	1,164

23 Revenue from Operations (Rs. in '000)

Particulars	Year Ended 31-03-2018	Year Ended 31-03-2017
Revenue from sale of leasehold plot rights	30,944	20,334
	30,944	20,334

24 Other Income (Rs. in '000)

Particulars	Year Ended 31-03-2018	Year Ended 31-03-2017
Interest Income	27,729	56,297
Misc. Income	3,562	203
	31,291	56,500

25 Changes in inventories (Rs. in '000)

Particulars	Year Ended 31-03-2018	Year Ended 31-03-2017
Opening Stock		
Leasehold Plot Rights	69,283	68,282
	69,283	68,282
Closing Stock		
Leasehold Plot Rights	68,212	69,283
	68,212	69,283
(Increase) / Decrease in inventories	1,071	(1,001)





SWADESHI POLYTEX LIMITED

26 Finance Costs		(Rs. in '000)	
Particulars	Year Ended 31-03-2018	Year Ended 31-03-2017	
Interest on borrowings (Net)	36,434	33,137	
	36,434	33,137	

27 Other Expenses		(Rs. in '000)	
Particulars	Year Ended 31-03-2018	Year Ended 31-03-2017	
Legal & Professional Expenses	12,878	8,570	
Conveyance & Travelling Expense	4,278	2,956	
Fees to Stock Exchange	288	239	
Security Expenses	865	3,165	
Power & Fuel	359	366	
Repair Others	79	45	
Business Promotion	1,272	1,611	
Rates & Taxes	409	2,260	
Directors' Sitting Fees	840	600	
Payment To Auditors (Refer Note 27.1)	313	297	
Communication Expenses	273	297	
Advertisement	32	28	
Printing & Stationary	184	162	
Other Expenses	612	474	
	22,682	21,070	

27.1 Payment to Auditors		(Rs. in '000)	
Particulars	Year Ended 31-03-2018	Year Ended 31-03-2017	
Audit Fee	195	190	
Tax Audit Fee	89	86	
Reimbursement of Expenses	29	21	
	313	297	

28 Earning per Share			
Particulars	Year Ended 31-03-2018	Year Ended 31-03-2017	
Profit / (Loss) attributable to Equity Shareholders	(3,376)	11,325	
Weighted average number of Equity Shares of Rs. 10/- Each (No. of Shares)	3,900,000	3,900,000	
Earning per Shares - Basic & Diluted (In Rs.)	(0.87)	2.90	







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29 Discontinuing Operations

In view of the Economic/Financial non-viability and on-going labor problems etc., the Company had discontinued its operations of manufacturing of Polyester Fibers and Chips in 1998. In previous years, company had entered into a sale agreement for disposal of its entire Plant & Machinery and Building related to the discontinued operations and sold the entire part thereof.

29.1 The carrying amount of total assets and liabilities to be disposed off at the year end are as follows. Comparative information for the discontinuing operations is included in accordance with Ind AS-105, Discontinuing Operations:

29.2	Particulars	(Rs. in '000)	
		As at March 31, 2018	As at March 31, 2017
	Total Assets	1,325	1,325
	Total Liabilities	-	1,164
	Net Assets	1,325	161

30 Contingent Liabilities & Commitments (To the extent not provided for)

Claims against the Company not acknowledged as debts including excise, sales tax, Income Tax, Labor Disputes, Legal and other Disputes:

Particulars	(Rs. in '000)	
	Current Year	Previous Year
(a) PF Cases pending at various forums	5,895	5,895
(b) Labor Matters relating settlement pending at various forums	4,890	4,315
(c) Sales Tax cases under litigation	1,574	9,413
(d) Excise matters under litigation	-	16,418
(e) Other Matters	5,507	5,363

Note: Interest and penalty, if any, is not computable at this point of time hence not considered in the above statement of contingent liability.

31 Based on the confirmations from the parties, who have registered themselves under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), received so far with the company, no balance is due to Micro and Small Enterprises as defined under the MSMED Act, 2006 as at 31st March 2018 & 31st March 2017. Hence no further details as required by Notification dated 04-09-2015 issued by the Ministry of Corporate Affairs are applicable.

32 Balances appearing for Trade Payables, and loans & borrowings are subject to confirmation, reconciliation and adjustments, if any.

33 Other payable, Note 17, includes alleged dues being contested before the Honorable High Court at Rs. 22,584/- (out of total Rs. 24,983/-). Hence it has not been fair valued.

34 Company has started developing the Plots as per the approved plan of UPSIDC and accordingly has incurred an expenditure of Rs. 301/- (Previous year 1,899/-), is allocated proportionately on the saleable area and unallocated portion made a part of stock in Trade and balance was charged to PVPL, giving affect to fourth addendum.

35 During the year, the Company has entered into Addendum to the Memorandum of Understanding between the Company, Pranjali Vyapar Private Limited and secured lender Paharpur Cooling Towers Limited, revising and extending the terms of One Time Settlement with respect to interest on unsold inventory, levy of penalty on unsold inventory recoverable on actual sales and recovering the reasonable maintenance and other expenses incurred for unsold land. Accordingly, accounting impact of the same has been considered in the books.

36 In the opinion of the Board and to the best of their knowledge and belief the value on realization of loans, advances and current assets in the ordinary course of business will not be less than the amount at which they are stated in Balance Sheet and provision for all known liabilities has been made.



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37 Related Party Disclosure

37.1 List of Key Management of Personnel

Name	Designation
Mr. Bhuwan Chaturvedi	Chief Executive Officer
Mr. Promod Pandey	Chief Financial Officer
Ms. Sunita Gujjar from 11 Feb, 2016 to 20 Nov, 2017	Company Secretary
Ms. Lovely Kumari from 20 Nov, 2017 to 15 March, 18	Company Secretary
Mr. Naveen Aggarwal	Director
Mr. N.K. Gupta	Director
Mr. S.S. Madan	Director
Mr. Y.J. Dastoor	Director
Mr. Bipin Behari Mehrotra	Director
Ms. Purni Marwaha	Director

37.2 Compensation of Key Management Personnel

(Rs. in '000)

Particulars	Current Year	Previous Year
Short-term benefits	-	-
Post-employment benefits	-	-
Other long-term benefits	-	-
Termination benefits	-	-
Total	-	-
Recovery of Loans & Advances during the year	-	-
Advances released during the year	-	-
Closing Balance of Loans & Advances (Mr. Bhuwan Chaturvedi)	5,121	5,122
Remuneration paid to Ms. Sunita Gujjar	154	180
Remuneration paid to Ms. Lovely Kumari	47	-
Remuneration paid to Mr. Pramod Pandey	600	600
Remuneration paid to Mr. Bhuwan Chaturvedi*	-	-
Sitting Fees paid to Mr. Naveen Aggarwal	250	200
Sitting Fees paid to Mr. N.K. Gupta	160	185
Sitting Fees paid to Mr. S.S. Madan	160	50
Sitting Fees paid to Mr. Y.J. Dastoor	140	50
Retainership Charges Paid to Mr. Bipin Behari Mehrotra	280	-
Sitting Fees paid to Ms. Purni Marwaha	130	115

* Considered Nil as being reimbursed to PCTL as deputation charges.

37.3 Associates : National Textile Corporation Ltd. (Holding more than 20% shareholding in the company)

(Rs. in '000)

Nature of Transactions	Current Year	Previous Year
Unsecured Loan taken and outstanding	17,915	17,915

**37.4 Associates: Paharpur Cooling Towers Ltd.
(Holding indirectly more than 20% shareholding in the co.)**

(Rs. in '000)

Nature of Transactions	Current Year	Previous Year
Reimbursement for various expenses	4,189	3,387
Interest Paid	36,434	33,137
Secured Loan repaid	10,000	6,000
Outstanding Balance of Secured Loan taken	236,321	236,321
Outstanding Balance of Interest Accrued & Due	79,897	57,147
Outstanding Balance of Interest Accrued & Not Due	561	521

37.5 Loans to and from KMP

Mr. Bhuwan Chaturvedi (CEO)

(Rs. in '000)

Particulars	Current Year	Previous Year
Loans at beginning of the year	5,122	5,126
Loan advanced	-	-
Repayment received	-	-
Interest charged	500	500
Interest received	501	504
Balance at end of the year including interest	5,121	5,122



SWADESHI POLYTEX LIMITED

38 The figures reported in financial statements have been rounded off to the nearest thousand of rupees.

39 Previous year figures have been regrouped, rearranged or reclassified where ever necessary.

40 **Information regarding Goods Traded**

40.1 **Description Lease Plots Rights**

(Rs. in '000)

40.2 Particulars	Current Year		Previous Year	
	Qty (in Sqm)	Amount	Qty (in Sqm)	Amount
Opening Balance*	177,686	69,283	180,166	68,282
Purchase	-	-	-	-
Sales	3,774	30,944	2,480	20,334
Closing Balance*	173,912	68,212	177,686	69,283

* Excluding utility area of 13,577.53 Sqm.

41 **Expected Credit Loss**

For recognition of impairment loss on trade receivable and other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognizing impairment loss allowance based on 12-month ECL.

42 **Risk Management Framework**

The Company's business is subject to various risk and uncertainties including financial risks. The Company's documented risk management polices act as an effective tool in mitigating the various financial risks to which the business is exposed to in the course of their daily operations. The risk management policies cover areas such as liquidity risk, market risk, interest rate risk, and capital management. Risks are identified through a formal risk management programme with active involvement of senior management personnel and business managers. The Company has in place risk management processes in line with the Company's policy. Each significant risk has a designated 'owner' within the Company at an appropriate senior level. The potential financial impact of the risk and its likelihood of a negative outcome are regularly updated.

42.1 **Financial Risk**

The Company's Board identified financial risks comprising liquidity, currency, interest rate and outerparty risk. The Company does not engage in speculative treasury activity but seeks to manage risk of interest rate through proven financial instruments.

42.2 **Liquidity Risk**

The Company requires funds primarily for short-term operational needs. The Company generates sufficient cash flows from the current operations which together with the available cash and cash equivalents and provide liquidity for short-term need of the funds. Accordingly no liquidity risk is perceived.

42.3 **Market Risk**

The Management does not envisage any major risks associated with pricing of its goods, since the same has already been fixed.

(Handwritten signatures)

