



THE EIMCO-K.C.P. LTD

Forty Ninth Annual Report

2016 – 2017

CIN : U27209TN1967PLC005550

BOARD OF DIRECTORS

Chairperson	Smt. Irmgard Velagapudi M.Rao
Vice Chairperson	Smt. V. Kiran Rao
Directors	Shri. J. Satyanarayana Shri. K. Kalyanaraman
Auditors	B. Purushottam & Co., Chartered Accountants, Flat No.3-D, "Pioneer Homes" 23/A, North Boag Road, T.Nagar, Chennai 600017.
Bankers	Axis Bank Limited Canara Bank Corporation Bank
Registered and Corporate Office	"Ramakrishna Buildings", 239, Anna Salai, Chennai 600 006.
Works	11-A, 3 rd Main Road, Industrial Estate, Ambattur, Chennai 600 058.



NOTICE TO SHAREHOLDERS

NOTICE is hereby given that the Forty Ninth Annual General Meeting of the Members of the Company will be held at the Registered Office of the Company at No.239, Anna Salai, Chennai 600006, on Friday, 15th day of September 2017 at 3.00 p.m.. to transact the following business:

ORDINARY BUSINESS

- 1 To receive, consider and adopt the Audited Balance Sheet as at 31st March 2017 and the Profit and Loss Account for the period ended on that date and consider the Reports of the Directors and Auditors.
- 2 To appoint a Director in place of Shri.K.Kalyanaraman, who retires by rotation and is eligible for reappointment.
- 3 To appoint the Statutory Auditors to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to authorize the Board to fix their remuneration.

// By Order of the Board //

For THE EIMCO-K.C.P. LIMITED

Place : Chennai
Date : 29.05.2017

IRMGARD VELAGAPUDI M. RAO
CHAIRPERSON

NOTES :

A MEMBER ENTITLED TO ATTEND AND VOTE AT THIS ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER. THE PROXY FORM, IN ORDER TO BE EFFECTIVE MUST BE DULY COMPLETED, STAMPED AND LODGED WITH THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

// By Order of the Board //

For THE EIMCO-K.C.P. LIMITED

Place : Chennai
Date : 29.05.2017

IRMGARD VELAGAPUDI M. RAO
CHAIRPERSON

TO THE SHAREHOLDERS

Your Directors have pleasure in submitting their Report for the year ended 31st March 2017 together with the Balance Sheet and the Profit and Loss Account for the year ended on that date.

REVIEW OF OPERATIONS

During the period under review the Company has received Orders totaling to Rs.3,300.30 lakhs as compared to Rs. 3,715.11 lakhs during the previous year. From the enclosed Annual Accounts it may be noted that the income earned from the sale of product and services by the Company for the year ended 31st March 2017 was Rs.3,877.56 lakhs as against Rs. 3,141.11 lakhs in the previous year. The Profit was at Rs.381.95 lakhs for the year under review as against profit of Rs. 497.01 lakhs for the previous year. After providing for current and deferred taxation, the net profit for the year was Rs.231.62 lakhs to which after adding the brought forward surplus of Rs.1,918.36 lakhs, the carry forward surplus to the next year amounted to Rs.2,149.98 lakhs.

DIVIDEND

Your Directors have not recommended any dividend for the Financial Year under review with a view to conserve profits.

CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION

This Industry is not energy intensive with maximum demand being much below 250 KVA. Consequently there is very little Scope of conservation of energy.

PARTICULARS OF EMPLOYEES

Information as per Rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and forming a part of Director's Report for the year ended 31st March 2017 is not applicable as there was no employee covered by the same.

EXPORTS & FOREIGN EXCHANGE EARNINGS & OUTGO

Our Exports earnings during 2016-17 was Rs.523.50 lakhs (P.Y.- Rs. 1,212.38 lakhs). During the period under review the Company has incurred expenditure in foreign currency amounting to Rs.165.94 lakhs towards foreign travel and import of components There are no specific areas in which Research and Development has been carried out by the Company.

DIRECTORS

At the forthcoming Annual General Meeting Shri.K.Kalyanaraman retires by rotation and is eligible for re-appointment.

STAFF RELATIONS

Industrial Relations with Staff and Workers continue to be Cordial.

DIRECTORS' RESPONSIBILITY STATEMENT

As required by Section 134 of the Companies Act 2013, your Directors certify as follows:

- i) that in the preparation of the annual accounts, the applicable Accounting Standards have been followed and that there were no material departures there from;
- ii) that the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended 31st March 2017 and of the profit of the Company for that year.
- iii) that the Directors had taken proper and sufficient care for the Maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) that the Directors had prepared the annual accounts on a going concern basis;
- v) that the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

AUDITORS

In line with the holding Company, the Board of Directors recommends to the members the appointment of M/s. Suri & Siva, Chartered Accountants (FRN 004284S) as the Statutory Auditors of the Company from the conclusion of this 49th AGM, till the conclusion of 50th AGM in Place of retiring auditors B.Purushottam & Company.

As required under the provisions of section 141(3) of the Companies Act, 2013, the Company has obtained a written certificate from them to the effect that their appointment, if made, would in conformity with the limits specified under the said section.

For and on behalf of the Board of Directors

IRMGARD VELAGAPUDI M.RAO
CHAIRPERSON

Place : Chennai
Date : 29.05.2017

**INDEPENDENT AUDITOR'S REPORT****To the members of THE EIMCO-K.C.P. LTD****Report on the Standalone Financial Statements**

We have audited the accompanying Standalone financial statements of THE EIMCO-K.C.P. LTD ("the Company"), which comprises the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these Standalone 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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 Standalone 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 there under.

We conducted our audit 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 Standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone financial statements give the information required by the 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 31st March, 2017, 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, a statement on the matters specified in Para 3 and 4 of the said 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 standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 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 disclosed the impact of pending litigations on its financial position in its financial statements – Refer note 26 to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there is no provision required for material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. the company has provided requisite disclosure in its standalone financials statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the company . Refer Note 43 to the standalone financial statements.

Place: Chennai

Date: 29.05.2017

**Annexure - A to the Auditors' Report**

The Annexure referred to in Independent Auditors' Report to the members of **THE EIMCO-K.C.P. LTD** on the standalone financial statements for the year ended 31 March 2017, 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 programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this programme, certain 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) The Management has conducted physical verification of Inventory at reasonable intervals during the year. In our opinion, the frequency of such verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- (iii) The Company has not granted any loans, to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').
- (iv) In our opinion and according to the information and explanations given to us, the Company has not made any loans, investments, guarantees and security covered under provisions of section 185 and 186 of the Act. Accordingly, paragraph 3 (iv) of the Order is not applicable.
- (v) The Company has not accepted any deposits from the public.
- (vi) We have broadly reviewed the books of account maintained by the company pursuant to the Rules made by the Central Government for the maintenance of cost records under section 148 of the Act, and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the books and records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees state insurance, income-tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees state insurance, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31 March 2017 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us and the records of the Company examined by us, there are no material dues of Income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax and cess which have not been deposited on account of any dispute, except the following amounts:

Name of the Statute	Nature of the Dues	Amount (in Rs.)	Period to which the amount relates	Forum where dispute is pending
Tamil Nadu Value Added Tax Act 2006	TN VAT	3,00,948	FY 2013-14	Joint Commissioner of Commercial Tax
Central Sales Tax Act 1956	CST Demand	33,43,991	FY 2015-16	Joint Commissioner of Commercial Tax

(viii) According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.

(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 give to us and based on our examination of the records of the Company, the Company has not paid/provided for managerial remuneration during the year, accordingly Para 3(xi) of the Order is not applicable.
- (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 give 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.

Place: Chennai

Date: 29.05.2017



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 **THE EIMCO-K.C.P. LTD** ("the Company") as of 31 March 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

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 control over financial reporting may

become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, 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 31 March 2017, 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.

Place: Chennai

Date: 29.05.2017



Particulars	Note No.	As at Current Reporting Period 31-03-2017	As at Previous Reporting Period 31-03-2016	
I. EQUITY AND LIABILITIES				
1. Shareholders' Funds				
(a) Share Capital	2	6000000	6000000	
(b) Reserves & Surplus	3	226299869	203137035	209137035
2. Non - current liabilities				
Long term provisions	4		46764959	45565812
3. Current liabilities				
(a) Trade payables	5	47197993	40198293	
(b) Other current liabilities	6	45423753	91677148	
(c) Short term provisions	7	5911246	98532992	145551825
TOTAL			377597820	400254672
II ASSETS				
1. Non - current assets				
(a) Fixed Assets				
(i) Tangible assets	8	66398641	64173073	
(ii) Intangible assets		-	147034	
		66398641	64320107	
(b) Deferred tax assets (Net)	9	2891541	2858449	
(c) Long term loans and advance	10	716156	641705	
(d) Other non current assets	11	25014098	95020436	23287964
			95020436	91108225
2. Current Assets				
(a) Current Investments	12	60203721	41888581	
(b) Inventories	13	56278026	88686883	
(c) Trade receivables	14	97954656	101194760	
(d) Cash and bank balances	15	45008648	60008860	
(e) Short term loans and advances	16	667338	3472434	
(f) Other Current Assets	17	22464995	282577384	13894929
TOTAL			377597820	400254672

Significant accounting policies and notes on accounts-1

The notes attached form an integral part of the Financial Statement- 1-47

In accordance with our Report attached

For and on behalf of the Board of Directors

For B.PURUSHOTTAM & CO.
Chartered Accountants
FRN 002808S

IRMGARD VELAGAPUDI M. RAO
Chairperson

K.V.N.S. KISHORE
Partner
M.No. 206734

V. KIRAN RAO
Vice-Chairperson

Amt in Rs..

STATEMENT OF PROFIT AND LOSS FOR YEAR ENDED MARCH 31, 2017

Particulars	Note No.	For the Current reporting period 2016-17		For the Previous reporting period 2015-16	
I Revenue from Operations	18	387756008		314111324	
Less: Excise duty		33824115	353931893	19699710	294411614
II Other Income	19		17116598		38401748
Total revenue			371048491		332813362
III Expenses					
Cost of materials consumed	20	179552694		170441816	
Changes in inventories of work in progress		26327454		(18606583)	
Changes in inventories of finished goods	21	1478260	207358408	(5248730)	146586503
Employee benefits expense	22		56261972		55879443
Finance costs	23		2415046		3206276
Depreciation and amortization expense	24		4768816		4609575
Other expenses	25		62048421		72829661
Total Expenses			332852662		283111458
IV Profit/(Loss) before tax ((I+II)-III)			38195829		49701904
V Tax expense:					
(1) Current tax		12500000		18500000	
(2) Deferred tax Asset/(Liability)		33092		576347	
(3) Provision for taxation relating to earlier years		2566086	15032994	49453	17973106
VI Profit for the year			23162833		31728798
VII Earning per equity share:					
Basic / Diluted			38.60		52.88

The notes attached form an integral part of the Financial Statements 1-47

In accordance with our Report attached

For and on behalf of the Board of Directors

For B.PURUSHOTTAM & CO.
Chartered Accountants
FRN 002808S

IRMGARD VELAGAPUDI M. RAO
Chairperson

K.V.N.S. KISHORE
Partner
M.No. 206734

V. KIRAN RAO
Vice-Chairperson

Chennai
29.05.2017



NOTE-1. SUMMARY OF ACCOUNTING POLICIES

i. General

The Financial statements have been prepared in accordance with the Generally Accepted Accounting principles in India (Indian GAAP) to comply with the Accounting standards specified under Section 133 of Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on accrual basis.

ii. Fixed Assets :

- (a) Fixed Assets are stated at cost less accumulated depreciation. Cost of acquisition of fixed assets is inclusive of all freight, duties, taxes, incidental expenses relating to the cost of acquisition and the cost of installation/erection as applicable.
- (b) Modvat availed, if any, during the year on Fixed Assets, is not included in the cost of such Fixed Assets capitalized during the year.

iii. Depreciation :

Depreciation on all assets is provided on written down value method in accordance with the rules prescribed under part "C" schedule II to the Companies Act, 2013.

iv. Investments:

Non Current investments are carried at cost and provision for diminution in the value there of other than temporary in nature is accounted for.

Current Investments are stated at the lower of cost and fair value.

v. Inventories:

- a. Finished Goods are valued at lower of cost and net realizable value, as increased by excise duty thereon as applicable.
- b. Scrap is valued at net realizable value.
- c. Work in progress is valued at lower of cost or net realizable value of the finished goods duly adjusted according to the percentage of progress.
- d. Raw materials, Stores, Spare parts, Material in Transit, etc., are valued at cost, except when the net realizable value of the finished goods they are used in is less than the cost of the finished goods and if in such an event the replacement cost of such materials etc., is less than their holding cost, in which case they are valued at replacement cost. Cost is determined on the basis of weighted average method.

vi Revenue Recognition:

Revenue from the sale of goods is recognized as and when dispatches were made, as per the terms of the contract.

Sales are inclusive of excise duty recovered and net of discount and rebates.

Revenue from service related activities is recognized as and when the activity is completed under the terms of the contract.

vii Foreign Currency Transactions :

- a. Transactions in foreign currency are initially accounted at the exchange rate prevailing on the date of the transaction, and adjusted appropriately to capital or revenue, with the difference in the rate of exchange arising on actual receipt /payment during the year.
- b. At each Balance Sheet Date
 - i. Foreign currency monetary items are reported using the rate of exchange on that date
 - ii. Foreign currency non-monetary items are reported using the exchange rate at which they were initially recognized
- c. In respect of forward exchange contracts in the natures of hedges
 - i. Premium or discount on the contract is amortized over the term of contract

- ii. Exchange differences on the contract are recognized as profit or loss in the period in which they arise.

viii Research and Development Expenditure

In respect of approved Research and Development programmes, expenditure of capital nature is included in the Fixed Assets and the other expenditure is charge off to revenue, in the year in which such expenditure is incurred.

ix Employee Benefits:

- a. Defined Contribution Plans: Fixed contribution to provident fund and employees state insurance made on monthly basis with relevant authorities are absorbed in Profit and Loss Account.

- b. Defined Benefit Plans (Long term employee benefits)

Gratuity: Contributions to Gratuity Fund are made on the basis of Actuarial Valuation made by LIC using Projected Unit Credit Method. Gratuity Benefits is funded with LIC.

Leave Encashment: Provision is made in the accounts for the estimated liability towards leave encashment on retirement / cessation of the services of the staff, as per the rules of the company. In respect of workmen, un-availed leave wages is paid during the end of the calendar year and accounted on accrual basis.

Short Term employee benefits: Short-term employee benefits are absorbed as an expense as per the company's scheme based on expected obligation on undiscounted basis.

x Taxation:

Provision is made for income tax liability estimated to arise on the results for the year at the current rate of tax in accordance with the Income tax Act – 1961.

- Deferred tax resulting from timing differences between book and tax profits is accounted for under the liability method, at the current rate of tax.
- Deferred tax assets arising on account of brought forward losses and unabsorbed depreciation are recognized only when there is virtual certainty supported by convincing evidence that such assets will be realized. Deferred tax assets arising on other temporary timing differences are recognized only if there is a reasonable certainty of realization.

xi Borrowing Costs:

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that takes necessarily substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

xii Impairment of Assets

At the date of each Balance Sheet, the company evaluates internally, indications of the impairment if any, to the carrying amount of its fixed and other assets. If any indication does exist, the recoverable amount is estimated at the higher of the realizable value and value in use, as considered appropriate. If the estimated realizable value is less than the carrying amount, an impairment loss is recognized.

Reversal of impairment losses recognized in prior years is recorded when there is an indication that the impairment losses recognized for the asset no longer exist or have decreased. However, the increase in carrying amount of an asset due to reversal of an impairment loss is recognized to the extent or have decreased. However, the increase in carrying amount of an asset due to reversal of an impairment loss is recognized to the extent it does not exceed the carrying amount that would have been determined (net of depreciation) had no impairment loss been recognized for the asset in prior years.

xiii Provisions, Contingent Liabilities, Contingent Assets, Warranty and Guarantee Claims.

Provisions involving 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 recognized in the accounts, but are disclosed after a careful evaluation of the concerned facts and legal issues involved.

Company's liability for performance warranties is recognized in the accounts in the year of claim by the customers. Liability in respect of delivery guarantees is recognized in accounts in the year in which delay occurs as per the contract.



Amt in Rs.

Particulars	Number	As at end of current reporting period 31-03-2017	Number	As at end of previous reporting period 31-03-2016
2 . SHARE CAPITAL				
Authorised :				
Equity shares of Rs.10 /- each	1000000	10000000	1000000	10000000
		10000000		10000000
Issued, subscribed and fully paid up:				
600000 Equity shares of Rs.10 /- each	600000	6000000	600000	6000000
		6000000		6000000
Reconciliation of number of shares				
At the beginning of the reporting period	600000	6000000	600000	6000000
Issued during the reporting period	-	-	-	-
Bought back during the reporting period	-	-	-	-
At the close of the reporting period	600000	6000000	600000	6000000

Rights, Preferences and Restrictions attached to shares

The Company has one class of equity shares having a par value of Rs.10/- each. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation of the company the holders of equity shares will be entitled to receive any of the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding however no such preferential amounts exist currently.

Details of shares held by the holding company	No of Shares	Amount	No of Shares	Amount
K C P SUGARS & INDUSTRIES CORPORATION LTD	600000	6000000	600000	6000000
% of holding		100		100

3. Reserves and Surplus:

Particulars	General reserves	Surplus i.e. balance in Statement of Profit & Loss	Total
At the beginning of the reporting period	11301382	191835653	203137035
Transferred from Profit & Loss Account	-	23162834	23162834
At the close of the reporting period	11301382	214998487	226299869
At the close of the previous reporting period	11301382	191835653	203137035

Amt. In Rs.

Particulars	As at end of current reporting period 31-03-2017	As at end of previous reporting period 31-03-2016
4. Long term Provisions:		
a) Provisions for employee benefits	4974421	4321760
b) Others - Provisions for Liquidated Damages	41790538	41244052
	46764959	45565812
5. Trade Payables:		
a) To Micro, Small and Medium Enterprises	-	-
b) Trade payable for Goods and Services	47197993	40198293
	47197993	40198293
6. Other current liabilities:		
a) Statutory Liabilities	3301150	3332658
b) Accrued Salaries, Wages & Benefits payable	611094	797275
c) Advance received from customers	41511509	87547215
	45423753	91677148
7. Short term provisions:		
a) Provision for employee benefits	1789097	1723780
b) Provision for Income Tax (Net)	4122149	11952604
	5911246	13676384

NOTES TO FINANCIAL STATEMENTS (CONTD.)



8. Fixed Assets

Particulars	GROSS BLOCK (AT COST)						DEPRECIATION			NET BLOCK		Amt. In Rs.
	As at beginning of current reporting period	Additions for the year	Deductions during the year	As at end of current reporting period	As at beginning of current reporting period	For the year	Deductions	As at end of current reporting period	As at end of previous reporting period			
Tangible Assets												
Own assets												
Land	42776981	-	-	42776981	-	-	-	42776981	-	42776981	42776981	
Buildings	19020023	782088	-	19802111	8987822	893145	-	9921144	9880967	9921144	10032201	
Plant & Machinery	35983013	3653873	-	39636886	27560721	2234610	-	9841555	29795331	9841555	8422292	
Furniture & Fixtures	3601529	154802	-	3756331	3393316	48992	-	314023	3442308	314023	208213	
Vehicles	2579698	2007418	1079460	3507656	1793191	348662	955052	2920855	1186801	2920855	786507	
Office equipment	2872317	59003	-	2931320	2294811	231099	-	405410	2525910	405410	577506	
Computers	14709179	314574	61830	14961923	13339806	865274	61830	818673	14143250	818673	1369373	
	121542740	6971758	1141290	127373208	57369667	4621782	1016882	66398641	60974567	66398641	64173073	
Intangible assets												
Softwares	2312606	-	-	2312606	2165572	147034	-	-	2312606	-	147034	
	2312606	-	-	2312606	2165572	147034	-	-	2312606	-	147034	
Total	123855346	6971758	1141290	129685814	59535239	4768816	1016882	66398641	63287173	66398641	64320107	

		Amt. In Rs.	
Particulars	As at end of current reporting period 31-03-2017	As at end of previous reporting period 31-03-2016	
9. Deferred tax liability:			
a) On account of depreciation on fixed assets	-	-	
b) On account of timing differences in recognition of expenditure	282071	-	
Total	282071	-	
Deferred tax asset:			
a) On account of depreciation on fixed assets	937390	859612	
b) On account of timing differences in recognition of expenditure	2236222	1998837	
Total	3173612	2858449	
Net Deferred tax liability/(asset)	2891541	2858449	
10. Long term loans and advances:			
Unsecured considered good			
a) Security Deposits	716156	641705	
Total	716156	641705	
11. Other non current assets:			
Unsecured considered good			
a) Margin Money fixed deposits with Bank	25014098	23287964	
Total	25014098	23287964	
Additional Information:			
The above mentioned Margin money Fixed deposit provided by Axis Bank Ltd, against Bank Guarantee"			
12. Current Investments:			
Investment in Mutual Funds (NAV as on 31.03.2016 Rs.41888581/-), PY 67134161	60203721	41888581	
	60203721	41888581	
13. Inventories:			
a) Raw materials	23747455	28388083	
b) Work in progress	24102814	50430268	
c) Finished goods	7867242	9345502	
d) Loose tools	560515	523030	
	56278026	88686883	
14. Trade receivables:			
Unsecured, considered good			
a) Trade receivables exceeding six months	15666710	8681927	
b) others	82287946	92512833	
	97954656	101194760	
Additional Information:			
i) Secured, Considered good	-	-	
ii) Unsecured, Considered good	97954656	101194760	
iii) Doubtful	-	-	
	97954656	101194760	



Particulars	Amt. In Rs.	
	As at end of current reporting period 31-03-2017	As at end of previous reporting period 31-03-2016
15. Cash and bank balances		
Cash and cash equivalents:		
a) Balances with banks		
- in Current accounts	4393916	7563167
- in Fixed Deposits	40500169	52324011
b) Cash on hand	114563	121682
	45008648	60008860
16. Short term loans and advances:		
Unsecured, considered good		
i) Advances for Supply of goods and rendering of services	578581	3434924
ii) Loans and advances to Employees	88757	37510
	667338	3472434
17. Other Current Assets		
a) Prepaid Expenses	668542	797238
b) Deposit with Insurance	94518	54731
c) Gratuity Fund Balance	853133	-
d) EIMCO KCP Gratuity Trustee account	73142	-
e) Sales Tax paid under protest	7261163	118393
f) Input VAT Credit	4989711	4133412
g) Service Tax input credit	1777334	4097735
h) Advance with Central Excise	3947303	2286264
i) IT Refund Receivable	2800149	2407156
Total	22464995	13894929
18. Revenue from operations:		
a) Sale of products		
i) Filters	143721627	60705855
ii) Thickeners, Components, Spares, Bar Screens, etc.,	238273773	244446261
b) Sale of services	4516850	8185900
c) Other operating revenue	1243758	773308
	387756008	314111324
Less: Excise Duty	(33824115)	(19699710)
Total	353931893	294411614
19. Other Income:		
a) Interest income	4834849	4514788
b) Miscellaneous Receipts	2145478	1229765
c) Packing & Forwarding Charges	1940608	1674099
d) Difference in Foreign Exchange	104074	-
e) Provision no longer required withdrawn	4185437	24130772
f) Credit Balance Written Back	672620	4587899
g) Dividend Income from Mutual Funds	2815140	2254420
h) Profit on Sale of Assets	418392	10005
Total	17116598	38401748

Particulars	For the current reporting period 2016-17	For the previous reporting period 2015-16
20. Cost of materials consumed:		
a) Consumption of raw materials		
i) Stainless Steel	12183369	18718754
ii) Iron and Steel	7670927	21507794
b) Consumption of stores and spare parts	159698398	130215268
	179552694	170441816
21. Changes in inventories of finished goods, work in progress and stock in trade:		
a) Stocks at the end of the year		
i) Work in progress	24102814	50430268
ii) Finished goods	7867242	9345502
Total	31970056	59775770
b) Stocks at the beginning of the year		
i) Work in progress	50430268	31823685
ii) Finished goods	9345502	4096772
Total	59775770	35920457
Change in stock of Work in Progress (I)	26327454	(18606583)
Change in stock of Finished Goods (II)	1478260	(5248730)
Net (I + II)	27805714	(23855313)
22. Employee Benefit Expenses:		
a) Salaries, wages and other benefits	51475249	49107302
b) Contribution to provident and other funds	2124646	3823481
c) Staff welfare expenses	2662077	2948660
Total	56261972	55879443
23. Finance Costs:		
a) Interest expense	3990	3731
b) Bank Guarantee Commission and other charges	2411056	3202545
	2415046	3206276
24. Depreciation and amortization:		
a) Depreciation	4621782	4472734
b) Amortization of Intangible Assets	147034	136841
	4768816	4609575
25. Other expenses:		
a) Labour Charges	22506042	26799540
b) Work Shop Maintenance	1978422	2030762
c) Power and fuel	2403655	2763995
d) Rent	370651	307627
e) Research , inspection and testing charges	120182	105089



Particulars	For the current reporting period 2016-17	For the previous reporting period 2015-16
f) Repairs to machinery	569906	395061
g) Repairs others	247436	289986
h) Insurance	244018	303289
i) Rates and taxes	278176	315626
j) Payment to the auditors		
- as auditor - Audit Fees	50000	50000
- for other services - Certification Fees	5000	5000
- Out of Pocket Expenses	4872	4407
k) Selling expenses	13261588	15739094
l) Performance and delivery guarantee claims	7789400	12059237
m) Irrecoverable loans and advances written off	262331	2083
n) Short Provision made during earlier years	64341	-
o) Legal and professional charges	1107127	937550
p) Contract Labour Wages	2262881	2098130
q) Security charges	1974872	1877079
r) Local Conveyance	1349770	1320547
s) Office Upkeep & Maintenance	1363961	428141
t) Telephone Charges	899167	835030
u) Miscellaneous expenses	2934623	4162388
Total	62048421	72829661

26. CONTINGENT LIABILITIES:

- a). The Guarantees issued by the Company's Bankers in favour of the customers against advances from them and other obligations amounting to Rs.12,29,28,542/- (P.Y.Rs.11,79,05,917/-) are secured by hypothecation of entire current assets, both present and future, as primary security and entire fixed assets as collateral security.
- b) No provision has been made towards:-

Amount in Rs.

Particulars	31.03.2017	31.03.2016
E S I Cases	174489	174489
VAT Case	300948	300948
C ST Cases	8814761	-
Total	9290198	475437

27. Sale of Products and services (including Excise Duty recovered).

		Current Reporting Period 2016-17		Previous Reporting Period 2015-16	
		Qty.	Value	Qty.	Value
			Rs.		Rs.
(I) SALES:					
	Filters (in Nos)	7 Nos	143721627	6 Nos	60705855
	Thickeners, Components, Spares, Bar screens, etc.(Unit quantification not possible)		235613105		244446261
	Scrap		1395219		773308
	Chemicals	-	-	-	-
	TOTAL		380729951		305925424
(II) SERVICES:					
	Service Charges		1222101		3107900
	Design, Erection & Fabrication		3294749		5078000
	TOTAL		4516850		8185900
	TOTAL		385246801		314111324

28. Raw Materials Consumed (in MT)

	Current Reporting Period 2016-17		Previous Reporting Period 2015-16	
	MT	Rs.	MT	Rs.
Stainless Steel	61.38	12183369	110.31	18718754
Iron and Steel	203.42	7670927	526.18	21507794
TOTAL	264.80	19854296	636.49	40226548

Note :The above does not include of Rs.159698398/- (P.Y.Rs.130215268/-) being the cost of Motors, Components, Pipes, Spares etc., consumed.

29. Opening and Closing Stock of Finished Goods.

	OPENING STOCK				CLOSING STOCK			
	Current Reporting Period 2016-17		Previous Reporting Period 2015-16		Current Reporting Period 2016-17		Previous Reporting Period 2015-16	
	Qty.	Value Rs.	Qty.	Value Rs.	Qty.	Value Rs.	Qty.	Value Rs.
Filters	-	-	-	-	-	-	-	-
Washers, Classifiers, Clarifiers, Components Spares etc (Unit Quantifi- cation not Possible)	-	9345502	-	4096772	-	7867242	-	9345502
Chemicals	-	-	-	-	-	-	-	-
Total		9345502		4096772		7867242		9345502



30. Purchase of Finished Goods

Chemicals:	Current Reporting Period 2016-17		Previous Reporting Period 2015-16	
	Qty.	Value	Qty.	Value
		Rs.		Rs.
	NIL	NIL	NIL	NIL

31. Particulars regarding Capacity and Production : The Business carried on by the company does not require any Industrial Licence. Owing to the nature of the company's Business the installed Capacity cannot be quantified.

Actual Production : 7 Nos.(PY. 6Nos.) Filters, besides Washers, Classifiers, Clarifiers, Components, Spares etc.

32. Comparison between consumption of imported and indigenous raw materials, spares and Components during the financial year (debited to various accounts)

	Current Reporting Period 2016-17		Previous Reporting Period 2015-2016	
	Value	%	Value	%
	Rs		Rs	
A)Raw materials:				
Imported	NIL	NIL	NIL	NIL
Indigenous	19854296	100.00	40226548	100.00
TOTAL	19854296	100.00	40226548	100.00
B)Spares and Components:				
Imported	14406582	9.02	11114915	6.65
Indigenous	145291816	90.98	119100353	93.35
TOTAL	159698398	100.00	130215268	100.00

33. Value of imports made by the company during the year calculated on CIF Basis.

	Current Reporting Period 2016-17	Previous Reporting Period 2015-16
	Rs.	Rs.
Components	14406582	11114915
Finished Goods- Chemicals	Nil	Nil
TOTAL	14406582	11114915

34. Expenditure incurred in Foreign Currency during the year.

	Current Reporting Period 2016-17	Previous Reporting Period 2015-16
	Rs.	Rs.
Foreign Travel Expenses	756489	673473
Commission paid on Export Sales	1123278	297048
Reimbursement of Expenses on Product Representation in abroad	308326	666505
TOTAL	2188093	1637026

35. Earnings in Foreign Exchange from Export of Goods & Services, on FOB basis

	Current Reporting Period 2016-17	Previous Reporting Period 2015-16
	Rs.	Rs.
Export of Goods- FOB Value	52350709	121237718
Total	52350709	121237718

36. The company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid / payable as required under the said Act have not been given.

37. Disclosure under Accounting Standard 15-Employee Benefits:**GRATUITY :**

1. Assumptions	31/03/2017	31/03/2016
Discount Rate	8.0%	8.0%
Salary Escalation	5%	5%
2. Table showing changes in present value of obligations	Rs.	Rs.
Present value of obligations as at beginning of year	8170033	7268936
Interest cost	653603	575049
Current Service Cost	590123	615551
Benefits Paid	(456482)	(161637)
Actuarial loss on obligation	308772	1048063
Present value of obligations as at end of year	9266049	9345962
3. Table showing changes in the fair value of Plan assets LIC FUND	Rs.	Rs.
Fair value of plan assets at beginning of year	9313664	8042943
Expected return on plan assets	757905	664970
Contributions	504096	700000
Benefits paid	(456482)	(161637)
Actuarial gain on plan assets	-	67388
Fair value of plan assets at the end of year	10119182	9313664
4. Table showing fair value of plan assets		
Fair value of plan assets at beginning of year	9313664	8042943
Actual return of plan assets	757905	664970
Contributions	504096	700000
Benefits Paid	(456482)	(161637)
Fair value of plan assets at the end of year	10119182	9313664
Funded status (Asset)	-	32298
Excess of Actual over estimated return on plan assets	-	-
5. Actuarial Gain/Loss recognised		
Actuarial Gain on obligation	(308772)	(1048063)
Actuarial loss on plan assets	-	67388
Total Loss for the year	308772	980675
Actuarial Loss recognized in the year	308772	980675



6. The amounts to be recognized in the balance sheet and statement of profit and loss

	Rs.	Rs.
Present value of obligations as at the end of year	9266049	9345962
Fair value of plan assets as at the end of the year	10119182	9313664
Funded status Liability	853133	(32298)
NET ASSET RECOGNIZED IN THE BALANCESHEET	853133	(32298)

7. Expenses Recognized in statement of Profit & Loss

	Rs.	Rs.
Current Service Cost	590123	615551
Interest Cost	653603	575049
Expected return on plan assets	(757905)	(664970)
Net Actuarial loss recognized in the year	308772	980675
Expenses recognized in the profit & loss	794593	1506305

38. Borrowing Cost as Per AS-16:

Company has capitalized an amount of Rs.Nil (Rs.Nil/-) as borrowing cost on qualifying asset.

39. The Company operates in a single segment hence there are no reportable segments as per the requirements of Accounting Standard 17 "Segment Reporting".

40. Related Party Disclosures – As per AS-18:

i) Name of related parties and description of relationship:

1. Holding Company : KCP Sugar and Industries Corporation Ltd.,
2. Key Management Personnel : Smt.Irmgard Velagapudi M.Rao
Smt.Kiran.V.Rao

ii) Transactions with related parties:

Particulars	Holding Company	Key Management Personnel
	Rs.	Rs.
Rent Paid	370651 (PY 307627)	NIL
Sale of Spares for Cane Mud Filter	Nil (P.Y. Nil)	NIL

iii) Closing Balances with related parties:

	As on 31.03.2017	As on 31.03.2016
	Rs.	Rs.
Outstanding Balance Payable to Holding Company	NIL	NIL

41. Operating Lease Disclosures – As per AS-19 :

Rent expenses of Rs. 3,70,651/- (PY Rs.3,07,627/-) in respect of obligation under operating leases have been recognized in the Profit and Loss Account.

There are no future obligations in respect of the operating leases

42. Earning per Share (EPS)- As per AS-20:

Particulars	2016-2017 Rs.	2015-2016 Rs.
Profit attributable to the Shareholders (A)	23162833	31728798
Basic / Weighted average number of Equity shares outstanding during the year (B)	600000	600000
Nominal Value of Equity Shares	10	10
Basic/ Diluted Earnings per Share (A / B)	38.60	52.88

43. Disclosure relating to SBN's in Rupees :

Particulars	SBNs' in Rs.	Other Denomination Notes in Rs.	Total in Rs.
Closing cash in hand as on 08.11.2016 (Rs.500*22)	11000	127239	138239
Add: Permitted Receipts	-	555689	555689
Less: Permitted Payments (Rs.500*2)	1000	474752	475752
Less: Amount deposited in Banks (Rs.500*20)	10000	-	10000
Closing cash in hand as on 30.12.2016	-	-	208176

44. Balances due to or from various parties are subject to confirmation by and reconciliation with such parties.

45. All figures in brackets indicate those of previous year.

46. Previous year figures have been regrouped wherever necessary.

47. Paise have been rounded off.

Signature to Notes 2 to 47, Accounting Policies and Notes on Accounts.

For and on behalf of the Board of Directors

For B.PURUSHOTTAM & CO.
Chartered Accountants
FRN 002808S

IRMGARD VELAGAPUDI M. RAO
Chairperson

K.V.N.S. KISHORE
Partner
M.No. 206734

V. KIRAN RAO
Vice-Chairperson

Chennai
29.05.2017



PARTICULARS	Amount in Rs.	
	2016-2017	2015-2016
A. Cash flows from operating activities		
Net Profit before tax and Extraordinary items:	38195829	49701904
Adjustments for:		
Depreciation and amortization expense	4768816	4609575
Debit Balances Written off	262331	2083
Excess Provision credited back	(4185437)	(24130772)
Credit Balances written back	(672620)	(4587899)
Interest Paid	2415046	3206276
Interest received	(4834849)	(4514788)
Profit on Sale of Asset	(418392)	(10005)
Dividends received	(2815140)	(2254420)
Operating Profit Before Working Capital Changes	32715584	22021954
Adjustments for:		
Trade and other Receivables	(4587782)	47829890
Inventories	32408857	(15707453)
Trade Payables and others	(33131174)	(12535602)
	(5310099)	19586835
Cash Generated from Operations	27405485	41608789
Direct taxes paid	(22896542)	(11566684)
Cash Flow before Extraordinary items	4508943	30042105
Extraordinary items	-	-
Net Cash from Operating Activities	4508943	30042105
B. Cash flows from investing activities		
Purchase of property, plant and equipment	(6971758)	(45492213)
Proceeds from sale of property, plant and equipment	542800	14005
Proceeds from sale of investments	(18315140)	27500000
Interest received	4834849	4514788
Dividend received	2815140	-
Net cash used in investing activities	(17094109)	(13463420)
C. Cash flows from financing activities		
Repayment of short term borrowings	-	-
Receipt of Unsecured Loan	-	-
Interest paid	(2415046)	(3206276)
Net cash from financing activities	(2415046)	(3206276)
Net increase/(decrease) in cash and cash equivalents	(15000212)	13372409
Cash and cash equivalents at beginning of reporting period	60008860	46636451
Cash and cash equivalents at end of reporting period	45008648	60008860

Cash and Cash equivalents consists of cash on hand, balance with banks and margin money lying with Axis Bank, Chennai.

In accordance with our report attached

For **B.PURUSHOTTAM & CO.**
Chartered Accountants
FRN 002808S

K.V.N.S. KISHORE
Partner
M.No. 206734

Chennai
29.05.2017

For and on behalf of the Board

IRMGARD VELAGAPUDI M. RAO
Chairperson

V. KIRAN RAO
Vice-Chairperson