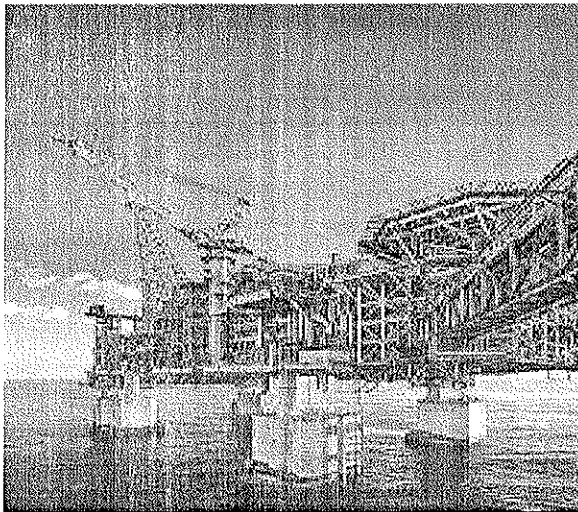
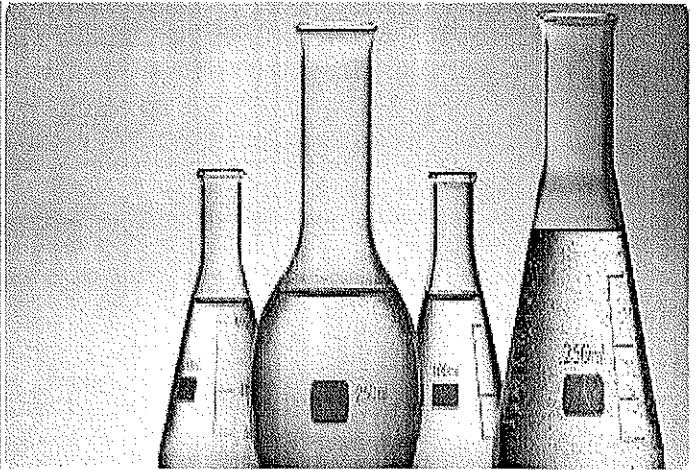
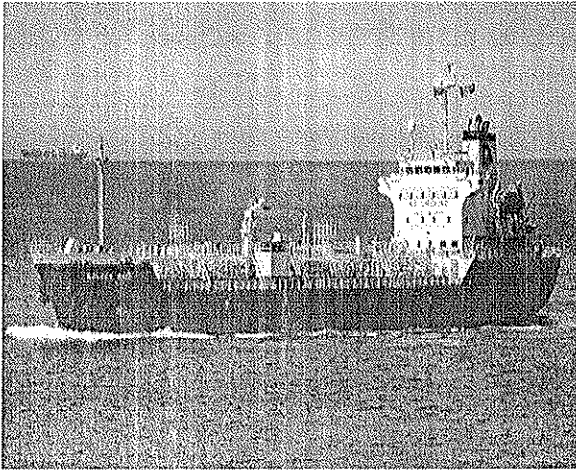


KLJ RESOURCES LIMITED

TRUST BUILT ON PERFORMANCE



32nd ANNUAL REPORT 2017-18

PETROCHEMICAL TRADING

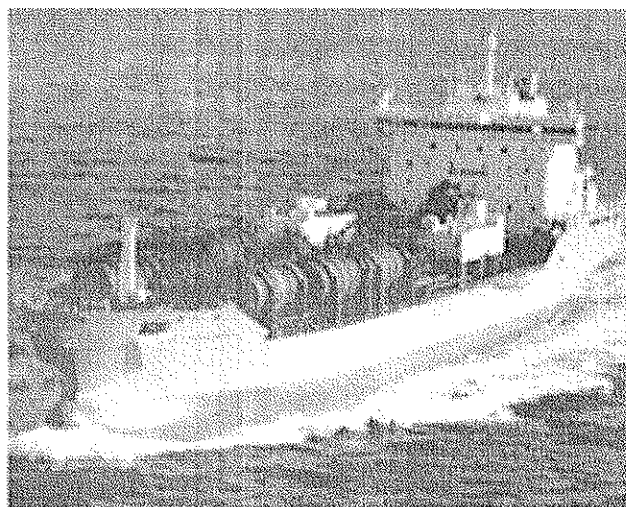
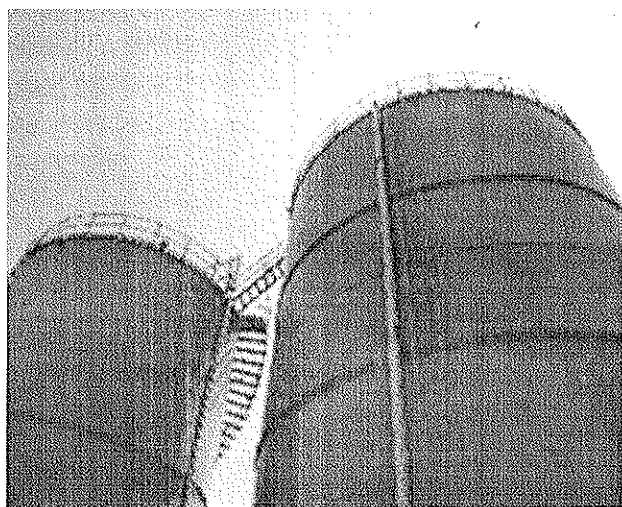
BUILDING A STRONGER ECONOMY

KLJ Resources Limited,
engaged in Import,
Marketing &
Distribution of
petrochemicals,
Derivatives &
Solvents in India

The Company is one of
the Largest Imports of
Petrochemicals in India,
with a trading turnover
exceeding US\$ 200
million

Wide Marketing Network
and Storage Centers
Located in all Major
Strategic Location across
India

KLJ Resources Limited is engaged in importing of petrochemicals & blending of Base Oil in India. Product range covers a range of Paraffins, Linear Alky Benzene, Glycol Ether, Oxo-Alcohols, Aromatics, Ketones, Monomers, Esters & Amines to name a few. The Company has strong tie-ups with leading global players to ensure cost effective and uninterrupted supply to its customers. The Company has Pan India presence of marketing Network with storage Tank (with Sales of over 280000 MT), Drumming and Distribution facilities.





KLJ RESOURCES LIMITED

32nd ANNUAL REPORT – 2017-18

CIN: L67120WB1986PLC041487

Board of Directors

Sh. Hemant Jain	Managing Director
Sh. Dilip Kumar Karn	Non-Executive Director
Smt. Kalpana Seth	Non-Executive Director
Sh. Gulshan Rai Kanwal	Independent Director
Sh. Sukh Raj Sethia	Independent Director

Registered Office:

8, Cammac Street,
Kolkata- 700 017,
Website: www.kljresources.in
E-mail: kljresources@kljindia.com
Phone No. 011-25459706
Fax No.: 011- 25459709

Corporate Office:

KLJ Complex-I, B-39, Plot No. 70,
Shivaji Marg, Najafgarh Road, New
Delhi- 110015

Chief Financial Officer

Sh. Suresh Chand Jalther

Company Secretary & Compliance Officer

Sh. Naveen Kumar Bothra

Auditors

M/s Kumar Chopra & Associates
Chartered Accountants,
New Delhi

Registrar & Share Transfer Agent

R & D Infotech Private Limited,
Add.- 1st Floor, 7A, Beltala Road,
Kolkata, West Bengal-700 026,
Tel- 91-33-24192641/2642,
Email:-rdinfotec@yahoo.com

Bankers

State Bank of India
Punjab National Bank
Dena Bank
Bank of Baroda
HDFC
Axis Bank

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KLJ RESOURCES LIMITED

CIN: L67120WB1986PLC041487

Registered Office: 8, Cammac Street, Kolkata, West Bengal -700017

Telephone: (011) 25459706-7-8, 41427427-8-9, Fax: (0091-11) 25459709, 25458767

E-mail: kljresources@kljindia.com; Website: www.kljresources.in

NOTICE OF 32nd ANNUAL GENERAL MEETING

NOTICE is hereby given that the 32nd Annual General Meeting of the members of KLJ Resources Limited will be held on Friday, September 28, 2018 at 10.00 A.M. at the Registered Office of the Company at 22, Ground Floor, Shanti Niketan Building, 8, Cammac Street, Kolkata – 700017 to transact the following business:

ORDINARY BUSINESS

Item No. 1- Adoption of Audited Standalone Financial Statements

To consider and adopt the audited standalone financial statements of the Company for the financial year ended March 31, 2018 and the reports of the Board of Directors and Auditors thereon and in this regard, to pass the following resolution as **Ordinary Resolution**:

“**RESOLVED THAT** the audited standalone financial statements of the Company for the financial year ended March 31, 2018 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and are hereby considered and adopted.”

Item No. 2- Adoption of Audited Consolidated Financial Statements

To consider and adopt the audited consolidated financial statements of the Company for the financial year ended March 31, 2018 and the reports of Auditors thereon and in this regard, to pass the following resolution as **Ordinary Resolution**:

“**RESOLVED THAT** the audited consolidated financial statements of the Company for the financial year ended March 31, 2018 and the report of Auditors thereon laid before this meeting, be and are hereby considered and adopted.”

Item No. 3- Declaration of Dividend

To declare a final dividend on equity shares for the financial year ended March 31, 2018 and in this regard, to pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** a dividend at the rate of Rs. 0.25/- (Twenty five paise only) per equity share of Rs. 10/- (Ten Rupees) each fully paid-up of the Company be and is hereby declared for the financial year ended March 31, 2018 and the same be paid as recommended by the Board of Directors of the Company, out of the profits of the Company for the financial year ended March 31, 2018.”

Item No.4- Re-Appointment of Director

To appoint Smt. Kalpana Seth (DIN 06949098), who retires by rotation as a Director and in this regard, to pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** pursuant to the provisions of Section 152 of the Companies Act, 2013, Smt. Kalpana Seth (DIN 06949098), who retires by rotation at this meeting, be and is hereby appointed as a Director of the Company, liable to retire by rotation.”



SPECIAL BUSINESS

Item No. 5- Ratification of Remuneration of Cost Auditors

To consider and if thought fit, to pass the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the remuneration, as approved by the Board of Directors and set out in the Statement annexed to the Notice convening this meeting, to be paid to the Cost Auditors appointed by the Board of Directors of the Company, to conduct the audit of cost records of the Company for the financial year ending March 31, 2019, be and is hereby ratified.”

Item No. 6- Approval of Loan/Guarantee/Security under Section 185 of Companies Act, 2013


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

“RESOLVED THAT pursuant to the provisions of section 185 of the Companies Act, 2013, as amended by the Companies (Amendment) Act, 2017, and other applicable provisions of Companies Act, 2013, if any, approval of members of the Company be and is hereby accorded for giving of loan(s) including loan(s) represented by way of book debt (“the loan”) to, and/or giving of guarantee(s), and/or providing of security(ies) in connection with any loan taken/ to be taken by any subsidiary, associate and/or group concern, in which any of the directors of the company are interested, either as director and/or shareholder, being an entity covered under the category of ‘a person in whom any of the director of the company is interested’ as specified in the explanation to sub-section 2(b) of the Section 185 of Companies Act, 2013, upto an aggregate outstanding amount not exceeding Rs. 200 Crores (Rupees Two Hundred Crores only) per annum, in aggregate for all such borrowing entity.

RESOLVED FURTHER THAT the providing of the loan(s), and/or giving of guarantee(s), and/or providing of security(ies) in connection with any loan taken/ to be taken, shall be made by the company under section 185 of Companies Act, 2013, as amended, subject to the condition that the loans so made, shall be utilised by the borrowing entity for its principal business activities.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board of Directors of the Company (hereinafter referred to as “the Board”, which term shall be deemed to include any committee thereof) be and is hereby authorized to negotiate, finalise and agree to the terms and conditions of the aforesaid loan/guarantee/security, and to take all necessary steps, to execute all such documents, instruments and writings and to do all necessary acts, deeds and things in order to comply with all the legal and procedural formalities and to do all such acts, deeds or things incidental or expedient thereto as the Board may think fit and suitable.”

**For KLJ Resources Limited
By Order of the Board of Directors**


(Naveen Kumar Bothra)
Company Secretary
Membership No. : ACS41227

September 4, 2018
New Delhi



NOTES:

- 1) A member entitled to attend and vote at the 32nd Annual General Meeting (the “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 of the Company. The instrument appointing the proxy should, however, be deposited at the Registered Office of the Company not less than forty-eight hours before the commencement of the Meeting.
- 2) A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total paid up share capital of the Company carrying voting rights. A member holding more than ten percent of the total paid up share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder. The holder of proxy shall prove his identity at the time of attending the Meeting.
- 3) A Statement pursuant to Section 102(1) of the Companies Act, 2013 (“the Act”), relating to the Special Business to be transacted at the Meeting is annexed hereto.
- 4) Attendance slip, proxy form and the route map, showing directions to reach the meeting venue are annexed to the Notice.
- 5) Corporate members intending to send their authorised representative(s) to attend the Meeting are requested to send to the Company a certified true copy of the relevant Board Resolution together with the specimen signature(s) of the representative(s) authorised under the said Board Resolution to attend and vote on their behalf at the Meeting.
- 6) The Register of Members and Share Transfer books of the Company will be closed from Saturday, September 22, 2018 to Friday, September 28, 2018 (both days inclusive), for the purpose of Annual General Meeting and dividend for the financial year 2017-18.
- 7) If dividend on fully paid up equity shares as recommended by the Board of Directors is approved at the Meeting, payment of such dividend will be made on and from Monday, October 1, 2018 as under:
 - In respect of equity shares held in physical form, to all those members whose names appear in the company’s Register of Members after giving effect to valid transfers in respect of transfer requests lodged with the company on or before the close of business hours on Friday, September 21, 2018 (“the Record Date”).
 - In respect of equity shares held in electronic form, to all beneficial owners of the shares, as per details furnished by the depositories for this purpose, as of the close of business hours on Friday, September 21, 2018 (“the Record Date”).
- 8) The Company is providing facility for voting by electronic means (e-voting) through an electronic voting system which will include remote e-voting as prescribed by the Companies (Management and Administration) Rules, 2014 as presently in force. Information and instructions including details of User ID and password relating to e-voting are provided in the Notice under Note No. 20.
- 9) The requirement to place the matter relating to appointment of Statutory Auditors for ratification by members at every Annual General Meeting is done away with Vide Notification No. S.O 1833(E) dated May 07, 2018 issued by the Ministry of Corporate Affairs (MCA), India. Accordingly, no resolution is proposed for ratification of appointment of Auditors M/s Kumar Chopra & Associates (Firm Registration No. 000131N), New Delhi, who were appointed as Statutory Auditors of the Company in 31st Annual General Meeting, held on September 29, 2017 to hold office up to the conclusion of 36th Annual General Meeting.
- 10) In terms of Section 152 of the Act, Smt. Kalpana Seth (DIN: 06949098) Director, retires by rotation at the Meeting and being eligible, offers herself for re-appointment. The Nomination and Remuneration Committee of the Board and the Board of Directors of the Company recommend her re-appointment. Details of Smt. Kalpana Seth, retiring by rotation, as required to be provided pursuant to the provisions of (i) the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and (ii) Secretarial Standard on General Meetings (“SS-2”) are provided herein below:



Name	Smt. Kalpana Seth
Date of Birth	21/09/1962
Age	55 years
Date of first Appointment on Board	14/08/2014
Qualification	Graduate
Experience (including expertise in specific functional area)/ Brief Resume	30 years of experience in Marketing
Remuneration last drawn	NIL
No. of Meetings attended during the year	9
Relationship with other Directors/Key Managerial Personnel	NIL
Directorships held in other public companies(excluding foreign and section 8 companies)	KLJ Plastics Limited
Membership/Chairmanship of committees of other public companies (includes only Audit Committee and stakeholders' Relationship Committee)	Member of Audit Committee and Stakeholders Relationship Committee of KLJ Plastics Limited
Number of Shares held in the Company	900

- 11) Members / Proxies / Authorised Representatives are requested to bring to the Meeting necessary details of their shareholding, attendance slip(s) and copy (ies) of their Annual Report.
- 12) In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote at the Meeting.
- 13) Relevant documents referred to in the Notice are open for inspection by the members at the Registered Office of the Company on all working days (i.e., except Sundays and Public Holidays) during business hours up to the date of the Meeting. The aforesaid documents will also be available for inspection by members at the Meeting.
- 14) The Company's Registrars & Share Transfer Agents for its share registry (both, physical as well as electronic) is R & D Infotech Private Limited, the ("RTA") having their registered office at 1st Floor, 7A, Beltala Road, Kolkata – 700 026.
- 15) Members holding shares in electronic mode are requested to intimate any change in their address or bank mandates to their Depository Participants (DPs) with whom they are maintaining their demat accounts. Members holding shares in physical mode are requested to advise any change in their address or bank mandates to the Company.
- 16) Members holding shares in electronic mode:
- (a) are required to submit their Permanent Account Number (PAN) to their DPs with whom they are maintaining their demat accounts.
 - (b) May contact with their respective Depository Participants (DPs) for availing the nomination facility.
- 17) Members holding shares in physical mode:
- (a) are required to submit their Permanent Account Number (PAN) and bank account details to the Company/RTA, if not registered with the Company as mandated by SEBI.
 - (b) are advised to make nomination in respect of their shareholding in the company by sending the nomination form (SH-13) to the company.
- 18) Members who have not registered/updated their e-mail addresses with RTA, if shares are held in physical mode or with their DPs, if shares are held in electronic mode, are requested to do so for receiving all future communications from the Company including Annual Reports, Notices, Circulars electronically.
- 19) Members who hold shares in physical mode in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to RTA, for consolidation into a single folio.

20) Information and instructions relating to e-voting are as under:

- i. Pursuant to the provisions of Section 108 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014, as amended, and Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations), the Company is pleased to provide to its members a facility to exercise their right to vote on resolutions proposed to be passed at the Annual General Meeting by electronic means. The members may cast their vote(s) using an electronic voting system from a place other than the venue of the Meeting ('remote e-voting').
- ii. The facility for voting through physical ballot papers will be made available at the Meeting and members attending the Meeting who have not cast their vote(s) by remote e-voting will be able to vote at the Meeting through poll 'by physical ballot'
- iii. The voting rights of the Member shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date i.e. September 21 2018. A person whose name appears in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the meeting through electronic means.
- iv. The members who have cast their vote(s) by remote e-voting may also attend the Meeting but shall not be entitled to cast their vote(s) again.
- v. The Board of Directors of the Company has appointed Sh. Anuj Kumar Solanki, a Practicing Company Secretary, New Delhi (Membership No. F9761) as Scrutinizer, who has submitted to the Company his willingness to act as such as a Scrutinizer and to scrutinize the remote e-voting and physical poll process at the Annual General Meeting venue in a fair and transparent manner.
- vi. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date shall only be entitled to avail the facility of remote e-voting. A person, who is not a member as on the cut-off date, should treat this Notice for information purpose only.
- vii. The Scrutinizer will, after the conclusion of voting at the Meeting, scrutinize the votes cast at the Meeting and votes cast through remote e-voting, make a consolidated Scrutinizer's Report and submit the same to the Chairman. The result declared along with the consolidated Scrutinizer's Report will be communicated to the Stock Exchange.
- viii. **The instructions for shareholders voting electronically are as under:**
 - a) In compliance with the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended, and Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the members are provided with the facility to cast their vote electronically, through the e-voting services provided by the Central Depository Services (India) Limited (CDSL) on all the resolutions set forth in this Notice. The instructions for e-voting are given herein below.
 - b) The remote e-voting period begins on Tuesday, September 25, 2018 at 9:00 a.m. and ends on Thursday, September 27, 2018 at 5:00 p.m. During this period the shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e. September 21, 2018 may cast their vote electronically. The remote e-voting will not be permitted beyond the aforesaid date and time and the remote e-voting module shall be disabled upon expiry of aforesaid period.
 - c) The shareholders should log on to the e-voting website www.evotingindia.com.
 - d) Click on Shareholders.



- e) Now Enter your User ID
- For CDSL: 16 digits beneficiary ID,
 - For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - Members holding shares in Physical Form should enter Folio Number registered with the Company.
- f) Next enter the Image Verification as displayed and Click on Login.
- g) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- h) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN	<p>Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none">Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field.In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none">If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field.

- i) After entering these details appropriately, click on "SUBMIT" tab.
- j) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- k) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- l) Click on the EVSN for KLJ Resources Limited.
- m) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- n) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- o) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- p) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- q) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- r) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.



s) Shareholders can also cast their vote using CDSL's mobile app m-voting available for android based mobiles. The m-voting app can be downloaded from Google Play Store. Please follow the instructions as prompted by the mobile app while voting on your mobile.

t) Note for Non – Individual Shareholders and Custodians

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporate.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com

u) In case of any queries / grievances, you may refer e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com or call on Toll Free No.: 1800 200 5533. In case you need further assistance, you may contact Sh. Naveen Kumar Bothra, Company Secretary and Compliance Officer of the Company at Telephone No. (+91) 11-25459706/7/8 or at e-mail id: naveenb@kljindia.com.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

ITEM NO. 5

The Board, on the recommendation of the Audit Committee, has approved the re-appointment and remuneration of M/s Yogesh Gupta & Associates, Cost Accountants, New Delhi to conduct the audit of the cost records of the Company, for the Financial Year 2018- 19 at a remuneration as approved by the Board. In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors as recommended by the Audit Committee and approved by the Board of Directors is required to be confirmed by the members of the Company. Accordingly, ratification by the members is being sought to the remuneration payable to the Cost Auditors for the Financial Year 2018-19.

The Board recommends the Ordinary Resolution set out at Item No. 5 of the Notice for approval of the members.

None of the Directors and Key Managerial Personnel of the company or their respective relatives is concerned or interested in the resolution mentioned at Item No. 5 of the Notice, except to the extent of their shareholding in the company, if any.

ITEM NO. 6

As per the Ministry of Corporate Affairs (MCA) Notification No. S.O. 1833(E) dated May 07, 2018, new Section 185 has been substituted in place of the existing section in the Companies Act, 2013 ('the act'). As per the new substituted section which has come into force effective from May 07, 2018, a company may advance any loan including any loan represented by a book debt, or give any guarantee or provide any security in connection with any loan taken by any person in whom any of the director of the company is interested, subject to the condition that a special resolution is passed by the company in general meeting and the borrowing entity utilizes the same for its principal business activities.



During the course of business, the subsidiary(ies), associate(s) and/or group concern(s) of the Company may require loan from the Company for their working capital needs or capital expenditure and/or grant of guarantees or securities in connection with a loan, if the borrowing entities raise finance from bank(s)/financial institution(s). The Company may by complying the provisions of Section 185 read with Section 186 and other applicable provisions of the act, if any, may provide such loan(s)/guarantee(s)/security(ies) to the borrowing entity(ies).

Since, such borrowing entities may have common director(s)/shareholder(s) with the company as specified in explanation to sub-section 2(b) of the Section 185 of Companies Act, 2013, approval of the shareholders is sought by way of a special resolution in accordance with the said section of the Companies Act, 2013 for grant of such loan(s)/guarantee(s) and/or securities in connection with a loan, upto an aggregate outstanding amount not exceeding Rs. 200 Crores (Rupees Two Hundred Crores Only) to all such borrowing entities provided however, that the grant of such loan/guarantee/security shall not be prejudicial to the interest of the Company.

The Board recommends the Special Resolution set out at Item No. 6 of the Notice for approval by the members.

None of the Directors and Key Managerial Personnel of the company or their respective relatives is concerned or interested in the resolution mentioned at Item No. 6 of the Notice, except to the extent of their shareholding in the company, if any.

For KLJ Resources Limited
By Order of the Board of Directors

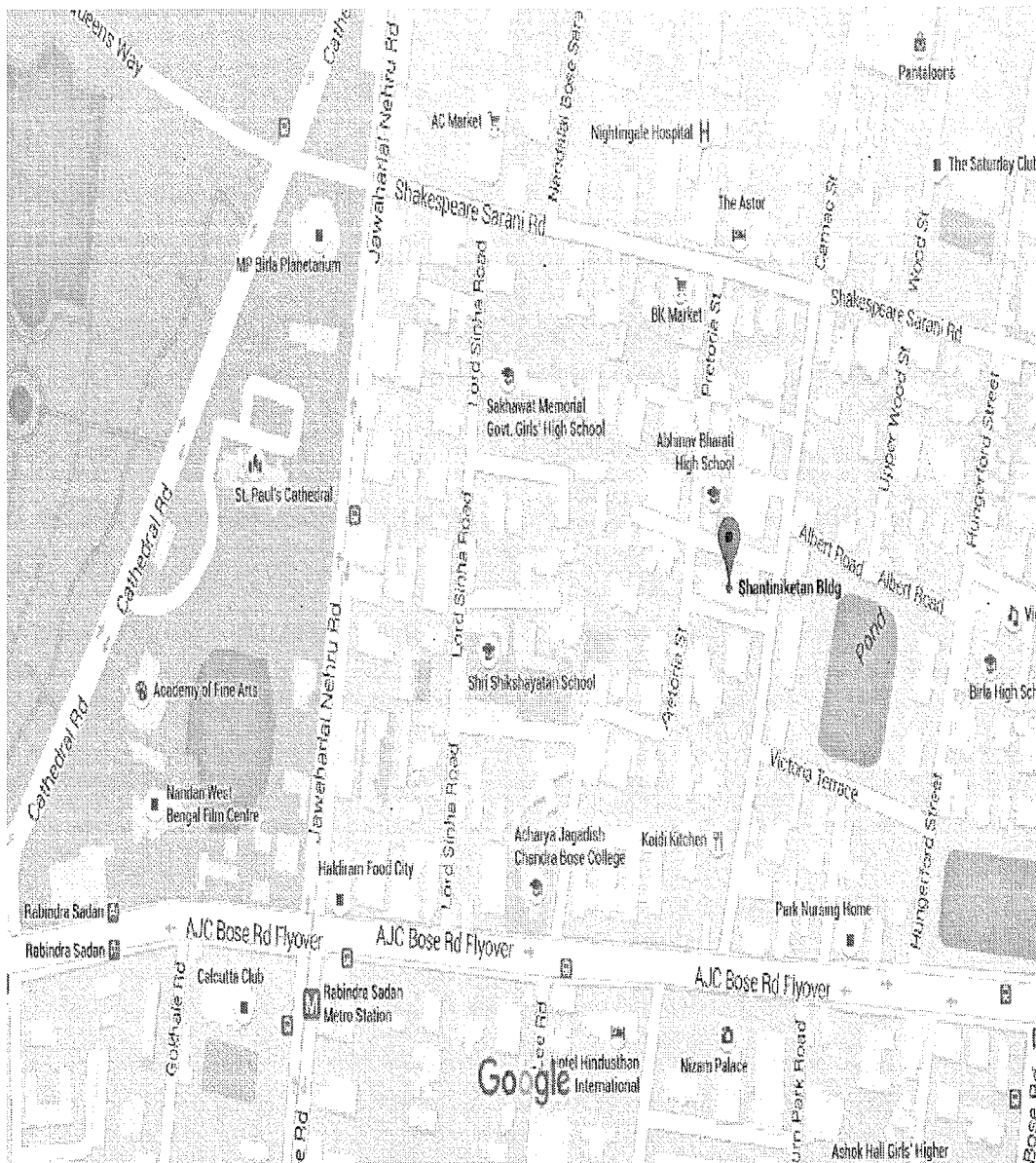
(Naveen Kumar Bothra)
Company Secretary
Membership No. : ACS41227

September 4, 2018
New Delhi

Route Map to the Venue of 32nd Annual General Meeting of KLJ Resources Limited

Registered Address: 22, Ground Floor, Shanti Niketan Building, 8, Cammac Street, Kolkata – 700 017

Google Maps





DIRECTORS' REPORT

To
The Members,
KLJ Resources Limited

Your Company's Directors are pleased to present the 32nd Annual Report of your Company together with the Audited Financial Statements of the Company for the financial year ended March 31, 2018.

1. FINANCIAL PERFORMANCE (STANDALONE)

(Rupees in lacs)

PARTICULARS	Year ended March 31, 2018	Year ended March 31, 2017
Total Revenue	1,34,413.92	1,65,150.20
Expenses	1,25,579.96	1,58,205.52
CSR Expenses	210.87	195.00
Profit before Finance Cost, Depreciation and Tax	9455.90	7928.75
Finance Cost	740.92	1,078.52
Depreciation	91.89	100.55
Profit before Tax	8623.09	6749.68
Current Tax	3066.07	2400.38
Deferred Tax	(1.54)	(20.22)
Profit after Tax	5,558.56	4,369.52
Other Comprehensive Income	6.12	36.3
Total Comprehensive Income for the Year	5564.68	4405.82
Earnings Per Equity Share (Basic & Diluted)	51.76	40.68

2. PERFORMANCE AND STATE OF COMPANY'S AFFAIRS

During the year under review, the Company has earned total revenue of Rs. 1,34,413.92 lacs as compared to Rs. 1,65,150.20 lacs in the corresponding previous year. EBIDTA for the year was Rs. 9,455.90 lacs as compared to Rs. 7,928.75 lacs for the previous year registering a growth of 19.26%. Profit after Tax (PAT) stood at Rs. 5,558.56 lacs as against Rs. 4,369.52 lacs in the previous year, thereby registering a growth of 27.21% on year on year basis.

The state of affairs of the Company is presented as part of the Management Discussion and Analysis Report forming part of the Annual Report.

3. DIVIDEND

The Board of Directors of the company in its meeting held on May 30, 2018 has recommended a final dividend of Rs. 0.25/- per equity share of Rs. 10/- each for Financial Year 2017-18 to be paid out of the profits of the company for Financial Year 2017-18. The total dividend outgo for the financial year 2017-18, amounts to Rs. 26.85 lacs excluding dividend distribution tax. The payment of final dividend is, however, subject to approval of the shareholders in the ensuing Annual General Meeting of the company which shall be paid to the members whose names appear in the Register of Members as well as beneficial ownership position provided by depositories as on September 21, 2018 ("the Record Date").

4. RESERVES AND SURPLUS

Net surplus in the statement of Profit & loss for the financial year 2017-18 is carried to the Balance Sheet.

5. ISSUE OF BONUS SHARES

Pursuant to the approval of shareholders of the Company in their Extra-ordinary General Meeting held on March 12, 2018 and post receipt of in-principle approval of Calcutta Stock Exchange Limited, the Board of Directors of



the Company, during the Financial Year 2017-18, has made a bonus issue of 35,80,000 equity shares in the ratio of 1:2 to all the eligible shareholders by capitalizing an amount of Rs. 3,58,00,000/- (Rupees Three Crores and Fifty Eight Lacs only) out of the Security Premium Reserves as at March 31, 2018. The Paid-up Share Capital of the Company as on March 31, 2018 has increased to Rs. 10,74,00,000/- (Rupees Ten Crore Seventy Four Lacs only) due to allotment of shares under Bonus issue.

6. CONSOLIDATED FINANCIAL STATEMENTS

As required under provisions of Companies Act, 2013 (hereinafter, the Act), and rules issued there under read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter "SEBI Regulations") Consolidated Financial Statements of the Company and its subsidiaries and associate form part of the Annual Report. The annual accounts of the Subsidiary Companies and the related detailed information shall be made available to Shareholders of the Company and its Subsidiary Companies upon request and it shall also be available on the website of the company i.e. www.kljresources.in. The annual accounts of the Subsidiary Companies shall also be kept for inspection by any shareholder at the Corporate Office of the Company and the respective offices of its Subsidiary Companies.

7. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No material changes and commitments have occurred after the close of the year till the date of this Report, which affect the financial position of the Company.

8. CHANGE IN NATURE OF BUSINESS

There has been no change in the nature of business of the Company during the financial year under review.

9. SUBSIDIARIES AND ASSOCIATE

The Company has following 7 (Seven) Subsidiaries and 1 (One) Associate Company as on March 31, 2018. During the Financial Year 2017-18, AK Buildtech Private Limited and Sadhok Real Estate Private Limited have become wholly owned subsidiary companies of the Company. Further, no subsidiary ceased to be a subsidiary of the Company during the Financial Year.

SL No.	Name of the Company	Status
1	Altamonte Townships and Resorts Private Limited	Wholly Owned Subsidiary
2	Brokenhills Townships and Resorts Private Limited	Wholly Owned Subsidiary
3	Springdale Townships and Resorts Private Limited	Wholly Owned Subsidiary
4	Valley View Townships Private Limited	Wholly Owned Subsidiary
5	KLJ Resources, DMCC	Wholly Owned Subsidiary
6	Sadhok Real Estate Private Limited	Wholly Owned Subsidiary
7	AK Buildtech Private Limited	Wholly Owned Subsidiary
8	Hamlog Plastic Goods Private Limited	Associate

As required under the first proviso to sub-section (3) of Section 129 of the Companies Act 2013, a separate statement containing the salient features of the financial statements of the subsidiaries and associate company in Form AOC-1 is attached to the consolidated financial statements of the company. The said form also highlights the financial performance of each of the subsidiaries and associate company included in the consolidated financial statements of the company, as required under Rule 8(1) of the Companies (Accounts) Rules 2014.



10. DIRECTORS AND KEY MANAGERIAL PERSONNEL

During the year under review, Sh. Suresh Chand Jalther was appointed as Chief Financial Officer of the Company effective from January 16, 2018 in place of Sh. Hemant Jain, who resigned from the position of Chief Financial Officer of the Company effective from January 15, 2018.

Subsequent to the year under review, Sh. Naveen Kumar Bothra was appointed as Company Secretary of the Company effective from July 1, 2018 in place of Sh. Praveen Sharma, who resigned from the position of Company Secretary of the Company effective from June 30, 2018.

Subsequent to the year under review, Sh. Sudeep Mehta has resigned from the directorship of the Company effective from July 31, 2018.

Smt. Kalpana Seth (DIN: 06949098), Director of the Company retires at the ensuing Annual General Meeting and being eligible seeks re-appointment. The Nomination and Remuneration Committee and the Board of Directors recommend her re-appointment. A brief resume of Smt. Kalpana Seth proposed to be re-appointed, as stipulated under SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 and the Secretarial Standards on General Meetings (SS-2) issued by the Institute of Company Secretaries of India, is provided in notes to the notice forming part of the Annual Report.

11. NUMBER OF MEETINGS OF THE BOARD AND BOARD COMMITTEES

9 (Nine) meetings of the Board were held during the financial year. For details of the meetings of the Board, please refer the Corporate Governance Report, which forms part of the Annual Report. The Company has the following Board Committees:

1. Audit Committee
2. Stakeholders Relationship Committee
3. Nomination and Remuneration Committee
4. Corporate Social Responsibility Committee

Composition and other details of the Board Committees are provided in the Corporate Governance Report which forms part of the Annual Report.

12. BOARD AND INDIVIDUAL DIRECTORS PERFORMANCE EVALUATION

In terms of the requirement of the Companies Act, 2013 and the SEBI Regulations, an annual performance evaluation of the Board was undertaken. During the year, the Board undertook the process of evaluation through discussions and made an oral assessment of its functioning. The Board had, during the year, opportunities to interact and make an assessment of its functioning as a collective body. In addition, there were opportunities for Committees to interact, for Independent Directors to interact amongst themselves and for each Independent Director to interact with the Chairman. The Board found that there was considerable value and richness in such discussions and deliberations.

The Board discussed various aspects of the functioning of the Board and its Committees such as structure, composition, meetings, functions and interaction with Management. Additionally, during the evaluation discussion, the Board also focused on the contribution being made by the Board as a whole, through Committees and discussions on a one on one basis with the Chairman.

The process of Board Evaluation through oral assessment was led by the Non-Executive Chairman and the Chairman of the Nomination and Remuneration Committee. The overall assessment of the Board was that it was functioning as a cohesive body including the Committees of the Board that were functioning well with periodic reporting by the Committees to the Board on the work done and progress made during the period. The Board also noted that the actions identified in the questionnaire based evaluations had been acted upon.

13. EXTRACT OF ANNUAL RETURN

An extract of Annual Return as per Section 92(3) of the Companies Act 2013 read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014 as amended, is annexed to the Directors' Report as Annexure "I" in Form MGT-9.

14. INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Board has laid down internal financial Controls to be followed by the Company commensurate with the size, scale and complexity of its operations. To maintain its objectivity and independence, the Internal Auditors report to the Chairman of the Audit Committee and all significant audit observations and corrective actions are presented to the Committee. M/s Rakhecha & Co. Chartered Accountants, New Delhi (Firm Registration No. 02990N) are the Internal Auditors of the Company and have been entrusted to conduct Internal Audit of the functions and activities of the Company. The audit committee reviews the reports submitted by the internal auditors of the company and also seeks the views of statutory auditors on the adequacy of the internal control system in the company and keeps the board of directors informed of its major observations periodically.

Based on its evaluation, our audit committee has concluded that, as of March 31, 2018, our internal financial controls were adequate and operating effectively.

15. DECLARATION BY THE INDEPENDENT DIRECTORS

The Company has received declarations from all the Independent Directors of the Company confirming that they meet the criteria of Independence as prescribed under sub-section (6) of Section 149 of the Companies Act, 2013. The Declarations received from all the Independent Directors were taken on record by the Board of Directors in its meeting.

16. AUDITORS

(A) STATUTORY AUDITORS & AUDITOR'S REPORT

Pursuant to the provisions of Section 139 of the Act read with Companies (Audit and Auditors) Rules, 2014 as amended from time to time M/s. Kumar Chopra & Associates, Chartered Accountants (Firm Registration No. 000131N), were appointed as statutory auditors from the conclusion of the 31st Annual General Meeting held on September 29, 2017 till the conclusion of the 36th Annual General Meeting to be held in the year 2022 (to carry out the statutory audit for Financial Year 2017-18 to 2021-22).

The requirement to place the matter relating to appointment of Auditors for ratification by members at every Annual General Meeting is done away with Vide Notification No. S.O 1833(E) dated May 07, 2018 issued by the Ministry of Corporate Affairs (MCA), India. Accordingly, no resolution is proposed for ratification of appointment of Auditors M/s Kumar Chopra & Associates (Firm Registration No. 000131N), New Delhi.

The Auditor's Report does not contain any qualification(s), reservation(s) or adverse remark(s). The Auditor's Report forms part of the Annual Report and is self-explanatory requiring no further elucidation.

(B) COST AUDITORS AND COST AUDIT REPORT

Pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, 2014, as amended, the cost audit records maintained by the Company are required to be audited. The Board, on the recommendations of the Audit Committee, has appointed M/s. Yogesh Gupta & Associates, Cost Accountants, (Firm Registration No. 000373) New Delhi, as cost auditors for conducting the audit of cost records of the Company for the financial year 2018-19. In terms of provisions of section 148(3) of the Companies Act, 2013 read with Rule 14 (a) (ii) of the Company (Audit and Auditors) Rules, 2014, the remuneration of Cost Auditors for the aforementioned period is sought to be ratified by the members in the ensuing Annual General Meeting.

The Cost Audit Report for Financial Year 2017-18 was placed before the Board. The Cost Audit Report does not contain any qualification(s), reservation(s) or adverse remark(s).

(C) SECRETARIAL AUDITORS AND SECRETARIAL AUDIT REPORT

M/s. Deepti Chawla & Associates, Company Secretaries (ICSI CP No. 8759), New Delhi a firm of Company Secretaries in Practice have conducted Secretarial Audit of the Company for the financial year 2017-18. The Secretarial Audit Report for the financial year ended March 31, 2018 is annexed herewith as “Annexure II” to this Report. The Secretarial Audit Report for the Financial Year 2017-2018 does not contain any Qualifications, Reservations or Adverse Remarks.

17. NOMINATION AND REMUNERATION POLICY FOR THE DIRECTORS, KEY MANAGERIAL PERSONNEL AND OTHER EMPLOYEES

On the recommendation of Nomination and Remuneration Committee, the Company has formulated a Nomination and Remuneration Policy in terms of Section 178 of the Companies Act, 2013 read with Regulation 19 of the SEBI Regulations laying down *inter-alia*, the criteria for appointment and payment of remuneration to Directors, Key Managerial Personnel and Senior Employees of the Company, a summary of which is annexed as “Annexure –III” to this Report. Details of the policy on appointment and remuneration are available on the website of the Company (URL: <http://www.kljresources.in>)

18. REPORT ON CORPORATE GOVERNANCE AND MANAGEMENT DISCUSSION AND ANALYSIS

A Report on Corporate Governance and Management Discussion and Analysis for the period ended March 31, 2018, as stipulated under SEBI Regulations has been provided in a separate section and forms part of the Annual Report.

19. PUBLIC DEPOSITS

During the year under review, the Company has not accepted any deposits covered under Chapter V of the Companies Act 2013. Accordingly, no disclosure or reporting is required in respect of details relating to deposits.

20. AUDIT COMMITTEE

The Audit Committee of the Board has been formed in compliance with the provisions of Section 177 of the Companies Act, 2013 read with Regulation 18 of the SEBI Regulations. The Audit Committee as on March 31, 2018 comprises of two Independent Directors namely Sh. Gulshan Rai Kanwal and Sh. Sukh Raj Sethia and one Non-Executive director, Smt. Kalpana Seth. Other relevant details as required under SEBI Regulations have been given in the Corporate Governance Report which forms part of the Annual Report. The Board has accepted all the recommendations made by the Audit Committee during the year.

21. VIGIL MECHANISM

A Vigil Mechanism as per provision of section 177 (9) of Companies Act, 2013 and Regulation 22 of SEBI Regulations has been established for Directors and Employees to report to the management about suspected or actual frauds, unethical behavior or violation of the Company’s code. The policy is intended to encourage and enable the employees of the Company to raise serious concerns within the organization rather than overlooking a problem or handling it externally. The Vigil Mechanism policy of the Company is available on the website of the Company i.e. www.kljresources.in

22. CORPORATE SOCIAL RESPONSIBILITY

The Board has constituted a Corporate Social Responsibility (CSR) Committee of the Board under the Chairmanship of a Non-executive Director. Compositions of CSR Committee of the Company and other relevant details have been provided in the Corporate Governance Report which forms part of this Annual Report. “Promoting health care including preventive health care and sanitation” is the core area of CSR activities undertaken by the Company. In addition to such core CSR areas, the Company has always remained sensitive to



the underprivileged people of the society and support them in improving their lives in the areas as provided in Schedule VII to the Act. The Corporate Social Responsibility policy of the Company is available on the website of the Company i.e. www.kljresources.in.

Pursuant to the provisions of Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Annual Report on CSR Activities has been annexed herewith and marked as “Annexure IV to this Board’s Report.

23. RISK MANAGEMENT POLICY

The Company has structured a Risk Management policy in terms of section 134 of the Companies Act, 2013 read with the SEBI Regulations which is available on the website of the Company. The risk framework covers the management’s approach and initiatives taken to mitigate a host of business and industry risks by identifying such risks and *interalia* redefining processes, decision making authorities, authorization levels, risk and control documentation and reviewing these periodically. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis. Details of the same are set out in the Management Discussion and Analysis Report which forms part of the Annual Report.

24. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATOR(S) OR COURT(S) OR TRIBUNAL(S) IMPACTING THE GOING CONCERN STATUS AND COMPANY’S OPERATIONS IN FUTURE

During the year under review, there were no significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and company’s operations in future.

25. PARTICULARS OF FRAUDS, IF ANY, REPORTED UNDER SUB-SECTION (12) OF SECTION 143 OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT

No frauds have been reported under sub-section (12) of Section 143 of the Companies Act, 2013 by the auditors of the Company.

26. PARTICULARS OF EMPLOYEES

The details as required in terms of provisions of Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is enclosed as “Annexure V” to this Report.

27. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO

Pursuant to the provisions of Section 134(3)(m) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014, the information on conservation of energy, technology absorption and foreign exchange earnings and outgo is enclosed as Annexure “VI” to this report.

28. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

In terms of Section 186 of the Companies Act, 2013 and Rules framed thereunder, the details of loans given, investments made and guarantee provided in connection with a loan are as provided in the financial statements for the financial year 2017-18.

29. TRANSACTIONS WITH RELATED PARTIES

All Related Party contracts and/or arrangements entered by the Company during the financial year 2017-18 were on an arm’s length basis, in the ordinary course of business and in compliance with the applicable provisions of the Companies Act, 2013 and the SEBI Regulations. All Related Party Transactions were placed before the Audit Committee for its prior approval. There were no materially significant Related Party Transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons, subsidiaries and associate Companies which might have a potential conflict with the interest of the Company. There were no

transactions that were required to be reported in Form AOC-2 hence the said form does not form part of this report. However, the details of the transactions with Related Party have been provided in the Company's financial statements in accordance with the Indian Accounting Standard (Ind AS-24).

30. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION PROHIBITION AND REDRESSAL) ACT, 2013

The Company is committed to provide a healthy work environment and thus does not tolerate any discrimination and/ or harassment in any form to its women employees. The Company has in place an Anti-Sexual Harassment Policy in compliance with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013 which is available on the website of the Company. An Internal Complaints Committee has been set up to redress complaints of women employees of the Company received regarding sexual harassment. All women employees whether permanent, contractual, temporary or trainees are covered under this policy. During the financial year 2017-18, nil complaints were received by the committee.

31. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions contained in Section 134(5) of the Companies Act, 2013, it is hereby confirmed that:

- a) in the preparation of the annual accounts for the year ended March 31, 2018, the applicable Accounting Standards have been followed and that no material departures have been made from the same;
- b) the Directors have selected such accounting policies and applied them consistently and made judgements 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 and of the profits of the Company for that period;
- c) the Directors have 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;
- d) the Directors have prepared the Annual Accounts on a going concern basis;
- e) the Directors have laid down internal financial controls for the Company and that such internal financial controls are adequate and are operating effectively; and
- f) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

32. INDUSTRIAL RELATIONS

During the year under review, the relations between the Management and the workmen were highly cordial. Human resource initiatives such as skill up gradation, training, appropriate reward & recognition systems and productivity improvement were the key focus areas for development of the employees of the Company.

33. INVESTOR RELATIONS

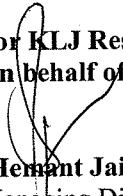
Your Company always endeavours to promptly respond to shareholders' requests/grievances. Each and every issue raised by the shareholders is taken up with utmost priority and every effort is made to resolve the same at the earliest. The Stakeholders Relationship Committee of the Board periodically reviews the status of the redressal of investors' grievances.



34. ACKNOWLEDGEMENT

Your Directors wish to place on record the sincere and dedicated efforts of all the employees of the Company. Your Directors also take this opportunity to offer their sincere thanks to the Financial Institutions, Banks and other Government Agencies, valued customers and all the stakeholders for their continued support, co-operation and assistance.

**For KLJ Resources Limited
On behalf of the Board**


(Hemant Jain)
Managing Director
DIN: 00506995


(Dilip Kumar Karn)
Director
DIN: 00061804

Date: September 4, 2018
Place: New Delhi



Form No.MGT-9
EXTRACT OF ANNUAL RETURN
AS ON THE FINANCIAL YEAR ENDED ON MARCH 31, 2018
[Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the
Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS

i.	CIN	L67120WB1986PLC041487
ii.	Registration Date	11/11/1986
iii.	Name of the Company	KLJ RESOURCES LIMITED
iv.	Category/Sub-Category of the Company	Company Limited by Shares Non-government Company
v.	Address of the Registered office and contact details	8,Cammac Street, Kolkata - 700017 West Bengal Tel No.- 011-25459706-7-8 Email- kljresources@kljindia.com
vi.	Whether listed company	Yes
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	R & D Infotech Private Limited, 1st Floor, 7A, Beltala Road, - Kolkata, West Bengal- 700 026 ; Tel- 91-33-24192641/2642, Email- rdinfotec@yahoo.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

S. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Wholesale Trading	46610	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Name of the Company	Address of The Company	CIN/GLN	Holding/ Subsidiary /Associate	%of shares held	Applicable Section
Altamonte Townships And Resorts Pvt. Ltd.	D-1/D-2 Rajkamal Comm Complex Panchsheel Square, Wardha Road, Nagpur, Maharashtra – 440012	U70102MH2012PTC230851	Wholly Owned Subsidiary	100	2(87)(ii) of Companies Act, 2013
Brokenhills Townships And Resorts Pvt. Ltd.	D-1/D-2 Rajkamal Comm Complex Panchsheel Square, Wardha Road, Nagpur, Maharashtra – 440012	U70102MH2011PTC219700	Wholly Owned Subsidiary	100	2(87)(ii) of Companies Act, 2013
Springdale Townships And Resorts Pvt. Ltd	D-1/D-2 Rajkamal Comm Complex Panchsheel Square, Wardha Road, Nagpur, Maharashtra – 440012	U70101MH2011PTC219097	Wholly Owned Subsidiary	100	2(87)(ii) of Companies Act, 2013



Valley View Townships Pvt. Ltd.	2-A, Prashant Nagar, Ajni Layout, Wardha Road, Nagpur, Maharashtra-440015	U70200MH2012PTC231228	Wholly Owned Subsidiary	100	2(87)(ii) of Companies Act, 2013
KLJ Resources, DMCC	Unit No. 30-01-2129, Jewellery & Gemplex 3, Plot No: DMCC-PH2-J&Gplexs, Jewellery & Gemplex, Dubai – UAE	NA	Wholly Owned Subsidiary	100	2(87)(ii) of Companies Act, 2013
Sadhok Real Estate Pvt. Ltd.	KLJ House, 63, Rama Marg, Najafgarh Road, New Delhi- 110015	U70100DL2017PTC318700	Wholly Owned Subsidiary	100	2(87)(ii) of Companies Act, 2013
AK Buildtech Pvt. Ltd.	KLJ Complex-I, B-39, Plot No. 70, Shivaji Marg, Najafgarh Road, New Delhi- 110015	U45400DL2008PTC173595	Wholly Owned Subsidiary	100	2(87)(ii) of Companies Act, 2013
Hamlog Plastic Goods Pvt. Ltd.	63/5A, Najafgarh Road, New Delhi - 110015	U51495DL1998PTC092417	Associate	24	2(6) of Companies Act, 2013

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i. Category-wise Shareholding

Category of Shareholders	No. of Shares held at beginning of year				No. of Shares held at the end of year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/HUF	3725000	5000	3730000	52.09	5587500	15000	5602500	52.17	0.08
b) Central Govt	0	0	0	0	0	0	0	0	0
c) State Govt (s)	0	0	0	0	0	0	0	0	0
d) Bodies Corp.	649500	27795	677295	9.44	974250	46477	1020727	9.50	0.04
e) Banks / FI	0	0	0	0	0	0	0	0	0
f) Any Other....	0	0	0	0	0	0	0	0	0
Sub-total (A) (1):-	4374500	32795	4407295	61.55	6561750	61477	6623227	61.67	0.12
(2) Foreign									
a) NRIs - Individuals	0	0	0	0	0	0	0	0	0
b) Other – Individuals	0	0	0	0	0	0	0	0	0
c) Bodies Corp.	0	0	0	0	0	0	0	0	0
d) Banks / FI	0	0	0	0	0	0	0	0	0
e) Any Other....	0	0	0	0	0	0	0	0	0
Sub-total (A) (2):-	0	0	0	0	0	0	0	0	0
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	4374500	32795	4407295	61.55	6561750	61477	6623227	61.67	0.12

B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	0
b) Banks / FI	0	0	0	0	0	0	0	0	0
c) Central Govt	0	0	0	0	0	0	0	0	0
d) State Govt(s)	0	0	0	0	0	0	0	0	0
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0
f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIIs	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
i) Others (specify)	0	0	0	0	0	0	0	0	0
Sub-total (B)(1):-	0	0	0	0	0	0	0	0	0
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	2660500	45215	2705715	37.79	3990750	67822	4058572	37.79	0
ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lacs	0	46990	46990	0.66	0	58201	58201	0.54	(0.12)
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lacs	0	0	0	0	0	0	0	0	0
c) Others (specify)	0	0	0	0	0	0	0	0	0
Sub-total (B)(2):-	2660500	92205	2752705	38.45	3990750	126023	4116773	38.33	(0.12)
Total Public Shareholding (B)=(B)(1)+(B)(2)	2660500	92205	2752705	38.45	3990750	126023	4116773	38.33	(0.12)
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	7035000	125000	7160000	100	10552500	187500	10740000	100	0

ii. Shareholding of Promoters

Sl No.	Shareholder's Name	Shareholding at beginning of year			Shareholding at end of year			% change in shareholding during the year
		No. of Shares	% of total Shares of company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of company	% of Shares Pledged / encumbered to total shares	
1	Hemant Jain	875000	12.22	0	1315200	12.25	0	0.03
2	Kamal Jain	875000	12.22	0	1314750	12.24	0	0.02
3	Pushp Jain	875000	12.22	0	1315050	12.25	0	0.03



4	Kanhaiya Lal Jain	650000	9.08	0	975000	9.08	0	0.00
5	Sushila Jain	450000	6.29	0	675000	6.29	0	0.00
6	Supreme E-Solutions Pvt. Ltd.	349520	4.89	0	524280	4.89	0	0.00
7	Times Technosoft Pvt. Ltd.	300000	4.19	0	450000	4.19	0	0.00
8	Prithvi Sound Products Company Pvt. Ltd.	27775	0.39	0	46447	0.43	0	0.04
9	Siddhant Jain	1000	0.01	0	1500	0.01	0	0.00
10	Harshita Jain	1000	0.01	0	1500	0.01	0	0.00
11	Harsh Jain	1000	0.01	0	1500	0.01	0	0.00
12	Chetan Jain	1000	0.01	0	1500	0.01	0	0.00
13	Karan Jain	1000	0.01	0	1500	0.01	0	0.00
Total		4407295	61.55	0	6623227	61.67	0	0.12

iii. **Change in Promoters' Shareholding (please specify, if there is no change)**

Sr. no	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Hemant Jain				
	At the Beginning of the Year	875000	12.22	875000	12.22
	Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
	Increase on 14.02.2018- purchase of shares	1800	0.03	876800	12.25
	Increase on 30.03.2018- issue of Bonus shares	438400	4.08	1315200	12.25
	At the End of the year			1315200	12.25
2.	Kamal Jain				
	At the Beginning of the Year	875000	12.22	875000	12.22
	Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
	Increase on 14.02.2018- purchase of shares	1500	0.02	876500	12.24
	Increase on 30.03.2018- issue of Bonus shares	438250	4.08	1314750	12.24
	At the End of the year			1314750	12.24
3.	Pushp Jain				
	At the Beginning of the Year	875000	12.22	875000	12.22
	Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
	Increase on 14.02.2018- purchase of shares	1700	0.03	876700	12.25



	Increase on 30.03.2018- issue of Bonus shares	438350	4.08	1315050	12.25
	At the End of the year			1315050	12.25
4.	Kanhaiya Lal Jain				
	At the Beginning of the Year	650000	9.08	650000	9.08
	Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
	Increase on 30.03.2018- issue of Bonus shares	325000	3.03	975000	9.08
	At the End of the year			975000	9.08
5.	Sushila Jain				
	At the Beginning of the Year	450000	6.29	450000	6.29
	Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
	Increase on 30.03.2018- issue of Bonus shares	225000	2.09	675000	6.29
	At the End of the year			675000	6.29
6.	Supreme E-Solutions Pvt. Ltd.				
	At the Beginning of the Year	349520	4.89	349520	4.89
	Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
	Increase on 30.03.2018- issue of Bonus shares	174760	1.63	524280	4.89
	At the End of the year			524280	4.89
7.	Times Technosoft Pvt. Ltd.				
	At the Beginning of the Year	300000	4.19	300000	4.19
	Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
	Increase on 30.03.2018- issue of Bonus shares	150000	1.40	450000	4.19
	At the End of the year			450000	4.19
8.	Prithvi Sound Products Company Pvt. Ltd.				
	At the Beginning of the Year	27775	0.39	27775	0.39
	Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
	Increase on 05.05.2017- purchase of shares	3160	0.04	30935	0.43
	Increase on 14.02.2018- purchase of shares	30	0.00	30965	0.43
	Increase on 30.03.2018- issue of Bonus shares	15482	0.14	46447	0.43
	At the End of the year			46447	0.43



9.	Siddhant Jain				
	At the Beginning of the Year	1000	0.01	1000	0.01
	Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
	Increase on 30.03.2018- issue of Bonus shares	500	0.01	1500	0.01
	At the End of the year			1500	0.01
10.	Harshita Jain				
	At the Beginning of the Year	1000	0.01	1000	0.01
	Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
	Increase on 30.03.2018- issue of Bonus shares	500	0.01	1500	0.01
	At the End of the year			1500	0.01
11.	Harsh Jain				
	At the Beginning of the Year	1000	0.01	1000	0.01
	Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
	Increase on 30.03.2018- issue of Bonus shares	500	0.01	1500	0.01
	At the End of the year			1500	0.01
12.	Chetan Jain				
	At the Beginning of the Year	1000	0.01	1000	0.01
	Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
	Increase on 30.03.2018- issue of Bonus shares	500	0.01	1500	0.01
	At the End of the year			1500	0.01
13.	Karan Jain				
	At the Beginning of the Year	1000	0.01	1000	0.01
	Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
	Increase on 30.03.2018- issue of Bonus shares	500	0.01	1500	0.01
	At the End of the year			1500	0.01

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

Sl. No.	For each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of company	No. of Shares	% of total Shares of company

1. Siddhishree Vincom Pvt. Ltd.				
At the beginning of the year	806015	11.26	806015	11.26
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
Increase on 30.03.2018- bonus issue of shares	403007	3.75	1209022	11.26
At the End of the year			1209022	11.26
2. Bhadani Financers Pvt. Ltd.				
At the beginning of the year	800000	11.17	800000	11.17
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
Increase on 30.03.2018- bonus issue of shares	400000	3.72	1200000	11.17
At the End of the year			1200000	11.17
3. Mangalshree Suppliers Pvt. Ltd.				
At the beginning of the year	598800	8.36	598800	8.36
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
Increase on 30.03.2018- bonus issue of shares	299400	2.79	898200	8.36
At the End of the year			898200	8.36
4. Pioneer Infra Constructions Pvt. Ltd.				
At the beginning of the year	500500	6.99	500500	6.99
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
Increase on 30.03.2018- bonus issue of shares	250250	2.33	750750	6.99
At the End of the year			750750	6.99
5. Sampat Mal Nahata				
At the beginning of the year	800	0.01	800	0.01
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
Increase on 30.03.2018- bonus issue of shares	400	0.00	1200	0.01
At the End of the year			1200	0.01
6. Susheel Kumar Golcha				
At the beginning of the year	700	0.01	700	0.01
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
Increase on 30.03.2018- bonus issue of shares	350	0.00	1050	0.01
At the End of the year			1050	0.01



7. Vidya Dhar Sharma				
At the beginning of the year	700	0.01	700	0.01
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
Increase on 30.03.2018- bonus issue of shares	350	0.00	1050	.01
At the End of the year			1050	0.01
8. Amarendra Kumar				
At the beginning of the year	600	0.01	600	0.01
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
Increase on 30.03.2018- bonus issue of shares	300	0.00	900	.01
At the End of the year			900	0.01
9. Kalu Singh				
At the beginning of the year	600	0.01	600	0.01
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
Increase on 30.03.2018- bonus issue of shares	300	0.00	900	0.01
At the End of the year			900	0.01
10. Ashok Kumar Maharshi				
At the beginning of the year	600	0.01	600	0.01
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
Increase on 30.03.2018- bonus issue of shares	300	0.00	900	.01
At the End of the year			900	0.01

v. **Shareholding of Directors and Key Managerial Personnel**

Sl. No.	For each of the Director and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
1	Hemant Jain, Managing Director				
	At the beginning of the year	875000	12.22	875000	12.22
	Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
	Increase on 14.02.2018- purchase of shares	1800	0.03	876800	12.25
	Increase on 30.03.2018- issue of Bonus shares	438400	4.08	1315200	12.25
	At the End of the year			1315200	12.25

2. Dilip Kumar Karn, Director				
At the beginning of the year	600	0.01	600	0.01
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
Increase on 30.03.2018- issue of Bonus shares	300	0.00	900	0.01
At the End of the year			900	0.01
3. Kalpana Seth, Director				
At the beginning of the year	600	0.01	600	0.01
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
Increase on 30.03.2018- issue of Bonus shares	300	0.00	900	0.01
At the End of the year			900	0.01
4. Sudeep Mehta****, Director				
At the beginning of the year	0	0.00	0	0.00
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)	-	-	-	-
At the End of the year	0	0.00	0	0.00
5. Hemant Jain *, Chief Financial Officer				
At the beginning of the year	0	0.00	0	0.00
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)	-	-	-	-
At the End of the year	0	0.00	0	0.00
6. Suresh Chand Jalthar** Chief Financial Officer				
At the beginning of the year	0	0.00	0	0.00
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)	-	-	-	-
At the End of the year	0	0.00	0	0.00
7. Praveen Sharma*** Company Secretary				
At the beginning of the year	600	0.01	600	0.01
Date wise increase/decrease in promoters shareholding during the year specifying the reasons for increase/decrease (allotment/transfer/bonus/sweat etc)				
Increase on 30.03.2018- issue of Bonus shares	301	0.00	901	0.01
At the End of the year			901	0.01

*Sh. Hemant Jain, resigned as a Chief Financial Officer of the Company w.e.f. January 15, 2018.

**Sh. Suresh Chand Jalthar, was appointed as a Chief Financial Officer of the Company w.e.f. January 16, 2018.

***Sh. Praveen Sharma, resigned as a Company Secretary of the Company w.e.f. June 30, 2018.

****Sh. Sudeep Mehta, resigned as a Director from the Company w.e.f. July 31, 2018.



V. INDEBTEDNESS:

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

(Rupees in lacs)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	9185.50	7.63	0	9193.13
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	13.53	0	0	13.53
Total (i+ii+iii)	9199.03	7.63	0	9206.66
Change in Indebtedness during the financial year				
Addition	6897.71	196.31	0	7094.02
Reduction	0	0	0	0
Net Change	6897.71	196.31	0	7094.02
Indebtedness at the end of the financial year				
i) Principal Amount	16042.01	203.94	0	16245.95
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	54.73	0	0	54.73
Total (i+ii+iii)	16096.74	203.94	0	16300.68

VI. (A) Remuneration of Directors And Key Managerial Personnel:

(Rupees in Lacs)

Sl. no.	Name of MD/WTD/ Manager	Gross salary			Commission		Others	Total	Ceiling as per the Act
		(a) Salary as per provision contained in section 17(1) of Income-tax Act, 1961	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	(c) Profits in lieu of salary u/s 17(3) Income-tax Act, 1961	as % of profit	others			
1.	Sh. Hemant Jain (Managing Director)	86.60	0.79	0	720.00	0	0	807.39	10% of net profit calculated as per Section 198 of the Act.

(B) Remuneration to other directors:

(Rupees in lacs)

Sl. no.	Name of Directors	Independent Directors			Total (1)	Other Non-Executive Directors			Total (2)	Total (1+2)	Total Managerial Remuneration	Overall Ceiling as per the Act
		Fee for attending board / committee	Commission	Others		Fee for attending board committee	Commission	Others				

		ee meetings				meetings						
1	Gulshan Rai Kanwal	0.40	0	0	0.40	0	0	0	0	0.40	0	1% of net profit calculated as per Section 198 of the Act.
2	Sukh Raj Sethia	0.40	0	0	0.40	0	0	0	0	0.40	0	
3	Dilip Kumar Karn	0	0	0	0	0.18	0	0	0.18	0.18	0	
4	Sudeep Mehta*	0	0	0	0	0.02	0	0	0.02	0.02	0	
5	Kalpana Seth	0	0	0	0	0.18	0	0	0.18	0.18	0	

*Sh. Sudeep Mehta, resigned as a Director from the Company w.e.f July 31, 2018.

(C) Remuneration to Key Managerial Personnel Other than MD/Manager/WTD:

(Rupees in lacs)

Sl. no	Name of Key Managerial Personnel	Gross salary			Stock Option	Sweat Equity	Commission		Others	Total
		(a) Salary as per provision contained in section 17(1) of Income-tax Act, 1961	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	(c) Profits in lieu of salary u/s 17(3) Income-tax Act, 1961			as % of profit	others		
1	Hemant Jain (CFO)*	20.42	0	0	0	0	0	0	0	20.42
2	Suresh Chand Jalthar (CFO)**	5.51	0	0	0	0	0	0	0	5.51
3	Praveen Sharma (CS)***	30.98	0.10	0	0	0	0	0	0	31.08

*Sh. Hemant Jain, resigned as a Chief Financial Officer of the Company w.e.f. January 15, 2018

**Sh. Suresh Chand Jalthar, was appointed as a Chief Financial Officer of the Company w.e.f. January 16, 2018.


***Sh. Praveen Sharma resigned as a Company Secretary of the Company w.e.f. June 30, 2018.

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

There were no penalties, punishments or compounding of offences during the year.

**For KLJ Resources Limited
On behalf of the Board**

(Hemant Jain)
Managing Director
DIN: 00506995


(Dilip Kumar Karn)
Director
DIN: 00061804

Date: September 4, 2018

Place: New Delhi

Deepti Chawla & Associates
Company Secretaries

Flat No 102, DDA SFS Flats
Pkt.1 & 2, Sector3, Dwarka
New Delhi-110078
Ph : 9971067554
Email Id : dchawla.cs@gmail.com

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31st March, 2018
[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies
(Appointment and Remuneration Personnel) Rules, 2014]

To
The Members
KLJ Resources Limited
8 Cammac Street
Kolkata-700 017

I, **Deepti Chawla**, Proprietor of **Deepti Chawla & Associates**, Company Secretaries have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **KLJ Resources Limited (CIN: L67120WB1986PLC041487)** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

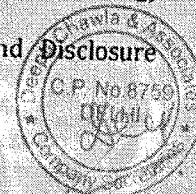
Based on my verification of the company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March, 2018 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

- (i) The Companies Act, 2013 ('the Act') and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under; -
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
- The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;



- The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; - Not applicable to the Company during the period of audit
- The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; - Not applicable to the Company during the period of audit
- The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; - Not applicable to the Company during the period of audit and
- The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; - Not applicable to the Company during the period of audit
- Hazardous Wastes (Management, Handling and Transboundary Movement) Rules, 2008 and Environment (Protection) Act, 1986

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India;
- (ii) The Listing Agreements entered into by the Company with the Calcutta Stock Exchange Limited and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There were no changes in the composition of the Board of Directors that took place during the period under review.


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

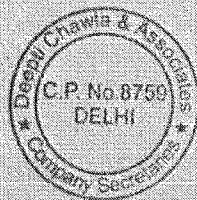
Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

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

This Report is to be read with my letter of even date which is annexed along with this Report and forms an integral part thereof.

**For Deepti Chawla & Associates
Company Secretaries**


Deepti Chawla
Proprietor
ACS No.: 15008
C P No.: 8759



Place : New Delhi
Date : 4th September 2018

Deepti Chawla & Associates
Company Secretaries


Flat No 102, DDA SFS Flats
Pkt.1 & 2, Sector3, Dwarka
New Delhi-110078
Ph : 9971067554
Email Id : dchawla.cs@gmail.com

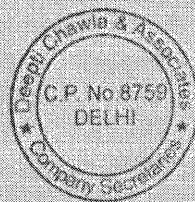
To
The Members
KLJ Resources Limited
8 Cammac Street
Kolkata-700 017

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

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

For **Deepti Chawla & Associates**


Deepti Chawla
Proprietor
ACS No.: 15008
C P No.: 8759



Place: New Delhi
Date: 4th September 2018



POLICY ON DIRECTORS APPOINTMENT AND REMUNERATION POLICY

A. Introduction

This Policy on Directors Appointment and Remuneration of Directors, Key Managerial Personnel, Senior Management Personnel has been formulated in accordance with the provisions of Section 178 of the Companies Act, 2013 (the Act) and SEBI Regulations by the Nomination and Remuneration Committee of the Directors of the Company.

B. Definitions

Directors: Directors other than Managing Director(s) and Whole-time Director(s) appointed under the provisions of the Companies Act, 2013 and rules made thereunder.

Key Managerial Personnel: Managing Director, Chief Financial Officer and Company Secretary.

Senior Management Personnel: Members of the Corporate Leadership Team of the Company and Key Managerial Personnel.

C. Terms of Reference

The Board of Directors of the Company has constituted a Nomination and Remuneration Committee. Its terms of reference are as follows:

- Formulation of the criteria for determining qualifications, positive attributes and independence of a director.
- Formulation of criteria for evaluation of Independent Directors and the Board.
- Formulation of policies for remuneration to Directors, Key Managerial Personnel and Senior Management Personnel.
- Identification and recommendation to Board of persons who are qualified to become Directors, Key Managerial Personnel, Senior Management Personnel in accordance with the criteria laid down.
- Recommend to the Board on appointment and removal of Directors, Key Managerial Personnel, and Senior Management Personnel.
- Evaluation of the performance of Directors.

D. Criteria for recommending a person to become a Director

The Committee shall take into consideration the following criteria of qualification, positive attributes and independence for recommending to the Board for appointment of a Director:

1. Qualifications & Experience

The incumbent should have appropriate skills, experience and knowledge in one or more fields of finance, law, management, sales & marketing, operations, research, corporate governance, education, community service or other disciplines.

2. Attributes/Qualities

The incumbent Director should have one or more of the following attributes:

- Respect for and strong willingness to imbibe the Company's Core Values.
- Honesty and Professional integrity.
- Strategic capability with business vision.
- Entrepreneurial spirit and track record of achievements.
- Ability to be independent.
- Capable of lateral thinking.
- Reasonable financial expertise.
- Association in the fields of Business/Corporate world/Finance/Education/Community Service.



E. Eligibility Criteria & Remuneration of Key Managerial Personnel & Senior Management Personnel

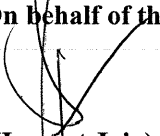
The eligibility criteria for appointment of key managerial personnel and senior management personnel shall be in accordance with the job description of the relevant position. In particular, the position of Key Managerial Personnel should be filled by senior personnel having relevant qualifications and experience.

The remuneration structure for Key Managerial Personnel and Senior Management Personnel shall be as per the Company's remuneration structure taking into account factors such as level of experience, qualification, performance and suitability which shall be reasonable and sufficient to attract, retain and motivate them.

The remuneration may consist of fixed and incentive pay/retention bonus reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.

The aforesaid employees may also be provided any facility, perquisites, commission, accommodation, interest free loans or loans at concessional rate in accordance with the policies framed for the employees or any category thereof. However loan to the Directors who are KMPs shall be governed by such approvals as may be required by the Companies Act, 2013.

**For KLJ Resources Limited
On behalf of the Board**


(Hemant Jain)
Managing Director
DIN: 00506995


(Dilip Kumar Karn)
Director
DIN: 00061804

Date: September 4, 2018
Place: New Delhi



Annexure 'IV'

**ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES FOR
FINANCIAL YEAR 2017-18**

[Pursuant to Section 135 of the Companies Act 2013 and Rule 8 of the Companies
(Corporate Social Responsibility Policy) Rules 2014]

S. No.		
1	A brief outline of the company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.	Company's CSR policy is focused on enhancing the lives of the people. The Company has identified to promote its CSR activity in the specific area of health care including Preventive health care and sanitation. However, in furtherance of the Company's CSR initiatives, it may take up one or more additional projects/ programmes covered under Schedule VII of the Act as recommended by the CSR Committee. The Corporate Social Responsibility policy is available on the website of the Company. (www.kljresources.in).
2	The Composition of the CSR Committee	Smt. Kalpana Seth (Chairperson) Sh. Gulshan Rai Kanwal (Member) Sh. Sukh Raj Sethia (Member)
3	Average net profit/(loss) of the company for last three financial years	Rs. 5,823.35 lacs
4	Prescribed CSR Expenditure (two per cent of the amount as in item 3above)	Rs. 116.47 lacs
5	Details of CSR spent during the financial year	Rs.210.87 lacs
a	Total Amount to be spent for the financial year	Rs. 116.47 lacs
b	Amount unspent	Nil
c	Manner in which the amount spent during the financial year is detailed below	

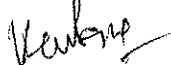
(Rupees in lacs)

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
S No.	CSR project or activity identified	Sector in which the project is covered	Projects or programs (1) Local area or other (2) Specify the State and district where projects or Programs was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs Subheads: (1) Direct expenditure on projects or programs. (2) Overheads	Cumulative expenditure upto the reporting period	Amount spent: Direct or through implementing agency
1.	Health care including Preventive health care and sanitation	Health Care	Faridabad, Haryana	1,200.00 to 1,500.00	210.87	405.87	Direct: By Company



Remarks	<p>The Company is in the process of constructing a dispensary and a creche having a budget outlay of Rs. 12-15 Crores as its CSR Project and has entered into an "Agreement to Sell" for purchase of a land parcel for the same.</p> <p>During the year under review, the company has spent Rs. 170.00lacs towards next part payment against 'Agreement to Sell' and Rs. 40.91 lacs for development of the project.</p> <p>Out of the total CSR spent for Financial Year 2017-18, Rs. 158.5 lacs has been spent as CSR Obligations for Financial Year 2017-18 and Rs. 52.37 lacs has been adjusted towards CSR Spend for previous Financial Year 2016-17 as a Constructive Obligation. Thus as on the close of Financial Year 2017-18, there remains Nil unspent amount against CSR Obligation for previous years.</p>
Responsibility Statement	<p>The CSR Committee hereby confirms that the implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the Company.</p>

**On behalf of the Board
For KLJ Resources Limited**


(Kalpana Seth)
Chairperson, CSR Committee
DIN: 06949098


(Gulshan Rai Kanwal)
Director
DIN: 07145698

Date: September 4, 2018
Place: New Delhi

**Part-I****Details of Remuneration of Employees and Directors**

(Section 197 of the Companies Act, 2013 and Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)

- i. The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year

And

- ii. The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year;-

Name	Designation	Directors Remuneration to Median Remuneration	Percentage Increase in Remuneration
Executive Director			
Hemant Jain	Managing Director	202.93:1	24.21
Key Managerial Personnel			
Hemant Jain *	Chief Financial Officer	-	80.00
Suresh Chand Jalther**	Chief Financial Officer	-	-
Praveen Sharma***	Company Secretary	-	18.00
Non-Executive Directors			
Dilip Kumar Karn	Director	0.05:1	300.00
Kalpana Seth	Director	0.05:1	300.00
Sudeep Mehta****	Director	0.01:1	300.00
Gulshan Rai Kanwal	Director	0.10:1	-
Sukh Raj Sethia	Director	0.10:1	-

Note: Remuneration includes sitting fees for Non-Executive (Non-Independent) Directors and Non-Executive Independent Directors.

*Sh. Hemant Jain, resigned as a Chief Financial Officer of the Company w.e.f. January 15, 2018.

**Sh. Suresh Chand Jalther, was appointed as a Chief Financial Officer of the Company w.e.f. January 16, 2018.

***Sh. Praveen Sharma, resigned as a Company Secretary of the Company w.e.f. June 30, 2018.

****Sh. Sudeep Mehta, resigned as a Director from the Company w.e.f. July 31, 2018.

- iii. The percentage increase in the median remuneration of employees in the financial year 2017-18: 1.12%
- iv. The number of permanent employees on the rolls of the Company as on March 31, 2018: 106
- v. Comparison of average percentile increase in salary of employees other than the managerial personnel and the percentile increase in the managerial remuneration:

	% change in remuneration
Average increase in salary of employees (other than managerial personnel)	1.12
Average increase in remuneration of managerial personnel	23.86

vi. **Affirmation:**

It is affirmed that the remuneration paid to the Directors, Key Managerial Personnel and other employees is as per the Remuneration Policy of the Company.



Part-II


[Details of Employees]

Section 197 of the Companies Act, 2013 and Rule 5 (2) & (3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

S. No.	Particulars	Details
1.	Name	Sh. Hemant Jain
2.	Designation	Managing Director
3.	Remuneration (including Performance based Commission)	Rs. 8,07,39,314/-
4.	Nature of Employment	Contractual
5.	Qualification and Experience of the Employee	B.Com (Delhi University) and M.B.A (Harward university) Experience: 22 Years
6.	Date of Commencement of Employment	01/04/2009
7.	Age	47
8.	Last employment held before joining the Company	NA
9.	Relationship with other Directors	NIL

**For KLJ Resources Limited
On behalf of the Board**

(Hemant Jain)
Managing Director
DIN: 00506995


(Dilip Kumar Karn)
Director
DIN: 00061804

Date: September 4, 2018
Place: New Delhi

A. CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION
Conservation of Energy

Company continues to take measures towards conservation of energy through optimum utilization of energy and other resources. Utilization of energy intensive machines, procurement of energy efficient technologies etc. is done as part of energy conservation measures. The Company has been consistent in its efforts to conserve energy and natural resources and reduce consumption of power, fuel, oil, water and other energy sources by following strict adherence to:

1. Power saving processes and methods
2. Installation of Auto Power Cut-Off for electrical energy consumption.
3. Energy saving in utility by proper machine planning.
4. Proper training to the employees and workforce to ensure minimum wastage of energy and natural resources.

Technology Absorption

The Company has indigenized and absorbed technological changes. The Company continuously strives to meet international standards of precision through improvisation of existing processes, innovation and adaptation of new technologies and methods. The product quality has improved significantly due to better utilization of machines, improvised processes and enhanced precision.

B. FOREIGN EXCHANGE EARNINGS AND OUTGO
a) Value of Imports calculated on CIF Basis
(Rupees in lacs)

Sl. No.	Particulars	2017-2018	2016-2017
1	Materials (Chemicals)	1,09,005.68	1,50,524.83

b) Expenditure in Foreign Currency during the Year:
(Rupees in lacs)


Sl. No.	Particulars	2017-2018	2016-2017
1	Interest	161.42	148.16
2	Travelling & Tour	24.83	36.63
3	Business Promotion	5.11	14.14
4	Membership & Subscriptions	6.28	6.71
5	Survey fee	1.14	0.49
	Total	198.78	206.13

c) Earning in Foreign Exchange
(Rupees in lacs)

Sl. No.	Particulars	2017-2018	2016-2017
1	Export of Goods calculated on F.O.B. basis	236.83	122.69
2	Interest	0.43	-
	Total	237.26	122.69

For KLJ Resources Limited
On behalf of the Board


(Hemant Jain)
Managing Director
DIN: 00506995


(Dilip Kumar Karn)
Director
DIN: 00061804

Date: September 4, 2018
Place: New Delhi



CORPORATE GOVERNANCE REPORT

I. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Your Company's corporate governance philosophy is founded on the principles of fair and transparent business practices. The governance structures are created to protect the interests of and generate long term sustainable value for all stakeholders – customers, employees, partners, investors and the community at large. The business of the Company is governed and supervised by Board of Directors and together with the management they are committed to uphold the principles of excellence across all activities.

II. BOARD OF DIRECTORS

The Board of Directors ('the Board') is responsible for and committed to sound principles of Corporate Governance in the Company. The Board plays a crucial role in overseeing how the management serves the short and long term interests of shareholders and other stakeholders. This belief is reflected in our governance practices, under which we strive to maintain an effective, informed and independent Board.

The Board of Directors is entrusted with the ultimate responsibility of the management, corporate affairs, direction and performance of the Company and has been vested with requisite powers, authorities and duties. The functional Management of the Company is headed by the Managing Director and has functional heads for every department, which look after the management of the day-to-day affairs of the Company.

a) Composition of Board

Your Company's Board has an optimum combination of Executive and Non-Executive Directors having adequate knowledge and experience for providing strategic guidance and direction to the Company. As on 31/03/2018, the Board of Directors comprised of 6 directors out of which 2 were Independent Directors. The Board is headed by a Non-Executive Chairman. Accordingly, the composition of the Board is in accordance with Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (hereinafter "SEBI Regulations") read with Section 149 of the Companies Act, 2013. The Composition of the Board as on 31/03/2018 is as appended below.

S.No.	Name of Director	DIN	Category	Date of Joining the Board	No. of Shares held in the Company
1.	Sh. Hemant Jain	00506995	Executive/Managing Director	01/10/2005	1315200
2.	Sh. Dilip Kumar Karn	00061804	Non-Executive Director/ Chairman	10/10/1997	900
3.	Sh. Gulshan Rai Kanwal	07145698	Independent Director	31/03/2015	-
4.	Sh. Sukh Raj Sethia	01517777	Independent Director	31/03/2015	-
5.	Sh. Sudeep Mehta*	00483072	Non-Executive Director	29/09/2012	-
6.	Smt. Kalpana Seth	06949098	Non-Executive Director	14/08/2014	900

*Subsequent to the year under review, Sh. Sudeep Mehta has resigned from the directorship of the Company w.e.f. July 31, 2018.

b) Board Meetings and Board Procedures

During the year, the Board of the Company met 9 times on 30/05/2017, 03/07/2017, 04/09/2017, 14/09/2017, 16/10/2017, 14/12/2017, 14/02/2018, 28/02/2018 and 30/03/2018. The maximum gap between any two Board meetings was less than 120 days as stipulated by Section 173 of the Companies Act, 2013 read with SEBI Regulations. Meetings of the Board were generally held at Corporate Office of the Company situated at New Delhi.



All the members of the Board were provided with requisite information as required as per SEBI Regulations well before the Board Meeting. None of the Directors is disqualified for appointment as director under Section 164 of the Companies Act, 2013.

The Board of Directors of your Company plays a pivotal role in ensuring good governance and functioning of the Company. The Board's role, functions, responsibility and accountability are clearly defined. All relevant information as mandated by the regulations is placed before the Board. The Board reviews compliance reports of all laws applicable to the Company, as well as steps taken by the Company to rectify the instances of non-compliances, if any.

c) Details Of Familiarization Programme

Details of familiarization programme of the Independent directors are available on the website of the Company. (URL:<http://www.kljresources.in>)

d) Inter-se relationship

The Directors of the Company are not related inter- se.

e) Directors' Attendance Record and Directorships

Attendance of Directors at Board Meetings during the year, last Annual General Meeting ("AGM") and details of other Directorship and Chairmanship /Membership of Committees of each Director are appended below:

S. No.	Name of Director*	No. of other Directorship*	No. of Committee Memberships / Chairmanships in other Indian Public Companies		Attendance Particulars		
			Member**	Chairman**	No. of Board Meeting		Attendan ce at last AGM
					Held	Attended	Attended
1.	Sh. Hemant Jain	Nil	Nil	Nil	9	7	No
2.	Sh. Gulshan Rai Kanwal	Nil	Nil	Nil	9	8	No
3.	Sh. Sukh Raj Sethia	Nil	Nil	Nil	9	8	No
4.	Sh. Dilip Kumar Karn	Nil	Nil	Nil	9	9	Yes
5.	Sh. Sudeep Mehta	Nil	Nil	Nil	9	1	No
6.	Smt. Kalpana Seth	1	2	Nil	9	9	Yes

Notes:

*The Directorships held by Directors as mentioned above does not include KLJ Resources Limited, alternate directorships and directorships in foreign companies, companies registered under Section 8 of the Companies Act, 2013 and Private Limited Companies.

**In accordance with the SEBI Regulations, Memberships /Chairmanships of only the Audit Committees and Stakeholders Relationship Committee of all other public limited Companies have been considered.

f) Independent Director's Meeting

The Independent Directors met once during the year under review on 29/05/2017 without the attendance of Non-Independent Directors. Both the Independent Directors were present in that meeting. The appointment of Independent Directors is in compliance with Section 149 read with schedule IV of the Companies Act, 2013 and with the provision of SEBI Regulations.

The Independent Directors in the said meeting had, *inter-alia* reviewed the performance of non-Independent directors and the Board as a whole and the performance of the Chairperson of the Company, taking into account the views of executive directors and non-executive directors and assessed the quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

g) Remuneration of Directors

The remuneration of Managing Director is fixed by the Board of Directors upon the recommendation of Nomination and Remuneration committee and approved by the shareholders of the Company. The Non-Executive Directors are paid sitting fees for attending the Board Meetings. No Commission was paid to any Non- Executive Director for Financial Year 2017-18. Details of remuneration paid to the Executive Director of the Company and sitting fees paid to non-executive directors for the Financial Year 2017-18 have been provided below:

• Executive Director(s)

(Rupees in lacs)

Name of Director	Salary*	Commission	Total
Sh. Hemant Jain	87.39	720.00	807.39

*Salary includes basic salary, perquisites and allowances, contribution to provident fund etc.

• Details of sitting fees paid to the Non-Executive Directors during the Financial Year 2017-18 are as mentioned below:

(Rupees in lacs)

S. No.	Name of Director	Sitting Fees
1.	Sh. Gulshan Rai Kanwal	0.40
2.	Sh. Sukh Raj Sethia	0.40
3.	Sh. Dilip Kumar Karn	0.18
4.	Sh. Sudeep Mehta	0.02
5.	Smt. Kalpana Seth	0.18

III. COMMITTEES OF BOARD

a. Audit Committee

The Board of the Company has duly constituted an Audit Committee, comprising of three Directors. As at 31/03/2018 the Audit Committee comprised of one non-executive and two independent directors. The constitution of the Audit Committee meets the requirement of Section 177 of the Companies Act, 2013 and SEBI Regulations. All the members of the Committee were provided with requisite information as required by the SEBI Regulations.

The terms of reference of the Audit Committee include those specified under Regulation 18 of the SEBI Regulations as well as under Section 177 of the Companies Act, 2013 which *inter alia* include:

- to oversee the Company's financial reporting process and disclosure of its financial information,
- to recommend appointment, remuneration and terms of appointment of the Auditors of the Company,
- to review and monitor the Auditor's independence and performance, and effectiveness of audit process,
- to review quarterly and annual financial statements before submission to the Board and to advice and make recommendations to the Board on matters related to financial management of the Company, including Audit Reports,

- to approve or subsequently modify the transactions of the Company with the related parties,
- to scrutinize the inter-corporate loans and investments,
- to assess the value of undertakings or assets of the Company, whenever it is necessary,
- to review and discuss with Auditors about internal control system, major accounting policies and practices reviewing financial and Risk management policy of the company, in compliance with the SEBI Regulations and legal requirements concerning financial statements,
- to monitor the end use of funds raised through public offers and related matters and
- to carry out any other functions as mentioned in terms of reference to the Audit Committee.

The committee met 6 times during the year under review. The meetings were held on 29/05/2017, 02/09/2017, 14/09/2017, 14/12/2017, 14/02/2018 and on 28/02/2018. The Company Secretary of the Company acts as the Secretary to the Audit Committee. The composition of the Audit Committee and the attendance of the members at the meeting were as follows:

S. No.	Name of Member	Status	No. of Meetings during the financial year 2017-18	
			Held	Attended
1.	Sh. Gulshan Rai Kanwal	Chairperson	6	6
2.	Sh. Sukh Raj Sethia	Member	6	6
3.	Smt. Kalpana Seth	Member	6	6

b. Nomination And Remuneration Committee

In terms of Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI Regulations, the Board has constituted the Nomination and Remuneration Committee. The Committee *inter alia* reviews and approves the Annual salaries, commission, service agreement and other employment Conditions for the Executive Director and senior management. The remuneration policy is directed towards rewarding performance, based on review of achievements on a periodical basis. The remuneration policy is in consonance with the existing industry practice. The Committee comprises of one non-executive and two independent Directors.

The role of Nomination and Remuneration Committee is as follows:

- To determine / recommend the criteria for appointment of Executive, Non-Executive and Independent Directors to the Board;
- To determine / recommend the criteria for qualifications, positive attributes and independence of Director;
- To identify candidates who are qualified to become Directors and recommend to the Board their appointment and removal;
- To review and determine all elements of remuneration package of Executive Director, i.e. salary, benefits, bonuses, pension etc;
- To review and determine fixed component and performance linked incentives for Directors, along with the performance criteria;
- To determine policy on service contracts, notice period, severance fees for Directors and Senior Management;
- To formulate criteria and carry out evaluation of each Director's performance and performance of the Board as a whole.

The performance evaluation criteria for Independent Directors are determined by the Nomination and Remuneration Committee. An indicative list of factors that may be evaluated include participation and contribution by a director, commitment, effective deployment of knowledge and expertise, effective management of relationship with stakeholders, integrity and maintenance of confidentiality and independence of behavior and judgment.

The Committee met 4 times during the year under review. The Company Secretary of the Company acts as the Secretary to the Committee. The meetings were held on 29/05/2017, 02/09/2017, 16/10/2017 and on 13/12/2017. The composition and the attendance of members at the meetings were as follows:

S. No.	Name of Member	Status	No. of Meetings during the financial year 2017-18	
			Held	Attended
1.	Sh. Sukh Raj Sethia	Chairperson	4	4
2.	Sh. Gulshan Rai Kanwal	Member	4	4
3.	Smt. Kalpana Seth	Member	4	4

c. Stakeholders' Relationship Committee

In terms of Section 178 of the Companies Act, 2013 and the SEBI Regulations, the Board has constituted a Stakeholders' Relationship Committee. The Committee *interalia* looks into the redressal of complaints of investors such as transfer or credit of shares, non-receipt of dividend / notices / annual reports. During the year, the committee met 4 (four) times. The Meetings were held on 19/04/2017, 10/07/2017, 09/10/2017 and on 05/01/2018.

The composition of the Stakeholders' Relationship Committee and the details of meetings attended by its members are given below:

S. No.	Name of Member	Status	No. of Meetings during the financial year 2017-18	
			Held	Attended
1.	Smt. Kalpana Seth	Chairperson	4	4
2.	Sh. Dilip Kumar Karn	Member	4	4

During the year, Nil complaints were received and hence as on 31/03/2018, there were Nil complaints pending with the Company. The Company Secretary of the Company acts as the Secretary to the Committee

d. Corporate Social Responsibility Committee

The Board of Directors has constituted a Corporate Social Responsibility Committee (CSR Committee) of the Board in terms of the requirements of Section 135 of the Companies Act, 2013 and Rules framed thereunder. The CSR Committee consists of two Independent Directors and one Non- Executive Director. Smt. Kalpana Seth is the Chairperson of the Committee. The Company Secretary of the Company acts as the Secretary to the Committee.

Pursuant to the provisions of the CSR Policy of the Company, the CSR Committee met 2 (two) times during the year under review i.e. on 19/05/2017 and 05/03/2018. Members of the CSR Committee and their attendance at the meeting are detailed below:

S. No.	Name of Member	Status	No. of Meetings during the financial year 2017-18	
			Held	Attended
1.	Smt. Kalpana Seth	Chairperson	2	2
2.	Sh. Gulshan Rai Kanwal	Member	2	2
3.	Sh. Sukh Raj Sethia	Member	2	2

The Committee *interalia* recommends the amount to be spent on CSR Projects/ Programmes undertaken by the Company and ensures implementation of the same in line with the CSR Policy of the Company.

IV. SUBSIDIARY MONITORING FRAMEWORK

The Company has Six wholly owned Subsidiaries in India and one wholly owned Subsidiary based in UAE. None of the subsidiaries of the Company is a material subsidiary in terms of SEBI Regulations. The policy for determining 'material subsidiaries' is available on the website of the company and can be accessed at www.kljresources.in



Financial Statements, in particular the investments made by the unlisted Subsidiary Companies, are reviewed by the Audit Committee of the Company. Minutes of the meetings of the unlisted Indian Subsidiary Companies are placed before the Company's Board. A statement containing significant transactions and arrangements entered into by the unlisted Subsidiary Companies is placed before the Company's Board.

V. COMPLIANCE OFFICER

Subsequent to the year under review, Sh. Praveen Sharma has resigned from the position of Company Secretary and Compliance Officer of the Company w.e.f. June 30, 2018.

Sh. Naveen Kumar Bothra was appointed as Company Secretary of the Company w.e.f. July 1, 2018. The Board has designated Sh. Naveen Kumar Bothra, Company Secretary as Compliance Officer of the Company.

VI. GENERAL BODY MEETINGS

- The last three Annual General Meetings were held as under:

Financial Year	Date	Time	Venue	No. of Special Resolution Passed
2014-2015	30/09/2015	10.00 A.M	22, Ground Floor, Shanti Niketan Building, 8, Cammac Street, Kolkata-7700 017	nil
2015-2016	30/09/2016	10.00 A.M	22, Ground Floor, Shanti Niketan Building, 8, Cammac Street, Kolkata-7700 017	3
2016-2017	29/09/2017	10.00 A.M	22, Ground Floor, Shanti Niketan Building, 8, Cammac Street, Kolkata-7700 017	1

- Postal Ballot Held during the Financial Year 2017-18

During the year under review the Company did not conduct any Postal Ballot.

VII. MEANS OF COMMUNICATION

During the year under review, Results for quarters ended 30/06/2017, 30/09/2017, 31/12/2017 and the year ended 31/03/2018 have been published in English (Political and Business Daily) and also in a vernacular language newspaper (Sukhabar). The Company has submitted all quarterly, half yearly and yearly compliances for the year ended on 31/03/2018 to the Calcutta Stock Exchange Limited.

VIII. GENERAL SHAREHOLDERS INFORMATION

a. General Information

Particulars	Details
Registered Office	22, Ground Floor, Shanti Niketan Building, 8, Cammac Street, Kolkata-700 017
Annual General Meeting: Day/Date/Time/Venue	Friday, September 28, 2018 at 10.00 A.M. 22, Ground Floor, Shanti Niketan Building, 8, Cammac Street, Kolkata-700 017
Financial Year	April 1 to March 31
Book Closure	Saturday, September 22, 2018 to Friday, September 28, 2018 (both days inclusive)
Dividend Payment Date	The Board of Directors of the company has recommended a final dividend of Rs. 0.25/- per equity share of Rs. 10/- each for Financial Year 2017-18 subject to approval of the shareholders in



	the ensuing Annual General Meeting. The dividend, if declared at the general meeting, shall be paid on and from Monday, October 1, 2018 to the eligible shareholders.
Listing on Stock Exchanges	Calcutta Stock Exchange Limited (“CSE”) 7, Lyons Range, Kolkata- 700 001 [Listed w.e.f. 16.04.1987] The Company has paid the Listing fee for the year 2018-19 to Calcutta Stock Exchange Limited.
ISIN	INE176K01019
Stock Code	021095
Market Price Data	The Equity Shares of the Company are not traded; hence market price data is not available.

b. Tentative Calendar for the Financial Year 2018-2019

Particulars	Dates
First Quarter Results	Mid of August, 2018
Second Quarter Results	Mid of November, 2018
Third Quarter Results	Mid of February, 2019
Fourth Quarter and the year ended Results	Up to end of May, 2019

c. Dematerialization of shares and liquidity

1,05,52,500 Equity Shares of the Face Value of Rs. 10/- each representing 98.25% of the Company’s Equity Share Capital are in dematerialized form and 1,87,500 Equity Shares of the Face Value of Rs.10/- each representing 1.75% of the Company’s Equity Share Capital are in Physical form. The equity shares of the Company are listed on Calcutta Stock Exchange Limited. The equity shares of the Company are not actively traded.

d. Reconciliation of Share Capital Audit

As per the directives of the Securities & Exchange Board of India (“SEBI”), M/s Neelam Bansal & Associates, Company Secretary in whole time practice, New Delhi, undertake the Share Capital Audit on a quarterly basis. The purpose of the audit is to reconcile the total number of shares held in National Securities Depository Limited (NSDL), Central Depository Services (India) Limited (CDSL) and in physical form with the admitted, issued and paid up capital of the Company.

The Share Capital Audit Reports as submitted by M/s Neelam Bansal & Associates, Company Secretary in whole time practice, New Delhi on quarterly basis were forwarded to the Calcutta Stock Exchange Limited where the Equity Shares of the Company are listed.

e. Share Transfer System

Pursuant to directions of SEBI, the facility to hold the Company’s shares in electronic form is available to the shareholders as the Company is registered with both Depositories namely NSDL and CDSL. Share Transfer documents for physical transfer and requests for dematerialization of shares may be sent to Company’s Registrar & Share Transfer Agent.

f. Registrar & Share Transfer Agent

R&D Infotech Private Limited
1st Floor, 7A, Beltala Road, Kolkata-700 026
Tel No: +91 33 24192641/42
Fax No: +91 33 24761657



Email: rdinfotec@yahoo.com
Website: www.rdinfotech.org

g. Shareholding Pattern as on 31/03/2018

Category	Number of Shares Held	Percentage of Shareholding
Promoters & Promoters Group	6623227	61.67
Bodies Corporate (other than promoters)	4058572	37.79
Resident Individuals	58201	0.54
Total	10740000	100.00

h. Outstanding GDRS/ADRS/Warrants or any Convertible Instruments, Conversion date and likely impact on Equity

As on the date of this report, there is no outstanding GDRs/ADRS/Warrants/or any other Convertible instruments.

i. Investors' Correspondence may be addressed to: -

Sh. Naveen Kumar Bothra
Company Secretary
KLJ Complex -I, B-39, Plot No.70,
Shivaji Marg, Najafgarh Road,
New Delhi- 110015
E-mail: naveenb@kljindia.com

IX. DISCLOSURES

a. Basis of related Party Transactions

The details of all transactions with related parties are placed before the audit committee for its prior approval. The Company has entered into related party transactions as set out in the Notes to Accounts, which are not likely to have conflict with the interest of the Company at large.

b. Whistle Blower Policy

The Company encourages an open door policy where its employees have access to the head of the business/function. In terms of Company's Code of Conduct, any instance of non-adherence to the code/any other observed unethical behavior are to be brought to the attention of the immediate reporting authority, who is required to report the same to the Head of Corporate Human Resources.

Further, the mechanism adopted by the Company encourages the Whistle Blower to report genuine concerns or grievances and provides adequate safeguards against victimization of Whistle Blower who avail of such mechanism. Under the Policy, every Director and employee has been provided direct access to the Chairman of the Audit Committee.

c. Compliance with Corporate Governance Requirements specified in Regulations 17 to 27 and Clause (b) to (i) of Sub-Regulation (2) of Regulation 46

The company has complied with all the mandatory requirements specified in Regulations 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015.

d. Details of non-compliance by the Company

There were no instances of non-compliance by the Company and no penalties, or structures were imposed on the Company by the Calcutta Stock Exchange Limited, where the Equity Shares of the Company are listed or SEBI or any other statutory authority on any matter related to capital markets during the last three years.

e. Code of Business Conduct and Ethics for Directors and Management Personnel

The Board has framed a Code of Conduct (“Code”) for all Board members and senior management of the Company. All Board members and senior management personnel have confirmed compliance with the Code for the financial year 2017-18. A declaration to this effect signed by the Managing Director of the Company forms part of this Annual Report.

f. Disclosure of Accounting Treatment

The company has prepared its financial statements for the period ended on March 31, 2018 in accordance with Ind-AS. For periods up to and including the year March 31, 2017, the company prepared its financial statements in accordance with the Indian GAAP, including accounting standards notified under the companies (Accounting Standards) Rules, 2006, as amended. Accordingly the company has prepared financial statements which comply with Ind-AS applicable for the periods on or after the March 31, 2017 together with the comparative period data as at and for the year ended March 31, 2017, as described in the summary of the significant accounting policies. In preparing these financial statements, the company opening balance sheet was prepared as at April 1 2016, the company date of transition to Ind-AS.

g. Risk Management

The Company has framed a Risk Management Policy to inform Board members about the risk assessment and minimization procedures. These procedures are periodically reviewed to ensure that the executive management controls risk through means of properly defined framework. The Company’s Risk Management Policy focuses on ensuring that risks are identified and addressed on a timely basis. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis.

h. Management Discussion And Analysis Report

A Management Discussion and Analysis Report is given by means of a separate annexure forming part of this Annual Report.

i. Proceeds from Public Issues, Rights Issues, and Preferential Issues etc.

During the year under review, there were no proceeds from public issues, Right issues or preferential issues.

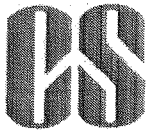
j. Details of Compliances

The Company is fully compliant with the applicable mandatory requirements of SEBI Regulations. The Company had submitted all quarterly compliances and the year end Compliances for the year ended on March 31, 2018 to the Calcutta Stock Exchange Limited.

**For KLJ Resources Limited
On behalf of the Board**

(Hemant Jain)
Managing Director
DIN: 00506995

Date: September 4, 2018
Place: New Delhi



NEELAM BANSAL & ASSOCIATES

(Company Secretaries)

B-197, Street No.2, Majlis Park, Adarsh Nagar, Delhi-110033

M. : +91-9555315118, 91-7982129456 Email : csneelambansal@gmail.com, nbaassociates14@gmail.com

CERTIFICATE OF COMPLIANCE WITH THE CORPORATE GOVERNANCE

Company Secretary's Certificate on Compliance with the Corporate Governance requirements under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Members of
KLJ Resources Limited

This report contains details of compliance of conditions of corporate governance by KLJ Resources Limited ('the Company') for the year ended March 31, 2018 as stipulated in Regulations 17-27, clause (b) to (i) of Regulation 46 (2) and paragraphs C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') pursuant to the Listing Agreement of the Company with the Calcutta Stock Exchange Limited.

Management's Responsibility for compliance with the conditions of Listing Regulations

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

Company Secretary's Responsibility

Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

We have examined the relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.

Opinion

In our opinion and to the best of our information and according to the explanations given to us and the representations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and paragraphs C, D and E of Schedule V of the Listing Regulations as applicable.


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

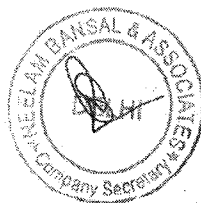
Restriction on use

The certificate is issued solely for the purpose of complying with the aforesaid Regulations and may not be suitable for any other purpose.

For Neelam Bansal & Associates

Company Secretaries


(Neelam Bansal)
Proprietor
COP No. - 13239



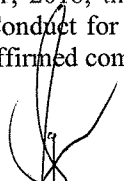
Date: September 4, 2018

Place: New Delhi



DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT

As required under Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015, it is hereby confirmed that for the year ended March 31, 2018, the Directors of KLJ Resources Limited have affirmed compliance with the Code of Conduct for Board Members as applicable to them and members of the senior management have affirmed compliance with Code of Conduct as applicable to them.


(Hemant Jain)
Managing Director
DIN: 00506995

CEO AND CFO CERTIFICATION

To
The Board of Directors
KLJ Resources Limited

We, the undersigned, in our respective capacities as the Managing director and Chief Financial Officer of KLJ Resources Limited ("the Company") to the best of our knowledge and belief certify that:

(a) We have reviewed the financial statements and the cash flow statement for the financial year ended March 31, 2018 and to the best of our knowledge and belief, we state that:

- (i) these statements do not contain any materially untrue statement or omit any material fact or contain any statements that might be misleading;
- (ii) these statements together present a true and fair view of the Company's affairs and are in compliance with the existing accounting standards, applicable laws and regulations.

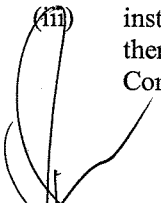
(b) We further state that to the best of our knowledge and belief, there are no transactions entered into by the Company during the year, which are fraudulent, illegal or violative of the Company's code of conduct.

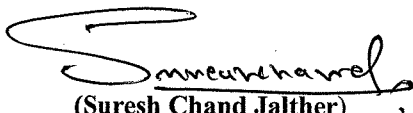
(c) We hereby declare that all the members of the Board of Directors and Senior Management have confirmed compliance with the Code of Conduct as adopted by the Company.

(d) We are responsible for establishing and maintaining internal controls and for evaluating the effectiveness of the same over the financial reporting of the Company and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

(e) We have indicated, based on our most recent evaluation, wherever applicable, to the Auditors and Audit Committee:

- (i) significant changes, if any, in the internal control over financial reporting during the year;
- (ii) significant changes, if any, in the accounting policies made during the year and that the same has been disclosed in the notes to the financial statements; and
- (iii) instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having significant role in the Company's internal control system over financial reporting.


(Hemant Jain)
Managing Director
DIN: 00506995


(Suresh Chand Jalther)
Chief Financial Officer
PAN: AAUPJ2690R

Date: September 4, 2018
Place: New Delhi



MANAGEMENT DISCUSSION AND ANALYSIS REPORT FOR THE YEAR 2017-2018

INDIAN ECONOMY

After registering a GDP growth of over 7% for the third successive year in 2016-17, the Indian Economy showed signs of a slowdown with a growth of 6.6% in 2017-18, according to Advance Estimates released by CSO. The year 2017-18 began on a positive note with demand showing signs of revival with the impact of demonetization fading. However, implementation of the Goods and Services Tax (GST) from July 1, 2017 again led to uncertainty and loss of momentum which had an impact on the economic growth.

The rollout of GST may have had its share of problems, but the biggest tax reform in the history of independent India is overall a big positive for the industry as it will lay the foundation for future growth. GST is expected to bring in efficiencies in the system by improving the ease of doing business, streamlining the regulatory structure, removing multiple taxes and digitization of the tax collection mechanism thereby leading to an improved business environment. It will also curtail the cascading effect of multiple taxes, enabling faster movement of goods across the country and reduce inefficiencies in supply chain. Growth will be underpinned by private consumption, which has benefitted from low food and energy prices, growth in urban wages, ease in lending rates, solid rainfall forecast in the monsoon season and a doubling in farm loan waivers supporting rural households.

The Union Budget's major push is on growth stimulation, providing relief to the middle and lower middle class, providing affordable housing, curbing black money, digitalisation of the economy, enhancing transparency in political funding and simplifying the tax administration in the country.

The fiscal deficit of the Government of India, which was 4.5% of GDP in FY 2013-14, has steadily reduced to 3.5% in FY 2016-17 and is expected to further decrease to 3.2% of the GDP in FY 2017-18, according to the Reserve Bank of India ('RBI'). Some modest slippage is expected from the 3.2% target due to weaker than expected revenue from GST, higher oil prices and higher rural expenditure.

Key macroeconomic risks include a slow credit growth due to non-performing assets on bank balance sheets and tightening access to credit for higher risk entities, low capacity utilisation in some industrial sectors and low private investment. However, overall investment is expected to strengthen in 2018, led by public sector capital expenditure alongside FDI.

INDUSTRY OVERVIEW

Petrochemicals play a vital role in economic development and growth of the country as it enables the growth of other sectors in economy. The petrochemical industry is currently facing difficulty with pressure on prices and margins. Domestic industry has made huge investments in creating new capacities for products like Polyethylene and Polypropylene. In order to maintain the financial viability of these new investments, appropriate fiscal support is critical. In certain key products like Poly Vinyl Chloride, investment has been severely lagging demand growth due to a lack of a facilitative fiscal structure. This is undermining the "Make in India" campaign and the vision for India's leadership in manufacturing. There are already large imports and huge outflow of foreign exchange. The situation would get aggravated as the trade gap continues to widen.

The Indian Chemical industry is a critical part of the Indian economy. With more than 80,000 products for downstream industries like automotive, textiles, pharmaceuticals, personal care, construction & engineering, food production and processing etc. buoyed by favourable megatrends, the Indian Chemical industry has grown at 7.6% over the past 6 years to reach US 155 Bn in FY 2016. Indian Chemical market is poised to grow @ 9.3% till 2025 with the speciality chemicals growing with a CAGR of above 12% till 2025.

India has the potential of becoming no. 4 chemicals consuming country given the huge market. But whether the demand will be met by domestic production has a question mark. That is in the context of the emerging market scenario, with the gap between supplies and demand continuously increasing in recent years and the same being catered by imports. New investments are very few in the chemical sector, which is a matter of concern. The sector



needs global scale infrastructure, logistics, ease of doing business and feedstock at competitive prices to be made available. At present each chemical unit has to create specialized facilities on its own.

BUSINESS OVERVIEW

The Company is primarily engaged in the business of trading of petrochemical products. Over a period of time the Company has become one of the leading importer of petrochemical products in India. Due to increasing demand of finished products in India as well as in overseas market, the Company has also entered into manufacturing of wide range of speciality chemicals and de-aromatised solvents including blending of base oils to take lead in the market. Product range of the Company covers a range of paraffins, alcohols, aromatics, ketones, monomers, acetates and amines to name a few. The Company has strong tie-ups with leading global players which ensure cost effective and uninterrupted supply to its customers. With pan India presence of marketing network, storage tanks with sales of over 280,000 mt/per year, drumming and distribution facilities, the Company leverages on its modern lab testing facilities to provide comprehensive and complete solutions, ensuring satisfaction across the value chain.

During the year under review, on standalone basis the Company achieved total revenue of Rs. 1,34,413.92 lacs from operations as compared to Rs. 1,65,150.20 lacs in the corresponding previous year. EBIDTA for the year was Rs. 9455.90 lacs as compared to Rs. 7928.75 lacs for the previous year registering a growth of 19.26%. Profit after Tax (PAT) stood at Rs. 5558.56 lacs as against Rs. 4369.52 lacs in the previous year, thereby registering a growth of 27.21% on a year on year basis.

During the year under review, on consolidated basis the Company achieved total revenue of Rs. 1,47,443.33 lacs from operations as compared to Rs. 1,75,249.96 lacs in the corresponding previous year. EBIDTA for the year was Rs.10,179.04 lacs as compared to Rs. 8,819.84 lacs for the previous year registering a growth of 15.41%. Profit after Tax (PAT) stood at Rs. 5,991.57 lacs as against Rs. 5,180.29 lacs in the previous year, thereby registering a growth of 15.66% on a year on year basis.

STRENGTHS

Our Company has the following principle competitive strengths:

- Positioned strategically to realize opportunities in the sector
- Experience and end to end expertise in the trading and manufacturing products.
- Sustained investment in equipment and fixed assets
- Professional Board and Management Team

The steady growth of the Company owes itself to the unerring strategy of leveraging its core competencies and drawing heavily upon past experience by Company's management. An effective combination of energy, excellence and endurance is evident everywhere from the operational sites to the administrative division. The result, a holistic growth pattern that has seen the company grow into a preferred choice for its customers.

KEY CHALLENGES

Volatility in raw material prices: More than 50% of global petrochemical capacities are based on naphtha, a crude oil derived product. The prices of crude oil products have witnessed significant volatility, thereby making petrochemicals prices highly volatile.

Increased competition: Large capacity additions taking place in ethane rich Middle East and demand rich China. Out of the 30 million tons of ethylene capacity additions expected during the period from 2014 to 2019, 9 million tons is expected in Middle East alone. Since, ethane based petrochemical products are cheaper than petrochemical products in India, domestic producers are expected to witness margins pressure.

High entry barriers: Given the capital intensive nature of the petrochemical plant and tariff barriers, new entrants and small and medium size companies are prohibited from easily entering into the market.

OPPORTUNITIES

Backward & forward integration: Given the volatility of crude oil prices and India's heavy dependency on oil imports, there is an opportunity for oil and oil related companies to reap benefits of increase in presence across the value chain.

Improved feedstock supply: Availability of feedstock dictates the location of the plant. Domestic products are uncompetitive due to high costs of naphtha when compared with ethane based products from Middle East. One way to improve the competitiveness of the domestic products is by improving the infrastructure support as is the case in Middle East, China and Singapore. Also going forward, as more natural gas becomes available in India, the domestic players are likely to shift from naphtha to cheaper natural gas thereby increasing their competitiveness in the market.

More value-added products in portfolio: Demand for performance plastics such as biodegradable polymers is expected to be on rise across the world including India. Given the environment concerns with traditional plastics, companies should look at expanding their portfolio and include more value added products.

Increased geographical presence: Given the capital intensive nature of the project and high costs associated in India (due to no duty waivers, no/ very less tax exemptions and high interest costs), the domestic companies may also look outside for organic and inorganic opportunities. Many western companies such as Dow, Shell, etc. are increasing their presence in energy rich countries like Saudi Arabia, Kuwait, Qatar, etc. and setting up manufacturing facilities.

FUTURE OUTLOOK

The chemical industry which had long been out of favor is finally getting its groove back. Despite a spate of headwinds, the highly cyclical industry has maintained its performance, helped by continued strength across automotive and construction markets, two major end-use markets for chemicals.

Chemical companies continue to shift their focus on attractive, growth markets in an effort to cut their exposure on other businesses that are grappling with weak demand. The industry is also seeing a pick-up in consolidation activities as chemical makers are increasingly looking for cost synergy opportunities and enhanced operational scale in a still-difficult global economic environment.

RISKS AND CONCERNS

The Company has framed a Risk Management Policy in accordance with Companies Act, 2013 read with SEBI Regulations. Accordingly, the Company has constituted a Risk Management Committee which reviews the key risks, concerns and mitigation plans at regular intervals. Risk assessment, Risk Management, Risk Monitoring and Risk Mitigation measures are adopted by the Company for timely action. By identifying and proactively addressing risks and opportunities, the objective is to build and maintain sustainable, robust business models and to protect and create value for all the stakeholders, including shareholders, employees, customers, regulators, and the community. Risks related to the Company and our responses to mitigate them are discussed below.

Strategic Risks

Strategic risks refer to long-term strategy and plans of the Company, including risks associated with macro environment in which the Company operates global petrochemical industry, growth projects and competitiveness of our operations. The Company has in place a well-developed framework to mitigate the strategic risks.

Operational Risks

Operational risks refer to risks impacting operations of the Company. It includes *inter alia* supply chain, employee productivity, health and safety of employees and environmental impact and risks to business reputation. The Company is exposed to various risks which impact Company's reputation such as labour relations, product mix, innovations and effective deployment of technology. The Company has in place a crisis management plan and is



committed to servicing customers and stakeholders effectively. A key operational component is supply chain of raw materials and the costs associated with it. Supply chain disruptions could increase the operating costs and disruption in supply and volatility in the prices of raw materials poses a significant risk to operations and operating costs. The Company closely monitors the developments in supply chain and effective steps are taken to mitigate all operational risks.

Financial Risks

Financial risks refer to ability of the Company to meet financial obligations and lessen the impact of various factors like interest rates, foreign currency exchange rates etc. The Company always endeavors not to have a significant level of indebtedness and ensures availability of adequate cash to meet operational and working capital requirements as well as adverse situations.

Credit Risk is a threat to any company and in order to mitigate this, the Company undertakes a systematic assessment of the financial health of its customers. Raw material price risks are mitigated through well planned and timely purchases and also by entering into formula-based pricing with customers. Currency fluctuation risks are proactively managed through simple hedge with forward contracts/option.

Legal and Compliance Risks

Legal and compliance risks refer to risks arising from outcome of legal proceedings, government action and/or regulatory action, which could result in additional costs. The Company is subject to various laws, regulations and contractual commitments. The risk of substantial costs, liabilities and damage to reputation related to non-compliance of these laws and regulations are inherent to the Company's business. The Company has policies, systems and procedures in place aimed at ensuring substantial compliance and there is a strong commitment from the management to enforce compliance.

INTERNAL CONTROL SYSTEMS

The company has proper and adequate system of internal controls commensurate with its size and nature of operations to provide assurance that all assets are safeguarded, transactions are authorized, recorded and reported properly; applicable status, the code of conduct and corporate policies are duly complied with.

The Company has an internal auditor which conducts audit in various functional areas as per audit programme approved by the Audit Committee of the Board of Directors. The internal auditor reports its findings and observations to the audit committee, which meets at regular intervals to review the audit issues and to follow up implementation of corrective actions. The committee also seeks the views of statutory auditors on the adequacy of the internal control system in the company. The audit committee has majority of independent directors to maintain the objectivity.

HUMAN RESOURCES DEVELOPMENT

Employees are the key to achieve the Company's objectives and strategies. The Company provides to the employees a fair and equitable work environment and support from their peers with a view to develop their capabilities leaving them with the freedom to act and to take responsibilities for the tasks assigned. The Company strongly believes that its team of capable and committed manpower, which is its core strength, is the key factor behind its achievements, success and future growth.

We are continuously working to create and nurture an organization that is highly motivated, result oriented and adaptable to the changing business environment. The industrial relations remained cordial during the year.


FORWARD LOOKING STATEMENTS


This communication contains statements that constitute 'forward looking statements' including, without limitation, statements relating to the implementation of strategic initiatives and other statements relating to our future business developments and economic performance. While these forward looking statements represent the management's judgments and future expectations concerning the development of our business a number of risks, uncertainties and other important factors could cause actual developments and results to differ materially from our expectations.



These factors include but not limited to general Market, Macro Economics, Governmental, regulatory trends, movement in currency exchange, interest rate, competitive pressures, technological developments, changes in Financial Conditions of third party dealing with us, legislative developments and other key factors that could adversely affect our business and Financial Performance.

KLJ Resources Limited undertakes no obligation to publicly revise any forward looking statements to reflect future events or circumstances.


(Hemant Jain)
Managing Director
DIN: 00506995


(Dilip Kumar Karn)
Director
DIN: 00061804

Date: September 4, 2018
Place: New Delhi



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF KLJ RESOURCES LIMITED

1. *Report on the Standalone Ind AS Financial Statements*

We have audited the accompanying standalone Ind AS financial statements of **KLJ RESOURCES LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "standalone Ind AS financial statements")

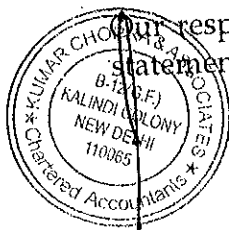
2. *Management's Responsibility for the Standalone Ind AS Financial Statements*

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

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

3. *Auditor's Responsibility*

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



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

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

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

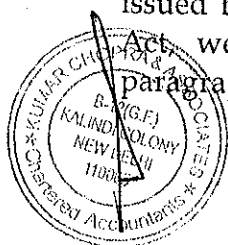
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

4. Opinion

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

5. Report on Other Legal and Regulatory Requirements

- I. As required by the Companies (Auditor's Report) Order, 2016 (" the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in Annexure 'A' a statement on the matters specified in paragraphs 3 and 4 of the order.



- ii. As required by Section 143(3) of the Act, we report that:
- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash flow statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended.
 - e. On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unqualified opinion on the adequacy and operating effectiveness of the company's internal financial controls over financial reporting.
 - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Kumar Chopra & Associates
Chartered Accountants
Registration No.:000131N)



(Sunil Jain)
Partner

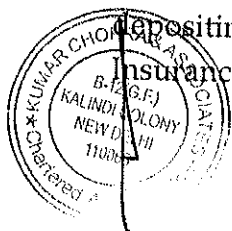
(M. No 080990)

Place of signature: New Delhi
Date: 30th May 2018

ANNEXURE "A" TO INDEPENDENT AUDITOR'S REPORT

Annexure to the Independent Auditors' Report referred to in paragraph 5(I) of our report of even date on the standalone Ind AS Financial Statements of **KLJ RESOURCES LIMITED** for the Year ended 31st March, 2018

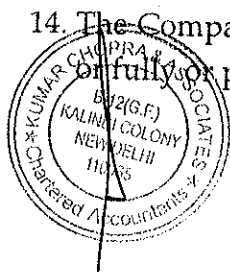
1. a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
b) The fixed assets have been physically verified by the management during the year at reasonable interval. No material discrepancies were noticed on such verification.
c) The title deed of immovable property is in the name of the company.
2. According to the information and explanation given to us, the inventories have been physically verified by the management during the year. In our opinion, having regard to nature and location of inventory, the frequency of verification is reasonable and no material discrepancies were noticed on such verification.
3. In our opinion and according to the information and explanations given to us, the company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
4. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 & 186 of the companies act 2013 in respect of Loans granted, investments made or guarantees provided.
5. According to the information and explanation given to us, the company has not accepted any deposit during the year from the public
6. We have broadly reviewed the cost records specified by the Central Govt. u/s 148(1) of the Act, maintained by company and we are of the opinion that prima facie the prescribed cost records have been maintained. We have however, not made a detailed examination of the cost records with view to determine whether they are accurate or complete.
7. a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value



added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanation given to us, no undisputed amount payable in respect of any statutory dues were outstanding as at 31-03-2018 for a period of more than six months from the date they become payable.

b) According to the information and explanation given to us, there are no disputed dues of income tax or sales tax or wealth tax or service tax or custom duty or excise duty or value added tax or cess or any other statutory dues which have not been deposited on account of any dispute.

8. In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institutions, government or bank or debenture holders.
9. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments). Term loans have been applied by the company for the purpose for which they were raised.
10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the company and no fraud on the company by its officers or employees has been noticed or reported during the year.
11. According to the information and explanations given to us, the managerial remuneration has been paid in accordance with requisite approvals mandated by the provisions of section 197 read with Schedule V of the Companies Act, 2013.
12. The Company is not a Nidhi Company and hence Para (xii) is not applicable.
13. In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with provisions of section 177 and 188 of the Companies Act, 2013 as applicable and adequate disclosures have been made in the financial statements as required by the applicable accounting standards.
14. The Company has not made any preferential allotment or private placement of share or fully or partly convertible debentures during the year.



Kumar Chopra & Associates
Chartered Accountants


KLJ Resources Limited
FY 2017-18

15. In our opinion and according to the information and explanations given to us, the company has not entered into any non-cash transactions with the directors or persons connected with them under the provisions of section 192 of the Companies Act, 2013.
16. In our opinion and as per the information and explanation given to us, the company is not required to be registered under section 45-IA of Reserve Bank of India Act, 1934.

Place of Signature: New Delhi
Date: 30th May 2018.



For Kumar Chopra & Associates
Chartered Accountants
(Firm Registration No. 000131N)


(Sunil Jain)
Partner
(M.No. 080990)

ANNEXURE "B" TO INDEPENDENT AUDITOR'S REPORT
Annexure to the Independent Auditors' Report referred to in paragraph 5(II)(f) of
our report of even date on the standalone Ind AS financial statements of KLJ
RESOURCES LIMITED for the Year ended 31st March, 2018

**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 KLJ Resources Limited ("the Company") as of March 31, 2018 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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 March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the

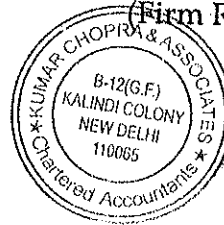


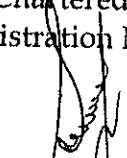
Kumar Chopra & Associates
Chartered Accountants

KLJ Resources Limited
FY 2017-18

Guidance Note on Audit of Internal Financial Controls Over Financial Reporting
issued by the Institute of Chartered Accountants of India.

For Kumar Chopra & Associates
Chartered Accountants
(Firm Registration No.:000131N)




(Sunil Jain)
Partner
(M.No 80990)

Place of Signature: New Delhi
Date: 30th May 2018



STANDALONE BALANCE SHEET AS AT 31ST MARCH, 2018

(Rupees in Lakhs)

Sl. No.	Particulars	Note No.	As at 31st March 2018	As at 31st March 2017	As at 01st April 2016
ASSETS					
1	Non-current Assets				
(a)	Property, Plant and Equipment	2a	203.37	202.17	245.95
(b)	Investment Property	2b	682.79	717.09	753.40
(c)	Other Intangible assets	2c	1.70	2.73	4.46
(d)	Financial Assets				
(i)	Investments	3	3,258.95	2,855.11	1,773.80
(ii)	Loans	4	-	112.82	112.82
(iii)	Others	5	291.19	34.40	40.01
(e)	Deferred tax assets (Net)	6	-	47.90	79.56
(f)	Other non-current assets	7	34.17	43.30	30.55
2	Current Assets				
(a)	Inventories	8	37,625.81	33,461.56	17,970.81
(b)	Financial Assets				
(i)	Investments		-	-	-
(ii)	Trade receivables	9	19,420.20	18,919.76	29,496.10
(iii)	Cash and cash equivalents	10	18.87	37.62	41.92
(iv)	Bank balances other than (iii) above	11	2,312.53	2,829.28	2,521.82
(v)	Loans	12	5,783.41	6,406.09	7,034.97
(vi)	Others	13	2,152.77	1,384.69	1,295.52
(c)	Current Tax Assets (Net)	14	-	64.27	-
TOTAL ASSETS			71,785.76	67,118.79	61,401.68
EQUITY AND LIABILITIES					
1	Equity				
(a)	Equity Share capital	15	1,074.00	716.00	716.00
(b)	Other Equity	16	33,676.25	28,469.55	24,063.75
2	LIABILITIES				
Non-current Liabilities					
(a)	Financial Liabilities				
(i)	Borrowings	17	-	19.46	37.00
(b)	Provisions	18	98.99	85.30	86.86
(c)	Deferred tax liabilities (Net)	6	100.45	-	-
(d)	Other non-current liabilities	19	115.46	112.36	95.43
Current Liabilities					
(a)	Financial Liabilities				
(i)	Borrowings	20	16,226.49	9,156.12	11,541.38
(ii)	Trade payables	21	18,532.04	25,408.51	23,106.02
(iii)	Other financial liabilities (other than those specified in item (c))	22	74.19	31.08	27.81
(b)	Other current liabilities	23	1,653.39	3,120.41	1,726.26
(c)	Provisions		-	-	-
(d)	Current Tax Liabilities (Net)	14	234.52	-	1.21
TOTAL EQUITY AND LIABILITIES			71,785.76	67,118.79	61,401.68

Significant Accounting Policies

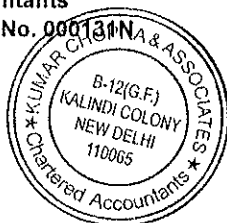
The accompanying notes to the standalone financial statements

1
2 to 51

As per our report of even date attached
For Kumar Chopra & Associates
Chartered Accountants

Firm Registration No. 000131NA

Sunil Jain
Partner
M.No.080990
New Delhi, 30th May 2018



For & on behalf of the Board of Directors

Hemant Jain
Managing Director
Din:00506995

Dilip Kumar Karn
Director
Din:00061804

Suresh Chand Jalthar
Suresh Chand Jalthar
Chief Financial Officer

Praveen Sharma
Praveen Sharma
Company Secretary



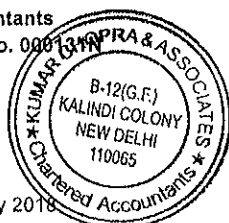
STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018

(Rupees in Lakhs)

	Note No.	Year Ended 31st March, 2018	Year Ended 31st March, 2017
INCOME			
I Revenue from Operations (Gross)	24	1,49,399.27	1,64,087.49
Less Excise & GST		16,470.22	937.19
Revenue from Operations (Net)		1,32,929.05	1,63,150.30
II Other Income	25	1,484.87	1,999.90
III TOTAL INCOME (I+II)		1,34,413.92	1,65,150.20
IV EXPENSES			
Cost of Material Consumed	26	5,622.47	5,350.42
Purchase of Stock-in-Trade	27	1,19,639.86	1,59,693.53
Changes in Inventories of Finished Goods & Stock in Trade	28	(5,015.72)	(14,765.94)
Employee Benefits Expenses	29	1,637.29	1,339.10
Finance Costs	30	740.92	1,078.52
Depreciation and Amortization Expense	2	91.89	100.55
Other Expenses	31	2,863.25	5,409.34
TOTAL EXPENSES (IV)		1,25,579.96	1,58,205.52
V PROFIT/ (LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX		8,833.96	6,944.68
VI Exceptional Items		-	-
VII PROFIT/ (LOSS) BEFORE TAX (V-VI)		8,833.96	6,944.68
VIII Tax Expenses			
1) Current Tax		3,070.00	2,410.00
2) Deferred Tax		(1.54)	(20.22)
3) CSR Expenses		210.87	195.00
4) Short/(Excess) Provision for Earlier Year		(3.93)	(9.62)
IX PROFIT/ (LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS (VII-VIII)		5,558.56	4,369.52
X PROFIT/ (LOSS) FROM DISCONTINUED OPERATIONS		-	-
XI TAX EXPENSE OF DISCONTINUED OPERATIONS		-	-
XII PROFIT/ (LOSS) FROM DISCONTINUED OPERATIONS AFTER TAX (X-XI)		-	-
XIII PROFIT/ (LOSS) FOR THE PERIOD (IX+XII)		5,558.56	4,369.52
XIV OTHER COMPREHENSIVE INCOME	32		
A (i) Items that will not be reclassified to Profit or Loss		156.02	88.18
(ii) Income tax relating to items that will not be reclassified to Profit or Loss		(149.90)	(51.88)
B (i) Items that will be reclassified to Profit or Loss		-	-
(ii) Income tax relating to items that will be reclassified to Profit or Loss		-	-
XV TOTAL COMPREHENSIVE INCOME FOR THE YEAR (XIII+XIV) (Comprising Profit (Loss) and other comprehensive income for the period)		5,564.68	4,405.82
XVI Earnings Per Equity Share (for Discontinued & Continuing Operations):	33		
Basic		51.76	40.68
Diluted		51.76	40.68
Significant Accounting Policies	1		
The accompanying notes to the standalone financial statements	2 to 51		

As per our report of even date
For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 00013111

Sunil Jain
Partner
M.No. 080990
New Delhi, 30th May 2018



For & on behalf of the Board of Directors

Hemant Jain
Managing Director
Din:00506995

Dilip Kumar Karn
Director
Din:00061804

Suresh Chand Jaitther
Chief Financial Officer

Praveen Sharma
Company Secretary



STATEMENT OF CHANGES IN EQUITY AS AT 31ST MARCH 2018

A. EQUITY SHARE CAPITAL

(Rupees in Lakhs)

Particulars	Amount in Rs.
Balance as at 1st April 2016	716.00
Changes in equity share capital during the year	-
Balance as at 31st March 2017	716.00
Changes in equity share capital during the year	358.00
Balance as at 31st March 2018	1,074.00

B. OTHER EQUITY

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST MARCH 2018

(Rupees in Lakhs)

Particulars	Reserves and Surplus				Revaluation Surplus	Other Items of Other Comprehensive Income		Total Amount
	Capital Reserve	Securities Premium Reserve	Other Reserves	Retained Earnings		Gratuity (Planned Assets)	Fair Value of Investment	
Balance as at 01st April 2017	291.34	4,177.60	-	23,549.97	-	33.42	417.22	28,469.55
Profit for the year	-	-	-	5,558.56	-	(9.82)	15.93	5,564.67
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	291.34	4,177.60	-	29,108.53	-	23.60	433.16	34,034.22
Dividends	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-	-
Issue of Bonus Share	-	(358.00)	-	-	-	-	-	(358.00)
Balance as on 31st March 2018	291.34	3,819.60	-	29,108.53	-	23.60	433.16	33,676.22

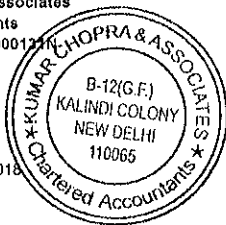
STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST MARCH 2017

Particulars	Reserves and Surplus				Revaluation Surplus	Other Items of Other Comprehensive Income		Total Amount
	Capital Reserve	Securities Premium Reserve	Other Reserves	Retained Earnings		Gratuity (Planned Assets)	Fair Value of Investment	
Balance as at 01st April 2016	291.34	4,177.60	-	19,180.48	-	30.55	383.78	24,063.75
Profit for the year	-	-	-	4,369.49	-	2.67	33.44	4,405.80
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	291.34	4,177.60	-	23,549.97	-	33.42	417.22	28,469.55
Dividends	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-	-
Any other change (to be specified)	-	-	-	-	-	-	-	-
Balance as on 31st March 2017	291.34	4,177.60	-	23,549.97	-	33.42	417.22	28,469.55

For & on behalf of the Board of Directors

As per our report of even date
For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 0001231

Sunil Singh
Partner
M.No. 080990
New Delhi, 30th May 2018



Hemant Jain
Managing Director
Din: 06506995

Suresh Chand Jaitheer
Suresh Chand Jaitheer
Chief Financial Officer

Dilip Kumar Karn
Director
Din: 00061804

Praveen Sharma
Praveen Sharma
Company Secretary



K L J Resources Limited

Regd. Office: 8, Camac Street, Kolkata-700017

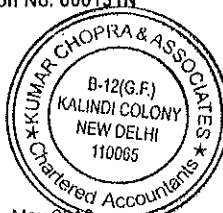
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March, 2018

	31st March, 2018	(Rupees in Lakhs) 31st March, 2017
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items	8,833.96	6,944.68
Add: Adjustments for non cash items:		
Depreciation	91.89	100.55
Add: Adjustments for other items:		
Loss/(Profit) on Sale / Discard of Assets (net)	(0.67)	(3.22)
Loss/(Profit) on Sale of shares (net)	(2.94)	(1.30)
Finance Costs	740.92	1,078.52
Less:		
Dividend Income	(0.74)	(2.32)
Interest Income	(1,275.34)	(1,671.86)
Other Comprehensive Income	156.02	88.18
Operating Profit before Working Capital Changes	8,543.10	6,533.23
Adjustment for increase/decrease in operating assets		
(Increase)/Decrease Trade and Other Receivables	(500.44)	10,576.34
(Increase)/Decrease in Inventories	(4,164.25)	(15,490.75)
(Increase)/ Decrease in other current assets	-	-
(Increase)/ Decrease in other financial assets	(1,024.87)	(83.56)
Adjustment for increase/decrease in operating liabilities		
Increase/(Decrease) Trade and Other Payables	(6,876.47)	2,302.49
Increase/(Decrease) other current liabilities	(1,467.02)	1,394.15
Increase/(Decrease) other financial liabilities	43.11	3.27
Increase/(Decrease) Provisions	13.69	(1.56)
Cash Generated from Operations	(5,433.15)	5,233.61
Taxes Paid (net)	2,767.28	2,465.86
Net Cash from Operating Activities	(8,200.43)	2,767.75
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(63.44)	(20.22)
Sale of Fixed Assets	6.35	4.70
(Increase)/Decrease in Loans and Advances	735.50	628.88
(Increase)/ Decrease in other non current assets	9.12	(12.73)
(Increase)/Decrease in Non Current Investments	(403.84)	(1,081.31)
Increase/(Decrease) other non current liabilities	3.10	16.93
Issue of Shares	-	-
Interest received	1,275.34	1,671.86
Increase/ (Decrease) in Other Bank Balance including FDR's	516.75	(307.46)
Profit on Sale of Shares	2.94	1.30
Dividend Income	0.74	2.32
CSR Expenses	(210.87)	(195.00)
Net Cash (used in) Investing Activities	1,871.69	709.27
C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long Term Borrowings	(19.46)	(17.54)
Short Term Borrowings (net)	7,070.37	(2,385.26)
Finance Costs	(740.92)	(1,078.52)
Net Cash (used in) / from Financing Activities	6,309.99	(3,481.32)
Net Cash inflows/(outflows) from activities	(18.75)	(4.30)
Net Increase In Cash and Cash Equivalents	(18.75)	(4.30)
Opening Balance of Cash and Cash Equivalents	37.62	41.92
Closing Balance of Cash and Cash Equivalents	18.87	37.62

The above cash flow statement has been prepared under the indirect Method as set out in Ind AS-7

As per our report of even date
For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000131N

Sunil Jain
Partner
M.No. 080990
New Delhi, 30th May 2018



For & on behalf of the Board of Directors

Hemant Jain
Managing Director
Din:00506995

Dilip Kumar Karn
Director
Din:00081804

Suresh Chand Jaitheer
Chief Financial Officer

Praveen Sharma
Company Secretary



K L J Resources Limited
Regd. Office : 8, Camac Street, Kolkata – 700017

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 Corporate Information

KLJ Resources Limited ("the Company") is a listed entity incorporated in India. The registered office of the Company is located at 8, Camac Street, Kolkata-700017, India having CIN: L67120WB1986PLC041487.

The Company is engaged in importing marketing and distribution and blending of Base oils, Aromatics in India. Product range also covers range of Paraffins, Glycol Ethers, Oxo-Alcohols, Aromatics, Ketones, Monomers, Esters & Amines etc. Company having offices at Delhi, Mumbai, Kandla (Gujarat), Kolkata, Chennai and factory situated at Silvassa.

1.2 Basis of Preparation

a) Statement of Compliance

These financial statements are separate financial statements and have been prepared in accordance with Indian Accounting Standards (Ind-AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian accounting standards) Amendment Rules 2016.

For all periods up to and including the year ended 31st March 2017, the company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013 (Indian GAAP). These financial statements for the year ended 31st March 2018 are company's first IND AS financial statements.

Refer to note 50 for information how the company adopted Ind-AS.

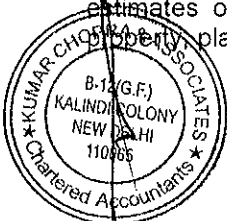
b) Basis of Measurement

The financial statements have been prepared under the historical cost convention and on an accrual basis. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an assets or liability, the company takes into account the characteristics of the assets or liability if market participants would take those characteristics into account when pricing the assets or liability at the measurement date. Items that have been measured at fair value as required by relevant Ind-AS, except for the following:

- i. Defined benefit Plan-Gratuity
- ii. Investments other than in subsidiaries & associates

c) Use of Estimates and Judgment

The preparation of financial statements in conformity with Ind-AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, disclosure of contingent assets and liabilities at the date of financial statements and the reported amount of income and expenses. Examples of such estimates include estimates of future obligations under employee retirement benefit plans and estimated useful life of plant and equipment actual results may differ from these estimates.





K L J Resources Limited
Regd. Office : 8, Camac Street, Kolkata – 700017

Estimates and underlying assumptions are reviewed on a periodic basis. Future results could differ due to changes in these estimates and difference between the actual result and the estimates are recognised in the period in which the results are known /materialize.

All financial information presented in Indian rupees and all values are rounded to the nearest lakhs rupees with two decimal points except where otherwise stated.

1.3 Cash Flow Statement

Cash flow statement is reported using the indirect method, whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated based on the available information.

1.4 Exceptional items

On certain occasions, the size, type or incidence of an item of income or expense, pertaining to the ordinary activities of the Company, is such that its disclosure improves an understanding of the performance of the Company. Such income or expense is classified as an exceptional item and accordingly disclosed in the Notes to Accounts.

1.5 Investments

- 1) Investments in Subsidiaries & Associates
Investments in subsidiaries and associates are accounted for at cost less impairment loss, if any, in separate financial statements.
- 2) Other Investments
All other investments are measured at fair value, with value changes recognized in Statement of Other Comprehensive Income.

1.6 Inventories

Items of inventories are valued at lower of specific cost or net estimated realizable value after providing for obsolescence, if any. Inventory of raw materials lying at factory are valued on FIFO Basis

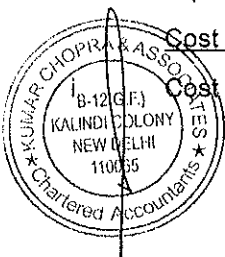
Cost of inventories comprises of cost of purchase, cost of transport, cost of conversion and other costs including manufacturing /other overheads incurred in bringing them to their respective present location and condition. Inter-unit goods transfers are valued at lower of cost/ net estimated realizable value. Non duty paid goods lying at port has been valued without Basic Custom Duty due to uncertainty of quantum of material to be sold against transfer of ownership/ duty paid.

1.7 Property, Plant and Equipment and Depreciation / Amortization

- a) Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any.

Cost of asset includes the following:

Cost directly attributable to the acquisition of the assets





K L J Resources Limited
Regd. Office : 8, Camac Street, Kolkata – 700017

- ii. Incidental expenditure during the construction period is capitalized as part of the indirect construction cost to the extent to which the expenditure is directly related to construction or is incidental thereto.
- iii. Present value of the estimated costs of dismantling & removing the items & restoring the site on which it is located if recognition criteria are met.
- b) Cost of replacement, major inspection, repair of significant parts and borrowing costs for long-term construction projects are capitalised if the recognition criteria are met.
- c) Upon sale of assets cost and accumulated depreciation are eliminated from the financial statements and the resultant gains or losses are recognized in the statement of profit and loss.
- d) Amounts paid towards the acquisition of property, plant and equipment outstanding as of each reporting date and the cost of property, plant and equipment not ready for intended use before such date are disclosed under capital work- in-progress.

For transition to IND-AS, the company has elected to continue with the carrying value of all its property, plant and equipment's recognised as on April 1, 2016 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as on the transition date.

Depreciation

Depreciation on Property, plant and Equipment is provided on Written Down Value (WDV) over the useful life of the assets as specified in Schedule II of the Companies Act, 2013.

1.8 Investment Property

Property that is held for long term rental yields or for capital appreciation or both, and that is not occupied by the company, is classified as investment property, Investment Property is measured at its cost, including related transaction costs and where applicable borrowing costs less depreciation and impairment, if any.

1.9 Intangible Assets and Amortisation

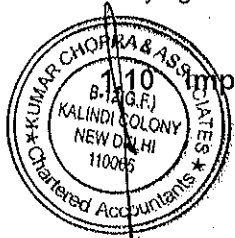
Intangible assets are stated at cost of acquisition net of recoverable taxes less accumulated amortization/ depreciation and impairment loss, if any. The cost comprises of purchase price, borrowing costs and any cost directly attributable to bringing the asset to its working condition for the intended use.

Cost of items of intangible assets not ready for intended use as on the balance sheet date is disclosed as intangible assets under development.

Intangible assets are amortized over the estimated useful life. The estimated useful life and amortization method are reviewed at the end of each annual reporting period, with the effect of any change in the estimate being accounted for on a prospective basis.

For transition to IND-AS, the company has elected to continue with the carrying value of all its intangible assets recognised as on April 1, 2016 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as on the transition date.

Impairment of non-financial assets





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An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value and impairment loss is charged to the Statement of Profit & Loss in the year in which an asset is identified as impaired. At each reporting date company assesses the estimate amount of impairment loss. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount and such losses either no longer exists or has decreased. Reversal of impaired loss is recognized in the Statement of Profit & Loss.

1.11 Revenue Recognition

Revenue is recognized when consideration can be reasonably measured and there exists reasonable certainty of its recovery. Revenue from sale of goods is recognized when all the significant risk and rewards of ownership of goods have been passed to buyer.

Sales are net of sales returns, discounts, and rebate and price variations, if any

Dividend income is recognized as and when received.

Revenue with regard to Rent is recognized with respect to its actual realization in case there exists, an uncertainty in its ultimate realization, and same is credited to Unrealized Rent

Claims: All sorts of claims by or against the company are recognized as and when acknowledged / accepted / settled / received.

1.12 Employee Benefits

Short-term employee benefits- Employee benefits payable wholly within 12 months of rendering services are classified as short term employee benefits and are recognized as an expense in the Statement of Profit and Loss for the year in which the related service is rendered.

The obligations for employee benefit such as Leave encashment is accounted for on accrual basis.

Defined Contribution Plan: Contribution to defined schemes such as Provident Fund and ESI is recognized during the period in which the employee renders the related service.

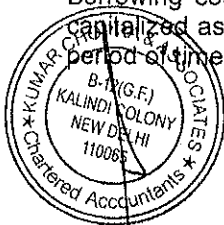
Defined Benefit Plan: The Gratuity benefit is funded through the Group Gratuity Scheme under the Life Insurance Corporation of India. Contribution made under the scheme is charged as expense in the Statement of Profit & Loss.

Actuarial gains or losses are recognized in Other Comprehensive Income.

Performance based declared ex-gratia & accretion thereto is provided in the Statement of Profit and Loss and to be disbursed as per the policy framed by the management.

1.13 Borrowing Costs

Borrowing costs that are directly 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 necessarily takes substantial period of time to get ready for its intended use.





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All other borrowing costs are charged to Statement of Profit and Loss account in the year in which they are incurred.

1.14 Functional and Presentation Currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates. (Functional Currency) The financial statements are presented in Indian rupees, which is the presentation currency of company.

Foreign Currency Transactions

- a. All foreign currency transactions are translated into functional Currency at the rate prevalent on the date of transaction.
- b. Non-monetary items are translated at the rate on the date of initial transaction.
- c. Monetary items denominated in foreign currency are translated at the prevailing closing spot rate at each reporting date.
- d. Foreign exchange gain or losses in respect of monetary and non-monetary items is recognised in statement of profit and loss.

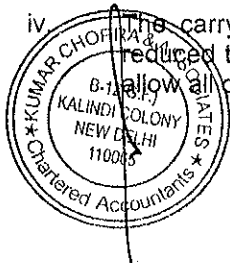
1.15 Tax expenses represents the sum of current tax and deferred tax

a Current Income Tax

- i. Taxes including current income-tax are computed using the applicable tax rates and tax laws.
- ii. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the company operates and generates taxable income.
- iii. Current income tax assets and liabilities for current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities Liability for additional taxes, if any, is provided / paid as and when assessments are completed.
- iv. Current tax related to OCI Item are recognized in Other Comprehensive Income (OCI).

b Deferred tax

- i. Deferred income tax is recognized using balance sheet approach.
- ii. Deferred income tax assets and liabilities are recognized for temporary differences which is computed using the tax rates and tax laws that have been enacted or substantively enacted at the reporting date.
- iii. Deferred income tax asset are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.
- iv. The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.





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- v. Deferred tax related to OCI Item are recognized in Other Comprehensive Income (OCI).

1.16 Provisions

Provision is recognised when:

- i. The Company has a present obligation as a result of a past event,
- ii) A probable outflow of resources is expected to settle the obligation and
- iii) A reliable estimate of the amount of the obligation can be made.
Reimbursement of the expenditure required to settle a provision is recognised as per contract provisions or when it is virtually certain that reimbursement will be received.

Provisions are reviewed at each Balance Sheet date.

a) **Discounting of Provisions**

Provision which expected to be settled beyond 12 months are measured at the present value by using pre-tax discount rate that reflects the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expenses.

1.17 Contingent Liabilities and contingent Assets

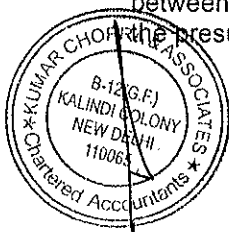
- a) Contingent Liabilities are disclosed in either of the following cases:
 - i) A present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation; or
 - ii) A reliable estimate of the present obligation cannot be made; or
 - iii) A possible obligation, unless the probability of outflow of resource is remote.
- b) Contingent assets is disclosed where an inflow of economic benefits is probable.
- c) Contingent Liability and Provisions needed against Contingent Liability and Contingent Assets are reviewed at each Reporting date.
- d) Contingent Liability is net of estimated provisions considering possible outflow on settlement.

1.18 Earnings Per Share

In determining earnings per share, the Company considers the net profit attributable to equity shareholders. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the year. The dilutive earning per share is not computed as there is no dilution involved during the year.

1.19 Fair Value Measurement

Company measures financial instruments at fair value at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:





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- in the principal market for the asset or liability, or
- in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to the company. 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. The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

1.20 Dividend to equity holders

Dividend paid/payable shall be recognised in the year in which the related dividends are approved by shareholders or board of directors as appropriate.

1.21 Financial instruments:-

a) Initial recognition and measurement

Financial Instruments are recognized at its fair value plus or minus transaction costs that are directly attributable to the acquisition or issue of the financial instruments.

b) Subsequent measurement

A. FINANCIAL ASSETS

i. Financial Assets At Amortized Cost

A financial asset shall be measured at amortized cost if it is held within a business model whose objective is to hold financial assets 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. Fair value through Other Comprehensive Income.

A financial asset is classified as at the FVTOCI if it is held within a business model whose objective is achieved both by collecting contractual cash flows and selling the 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. Fair value through Profit and loss account

Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

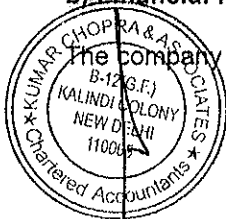
B. FINANCIAL LIABILITIES

a) Financial liabilities at Amortized Cost

Financial liabilities at amortized cost are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

b) Financial liabilities at FVTPL

The company has not designated any financial liabilities at FVTPL.





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c) Derecognition

Financial Asset

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized only when the contractual rights to the cash flows from the asset expires or it transfers the financial assets and substantially all risks and rewards of the ownership of the asset.

Financial Liability

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the income statement.

d) Impairment of financial assets:

The company assesses on forward looking basis the expected credit losses associated with its assets carried at amortized cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk. **Note 46(b)** details how the company determines whether there has been significant increase in credit risk.

For trade receivables only, the companies applied a simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected life time losses to be recognized from initial recognition of receivables.

1.22 Leases

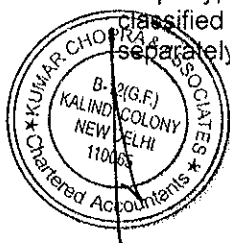
Leases are classified as finance leases whenever the terms of the lease, transfers substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating lease.

Assets held under finance leases are initially recognised as Assets of the Company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Operating lease payments are recognised as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term except where another systematic basis is more representative of time pattern in which economic benefits from the leased assets are consumed.

1.23 Non-current Assets (or disposal groups) held for Sale

Non-current assets (or disposal groups) are classified as assets held for sale when their carrying amount is to be recovered principally through a sale transaction and a sale is considered highly probable. The sale is considered highly probable only when the asset or disposal group is available for immediate sale in its present condition, it is unlikely that the sale will be withdrawn and sale is expected within one year from the date of the classification. Disposal groups classified as held for sale are stated at the lower of carrying amount and fair value less costs to sell. Property, plant and equipment and intangible assets are not depreciated or amortized once classified as held for sale. Assets and liabilities classified as held for sale are presented separately in the statement of financial position.





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If the criteria stated by IND AS 5 "Non-current Assets Held for Sale and Discontinued Operations" are no longer met, the disposal group ceases to be classified as held for sale. Non-current asset that ceases to be classified as held for sale are measured at the lower of

- (i) its carrying amount before the asset was classified as held for sale, adjusted for depreciation that would have been recognised had that asset not been classified as held for sale, and
- (ii) its recoverable amount at the date when the disposal group ceases to be classified as held for sale.

1.24 Standard issued but not yet effective for the Financial Year 2017-18

IND AS 115 Revenue from Contracts with Customers

MCA had notified IND AS 115 on Revenue from Contracts with Customers in Feb 2015. The standard establishes a new five step model that will apply to revenue arising from Contracts with customers. Under IND AS 115, revenue is recognized at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The principles in IND AS 115 provide a more structured approach to measuring and recognizing revenue. The new revenue standard is applicable to all entities and will supersede all current revenue recognition requirements under IND AS.

The effective date of IND AS 115 is annual periods beginning on or after 1st April 2018, with early adoption permitted. The Company is required to adopt the standard by the Financial Year commencing 1st April 2018.





Notes to Standalone Financial Statements as at 31st March 2018

2 (a) PROPERTY, PLANT AND EQUIPMENT

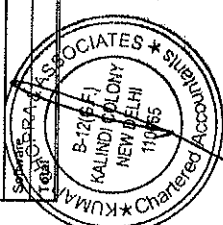
Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK						
	As at 01.04.16	Additions	Sales / Adjustments	As at 01.04.17	Total As At 31.03.18	As at 01.04.16	For the year	Deduction / Adjustment	As at 01.04.17	Total As At 31.03.18	As at 31.03.18	For the year	Deduction / Adjustment	As at 31.03.17	As at 01.04.16
Factory Buildings	24.62	-	-	24.62	24.62	9.59	1.62	-	11.21	12.65	11.97	1.44	-	13.42	15.03
Office Buildings	9.18	-	2.05	7.12	7.12	4.23	0.05	0.87	3.41	3.58	3.54	0.16	-	3.72	4.95
Plant & Machinery	201.02	0.38	-	201.40	209.88	99.38	19.03	-	118.41	134.39	75.49	15.98	-	82.99	101.64
Furniture & Fixtures	92.85	3.41	-	96.26	96.32	58.58	9.80	-	68.38	62.04	20.37	7.57	-	27.89	34.27
Office Equipments	58.51	3.75	-	62.37	79.42	47.04	6.26	-	53.29	54.04	17.38	8.79	0.05	9.07	11.58
Computers & Printers	53.54	2.34	-	55.88	61.49	47.65	2.88	-	50.53	54.04	7.45	3.51	-	5.35	5.89
Vehicles	163.51	10.17	3.88	169.71	186.87	90.94	22.72	3.68	109.98	119.71	67.16	19.09	9.87	59.73	72.57
Total	603.35	20.06	6.04	617.38	685.73	357.40	62.36	4.55	415.21	462.36	203.37	56.57	9.42	202.17	245.95

2 (b) INVESTMENT PROPERTY

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK						
	As at 01.04.16	Additions	Sales / Adjustments	As at 01.04.17	Total As At 31.03.18	As at 01.04.16	For the year	Deduction / Adjustment	As at 01.04.17	Total As At 31.03.18	As at 31.03.18	For the year	Deduction / Adjustment	As at 31.03.17	As at 01.04.16
Land: Freehold	19.08	-	-	19.08	19.08	-	-	-	-	-	19.08	-	-	19.08	19.08
Buildings	956.82	0.15	-	956.98	956.98	222.51	36.46	-	258.97	293.27	663.71	34.30	-	698.01	734.32
Total	975.91	0.15	-	976.06	976.06	222.51	36.46	-	258.97	293.27	682.79	34.30	-	717.09	753.40

2 (c) INTANGIBLE ASSETS

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK						
	As at 01.04.16	Additions	Sales / Adjustments	As at 01.04.17	Total As At 31.03.18	As at 01.04.16	For the year	Deduction / Adjustment	As at 01.04.17	Total As At 31.03.18	As at 31.03.18	For the year	Deduction / Adjustment	As at 31.03.17	As at 01.04.16
Software	18.66	-	-	18.66	18.66	15.20	1.73	-	16.93	17.96	1.70	1.03	-	2.73	4.46
Total	18.66	-	-	18.66	18.66	15.20	1.73	-	16.93	17.96	1.70	1.03	-	2.73	4.46





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Notes to Standalone Financial Statements as at 31st March 2018

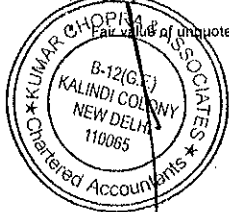
3 NON CURRENT INVESTMENTS

(Rupees in Lakhs)

S.No	Name of The Company	Nature of Investment	Face Value	No. of Shares			Amount		
				As at 31-03-18	As at 31-03-17	As at 01-04-18	As at 31-03-18	As at 31-03-17	As at 01-04-18
A In Equity Shares									
e) Quoted (Fully Paid Up)									
1	Hindustan Petroleum Corporation Ltd. Market Value as on 31-3-18 Rs. 4,64,803/- (PY- Rs. 3,15,288/-)	Equity Shares	10	1,350	900	300	4.65	3.15	0.52
2	GAIL (India) Ltd. Market Value as on 31-3-18 Rs. 18,81,848/- (PY- Rs. 15,99,736/-)	Equity Shares	10	5,668	5,666	-	18.62	16.00	-
b) UnQuoted (Fully Paid Up)									
i) In Wholly Owned Subsidiary									
1	Allamonte Townships and Resorts Pvt. Ltd.	Equity Shares	10	11,30,000	11,30,000	11,30,000	113.00	113.00	113.00
2	Brokenhills Townships and Resorts Pvt. Ltd.	Equity Shares	10	16,10,000	16,10,000	16,10,000	161.00	161.00	161.00
3	Springdale Townships and Resorts Pvt. Ltd.	Equity Shares	10	10,90,000	10,90,000	10,90,000	109.00	109.00	109.00
4	Valley View Townships Pvt. Ltd.	Equity Shares	10	20,10,000	20,10,000	20,10,000	201.00	201.00	201.00
5	KLJ Resources DMCC	Equity Shares	AED1000	3,670	3,670	3,670	625.18	625.18	625.18
6	AK Buildtech Pvt. Ltd.	Equity Shares	10	10,000	-	-	37.00	-	-
7	Sadhok Real Estate Pvt. Ltd	Equity Shares	10	10,000	-	-	1.00	-	-
ii) In Associates									
1	Hanlog Plastic Goods Pvt. Ltd.	Equity Shares	10	16,235	16,235	16,235	2.64	2.64	2.64
2	Priyatam Traders Pvt. Ltd.	Equity Shares	10	-	-	38,000	-	-	3.60
iii) In Others									
1	Prithvi Sound Products Co. Pvt. Ltd	Equity Shares	100	5,715	5,715	5,715	451.83	346.00	277.66
2	Lubhavani Properties Pvt. Ltd.	Equity Shares	10	8,600	8,600	8,600	1.34	1.15	0.96
3	H.H Buildtech Pvt. Ltd.	Equity Shares	10	6,40,000	6,40,000	6,40,000	65.85	65.77	65.68
4	Bhadani Financers Pvt. Ltd.	Equity Shares	10	33,500	33,500	33,500	35.16	31.37	30.72
5	Pragati Imports Pvt. Ltd.	Equity Shares	10	45,000	45,000	45,000	30.47	30.47	30.44
6	Pragati Imtrade Pvt. Ltd.	Equity Shares	10	45,000	45,000	45,000	30.47	30.47	30.43
7	Pragati Tradecom Pvt. Ltd.	Equity Shares	10	45,000	45,000	45,000	30.47	30.47	30.44
8	Swastik Exports and Imports Pvt. Ltd.	Equity Shares	10	45,000	45,000	45,000	30.48	30.48	30.43
9	Swastik Tracom Pvt. Ltd.	Equity Shares	10	45,000	45,000	45,000	30.48	30.48	30.44
10	Swastik Tradex Pvt. Ltd.	Equity Shares	10	45,000	45,000	45,000	30.48	30.48	30.44
11	KLJ Developers Pvt Ltd.	Equity Shares	10	4,76,000	4,76,000	-	1,053.20	997.02	-
12	KLJ Plastic Ltd	Equity Shares	10	58,000	58,000	58,000	-	-	-
13	AMI Computers Ltd	Equity Shares	10	2,000	2,000	2,000	-	-	-
14	Asia Pacific Financial Services Ltd	Equity Shares	10	22,300	22,300	22,300	-	-	-
15	S M Dyechem Ltd	Equity Shares	10	500	500	500	-	-	-
B In Preference Shares- UnQuoted (Fully Paid Up)									
1	KLJ Plastic Ltd	Preference Shares	10	15,210	15,210	15,210	-	-	-
C In Mutual Funds: Quoted (Fully Paid Up)									
1	Kotak Standard Multicap Fund Market Value as on 31-3-18 Rs. 1,95,65,846/- (PY- Nil)	Mutual Funds (No's in units)	10	6,14,949	-	-	195.66	-	-
Total Investments							3,258.95	2,855.11	1,773.27

- a) Aggregate amount of quoted investments and market value thereof; 218.92 19.15 0.52
- b) Aggregate amount of unquoted investments; 3,040.03 2,835.86 1,773.27
- c) Aggregate amount of impairment in value of Investments.

d) Aggregate amount of unquoted investment other than Subsidiary and Associates for 31st March, 2018 is taken on the basis of provisional financial statement of 31st March, 2018.

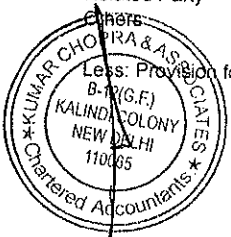




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Notes to Standalone Financial Statements as at 31st March 2018

(Rupees in Lakhs)

	As At 31st Mar 2018	As At 31st Mar 2017	As at 1st April 2016
4 LOANS NON CURRENT FINANCIAL ASSETS (Unsecured, considered good)			
Loans Given	-	112.82	112.82
	<u>-</u>	<u>112.82</u>	<u>112.82</u>
5 OTHER NON CURRENT FINANCIAL ASSETS (Unsecured, considered good)			
Security Deposits	291.19	34.40	38.87
Others	-	-	1.14
	<u>291.19</u>	<u>34.40</u>	<u>40.01</u>
6 DEFERRED TAX ASSETS / (LIABILITIES) (net)			
Opening Balance	47.91	79.56	79.14
Add: Charge/(Credit) to Statement of Profit and Loss	1.54	20.22	27.88
Add: Charge/(Credit) to Other Comprehensive Income	(149.90)	(51.88)	(27.46)
	<u>(100.45)</u>	<u>47.90</u>	<u>79.56</u>
Component of Deferred Tax Asset / (Liabilities)			
Opening Balance			
Property, Plant & Equipment and Intangible Asset	83.18	73.15	57.19
Provisions	44.06	33.87	21.95
Fair Value of Investment	(79.33)	(27.46)	-
	<u>47.91</u>	<u>79.56</u>	<u>79.14</u>
Charge/(Credit) to Statement of Profit and Loss			
Property, Plant & Equipment and Intangible Asset	9.26	10.03	15.96
Provisions	(7.72)	10.19	11.92
	<u>1.54</u>	<u>20.22</u>	<u>27.88</u>
Charge/(Credit) to Other Comprehensive Income			
Fair Value of Investment	(149.90)	(51.88)	(27.46)
	<u>(100.47)</u>	<u>47.91</u>	<u>79.56</u>
Closing Balance			
Property, Plant & Equipment and Intangible Asset	92.44	83.18	73.15
Provisions	36.33	44.06	33.87
Fair Value of Investment	(229.24)	(79.33)	(27.46)
	<u>(100.47)</u>	<u>47.91</u>	<u>79.56</u>
7 OTHER NON CURRENT ASSETS			
Planned Asset (Gratuity)	34.17	43.30	30.55
	<u>34.17</u>	<u>43.30</u>	<u>30.55</u>
8 INVENTORIES (Lower of Cost or net Realisable value)			
Stock In Trade	36,689.46	31,682.74	16,912.71
Raw Materials	814.53	1,666.00	941.19
Finished Goods	121.82	112.82	116.91
	<u>37,625.81</u>	<u>33,461.56</u>	<u>17,970.81</u>
9 TRADE RECEIVABLE (Unsecured, considered good)			
Exceeding Six Months	16.89	174.37	335.19
Others :			
Related Party	742.83	1,475.71	1,110.92
Others	18,666.48	17,311.68	28,060.99
	<u>19,426.20</u>	<u>18,961.76</u>	<u>29,507.10</u>
Less: Provision for Expected Credit Losses	6.00	42.00	11.00
	<u>19,420.20</u>	<u>18,919.76</u>	<u>29,496.10</u>



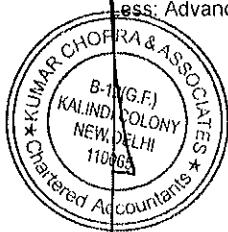


K L J Resources Limited
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Notes to Standalone Financial Statements as at 31st March 2018

(Rupees in Lakhs)

	<u>As At</u> <u>31st March, 2018</u>	<u>As At</u> <u>31st March, 2017</u>	<u>As At</u> <u>1st April, 2016</u>
10 CASH AND CASH EQUIVALENTS			
Cash on Hand	7.28	4.28	13.50
<u>Balance with Banks:</u>			
Current Accounts	11.59	33.34	28.42
	<u>18.87</u>	<u>37.62</u>	<u>41.92</u>
11 BANK BALANCES OTHER THAN CASH & CASH EQUIVALENTS			
FDR's with Banks as Margin Money	2,312.53	2,829.28	2,521.82
	<u>2,312.53</u>	<u>2,829.28</u>	<u>2,521.82</u>
12 LOANS			
(Unsecured, Considered Good)			
Loans to related parties	1,645.39	-	-
Others	4,138.02	6,406.09	7,034.97
	<u>5,783.41</u>	<u>6,406.09</u>	<u>7,034.97</u>
13 OTHER CURRENT FINANCIAL ASSETS			
Prepaid Expenses	149.73	94.82	104.92
SAD Receivable	15.89	164.34	91.29
SAD To Be Claimed	-	145.42	78.11
Accrue Interest on FDR's	111.53	144.40	134.67
Balance of Cenvat/Excise/GST	1,797.95	783.87	781.04
Advances (Recoverable in cash or in kind or for value to be received)	62.25	38.89	75.27
Rent and Maintenance Receivable	15.42	12.95	30.22
	<u>2,152.77</u>	<u>1,384.69</u>	<u>1,295.52</u>
14 CURRENT TAX			
14.1 Current Tax Asset			
Advance Tax & TDS	-	2,474.27	-
Less: Direct Tax Payable	-	2,410.00	-
	<u>-</u>	<u>64.27</u>	<u>-</u>
14.2 Current Tax Liability			
Direct Tax Payable	3,070.00	-	2,120.00
Less: Advance Tax & TDS	2,835.48	-	2,118.79
	<u>234.52</u>	<u>-</u>	<u>1.21</u>





Notes to Standalone Financial Statements as at 31st March 2018

15 EQUITY SHARE CAPITAL

Authorised Share Capital:

2,50,00,000 Equity Shares (FY 2,50,00,000 Equity Shares) of ₹ 10/- each

Issued, Subscribed, Called & fully Paid -up shares:

1,07,40,000 Equity Shares (FY 71,60,000 Equity Shares) of ₹ 10/- each, fully paid up.

(a) Reconciliation of the shares outstanding at the beginning and at the end of the

Equity Shares

At the beginning of the year

Issued during the year

Outstanding at the end of the year

(b) Rights, preference and restrictions attached to Equity Shares:

The company has at present only one class of equity shares having a par value of ₹10/- each share. Each shareholder is entitled for one vote per share held & entitled to dividend in proportion of their shareholdings. In the event of liquidation of the company, the holders of the equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts, in proportion of their shareholdings.

(c) During the year the Company has issued 35,80,000 Bonus share in the ratio of one equity share for every two shares held by capitalization of Securities Premium Reserve.

(d) The Company has not issued any shares for a consideration other than cash immediately preceding five year except aforesaid Bonus Shares.

(e) Details of Shareholders holding more than 5% shares in the company:

Name of the Shareholders

Sh. Hemant Jain

Sh. Kamal Jain

Sh. Pusthp Jain

M/s Bhadani Financers Pvt. Ltd.

M/s Siddhi Shree Vincom Pvt. Ltd.

Sh. K. L. Jain

M/s Mangalshree Suppliers Pvt. Ltd.

M/s K L J Resources Infra-Constructions (P) Ltd.

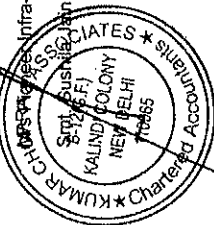
(Rupees in Lakhs)	
As At	As At
31st March, 2018	1st April, 2016
2,500.00	2,500.00

1,074.00	716.00
1,074.00	716.00

As At 31st March, 2018		As At 1st April, 2016	
No. of Shares Held	Amount	No. of Shares Held	Amount
71,60,000	716.00	71,60,000	716.00
35,80,000	358.00	-	-
1,07,40,000	1,074.00	71,60,000	716.00

As At 31st March, 2017		As At 1st April, 2016	
No. of Shares Held	Amount	No. of Shares Held	Amount
71,60,000	716.00	71,60,000	716.00
71,60,000	716.00	71,60,000	716.00

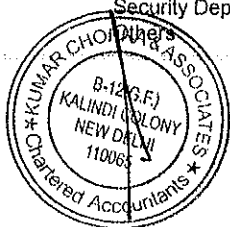
As At 31st March, 2018		As At 31st March, 2017		As At 1st April, 2016	
No. of Shares Held	Percentage of Holding	No. of Shares Held	Percentage of Holding	No. of Shares Held	Percentage of Holding
13,15,200	12.25	8,75,000	12.22	8,75,000	12.22
13,14,750	12.24	8,75,000	12.22	8,75,000	12.22
13,15,050	12.24	8,75,000	12.22	8,75,000	12.22
12,00,000	11.17	8,00,000	11.17	8,00,000	11.17
12,09,022	11.26	8,06,015	11.26	8,06,015	11.26
9,75,000	9.08	6,50,000	9.08	6,50,000	9.08
8,98,200	8.36	5,98,800	8.36	5,98,800	8.36
7,50,750	6.99	5,00,500	6.99	5,00,500	6.99
6,75,000	6.28	4,50,000	6.28	4,50,000	6.28





Notes to Standalone Financial Statements as at 31st March 2018

	As At 31st March, 2018	As At 31st March, 2017	As At 1st April, 2016
<i>(Rupees in Lakhs)</i>			
16 OTHER EQUITY			
a) Securities Premium Account			
Balance as per last financial statements	4,177.60	4,177.60	4,177.60
Add: Addition during the year	-	-	-
Less: Utilised on issue of Bonus Shares	358.00	-	-
Closing Balance	<u>3,819.60</u>	<u>4,177.60</u>	<u>4,177.60</u>
b) Capital Reserves			
Balance as per last financial statements	291.34	291.34	291.34
Closing Balance	<u>291.34</u>	<u>291.34</u>	<u>291.34</u>
c) Retained Earnings			
Balance as per last financial statements	23,549.97	19,180.48	15,198.87
Add: Profit for the year	5,558.59	4,369.49	3,988.80
Add:- Adjustment of Provision for Expected Credit Loss	-	-	(7.19)
Net Surplus in the statement of profit and loss	<u>29,108.56</u>	<u>23,549.97</u>	<u>19,180.48</u>
d) Other Comprehensive Income			
Balance as per last financial statements	450.64	414.33	-
Add:- Adjustment of Planned Assets (Gratuity)	(9.82)	2.87	30.55
Add:- Fair Value of Investment	15.93	33.44	383.78
Net Balance of Other Comprehensive Income	<u>456.75</u>	<u>450.64</u>	<u>414.33</u>
	<u>33,676.25</u>	<u>28,469.55</u>	<u>24,063.75</u>
17 BORROWINGS-NON-CURRENT			
Secured			
Vehicle Loan (Secured with Axis Bank Ltd. by Hypothecation of Vehicle)	-	19.46	37.00
	<u>-</u>	<u>19.46</u>	<u>37.00</u>
18 PROVISIONS-NON-CURRENT			
Provisions for employee benefits			
Ex-Gratia	98.99	85.30	86.86
	<u>98.99</u>	<u>85.30</u>	<u>86.86</u>
19 OTHER NON CURRENT LIABILITIES			
Security Deposits	112.36	112.36	92.33
	3.10	-	3.10
	<u>115.46</u>	<u>112.36</u>	<u>95.43</u>





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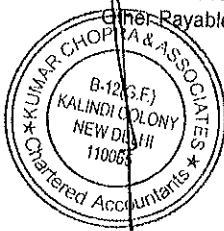
Notes to Standalone Financial Statements as at 31st March 2018

	(Rupees in Lakhs)		
	As At 31st March, 2018	As At 31st March, 2017	As At 1st April, 2016
20 BORROWINGS-CURRENT			
Secured			
From Banks:			
Cash Credit Facilities*	4,708.71	2,445.06	5,238.95
Buyer's Credit in Foreign Currency*	11,313.84	6,703.43	6,189.45
	<u>16,022.55</u>	<u>9,148.49</u>	<u>11,428.40</u>
Unsecured			
Loans			
Related Parties	203.94	7.63	112.98
	<u>203.94</u>	<u>7.63</u>	<u>112.98</u>
	<u>16,226.49</u>	<u>9,156.12</u>	<u>11,541.38</u>

*Credit Facilities are secured as under:

The facilities are secured by the first charge on pari passu basis with all banks in Consortium on stocks in trade and the entire current assets including goods in transit and Book Debts and Receivables. Further the loans are collateralized by the guarantees of promoter directors/group concern and some additional properties owned by the company/directors' relatives/group concerns. In respect of Buyer's Credit, Indian Bankers have given guarantee to foreign banks.

21 TRADE PAYABLES			
Related Parties	214.87	652.69	125.96
Others	18,317.17	24,755.82	22,980.06
	<u>18,532.04</u>	<u>25,408.51</u>	<u>23,106.02</u>
22 OTHER FINANCIAL CURRENT LIABILITIES			
Current Maturity of Long Term Borrowings	19.46	17.55	15.83
Interest accrued	54.73	13.53	11.98
	<u>74.19</u>	<u>31.08</u>	<u>27.81</u>
23 OTHER CURRENT LIABILITIES			
Statutory Liabilities	97.58	271.59	517.26
Advances From Customers	129.14	1,466.81	82.05
Other Payables	1,426.67	1,382.01	1,126.95
	<u>1,653.39</u>	<u>3,120.41</u>	<u>1,726.26</u>

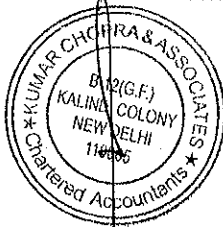




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Notes to Standalone Financial Statements for the Year Ended 31st March 2018

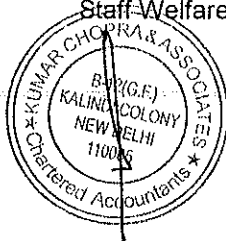
	Year Ended 31st March, 2018	(Rupees in Lakhs) Year Ended 31st March, 2017
24 REVENUE FROM OPERATIONS (GROSS)		
Sale of Products	1,49,399.27	1,64,087.49
	<u>1,49,399.27</u>	<u>1,64,087.49</u>
25 OTHER INCOME		
Interest Other's	808.30	1,239.66
Rent	467.04	432.20
Interest on FDRs	137.49	211.86
Storage Rent	66.90	109.03
Profit on Sale of Shares (Net)	2.94	1.30
Dividend	0.79	0.31
Profit on Sale of Fixed Assets	0.67	3.22
Misc. Income	0.74	2.32
	<u>1,484.87</u>	<u>1,999.90</u>





Notes to Standalone Financial Statements for the Year Ended 31st March 2018

	Year Ended 31st March, 2018	(Rupees in Lakhs) Year Ended 31st March, 2017
26 COST OF MATERIAL CONSUMED		
Opening Stock	1,666.00	941.19
Add : Purchases	4,771.00	6,075.23
	6,437.00	7,016.42
Less: Closing Stock	814.53	1,666.00
	<u>5,622.47</u>	<u>5,350.42</u>
27 PURCHASE OF STOCK-IN-TRADE		
Purchase of Traded Goods	1,16,083.29	1,56,308.08
Import Expenses	3,590.38	3,872.30
Foreign Exchange Effect	(33.81)	(486.85)
	<u>1,19,639.86</u>	<u>1,59,693.53</u>
28 CHANGES IN INVENTORIES OF FINISHED GOODS & STOCK-IN-TRADE		
Opening Stock		
Traded Goods	31,682.74	16,912.71
Finished Goods	112.82	116.91
	<u>31,795.56</u>	<u>17,029.62</u>
Less : Closing Stock		
Traded Goods	36,689.46	31,682.74
Finished Goods	121.82	112.82
	<u>36,811.28</u>	<u>31,795.56</u>
	<u>(5,015.72)</u>	<u>(14,765.94)</u>
29 EMPLOYEE BENEFITS EXPENSES		
Salaries & Wages	1,517.00	1,258.20
Contribution to Provident and other funds	69.42	48.98
Staff Welfare Expenses	50.87	31.92
	<u>1,637.29</u>	<u>1,339.10</u>





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Notes to Standalone Financial Statements for the Year Ended 31st March 2018

	(Rupees in Lakhs)	
	Year Ended 31st March, 2018	Year Ended 31st March, 2017
30 FINANCE COST		
Interest Paid	641.44	1,003.22
Bank Charges & Commission	99.48	75.30
	<u>740.92</u>	<u>1,078.52</u>
31 OTHER EXPENSES		
Rent	207.49	28.18
Rates & Taxes / Fees	12.07	8.93
Repairs & Maintenance	121.09	12.72
Insurance Expenses	0.57	1.03
Power, Electricity & Water	14.07	16.31
Consumable Stores, Spares Parts Consumed	0.54	0.63
Telephone & Mobile	15.19	19.21
Postage & Courier Charges	8.90	9.44
Printing, Stationery & Computer expenses	13.50	13.48
Travelling and Conveyance	117.09	102.61
Vehicle Running & Maintenance	10.36	8.30
Excise Duty (Net)	(13.86)	0.29
Sales Tax & Vat	910.04	1,968.81
Advertising & Publicity	22.36	6.22
Business Promotion	73.43	80.61
Brokerage & Commission	212.48	93.78
Export Expenses	0.53	7.95
Freight Expenses	470.09	465.49
Consultancy, Legal & Professional Fees	94.21	84.19
Membership & Subscriptions	10.84	10.05
Director Sitting Fee	1.18	0.53
Miscellaneous Expense	21.92	25.25
Bad Debts (Net)	521.91	2,397.09
Provision for Expected Credit Losses	6.00	42.00
Auditor Remuneration- Refer Note 38	11.25	6.24
	<u>2,863.25</u>	<u>5,409.34</u>

32 OTHER COMPREHENSIVE INCOME

The disaggregation of changes to OCI by each type of reserve in equity is shown below:

Remeasurement of Defined benefit plans

Items that will not be reclassified to Profit or Loss (9.82) 2.87

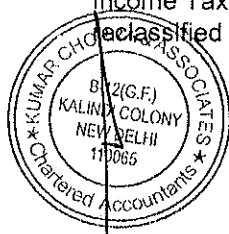
Remeasurement of Fair Value Investment

Items that will not be reclassified to Profit or Loss 165.84 85.31

Income Tax relating to items that will not be reclassified to Statement of Profit and Loss

(149.90) (51.88)

6.12 36.30





Note 33. Earnings per Share:

Particulars	(Rupees in Lakhs)	
	31st March 2018	31st March 2017
	(Rs. per share)	(Rs. per share)
Basic EPS		
From continuing operation	51.76	40.68
From discontinuing operation	-	-
Diluted EPS		
From continuing operation	51.76	40.68
From discontinuing operation	-	-

33.1 Basic Earning per Share

The earnings and weighted average number of equity shares used in calculation of basic earning per share:-

Particulars	(Rupees in Lakhs)	
	31st March 2018	31st March 2017
Profit attributable to equity holders of the company:		
Continuing operations	5,558.56	4,369.52
Discontinuing operations	-	-
Earnings used in calculation of Basic Earning Per Share	<u>5,558.56</u>	<u>4,369.52</u>
Weighted average number of shares for the purpose of basic earnings per share	1,07,40,000	1,07,40,000

33.2 Diluted Earning per Share

The earnings and weighted average number of equity shares used in calculation of diluted earning per share:-

Particulars	(Rupees in Lakhs)	
	31st March 2018	31st March 2017
Profit attributable to equity holders of the company:		
Continuing operations	5,558.56	4,369.52
Discontinuing operations	-	-
Earnings used in calculation of diluted Earning Per Share from continuing operations	<u>5,558.56</u>	<u>4,369.52</u>

The weighted number of equity shares for the purpose of diluted earning per share reconciles to the weighted average number of equity shares used in calculation of basic earning per share as follows:

Particulars	31st March 2018		31st March 2017	
	Weighted average number of Equity shares used in calculation of basic earnings per share	1,07,40,000	1,07,40,000	
Effect of dilution:				
Share Options	-	-		
Weighted average number of Equity shares used in calculation of diluted earnings per share	<u>1,07,40,000</u>	<u>1,07,40,000</u>		

The Company has issued and allotted 35,80,000 equity shares to the eligible holders of the equity shares on the book closure date (i.e. 30.03.2018) as bonus equity shares by capitalizing reserves on 30.03.2018. The earning per share figures for the year ended 31.03.2017 have been adjusted to give effect to the allotment of the bonus shares, as required by Ind AS-33.

Note 34. Employee Benefit Obligation

The Company obtained reports as required by Ind AS 19 (Employee Benefits) based on which disclosures have been made in the financial statement for the year ended March, 31 2018. The disclosures as required by the Ind AS 19 are as below.

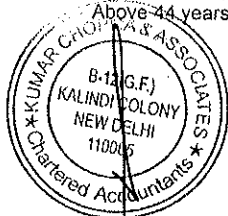
Defined Benefit Plan

Gratuity

The Company makes annual contributions to an income tax approved irrevocable trust gratuity fund to finance the plan liability, a funded defined benefit plan for qualifying employees.

Actuarial Assumptions

Particulars	31st March 2018		31st March 2017	
	i) Discounting Rate	7.71%	8.00%	
ii) Future Salary Increase	6.00%	6.00%		
Particulars	31st March 2018		31st March 2017	
Retirement Age (Years)	60	60		
Mortality rates inclusive of provision for disability	100% of IALM (2006-08)			
Attrition at Ages	Withdrawal Rate	Withdrawal Rate		
Up to 30 Years	3.00%	3.00%		
From 31 to 44 years	2.00%	2.00%		
Above 44 years	1.00%	1.00%		





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Balance Sheet and related analysis			(Rupees in Lakhs)
Particulars	31st March 2018	31st March 2017	
Present Value of the obligation at end	103.69	76.97	
Fair value of plan assets	137.86	120.26	
Unfunded Liability/provision in Balance Sheet	34.17	43.30	
The amounts recognized in the income statement			
Particulars	31st March 2018	31st March 2017	
Total Service Cost	22.77	7.57	
Net Interest Cost	(3.46)	(2.44)	
Expense recognized in the Income Statement	19.31	5.13	
Other Comprehensive Income (OCI)			
Net cumulative unrecognized actuarial gain/(loss) opening	-	-	
Actuarial gain / (loss) for the year on PBO	(9.08)	3.39	
Actuarial gain /(loss) for the year on Asset	(0.74)	(0.52)	
Unrecognized actuarial gain/(loss) at the end of the year	(9.82)	2.87	
Change In Net Defined Benefit Obligation			
Net defined benefit liability at the start of the period	(43.30)	(30.55)	
Acquisition adjustment	-	-	
Total Service Cost	22.77	7.57	
Net interest cost (Income)	(3.46)	(2.44)	
Re-measurements	9.82	(2.87)	
Contribution paid to the Fund	(20.00)	(15.00)	
Benefit paid directly by the enterprise	-	-	
Net defined benefit liability at the end of the period	(34.17)	(43.30)	
Sensitivity Analysis of the defined benefit obligation			
a) Impact of the change in discount rate			
<u>Present Value of Obligation at the end of the period</u>	103.69		
Impact due to increase of 0.50%	(5.44)		
Impact due to decrease of 0.50 %	5.93		
Impact of the change in salary increase			
<u>Present Value of Obligation at the end of the period</u>	103.69		
Impact due to increase of 0.50%	5.21		
Impact due to decrease of 0.50 %	(5.14)		

Sensitivities due to mortality & withdrawals are not material & hence impact of change due to these not calculated.

Sensitivities as rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable.

Note 35. Lease Arrangements

The Company has various premises under operating lease arrangements. These are cancellable and range between 11 months to 5 years which are renewable by mutual consent on mutually agreeable terms. The company has given interest free security deposit under certain agreements.

Note 36. Loans and Advances etc.

Balances in Loans and advances, Receivables / Recoverable, Advance from Customers, Sundry Creditors and Sundry Debtors etc. are subject to reconciliation, confirmation and consequential adjustments, if any.

In the opinion of the management, the value of Current Assets, Loans and Advances, on realization in the ordinary course of business, will not be less than the value at which these are stated in the Balance Sheet, except unless stated otherwise. The Provision for all known Liability is adequate and not in excess of the amount considered reasonably necessary.

Note 37. Contingent Liabilities and Contingent Assets

37.1 Contingent Liabilities

Contingent Liabilities, as defined in Ind AS 37 on "Provisions on Contingent Liabilities and Contingent Assets", are disclosed below. Provision is made, if it becomes probable that an outflow of future economic benefits will be required for the item previously dealt with as Contingent Liability.

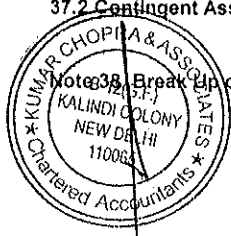
Particulars	(Rupees in Lakhs)		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Net Outstanding LC's with Bank	11,410.18	1,384.06	9,444.01
Bank Guarantees	-	36.32	1.75
Corporate Guarantee issued to Bank (for wholly owned subsidiary)	6,504.41	6,483.86	6,633.29

37.2 Contingent Asset

NIL

Note 38. Break Up of Auditors Remuneration

(Rupees in Lakhs)





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Particulars	For the year ended: 31st March 2018	For the year ended: 31st March 2017
Payment to Statutory Auditors		
-Audit Fee	5.00	2.50
-Tax Audit and Certification Work	2.00	-
Payment to Cost Auditors	2.00	1.15
Payment to Internal Auditors	2.25	2.59
	11.25	6.24

Note 39. Detail of Unhedged Foreign currency exposures are as under:

Particulars	(Rupees in Lakhs)		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Un-hedged Foreign Currency Payable	28,984.00	30,291.16	26,214.83

Note 40. No amounts are due for deposits at the Balance Sheet date to the Investor Education and Protection Fund.

Note 41. There are no delays in payments to Micro and Small Enterprises as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006. The information has been determined to the extent such parties have been identified on the basis of information available with the company.

Note 42. Additional Information:

a) Value of Imports calculated on CIF Basis

Particulars	(Rupees in Lakhs)	
	31st March 2018	31st March 2017
Materials (Chemicals)	1,09,005.68	1,50,524.83

b) Expenditure in Foreign Currency during the Year

Particulars	(Rupees in Lakhs)	
	31st March 2018	31st March 2017
Interest	161.42	148.16
Travelling & Tour	24.83	36.63
Business Promotion	5.11	14.14
Membership & Subscriptions	6.28	6.71
Survey Fee	1.14	0.49

c) Value of Raw Materials and Stores and Spares consumed during the Year Ended:

Raw Materials	(Rupees in Lakhs)		Percentage %	
	31st March 2018	31st March 2017	31st March 2018	31st March 2017
Imported	5,206.62	5,136.09	92.60%	95.99%
Indigenous	415.86	214.33	7.40%	4.01%
Total	5,622.47	5,350.42	100.00%	100.00%
Stores & Spares				
Indigenous	0.54	0.63	100.00%	100.00%
Total	0.54	0.63	100.00%	100.00%

d) Earning in Foreign Exchange:

Particulars	(Rupees in Lakhs)	
	31st March 2018	31st March 2017
Export of Goods calculated on F.O.B. basis	236.83	122.69
Interest	0.43	-

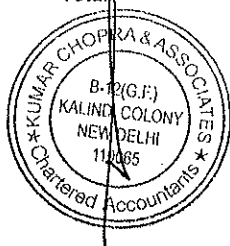
Note 43. Corporate Social Responsibility (CSR)

a) CSR amount required to be spent as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof by the Company during the year is Rs. 116.47 Lakhs (Previous Year Rs. 99.24 Lakhs)

b) Expenditure related to Corporate Social Responsibility is Rs. 210.87 lakhs (Previous Year Rs. 195.00 Lakhs)

Detail of Amount spent towards CSR given below:

Particulars	(Rupees in Lakhs)	
	31st March 2018	31st March 2017
Health	210.87	180.00
Education	-	15.00
Total	210.87	195.00





K L J Resources Limited

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Note 44. Disclosures in respect of Indian Accounting Standard (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule 2014 (as amended):

1 Enterprises where control exists:-

Subsidiaries:

Altamonte Townships and Resorts Pvt. Ltd.

Brokenhills Townships and Resorts Pvt. Ltd.

Springdale Townships and Resorts Pvt. Ltd.

Valley View Townships Pvt. Ltd.

KLJ Resources DMCC

AK Buildtech Pvt. Ltd.

Sadhok Real Estate Pvt. Ltd.

2 Other related parties with whom the company had transactions:-

a) Associates:

Hamlog Plastic Goods Pvt. Ltd.

b) Others (Group Concern):

KLJ Plasticizers Limited.

KLJ Organic Ltd.

Prithvi Sound Products Co. Pvt Ltd.

KLJ Polymers & Chemicals Ltd.

HH Buildtech Pvt. Ltd.

Inspiration Dealers Pvt. Ltd.

Hamlog Traders Pvt. Ltd.

KLJ Developers Private Limited

D M Realty Developers Pvt. Ltd.

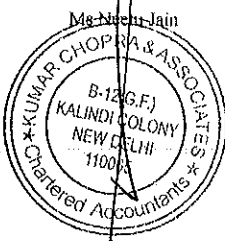
Priyatam Traders Pvt. Ltd.

c) Key Management Personnel:

Sh. Hemant Jain	Managing Director
Sh. Praveen Sharma	Company Secretary
Sh. Suresh Chand Jalther	Chief Financial Officer
Sh. Trilok Chand Aggarwal	Chief Financial Officer
Sh. Hemant Jain Nahata	Chief Financial Officer
Sh. Dilip Kumar Kam	Director
Sh. Sukh Raj Sethia	Director
Sh. Gulshan Raj Kanwal	Director
Sh. Sudeep Mehta	Director
Ms Kalpana Seth	Director

d) Relatives of Key Management Personnel:

Ms Niren Jain Sr. Manager (Business Development)



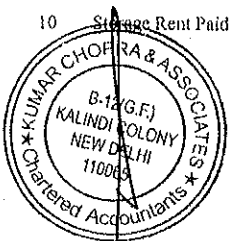


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(Rupees in Lakhs)

Note 44. Disclosures in respect of Indian Accounting Standard (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule 2014 (as amended):

S.No.	Nature of Transaction	Name of Related Parties	Relationship	31st March, 2018	31st March, 2017
a)	Transactions during the year				
1	Purchases	KLJ Plasticizers Limited.	Group Concern	1,400.52	608.95
		KLJ Organic Ltd.	Group Concern	2,191.03	311.92
		Prithvi Sound Products Co. Pvt Ltd.	Group Concern	17.41	16.42
				<u>3,608.96</u>	<u>937.29</u>
2	Sales	KLJ Plasticizers Limited.	Group Concern	690.76	628.15
		KLJ Organic Ltd.	Group Concern	3,726.79	7,568.43
				<u>4,417.55</u>	<u>8,196.58</u>
3	Rent Paid	KLJ Polymers & Chemicals Ltd.	Group Concern	17.38	17.53
		KLJ Organic Ltd.	Group Concern	-	0.24
		KLJ Plasticizers Limited.	Group Concern	10.62	-
		Sadhok Real Estate Pvt. Ltd.	Wholly Owned Subsidiary	200.33	-
		HH Buildtech Pvt. Ltd.	Group Concern	1.41	1.38
		Inspiration Dealers Pvt. Ltd.	Group Concern	1.77	-
		Hamlog Traders Pvt. Ltd.	Group Concern	5.27	0.69
				<u>236.78</u>	<u>19.84</u>
4	Rent & Maint. Received	KLJ Developers Private Limited	Group Concern	29.53	28.97
				<u>29.53</u>	<u>28.97</u>
5	Maintenance Paid	D M Realty Developers Pvt. Ltd.	Group Concern	7.98	7.11
		Sadhok Real Estate Pvt. Ltd.	Wholly Owned Subsidiary	16.23	-
				<u>7.98</u>	<u>7.11</u>
6	Conversion Charges Paid	KLJ Organic Ltd.	Group Concern	73.25	13.67
				<u>73.25</u>	<u>13.67</u>
7	Reimb. of Exp. Paid	KLJ Polymers & Chemicals Ltd.	Group Concern	12.75	9.83
		KLJ Plasticizers Limited.	Group Concern	0.13	356.00
		KLJ Organic Ltd.	Group Concern	-	11.86
				<u>12.88</u>	<u>377.69</u>
8	Investment Made	KLJ Developers Private Limited	Group Concern	-	999.60
		A K Buildtech Pvt. Ltd.	Wholly Owned Subsidiary	37.00	-
		Sadhok Real Estate Pvt. Ltd.	Wholly Owned Subsidiary	1.00	-
				<u>38.00</u>	<u>999.60</u>
9	Investment Sold	Priyatam Traders Pvt. Ltd.	Associate Concern	-	28.80
				-	<u>28.80</u>
10	Storage Rent Paid	KLJ Plasticizers Limited.	Group Concern	49.25	-
				<u>49.25</u>	-



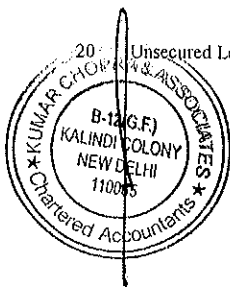


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(Rupees in Lakhs)

Note 44. Disclosures in respect of Indian Accounting Standard (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule 2014 (as amended):

S.No.	Nature of Transaction	Name of Related Parties	Relationship	(Rupees in Lakhs)	
				31st March, 2018	31st March, 2017
11	Interest Paid	Sh.Hemant Jain	Managing Director	13.12	6.28
				<u>13.12</u>	<u>6.28</u>
12	Interest Received	A K Buildtech Pvt. Ltd.	Wholly Owned Subsidiary	8.30	-
		Sadhok Real Estate Pvt. Ltd.	Wholly Owned Subsidiary	1.69	-
		KLJ Resources DMCC	Wholly Owned Subsidiary	0.43	-
				<u>10.42</u>	<u>-</u>
13	CSR Expenditure	KLJ Developers Private Limited	Group Concern	170.00	180.00
				<u>170.00</u>	<u>180.00</u>
14	Remuneration (Key Managerial Personnel)	Sh. Hemant Jain	Managing Director	807.39	650.02
		Sh.Praveen Sharma	Company Secretary	31.08	26.33
		Sh.Suresh Chand Jalthar	Chief Financial Officer	5.51	-
		Sh. Trilok Chand Aggarwal	Chief Financial Officer	-	7.20
		Sh. Hemant Jain Nahata	Chief Financial Officer	20.42	14.33
		Ms Neetu Jain	Sr.Manager (Business Development)	14.85	12.88
				<u>879.25</u>	<u>710.76</u>
15	Director Sitting Fees	Sh. Dilip Kumar Karn	Director	0.18	0.03
		Sh. Sukh Raj Sethia	Director	0.40	0.25
		Sh. Gulshan Raj Kanwal	Director	0.40	0.15
		Sh. Sudeep Mehta	Director	0.02	0.01
		Ms Kalpana Seth	Director	0.18	0.03
				<u>1.18</u>	<u>0.47</u>
16	Loans & Advances Given	A K Buildtech Pvt. Ltd.	Wholly Owned Subsidiary	1,600.00	-
		KLJ Resources DMCC	Wholly Owned Subsidiary	318.45	-
		Sadhok Real Estate Pvt. Ltd.	Wholly Owned Subsidiary	132.40	-
				<u>2,050.85</u>	<u>-</u>
17	Loans & Advances Received back	A K Buildtech Pvt. Ltd.	Wholly Owned Subsidiary	45.00	-
		KLJ Resources DMCC	Wholly Owned Subsidiary	318.45	-
		Sadhok Real Estate Pvt. Ltd.	Wholly Owned Subsidiary	51.00	-
				<u>414.45</u>	<u>-</u>
18	Security Deposit Given	Sadhok Real Estate Pvt. Ltd.	Wholly Owned Subsidiary	244.07	-
				<u>244.07</u>	<u>-</u>
19	Unsecured Loan Taken	Sh.Hemant Jain	Managing Director	529.00	192.00
				<u>529.00</u>	<u>192.00</u>
20	Unsecured Loan Repaid	Sh.Hemant Jain	Managing Director	344.50	303.00
				<u>344.50</u>	<u>303.00</u>





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Note 44. Disclosures in respect of Indian Accounting Standard (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule 2014 (as amended):

S.No.	Nature of Transaction	Name of Related Parties	Relationship	(Rupees in Lakhs)	
				31st March, 2018	31st March, 2017
b) Outstanding Balance as at 31st March 2018					
1	Unsecured Loans Taken	Sh.Hemant Jain	Managing Director	203.94	7.63
				<u>203.94</u>	<u>7.63</u>
2	Trade Payables	KLJ Plasticizers Limited.	Group Concern	4.19	391.88
		KLJ Organic Ltd.	Group Concern	193.89	251.18
		Inspiration Dealers Pvt. Ltd.	Group Concern	1.62	-
		KLJ Polymers & Chemicals Ltd.	Group Concern	12.54	9.64
				<u>212.24</u>	<u>652.70</u>
3	Trade Receivables	KLJ Plasticizers Limited.	Group Concern	318.60	172.63
		KLJ Developers Private Limited	Group Concern	6.80	-
		KLJ Organic Ltd.	Group Concern	424.23	1,317.13
				<u>749.63</u>	<u>1,489.76</u>
4	Rent Payable	KLJ Plasticizers Limited.	Group Concern	1.08	-
		Sadhok Real Estate Pvt. Ltd.	Wholly Owned Subsidiary	0.21	-
		KLJ Polymers & Chemicals Ltd.	Group Concern	1.33	-
				<u>2.62</u>	<u>-</u>
5	Remuneration (Key Managerial Personnel)	Sh. Hemant Jain	Managing Director	731.92	593.78
		Sh.Praveen Sharma	Company Secretary	5.82	5.23
		Sh.Suresh Chand Jathar	Chief Financial Officer	1.81	-
		Sh. Trilok Chand Aggarwal	Chief Financial Officer	-	1.12
		Sh. Hemant Jain Nahata	Chief Financial Officer	2.30	1.76
		Ms. Neetu Jain	Sr.Manager (Business Development)	3.45	3.03
				<u>745.30</u>	<u>604.92</u>





Note 45. Capital management

(Rupees in Lakhs)

The company manages its capital to ensure that the company will be able to continue as a going concern while maximising the return to stakeholder through optimization of the debt and equity balance. The capital structure of the company comprises of debt and total equity of the company.

Debt Equity Ratio

(Rupees in Lakhs)

Particulars	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Borrowing (Note No. 17 and 20)	16,228.49	9,175.58	11,578.38
Short term debt	16,228.49	9,175.58	11,578.38
Equity (Note No.15)	1,074.00	716.00	716.00
Other equity (Note No.16)	33,678.25	28,469.55	24,063.75
Total equity	34,760.25	29,186.55	24,779.75
Debt equity Ratio	7/15	11/35	7/15

Note 46. Fair Value measurements

(i) Financial Instruments by Category

(Rupees in Lakhs)

Particulars	As at 31st March, 2018			As at 31st March, 2017			As at 1st April, 2016		
	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost
Financial Assets									
Investment	-	2,009.13	1,249.82	-	1,643.29	1,211.82	-	558.38	1,215.42
Trade Receivables	-	-	19,420.20	-	-	18,919.76	-	-	29,496.10
Loans	-	-	5,783.41	-	-	6,518.91	-	-	7,147.79
Cash and Cash Equivalents	-	-	18.87	-	-	37.62	-	-	41.82
Bank Balances	-	-	2,312.53	-	-	2,829.28	-	-	2,521.82
Others	-	-	2,443.96	-	-	1,419.09	-	-	1,335.53
Total Financial Assets	-	2,009.13	31,228.79	-	1,643.29	30,936.48	-	558.38	41,768.58
Financial Liabilities									
Borrowings	-	-	16,226.49	-	-	9,175.58	-	-	11,578.38
Trade Payables	-	-	18,532.04	-	-	25,408.51	-	-	23,106.02
Other	-	-	74.19	-	-	31.08	-	-	27.81
Total Financial Liabilities	-	-	34,832.72	-	-	34,615.17	-	-	34,712.21

i) The carrying amounts of trade receivables, trade payable, cash and cash equivalents and other short term receivables and payables which are due to be settled within 12 months are considered to be the same as their fair values, due to short term nature.

ii) Borrowings-Current are evaluated by company on parameters such as interest rates, specific country risk factors and other risk factors. Based on this evaluation the fair value of such payables are not materially different from their carrying amount. As the amount is immaterial, no fair valuation is required.

iii) Non Current Loans given and Security Deposit have been continued at carrying value as measurement implication are immaterial.

iv) All investments other than subsidiary and associates are measured at fair value, with value changes recognized in Statement of Other Comprehensive Income.

Fair Value hierarchy

Level 1- Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2- Inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived form prices)

Level 3- Inputs for the assets or liabilities that re not based on observable market data (unobservable inputs)

The following table presents the fair value measurement hierarchy of financial assets and liabilities measured at Fair value and amortised cost-

As at 31-03-2018

(Rupees in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Assets				
Financial Assets at Fair Value through OCI				
Investment				
Financial Assets at Amortised Cost	218.92	1,790.21	1,249.82	3,258.95
Trade Receivables	-	-	19,420.20	19,420.20
Loans	-	-	5,783.41	5,783.41
Cash and Cash Equivalents	-	-	18.87	18.87
Bank Balances	-	-	2,312.53	2,312.53
Others	-	-	2,443.96	2,443.96
	218.92	1,790.21	31,228.79	33,237.92

As at 31-03-2017

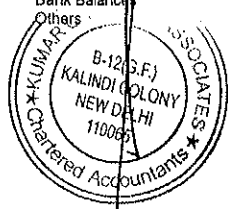
(Rupees in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities				
Financial Liabilities at Amortised Cost				
Borrowings	-	-	16,226.49	16,226.49
Trade Payables	-	-	18,532.04	18,532.04
Other	-	-	74.19	74.19
	-	-	34,832.72	34,832.72

As at 31-03-2017

(Rupees in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Assets				
Financial assets at Fair Value through OCI				
Investment	19.15	1,624.14	1,211.82	2,855.11
Financial Assets at Amortised Cost				
Trade Receivables	-	-	18,919.76	18,919.76
Loans	-	-	6,518.91	6,518.91
Cash and Cash Equivalents	-	-	37.62	37.62
Bank Balances	-	-	2,829.28	2,829.28
Others	-	-	1,419.09	1,419.09
	19.15	1,624.14	30,936.48	32,579.77





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As at 31-03-2017

(Rupees in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities				
Financial Liabilities at Amortised Cost				
Borrowings	-	-	9,176.58	9,176.58
Trade Payables	-	-	25,408.51	25,408.51
Other	-	-	31.08	31.08
	-	-	34,815.17	34,815.17

As at 01-04-2016

(Rupees in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Assets				
Financial assets at Fair Value through OCI				
Investment	0.52	557.86	1,215.42	1,773.80
Financial assets at Amortised Cost				
Trade Receivables	-	-	29,496.10	29,496.10
Loans	-	-	7,147.79	7,147.79
Cash and Cash Equivalents	-	-	41.92	41.92
Bank Balances	-	-	2,521.82	2,521.82
Others	-	-	1,335.53	1,335.53
	0.52	557.86	41,758.58	42,318.96

As at 01-04-2016

(Rupees in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities				
Financial Liabilities at Amortised Cost				
Borrowings	-	-	11,578.38	11,578.38
Trade Payables	-	-	23,108.02	23,108.02
Other	-	-	27.81	27.81
	-	-	34,712.21	34,712.21

(III) Financial risk management

The Company's principal financial liabilities comprise of Borrowings, Trade Payables and others. The main purpose of these financial liabilities is to finance the company's operations. The Company's principal financial assets include Trade Receivables, Loans, cash and cash equivalents and other bank balances that derive directly from its operations.

The Company's is expose to market risk, credit risk and liquidity risk. The company financial risk activities are governed by appropriated policies and procedures and that financial risk are identified, measured and managed in accordance with the companies policies and risk objectives. The board of directors reviews and agrees policies for managing each of these risk, which are summarised below:-

a) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of changes in market prices. Market risk comprises Interest rate risk and foreign currency risk.

i) Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of change in market interest rate. Company is not exposed to significant interest rate risk as all the financial instruments which are subject to interest risk are due to be settled within 12 months and carry fixed rate of interest.

ii) Foreign Currency Risk

Foreign Currency Risk is the risk that the Fair Value or Future Cash Flows of an exposure will fluctuate because of changes in foreign currency rates. Exposures can arise on account of the various assets and liabilities which are denominated in currencies other than Indian Rupee.

The following table shows foreign currency exposures in US Dollar, AED on financial instruments at the end of the reporting period. The exposure to all other foreign currencies are not material.

Particulars	Foreign Currency Exposure					
	As at 31st March, 2018		As at 31st March, 2017		As at 1st April, 2016	
	USD	AED	USD	AED	USD	AED
Borrowings	174.78	-	102.60	-	91.54	-
Trade Payables	270.82	-	250.16	407.32	144.24	724.94
Total	445.61	-	352.77	407.32	235.78	724.94

b) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers. The company is not exposed to credit risk from its financial activities as at present there are no receivables outstanding in books.

The Company has used a practical expedient by way of computing the expected credit loss for trade receivables based on provision matrix. The matrix also takes into account historical credit loss experience and adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the days the receivables are due and rates as given in the provision matrix

The provision matrix at the year end is as follows.

Particulars	Expected Credit loss Percentage
Ageing	
1- 30 days	0.00%
30 days to 12 months	0.28%
More than 12 months	2.32%

(Amount in Lakhs)

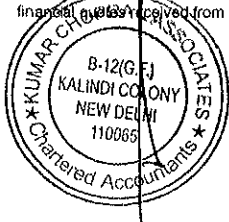
Particulars	As at 31st March, 18		As at 31st March, 17		As at 1st April, 16	
	Receivables	Expected Credit loss	Receivables	Expected Credit loss	Receivables	Expected Credit loss
1- 30 days	17,585.67	-	14,926.17	-	26,064.46	-
30 days to 12 months	1,790.74	6.00	2,522.52	7.00	3,372.20	9.00
More than 12 months	49.90	1.00	1,513.07	35.00	70.44	2.00

Other Financial Assets

Company makes loans and advances out of its surplus funds to Corporates. In the past 5 years there is only incidence where Bad Debts have been written off. The Writeoff happened in FY 17-18 and Company is of the view that this is one of incident and management is of view that bad debts are not bound to reoccur again. Accordingly there is no need to create a Expected Credit loss provision for such Financial Assets.

Financial Instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed in accordance with the companies policy. Investment of surplus are made only with approved with counterparty on the basis of the financial assets received from the counterparty.





c) Liquidity risk

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they become due. The company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the company's reputation. The company's principal sources of liquidity are cash and cash equivalents, cash flow that is generated from operations and the borrowings from Directors and Banks. The company believes that the working capital is sufficient to meet its current requirements. Any short term surplus cash generated, over and above the amount required for working capital management and operational requirements, are given as interest bearing loans repayable on demand.

As on March 31 2018 the company had working capital of Rs. 30,592.04 Lakhs including cash and bank Balances of Rs. 2,331.40 Lakhs.

As on March 31 2017 the company had working capital of Rs. 25,387.13 Lakhs including cash and bank Balances of Rs. 2,866.90 Lakhs.

As on April 1 2016 the company had working capital of Rs. 21,958.49 Lakhs including cash and bank Balances of Rs. 2,563.74 Lakhs.

Note 47. Key sources of estimation uncertainty

The followings are the key assumptions concerning the future, and the key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities with next financial year.

a) Fair valuation measurement and valuation process

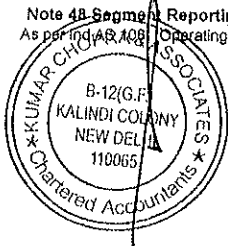
Financial instruments are measured initially at fair value and subsequently at amortised cost on the basis of materiality.

b) Taxes

Deferred tax assets are recognized for unused tax losses and unabsorbed depreciation to the extent that it is probable that taxable profit will be available against which losses can be utilised significant management judgment is required to determine the amount of deferred tax asset that can be recognised, based upon the likely timing and level of future taxable profit together with future tax planning strategies.

Note 48 Segment Reporting

As per Ind AS 108 "Operating Segment", segment information has been provided under the Notes to Consolidated Financial Statements.

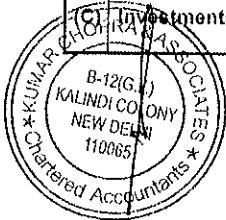




Note 49. Disclosure pursuant to section 186(4) of the Companies Act 2013:

(Rupees in Lakhs)

Sr. No.	Nature of the transaction (loans given/investment made/guarantee given/security provided) & Purpose	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
(A)	Loan and Advances: (Given for Business purpose)			
1	Advance Chemicals	18.30	26.30	100.03
2	Ajanta Polymers Pvt. Ltd.	-	200.00	-
3	AK Buildtech Pvt. Ltd.	1,562.47	-	-
4	Bhadani Financers Pvt. Ltd.	3,547.70	4,847.85	3,552.61
5	Ferricon Equipments (India) Pvt. Ltd.	55.00	75.00	50.00
6	Headstart International Pvt. Ltd.	110.28	100.00	100.00
7	Himachal Futuristic Communications Ltd.	-	-	1,000.00
8	Iworld Business Solutions Pvt. Ltd.	-	-	500.19
9	Luxor Writing Instrument Pvt. Ltd.	200.00	200.00	200.00
10	Manaberrie Tea Co Limited	206.75	200.00	207.58
11	Pearl International Tours & Travels Ltd.	-	100.00	-
12	Pioneer Securities Pvt. Ltd.	-	-	400.00
13	Sadhok Real Estate Pvt. Ltd.	82.92	-	-
14	Shree Swastic Sales Corporation Pvt. Ltd.	-	50.00	50.00
15	Surana Construction (Wadala)	-	606.94	524.57
16	UFLEX Limited	-	-	300.00
17	Vijayendra Kumar Jain	-	-	50.00
18	Narendra Holding Pvt. Ltd.	-	101.72	101.72
19	Stanrose Chemical	-	11.10	11.10
	Total	5,783.41	6,518.91	7,147.79
(B)	Guarantees: (Given for Subsidiary's debt)			
1	KLJ Resources DMCC	6,504.41	6,483.86	6,633.29
(C)	Investments made are disclosed under Note 3	-	-	-





Note 50. First-time adoption of Ind AS

These financial statements, for the year ended 31 March 2018, are the first the company has prepared in accordance with Ind-AS. For periods up to and including the year 31 March 2017, the company prepared its financial statements in accordance with the Indian GAAP, including accounting standards notified under the companies (Accounting Standards) Rules, 2006 (as amended).

Accordingly the company has prepared financial statements which comply with Ind-AS applicable for the periods on or after the 31 March 2017, together with the comparative period data as at and for the year ended 31 March 2017, as described in the summary of the significant accounting policies. In preparing these financial statements, the company opening balance sheet was prepared as at 1 April 2016, the company date of transition to Ind-AS. This note explains the principal adjustments made by the company in restating its Indian GAAP financial statements, including the balance sheet as at 1 April 2016 and the financial statements as at and for the year ended 31 March 2017.

Exemptions applied

Ind-AS 101 allows first time adopters certain exemptions from the retrospective application of certain requirements under Ind-AS. Company has applied the following exemptions:-

1- Estimates

The estimates at 1 April 2016 and at 31 March 2017 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies).

The estimates used by the Company to present these amounts in accordance with Ind AS, reflect conditions at 1 April 2016, the date of transition to Ind-AS and as of 31 March 2017.

2- Deemed Costs

Since there is no change in functional currency, the company has elected to continue with the previous GAAP carrying value of Property, Plant and Equipment as recognized in the previous GAAP financials as deemed cost at the transition date.

3- Classification and measurement of financial assets

Financial assets are classified and measured on the basis of the conditions existing on the date of the transition to Ind-AS

4- Investments in subsidiaries and associates

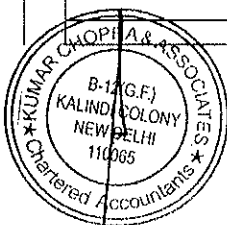
Since company recognised its investment in subsidiaries and associates at cost in separate financial statements, company has elected to continue with the previous GAAP carrying amount as deemed cost at transition date.

5- Leases

Appendix C to Ind AS 17 requires an entity to assess whether a contract or arrangement contains a lease. In accordance with Ind AS 17, this assessment should be carried out at the inception of the contract or arrangement. However, the company has used Ind AS 101 exemption and assessed all arrangements based for embedded leases based on conditions in place as at the date of transition. Company does not have such type of arrangements on transition date.

Reconciliation of Balance sheet on 1st April 2016 (at the date of Transition)

		(Rupees in Lakhs)		
Particulars	Foot Notes	INDIAN (GAAP)	Adjustments	IND AS
i. ASSETS				
1 Non-current assets				
(a) Property, Plant and equipment	1	999.34	(753.40)	245.95
(b) Capital work-in-progress		-	-	-
(c) Investment Property	1	-	753.40	753.40
(d) Goodwill		-	-	-
(e) Other Intangible assets		4.46	-	4.46
(f) Intangible assets under development		-	-	-
(g) Financial Assets				
(i) investments	2	1,362.57	411.23	1,773.80
(ii) Trade Receivable		-	-	-
(iii) Loans	3	189.05	(76.23)	112.82
(iv) Others	3	-	40.01	40.01
(h) Deferred tax assets (Net)	4	103.21	(23.65)	79.56
(i) Other non-current assets	6	814.87	(784.32)	30.55
		3,473.50	(432.96)	3,040.54
2 Current assets				
(a) Inventories		17,970.82	-	17,970.81
(b) Financial Assets				
(i) Investments		-	-	-
(ii) Trade Receivables	3,5	29,530.00	(33.90)	29,496.10
(iii) Cash and cash equivalents	3	2,698.13	(2,656.21)	41.92
(iv) Bank Balances other than (iii) above	3	-	2,521.82	2,521.82
(v) Loans	3	10,067.98	(3,033.01)	7,034.97
(vi) Others	3	-	1,295.52	1,295.52
(c) Current Tax Assets (Net)		-	-	-
(d) Other current assets	3	180.48	(180.48)	-
		60,447.40	(2,086.26)	58,361.14
Total Assets		63,920.91	(2,519.22)	61,401.68





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II. EQUITY AND LIABILITIES				
1 Equity				
(a) Equity Share Capital		716.00	-	716.00
(b) Other Equity				
(i) Reserve and Surplus	2, 6, 8	23,656.61	407.14	24,063.75
		24,372.61	407.14	24,779.75
2 Liabilities				
Non-current liabilities				
(a) Financial Liabilities				
(i) Borrowing		37.00	-	37.00
(ii) Trade Payable		-	-	-
(iii) Other financial liabilities (other than those specified in item (b), to be specified)Borrowing		-	-	-
(b) Provisions		86.86	-	86.86
(c) Deferred tax liabilities (Net)		-	-	-
(b) Other non-current liabilities	3	902.98	(807.55)	95.43
		1,026.84	(807.55)	219.29
Current liabilities				
(a) Financial Liabilities				
(i) Borrowing	7	5,351.93	6,189.45	11,541.38
(ii) Trade payables	7	29,307.44	(6,201.42)	23,106.02
(iii) Other financial liabilities (other than those specified in item (C)	3	-	27.81	27.81
(b) Other current liabilities	3	1,742.08	(15.82)	1,726.26
(c) Provisions	3	2,120.00	(2,120.00)	-
(d) Current Tax liability (Net)	3	-	1.21	1.21
		38,521.45	(2,118.77)	36,402.68
Total Equity and Liabilities		63,920.90	(2,519.18)	61,401.68

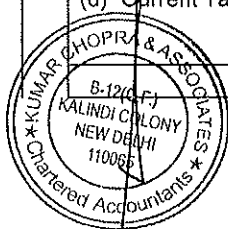




Reconciliation of Balance sheet on 31st March 2017

(Rupees in Lakhs)

Particulars	Foot Notes	INDIAN (GAAP)	Adjustments	IND AS
I. ASSETS				
1 Non-current assets				
(a) Property, Plant and equipment	1	919.26	(717.09)	202.17
(b) Capital work-in-progress		-	-	-
(c) Investment Property	1	-	717.09	717.09
(d) Goodwill		-	-	-
(e) Other Intangible assets		2.73	-	2.73
(f) Intangible assets under development		-	-	-
(g) Financial Assets				
(i) Investments	2	2,358.57	496.55	2,855.11
(ii) Trade Receivable		-	-	-
(iii) Loans	3	183.44	(70.62)	112.82
(iv) Others	3	-	34.40	34.40
(h) Deferred tax assets (Net)	4	112.71	(64.81)	47.90
(i) Other non-current assets	6	814.87	(771.57)	43.30
		4,391.57	(376.05)	4,015.52
2 Current assets				
(a) Inventories		33,461.56	-	33,461.56
(b) Financial Assets				
(i) Investments		-	-	-
(ii) Trade Receivables	3,5	18,967.39	(47.63)	18,919.76
(iii) Cash and cash equivalents	3	3,011.30	(2,973.68)	37.62
(iv) Bank Balances other than (iii) above	3	-	2,829.28	2,829.28
(v) Loans	3	9,937.77	(3,531.68)	6,406.09
(vi) Others	3	-	1,384.69	1,384.69
(c) Current Tax Assets (Net)	3	-	64.27	64.27
(d) Other current assets	3	133.71	(133.71)	-
		65,511.72	(2,408.45)	63,103.27
Total Assets		69,903.29	(2,784.50)	67,118.79
II. EQUITY AND LIABILITIES				
1 Equity				
(a) Equity Share Capital		716.00	-	716.00
(b) Other Equity				
(i) Reserve and Surplus	2, 6, 8	28,036.50	433.05	28,469.55
		28,752.50	433.05	29,185.55
2 Liabilities				
Non-current liabilities				
(a) Financial Liabilities				
(i) Borrowing		19.46	-	19.46
(ii) Trade Payable		-	-	-
(iii) Other financial liabilities (other than those specified in item (b), to be specified)Borrowing		-	-	-
(b) Provisions		85.30	-	85.30
(c) Deferred tax liabilities (Net)		-	-	-
(b) Other non-current liabilities	3	919.90	(807.54)	112.36
		1,024.66	(807.54)	217.12
Current liabilities				
(a) Financial Liabilities				
(i) Borrowing	7	2,452.69	6,703.43	9,156.12
(ii) Trade payables	7	32,125.47	(6,716.96)	25,408.51
(iii) Other financial liabilities (other than those specified in item (C))	3	-	31.08	31.08
(b) Other current liabilities	3	3,137.97	(17.56)	3,120.41
(c) Provisions	3	2,410.00	(2,410.00)	-
(d) Current Tax liability (Net)		-	-	-
		40,126.13	(2,410.01)	37,716.12
Total Equity and Liabilities		69,903.29	(2,784.50)	67,118.79



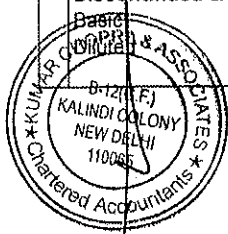


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Reconciliation of Statement of Profit and Loss for the year ended 31st March 2017

(Rupees in Lakhs)

Particulars	Foot Notes	INDIAN (GAAP)	Adjustments	IND/AS
I. Revenue :				
Revenue from operations		1,63,150.30	0.00	1,63,150.30
II. Other income	3	1,890.86	109.04	1,999.90
III. Total Income (I + II)		1,65,041.16	109.04	1,65,150.20
IV. Expenses:				
Cost of Material Consumed		5,350.42	(0.00)	5,350.42
Purchase of Stock-In-Trade	3	1,59,584.50	109.03	1,59,693.53
Changes in Inventories of Finished Goods & Stock in Trade		(14,765.94)	(0.00)	(14,765.94)
Employee Benefits Expenses	6	1,348.97	(9.87)	1,339.10
Finance Costs		1,078.53	(0.01)	1,078.52
Depreciation and Amortization Expense		100.55	0.00	100.55
Other Expenses	3	5,378.34	31.00	5,409.34
Total Expenses (IV).		1,58,075.38	130.14	1,58,205.52
V. Profit/loss Before exceptional Items and Tax (I - IV)		6,965.79	(21.11)	6,944.68
VI. Exceptional Items		-	-	-
VII. Profit/(Loss) before tax (V - VI)		6,965.79	(21.11)	6,944.68
VIII. Tax expense:				
Current tax		2,410.00	-	2,410.00
Deferred tax (net)		(9.49)	(10.73)	(20.22)
CSR Expenses		195.00	-	195.00
Short/(Excess) Provision for Earlier Year		(9.62)	(0.00)	(9.62)
IX. Profit/(loss) for the period from continuing operation (VII - VIII)		4,379.89	(10.37)	4,369.52
X. Profit/(loss) from discontinued operations		-	-	-
XI. Tax Expense of discontinued operations		-	-	-
XII. Profit/(loss) from discontinued operations (after tax) (X-XI)		-	-	-
XIII. Profit/(loss) for the period (IX+XII)		4,379.89	(10.37)	4,369.52
XIV. Other Comprehensive Income				
Items that will not be reclassified to profit and loss				
A (i) Items that will not be reclassified to Profit or Loss	8	-	88.18	88.18
(ii) Income tax relating to items that will not be reclassified to Profit or Loss	8	-	(51.88)	(51.88)
B (i) Items that will be reclassified to Profit or Loss		-	-	-
(ii) Income tax relating to items that will be reclassified to Profit or Loss		-	-	-
Total Comprehensive Income for the period (XIII + XIV) (Comprehensive profit and other comprehensive Income for the period)		4,379.89	25.93	4,405.82
XV. Earnings Per Equity Share (for Discontinued & Continuing Operations):				
Basic		61.17	(20.49)	40.68
Diluted		61.17	(20.49)	40.68





KLJ Resources Limited
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Reconciliation of Total Equity as at 31st March 2017 and 1st April 2016

(Rupees in Lakhs)

Particulars	Foot Notes	31st March 2017	1st April 2016
Total Equity (Shareholder's fund) as per previous GAAP		28,752.50	24,372.61
Adjustments:			
Provision for Expected Credit Losses	5	(27.46)	(7.19)
Gratuity Expenses	6	9.87	-
Gratuity Planned Asset Adjustment	6, 8	33.42	30.55
Fair Value of Investments	2, 8	417.22	383.78
Total Equity (Shareholder's fund) as per Ind AS		29,185.55	24,779.75

Reconciliation of Total Comprehensive Income as at 31st March 2017

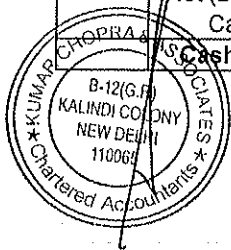
(Rupees in Lakhs)

Particulars	Foot Notes	31st March 2017
Profit After Tax as per previous GAAP		4,379.89
Adjustments:		
Provision for Expected Credit Losses	5	(20.27)
Gratuity Expenses	6	9.87
Gratuity Planned Asset Adjustment	6, 8	2.87
Fair Value of Investments	2, 8	85.31
Deferred Income on Investments	2, 8	(51.88)
Profit After Tax as per Ind AS		4,405.79

Impact of Ind AS on the cash flow for the year ended 31st March 2017

(Rupees in Lakhs)

Particulars	Foot Notes	INDIAN GAAP	Adjustments	Ind AS
Net Cash from Operating Activities		5,148.79	(2,381.04)	2,767.75
Net Cash from Investing Activities		(1,163.09)	1,872.36	709.27
Net Cash from Financing Activities		(3,989.71)	508.39	(3,481.32)
Net (Decrease)/ Increase in Cash & Cash Equivalents		(4.01)	(0.29)	(4.30)
Cash & Cash Equivalents as at 1st April 2016		41.63	0.29	41.92
Cash & Cash Equivalents as at 31st March 2017	9	37.62	(0.00)	37.62





Foot Notes:-

1. Investment property

Immovable Property held for rental income and capital appreciation classified as investment property as per Ind AS 40.

2. Non- Current Investments

Equity investments other than investments in subsidiaries and joint ventures are recognised at Fair Value through Other Comprehensive Income as per Ind AS 109.

3. Regrouping and Rec-classification

The previous GAAP figures have been regrouped and reclassified to conform to Ind-AS presentation requirements.

4. Deferred Tax Asset

The tax component of Increase in non- current investments on account of fair valuation is recognised in other comprehensive income due to which there is an increase in deferred tax assets.

5. Trade Receivable

Provision for expected credit loss made in accordance with Ind AS 109 due to which there is change in Trade Receivable.

6. Actuarial Valuation of Gratuity

Actuarial Valuation of Gratuity for previous years is done with retrospective effect hence, resulting in creation of plan asset under non current assets and revision of expense recognised in Statement of Profit & Loss

7. Borrowings & Trade Payables (Current)

Change is due to regrouping of Buyer's credit-Foreign from trade payable to current borrowings

8- Other Comprehensive Income

Actuarial Gain on Gratuity and increase in fair valuation of investments along with its tax component are recognised in other comprehensive income.

9- Cash Flow Statement

There is no difference in net cash flow during the financial year 2016-17 as per GAAP and Ind AS, difference arising in operating, investing and financing activities due to reclassification of balance sheet items from GAAP to Ind AS.

Note 51. Approval of financial statement

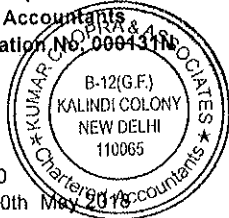
The financial statements were approved for issue by the Board of Directors on 30.05.2018

The accompanying notes to the standalone financial statements

As per our report of even date
For Kumar Chopra & Associates

Chartered Accountants
Firm Registration No. 00043111

Sunil Jain
Partner
M.No. 080990
New Delhi 30th May 2018



Hemant Jain
Managing Director
Din:00506995

Suresh Chand Jaitheer
Chief Financial Officer

For & on behalf of the Board of Directors

Dilip Kumar Karn
Director
Din:00061804

Praveen Sharma
Company Secretary



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF KLJ RESOURCES LIMITED

1. *Report on the Consolidated Ind AS Financial Statements*

We have audited the accompanying Consolidated Ind AS financial statements of **KLJ RESOURCES LIMITED** ("the Holding Company"), its subsidiaries ("the Holding Company and its subsidiaries together referred to as "the Group") and its associates comprising of the Consolidated Balance Sheet as at 31st March, 2018, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "Consolidated Ind AS financial statements")

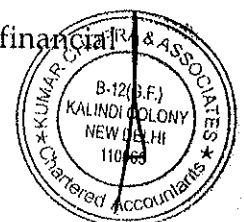
2. *Management's Responsibility for the Consolidated Ind AS Financial Statements*

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

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its associates 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 Consolidated Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. *Auditor's Responsibility*

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



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

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

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

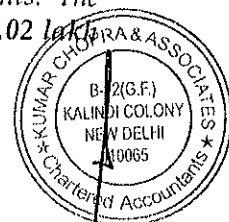
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Ind AS financial statements.

4. Opinion

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate financial statements and on the other financial information of the subsidiaries and associates, the aforesaid Consolidated Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the consolidated state of affairs of the Group and its associates as at 31st March, 2018, and their consolidated PROFIT (including other comprehensive income), its consolidated cash flows and the consolidated changes in equity for the year ended on that date.

5. Other Matters

We did not audit the financial statements/financial information of 3 subsidiaries, whose financial statements/financial information reflect total assets of Rs.7705.51 lakhs as at 31st March, 2018, total revenue of Rs. 13039.07 lakhs and net cash outflows amounting to Rs. 463.69 lakhs for the year ended on that date, as considered in the consolidated Ind AS financial statements. The consolidated Ind AS financial statements also include the Group's share of net loss of Rs.0.02 lakhs.

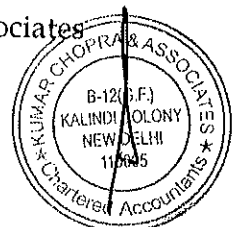


lakh for the year ended 31st March, 2018, as considered in the consolidated Ind As financial statements in respect of 1 associate whose financial statements / financial information have not been audited by us. These financial statements/financial information of have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associate, and our report in terms of sub-section (3) and (11) of section 143 of the Act, in so far as it relates to the aforesaid subsidiaries and associate, is based solely on the reports of such other auditors.

Our opinion on the Consolidated Ind AS financial statements, and our report on the legal and regulatory requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements/ financial information certified by the Management.

6. *Report on Other Legal and Regulatory Requirements*

- I. 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 of aforesaid Consolidated Ind AS financial statements.
 - b. In our opinion, proper books of account as required by law relating to consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books.
 - c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Cash flow statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of consolidated Ind AS financial statements.
 - d. In our opinion, the aforesaid Consolidated Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended.
 - e. On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2018 taken on record by the Board of Directors of Holding Company and the reports of auditors of its subsidiaries and associates incorporated in India, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" which is based on the auditor's report of the holding company, subsidiaries companies and associates incorporated in India. Our report expresses an unqualified opinion that the holding company, subsidiaries companies and associates



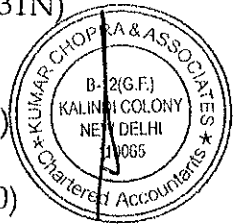
which are companies incorporated in India, have in all material aspects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting was operating effectively as at March 31, 2018.

- 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 Group does not have any pending litigations.
 - ii. The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Group.

For Kumar Chopra & Associates
Chartered Accountants
(Firm Registration No.:000131N)

(Sunil Jain)
Partner

(M. No 080990)



Place of signature: New Delhi
Date: 30th May 2018

ANNEXURE "A" TO INDEPENDENT AUDITOR'S REPORT

Annexure to the Independent Auditors' Report referred to in paragraph 5(II)(f) of our report of even date on the Consolidated Ind AS financial statements of KLJ RESOURCES LIMITED for the Year ended 31st March, 2018

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

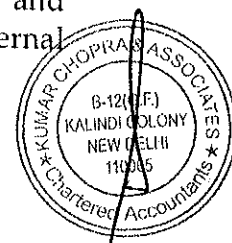
We have audited the internal financial controls over financial reporting of KLJ Resources Limited ("the Holding Company"), its subsidiaries and associates which are companies incorporated in India as of March 31, 2018 in conjunction with our audit of the Consolidated Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Holding Company's, its subsidiaries and associates which are companies incorporated in India, 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.

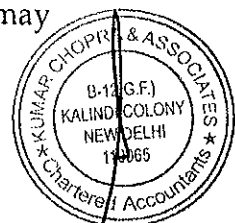
We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the holding Company, subsidiaries and associates, 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

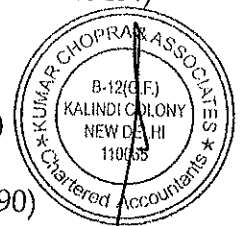
In our opinion, to the best of our information and according to the explanations given to us and based on the consolidation of reports of other auditors, as referred to in Other Matters paragraph, the holding Company, subsidiaries and associates which are companies incorporated in India has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Holding 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.

Other Matters

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to four subsidiaries company and one associate, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India.

For Kumar Chopra & Associates
Chartered Accountants
(Firm Registration No.:000131N)

(Suril Jain)
Partner
(M.No 80990)



Place of Signature: New Delhi
Date: 30th May 2018

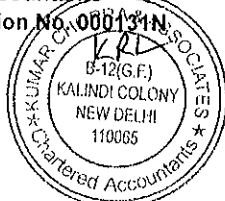
CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2018

(Rupees in Lakhs)

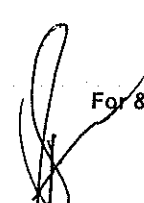
Sl. No.	Particulars	Note No.	As at 31st March 2018	As at 31st March 2017	As at 01st April 2016
ASSETS					
1	Non-current Assets				
	(a) Property, Plant and Equipment	2a	1,209.10	936.44	245.94
	(b) Investment Property	2b	5,290.87	1,277.33	1,313.64
	(c) Other Intangible assets	2c	1.70	2.72	4.45
	(d) Goodwill		36.00	-	-
	(e) Financial Assets				
	(i) Investments	3	2,014.02	1,648.20	566.41
	(ii) Loans	4	-	112.82	112.82
	(iii) Others	5	50.49	36.17	41.09
	(f) Deferred tax assets (Net)	6	-	47.90	79.56
	(g) Other non-current assets	7	50.74	43.30	30.55
2	Current Assets				
	(a) Inventories	8	37,625.81	33,695.08	17,970.81
	(b) Financial Assets				
	(i) Trade receivables	9	19,625.25	20,107.69	29,514.84
	(ii) Cash and cash equivalents	10	1,209.05	1,692.59	2,352.35
	(iii) Bank balances other than (iii) above	11	2,312.53	2,829.28	2,521.82
	(iv) Loans	12	4,141.02	6,408.09	7,036.97
	(v) Others	13	3,326.61	2,217.23	1,309.23
	(c) Current Tax Assets (Net)	14	-	64.27	-
TOTAL ASSETS			76,893.19	71,119.11	63,100.48
EQUITY AND LIABILITIES					
1	Equity				
	(a) Equity Share capital	15	1,074.00	716.00	716.00
	(b) Other Equity	16	35,924.85	30,245.10	25,075.38
2	LIABILITIES				
	Non-current Liabilities				
	(a) Financial Liabilities				
	(i) Borrowings	17	1,975.26	19.46	37.00
	(b) Provisions	18	105.35	89.53	86.86
	(c) Deferred tax liabilities (Net)	6	100.45	-	-
	(d) Other non-current liabilities	19	115.46	112.36	95.43
	Current Liabilities				
	(a) Financial Liabilities				
	(i) Borrowings	20	16,897.53	9,824.95	12,226.30
	(ii) Trade payables	21	18,565.81	26,956.53	23,106.02
	(iii) Other financial liabilities (other than those specified in item (c))	22	227.13	31.08	27.81
	(b) Other current liabilities	23	1,685.06	3,124.10	1,728.47
	(c) Current Tax Liabilities (Net)	14	222.29	-	1.21
TOTAL EQUITY AND LIABILITIES			76,893.19	71,119.11	63,100.48


Significant Accounting Policies 1
The accompanying notes to the consolidated financial statements 2 to 51

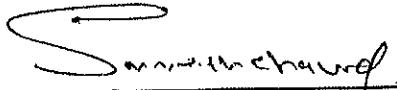
As per our report of even date attached
For Kumar Chopra & Associates
Chartered Accountants


Firm Registration No. 000131N

Sunit Jain
Partner
M.No. 080990
New Delhi, 30th May 2018

For & on behalf of the Board of Directors


Hemant Jain
Managing Director
Din:00506995


Dilip Kumar Karn
Director
Din:00061804

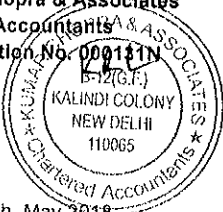

Suresh Chand Jalther
Chief Financial Officer


Praveen Sharma
Company Secretary

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

	Note No.	Year Ended 31st March, 2018	Year Ended 31st March, 2017
INCOME			
I Revenue from Operations (Gross)	24	162,320.68	174,145.69
Less Excise & GST		16,470.22	937.19
Revenue from Operations (Net)		<u>145,850.46</u>	<u>173,208.50</u>
II Other Income	25	1,592.87	2,041.46
III TOTAL INCOME (I+II)		<u>147,443.33</u>	<u>175,249.96</u>
IV EXPENSES			
Cost of Material Consumed	26	5,622.47	5,350.42
Purchase of Stock-In-Trade	27	131,652.10	168,907.62
Changes in Inventories of Finished Goods & Stock in Trade	28	(4,781.81)	(15,002.17)
Employee Benefits Expenses	29	1,761.39	1,419.71
Finance Costs	30	936.90	1,144.91
Depreciation and Amortization Expense	2	180.35	114.48
Other Expenses	31	2,799.25	5,559.98
TOTAL EXPENSES (IV)		<u>138,170.65</u>	<u>167,494.95</u>
V PROFIT/ (LOSS) BEFORE EXCEPTIONAL ITEMS, SHARE OF PROFIT/LOSS OF ASSOCIATES AND TAX		<u>9,272.68</u>	<u>7,755.01</u>
VI Exceptional Items		-	-
VII Shares in Profit/(Loss) of Associates		(0.02)	0.44
VIII PROFIT/ (LOSS) BEFORE TAX (V-VI+VII)		<u>9,272.66</u>	<u>7,755.45</u>
IX Tax Expenses			
1) Current Tax		3,075.69	2,410.00
2) Deferred Tax		(1.54)	(20.22)
3) CSR Expenses		210.87	195.00
4) Short/(Excess) Provision for Earlier Year		(3.93)	(9.62)
X PROFIT/ (LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS (VIII-IX)		<u>5,991.57</u>	<u>5,180.29</u>
XI PROFIT/ (LOSS) FROM DISCONTINUED OPERATIONS		-	-
XII TAX EXPENSE OF DISCONTINUED OPERATIONS		-	-
XIII PROFIT/ (LOSS) FROM DISCONTINUED OPERATIONS AFTER TAX (XI-XII)		<u>-</u>	<u>-</u>
XIV PROFIT/ (LOSS) FOR THE PERIOD (X+XIII)		<u>5,991.57</u>	<u>5,180.29</u>
XV OTHER COMPREHENSIVE INCOME	32		
A (i) Items that will not be reclassified to Profit or Loss		160.24	56.31
(ii) Income tax relating to items that will not be reclassified to Profit or Loss		(149.90)	(51.88)
B (i) Items that will be reclassified to Profit or Loss		-	-
(ii) Income tax relating to items that will be reclassified to Profit or Loss		-	-
XVI TOTAL COMPREHENSIVE INCOME FOR THE YEAR (XIV+XV) (Comprising Profit (Loss) and other comprehensive income for the period)		<u>6,001.91</u>	<u>5,184.72</u>
XVII Earnings Per Equity Share (for Discontinued & Continuing Operations):	33		
Basic		55.79	48.23
Diluted		55.79	48.23
Significant Accounting Policies	1		
The accompanying notes to the consolidated financial statements	2 to 51		

As per our report of even date
For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000141N
5-12 (G.F.)
KALINDI COLONY
NEW DELHI
110065
Suresh Chand Jain
Partner
M.No. 080990
New Delhi, 30th May 2018



For & on behalf of the Board of Directors

Hemaat Jain
Managing Director
Din:00506995

Dilip Kumar Karn
Director
Din:00061804

Suresh Chand Jain
Chief Financial Officer

Praveen Sharma
Company Secretary

STATEMENT OF CHANGES IN EQUITY AS AT 31ST MARCH 2018

A. EQUITY SHARE CAPITAL

(Rupees in Lakhs)

Particulars	Amount in Rs.
Balance as at 1st April 2016	716.00
Changes in equity share capital during the year	-
Balance as at 31st March 2017	716.00
Changes in equity share capital during the year	358.00
Balance as at 31st March 2018	1,074.00

B. OTHER EQUITY

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST MARCH 2018

(Rupees in Lakhs)

Particulars	Reserves and Surplus				Revaluation Surplus	Other Items of Other Comprehensive Income			Total Amount
	Capital Reserve	Securities Premium Reserve	Other Reserves	Retained Earnings		Gratuity Planned Assets	Fair Value of Investment	Exchange Fluctuation	
Balance as at 01st April 2017	314.10	4,177.60	-	25,311.93	-	33.42	417.22	(9.17)	30,246.10
Profit for the year	-	-	-	5,991.64	-	(9.82)	15.93	4.22	6,001.97
Profit/(Loss) of Subsidiaries upto 31.03.2017	-	-	-	33.64	-	-	-	-	33.64
Exchange fluctuation on investment with foreign subsidiary	2.14	-	-	-	-	-	-	-	2.14
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	316.24	4,177.60	-	31,337.21	-	23.60	433.16	(4.96)	36,282.86
Dividends	-	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-	-	-
Issue of Bonus Share	-	(358.00)	-	-	-	-	-	-	(358.00)
Balance as on 31st March 2018	316.24	3,819.60	-	31,337.21	-	23.60	433.16	(4.96)	35,924.86

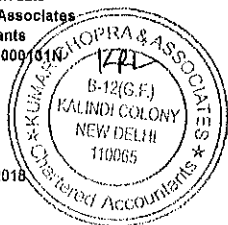
STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST MARCH 2017

Particulars	Reserves and Surplus				Revaluation Surplus	Other Items of Other Comprehensive Income			Total Amount
	Capital Reserve	Securities Premium Reserve	Other Reserves	Retained Earnings		Gratuity Planned Assets	Fair Value of Investment	Exchange Fluctuation	
Balance as at 01st April 2016	329.13	4,177.60	-	20,131.63	-	30.55	383.78	22.70	25,075.39
Profit for the year	-	-	-	5,180.29	-	2.87	33.44	(31.87)	5,184.73
Exchange fluctuation on investment with foreign subsidiary	(15.02)	-	-	-	-	-	-	-	(15)
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	314.10	4,177.60	-	25,311.93	-	33.42	417.22	(9.17)	30,246.10
Dividends	-	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-	-	-
Any other change (to be specified)	-	-	-	-	-	-	-	-	-
Balance as on 31st March 2017	314.10	4,177.60	-	25,311.93	-	33.42	417.22	(9.17)	30,246.10

For & on behalf of the Board of Directors

As per our report of even date
For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000101N

Sunil Jain
Partner
M.No. 080990
New Delhi, 30th May 2018



Heman Jain
Managing Director
Din: 0006995

Suresh Chand Jaitner
Chief Financial Officer

Dilip Kumar Karn
Director
Din: 00061804

Praveen Sharma
Company Secretary

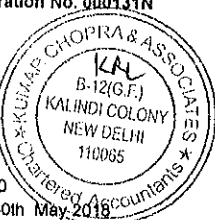
CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March, 2018

	31st March, 2018	(Rupees in Lakhs) 31st March, 2017
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items (after Associates' share)	9,272.66	7,755.45
Add: Adjustments for non cash items:		
Depreciation	180.35	114.48
Add: Adjustments for other items:		
Loss/(Profit) on Sale / Discard of Assets (net)	(0.67)	(3.22)
Loss/(Profit) on Sale of shares (net)	(2.94)	(1.30)
Finance Costs	936.90	1,144.91
Less:		
Dividend income	(0.79)	(0.31)
Interest Income	(936.13)	(1,452.94)
Other Comprehensive Income	160.24	56.31
Add: Exchange fluctuation on investment with foreign subsidiary	2.14	(15.02)
Operating Profit before Working Capital Changes	9,811.76	7,598.36
Adjustment for Increase/decrease in operating assets		
(Increase)/Decrease Trade and Other Receivables	482.44	9,407.15
(Increase)/Decrease in Inventories	(3,933.05)	(15,724.27)
(Increase)/ Decrease in other current assets	-	-
(Increase)/ Decrease in other financial assets	(1,123.70)	(903.08)
Adjustment for Increase/decrease in operating liabilities		
Increase/(Decrease) Trade and Other Payables	(8,390.72)	3,850.51
Increase/(Decrease) other current liabilities	(1,439.04)	1,395.63
Increase/(Decrease) other financial liabilities	196.05	3.27
Increase/(Decrease) Provisions	15.82	2.67
Cash Generated from Operations	(4,580.44)	5,630.24
Taxes Paid (net)	2,785.20	2,465.85
Net Cash from Operating Activities	(7,365.63)	3,164.39
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(4,471.20)	(768.43)
Sale of Fixed Assets	6.35	4.70
(Increase)/Decrease in Loans and Advances	2,379.89	628.88
(Increase)/ Decrease in other non current assets	(7.45)	(12.73)
(Increase)/Decrease in Non Current Investments	(365.82)	(1,081.79)
Increase/(Decrease) other non current liabilities	3.10	16.93
Issue of Shares	-	-
Interest received	936.13	1,452.94
Increase/ (Decrease) in Other Bank Balance including FDR's	516.75	(307.46)
Profit on Sale of Shares	2.94	1.30
Dividend Income	0.79	0.31
CSR Expenses	(210.87)	(195.00)
Net Cash (used in) Investing Activities	(1,209.39)	(260.35)
C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long Term Borrowings	1,955.80	(17.54)
Short Term Borrowings (net)	7,072.58	(2,401.35)
Finance Costs	(936.90)	(1,144.91)
Net Cash (used in) / from Financing Activities	8,091.48	(3,563.80)
Net Cash Inflows/(outflows) from activities	(483.54)	(659.76)
Net Increase In Cash and Cash Equivalents	(483.54)	(659.76)
Opening Balance of Cash and Cash Equivalents	1,692.59	2,352.35
Closing Balance of Cash and Cash Equivalents	1,209.05	1,692.59

The above cash flow statement has been prepared under the indirect Method as set out in Ind AS-7

As per our report of even date
For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000131N

Sunil Jain
Partner
M.No: 080990
New Delhi, 30th May 2018



For & on behalf of the Board of Directors

Hemant Jain
Managing Director
Din: 00506995

Dilip Kumar Karn
Director
Din: 00061804

Suresh Chand Jaitter
Chief Financial Officer

Praveen Sharma
Company Secretary

1. SIGNIFICANT ACCOUNTING POLICIES ON CONSOLIDATED FINANCIALS

1.1 Corporate Information

KLJ Resources Limited ("the Company") is a listed entity incorporated in India. The registered office of the Company is located at 8, Camac Street, Kolkata-700017, India having CIN: L67120WB1986PLC041487. The Company has seven wholly owned subsidiaries including one foreign subsidiary and one associate companies hereinafter collectively referred to as "the Group". The Company & its foreign subsidiary are engaged in the business of trading/ manufacturing of chemicals. Other six Indian subsidiaries are primarily engaged in the business of real estate and one Indian Associate is primarily engaged in the business of trading.

The consolidated financial statements relate to KLJ Resources Ltd., its subsidiary companies & associate.

1.2 Basis of Preparation

a) Statement of Compliance

The consolidated financial statements of the group have been prepared in accordance with Indian Accounting Standards (Ind-AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian accounting standards) Amendment Rules 2016.

For all periods up to and including the year ended 31st March 2017, the company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013 (Indian GAAP). These financial statements for the year ended 31st March 2018 are company's first IND AS financial statements.

Refer to note 50 for information how the company adopted Ind-AS.

b) Basis of Measurement

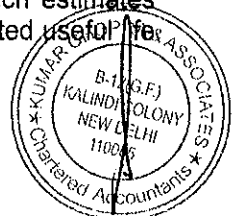
The consolidated financial statements have been prepared under the historical cost convention and on an accrual basis. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an assets or liability, the company takes into account the characteristics of the assets or liability if market participants would takes into account the characteristics of the assets or liability if market participants would take those characteristics into account when pricing the assets or liability at the measurement date.

Items that have been measured at fair value as required by relevant Ind-AS, except for the following:

- i. Defined benefit Plan-Gratuity
- ii. Investments other than in subsidiaries & associates

c) Use of Estimates and Judgment

The preparation of consolidated financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, disclosure of contingent assets and liabilities at the date of financial statements and the reported amount of income and expenses. Examples of such estimates include estimates of future obligations under employee retirement benefit plans and estimated useful life of property, plant and equipment actual results may differ from these estimates.



K L J Resources Limited
Regd. Office : 8, Camac Street, Kolkata – 700017

Estimates and underlying assumptions are reviewed on a periodic basis. Future results could differ due to changes in these estimates and difference between the actual result and the estimates are recognised in the period in which the results are known /materialize.

All financial information presented in Indian rupees and all values are rounded to the nearest lakhs rupees with two decimal points except where otherwise stated.

d) Basis of Consolidation

The consolidated financial statements comprises of KLJ Resources Limited and all its subsidiaries and associate, being the entity that it controls. Controls are assessed in accordance with the requirement of Ind AS-110- Consolidated financial statements

(i) Consolidation of Subsidiaries:

- a) The consolidated financial statements of the Group combine Standalone financial statements of the Parent Company and its subsidiaries line-by-line by adding together the like items of assets, liabilities, income and expenses.
- b) All intra-group assets, liabilities, income, expenses and unrealised profits/losses on intra-group transactions are eliminated on consolidation. The accounting policies of subsidiaries have been harmonised to ensure the consistency with the policies adopted by the Parent Company.
- c) In case of foreign subsidiary, revenue items are consolidated at the average rate for the period. All assets and liabilities are converted at rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognized in the Other Comprehensive Income.
- d) Excess of acquisition cost over the carrying amount of the Parent's share of equity of the acquiree at the date of acquisition is recognized as goodwill. In cases where the share of the equity in the acquiree as on the date of acquisition is in excess of acquisition cost, such excess of share in equity is recognised as 'Capital reserve' and classified under 'Reserves and Surplus'.
- e) The consolidated financial statements have been presented in the same manner as Parent Company's standalone financial statements.

(ii) Consolidation of Associate:

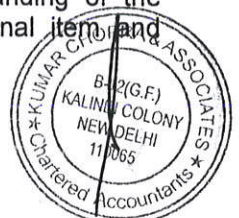
- a) Investment in associates has been accounted under the equity method as per Ind AS 28 - Investments in Associates and Joint Ventures.
- b) The Company accounts for its share of post acquisition changes in net assets of associate, after eliminating unrealised profits and losses resulting from transactions between the Company and its associate to the extent of its share, through its Consolidated Statement of Profit and Loss.

1.3 Cash Flow Statement

Consolidated Cash flow statement is reported using the indirect method, whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated based on the available information.

1.4 Exceptional items

On certain occasions, the size, type or incidence of an item of income or expense, pertaining to the ordinary activities of the Company, is such that its disclosure improves an understanding of the performance of the Company. Such income or expense is classified as an exceptional item and accordingly disclosed in the Notes to Accounts.



1.5 Investments

All investments other than Subsidiaries and Associates are measured at fair value, with value changes recognized in Statement of Other Comprehensive Income.

1.6 Inventories

Items of inventories are valued at lower of specific cost or net estimated realizable value after providing for obsolescence, if any. Inventory of raw materials lying at factory are valued on FIFO Basis

Cost of inventories comprises of cost of purchase, cost of transport, cost of conversion and other costs including manufacturing /other overheads incurred in bringing them to their respective present location and condition. Inter-unit goods transfers are valued at lower of cost/ net estimated realizable value.

Non duty paid goods lying at port has been valued without Basic Custom Duty due to uncertainty of quantum of material to be sold against transfer of ownership/ duty paid.

1.7 Property, Plant and Equipment and Depreciation / Amortization

- a) Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any.

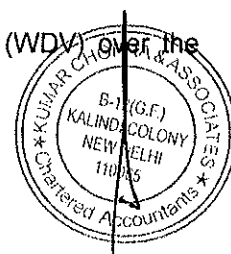
Cost of asset includes the following:

- i. Cost directly attributable to the acquisition of the assets
 - ii. Incidental expenditure during the construction period is capitalized as part of the indirect construction cost to the extent to which the expenditure is directly related to construction or is incidental thereto.
 - iii. Present value of the estimated costs of dismantling & removing the items & restoring the site on which it is located if recognition criteria are met.
- b) Cost of replacement, major inspection, repair of significant parts and borrowing costs for long-term construction projects are capitalised if the recognition criteria are met.
- c) Upon sale of assets cost and accumulated depreciation are eliminated from the financial statements and the resultant gains or losses are recognized in the statement of profit and loss.
- d) Amounts paid towards the acquisition of property, plant and equipment outstanding as of each reporting date and the cost of property, plant and equipment not ready for intended use before such date are disclosed under capital work- in-progress.

For transition to IND-AS, the company has elected to continue with the carrying value of all its property, plant and equipment's recognised as on April 1, 2016 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as on the transition date.

Depreciation

Depreciation on Property, plant and Equipment is provided on Written Down Value (WDV) over the useful life of the assets as specified in Schedule II of the Companies Act, 2013.



1.8 Investment Property

Property that is held for long term rental yields or for capital appreciation or both, and that is not occupied by the company, is classified as investment property, Investment Property is measured at its cost, including related transaction costs and where applicable borrowing costs less depreciation and impairment, if any.

1.9 Intangible Assets and Amortisation

Intangible assets are stated at cost of acquisition net of recoverable taxes less accumulated amortization/ depreciation and impairment loss, if any. The cost comprises of purchase price, borrowing costs and any cost directly attributable to bringing the asset to its working condition for the intended use.

Cost of items of intangible assets not ready for intended use as on the balance sheet date is disclosed as intangible assets under development.

Intangible assets are amortized over the estimated useful life. The estimated useful life and amortization method are reviewed at the end of each annual reporting period, with the effect of any change in the estimate being accounted for on a prospective basis.

For transition to IND-AS, the company has elected to continue with the carrying value of all its intangible assets recognised as on April 1, 2016 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as on the transition date.

1.10 Impairment of non-financial assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value and impairment loss is charged to the Statement of Profit & Loss in the year in which an asset is identified as impaired. At each reporting date company assesses the estimate amount of impairment loss. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount and such losses either no longer exists or has decreased. Reversal of impaired loss is recognized in the Statement of Profit & Loss.

1.11 Revenue Recognition

Revenue is recognized when consideration can be reasonably measured and there exists reasonable certainty of its recovery. Revenue from sale of goods is recognized when all the significant risk and rewards of ownership of goods have been passed to buyer.

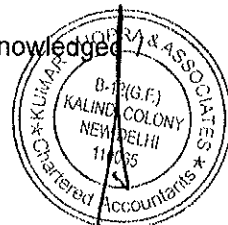
Sales are net of sales returns, discounts, and rebate and price variations, if any

Dividend income is recognized as and when received.

Revenue with regard to Rent is recognized with respect to its actual realization in case there exists, an uncertainty in its ultimate realization, and same is credited to Unrealized Rent

Claims: All sorts of claims by or against the company are recognized as and when acknowledged / accepted / settled / received.

1.12 Employee Benefits



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Short-term employee benefits- Employee benefits payable wholly within 12 months of rendering services are classified as short term employee benefits and are recognized as an expense in the Statement of Profit and Loss for the year in which the related service is rendered.

The obligations for employee benefit such as Leave encashment is accounted for on accrual basis.

Defined Contribution Plan: Contribution to defined schemes such as Provident Fund and ESI is recognized during the period in which the employee renders the related service.

Defined Benefit Plan: The Gratuity benefit is funded through the Group Gratuity Scheme under the Life Insurance Corporation of India. Contribution made under the scheme is charged as expense in the Statement of Profit & Loss.

Actuarial gains or losses are recognized in Other Comprehensive Income.

Performance based declared ex-gratia & accretion thereto is provided in the Statement of Profit and Loss and to be disbursed as per the policy framed by the management.

1.13 Borrowing Costs

Borrowing costs that are directly 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 necessarily takes substantial period of time to get ready for its intended use.

All other borrowing costs are charged to Statement of Profit and Loss account in the year in which they are incurred.

1.14 Functional and Presentation Currency

Items included in the consolidated financial statements are measured using the currency of the primary economic environment in which the Company operates. (Functional Currency) The consolidated financial statements are presented in Indian rupees, which is the presentation currency of company.

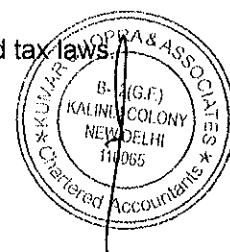
Foreign Currency Transactions

- a. All foreign currency transactions are translated into functional Currency at the rate prevalent on the date of transaction.
- b. Non-monetary items are translated at the rate on the date of initial transaction.
- c. Monetary items denominated in foreign currency are translated at the prevailing closing spot rate at each reporting date.
- d. Foreign exchange gain or losses in respect of monetary and non-monetary items is recognised in statement of profit and loss.

1.15 Tax expenses represents the sum of current tax and deferred tax

a Current Income Tax

- i. Taxes including current income-tax are computed using the applicable tax rates and tax laws.



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- ii. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the company operates and generates taxable income.
- iii. Current income tax assets and liabilities for current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. Liability for additional taxes, if any, is provided / paid as and when assessments are completed.
- iv. Current tax related to OCI Item are recognized in Other Comprehensive Income (OCI).

b Deferred tax

- i. Deferred income tax is recognized using balance sheet approach.
- ii. Deferred income tax assets and liabilities are recognized for temporary differences which is computed using the tax rates and tax laws that have been enacted or substantively enacted at the reporting date.
- iii. Deferred income tax asset are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.
- iv. The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.
- v. Deferred tax related to OCI Item are recognized in Other Comprehensive Income (OCI).

1.16 Provisions

Provision is recognized when:

- i. The Company has a present obligation as a result of a past event,
 - ii) A probable outflow of resources is expected to settle the obligation and
 - iii) A reliable estimate of the amount of the obligation can be made.
- Reimbursement of the expenditure required to settle a provision is recognised as per contract provisions or when it is virtually certain that reimbursement will be received.

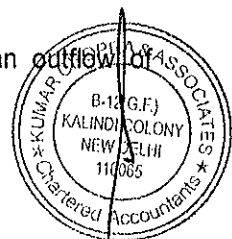
Provisions are reviewed at each Balance Sheet date.

a) Discounting of Provisions

Provision which expected to be settled beyond 12 months are measured at the present value by using pre-tax discount rate that reflects the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expenses.

1.17 Contingent Liabilities and contingent Assets

- a) Contingent Liabilities are disclosed in either of the following cases:
 - i) A present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation; or
 - ii) A reliable estimate of the present obligation cannot be made; or



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- iii) A possible obligation, unless the probability of outflow of resource is remote.
- b) Contingent assets is disclosed where an inflow of economic benefits is probable.
- c) Contingent Liability and Provisions needed against Contingent Liability and Contingent Assets are reviewed at each Reporting date.
- d) Contingent Liability is net of estimated provisions considering possible outflow on settlement.

1.18 Earnings Per Share

In determining earnings per share, the Company considers the net profit attributable to equity shareholders. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the year. The dilutive earning per share is not computed as there is no dilution involved during the year.

1.19 Fair Value Measurement

Company measures financial instruments at fair value at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market for the asset or liability, or
- in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to the company. 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. The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

1.20 Dividend to equity holders

Dividend paid/payable shall be recognised in the year in which the related dividends are approved by shareholders or board of directors as appropriate.

1.21 Financial instruments:-

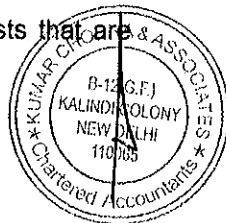
a) Initial recognition and measurement

Financial Instruments are recognized at its fair value plus or minus transaction costs that are directly attributable to the acquisition or issue of the financial instruments.

b) Subsequent measurement

A. FINANCIAL ASSETS

i. Financial Assets At Amortized Cost



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A financial asset shall be measured at amortized cost if it is held within a business model whose objective is to hold financial assets 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. Fair value through Other Comprehensive Income.

A financial asset is classified as at the FVTOCI if it is held within a business model whose objective is achieved both by collecting contractual cash flows and selling the 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. Fair value through Profit and loss account

Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

B. FINANCIAL LIABILITIES

a) Financial liabilities at Amortized Cost

Financial liabilities at amortized cost are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

b) Financial liabilities at FVTPL

The company has not designated any financial liabilities at FVTPL.

c) Derecognition

Financial Asset

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized only when the contractual rights to the cash flows from the asset expires or it transfers the financial assets and substantially all risks and rewards of the ownership of the asset.

Financial Liability

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the income statement.

d) Impairment of financial assets:

The company assesses on forward looking basis the expected credit losses associated with its assets carried at amortized cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk. **Note 46(b)** details how the company determines whether there has been significant increase in credit risk.

For trade receivables only, the companies applied a simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected life time losses to be recognized from initial recognition of receivables.



1.22 Leases

Leases are classified as finance leases whenever the terms of the lease, transfers substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating lease.

Assets held under finance leases are initially recognised as Assets of the Company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Operating lease payments are recognised as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term except where another systematic basis is more representative of time pattern in which economic benefits from the leased assets are consumed.

1.23 Non-current Assets (or disposal groups) held for Sale

Non-current assets (or disposal groups) are classified as assets held for sale when their carrying amount is to be recovered principally through a sale transaction and a sale is considered highly probable. The sale is considered highly probable only when the asset or disposal group is available for immediate sale in its present condition, it is unlikely that the sale will be withdrawn and sale is expected within one year from the date of the classification. Disposal groups classified as held for sale are stated at the lower of carrying amount and fair value less costs to sell. Property, plant and equipment and intangible assets are not depreciated or amortized once classified as held for sale. Assets and liabilities classified as held for sale are presented separately in the statement of financial position.

If the criteria stated by IND AS 5 "Non-current Assets Held for Sale and Discontinued Operations" are no longer met, the disposal group ceases to be classified as held for sale. Non-current asset that ceases to be classified as held for sale are measured at the lower of

- (i) its carrying amount before the asset was classified as held for sale, adjusted for depreciation that would have been recognised had that asset not been classified as held for sale, and
- (ii) its recoverable amount at the date when the disposal group ceases to be classified as held for sale.

1.24 Standard issued but not yet effective for the Financial Year 2017-18

IND AS 115 Revenue from Contracts with Customers

MCA had notified IND AS 115 on Revenue from Contracts with Customers in Feb 2015. The standard establishes a new five step model that will apply to revenue arising from Contracts with customers. Under IND AS 115, revenue is recognized at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The principles in IND AS 115 provide a more structured approach to measuring and recognizing revenue. The new revenue standard is applicable to all entities and will supersede all current revenue recognition requirements under IND AS.

The effective date of IND AS 115 is annual periods beginning on or after 1st April 2018, with early adoption permitted. The Company is required to adopt the standard by the Financial Year commencing 1st April 2018.

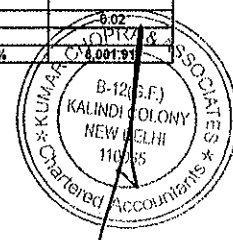


1.25 The list of subsidiaries and associates included in consolidation are mentioned below:

NAME	COUNTRY OF INCORPORATION	PROPORTION OF OWNERSHIP INTEREST 31 st MARCH, 2018	PROPORTION OF OWNERSHIP INTEREST 31 st MARCH, 2017	PROPORTION OF OWNERSHIP INTEREST 01 st APRIL, 2016
Brokenhills Townships and Resorts Pvt. Ltd. (subsidiary)	India	100%	100%	100%
Springdale Townships and Resorts Pvt. Ltd. (subsidiary)	India	100%	100%	100%
Allamonte Townships and Resorts Pvt. Ltd. (subsidiary)	India	100%	100%	100%
Valley View Townships Pvt. Ltd. (subsidiary)	India	100%	100%	100%
KLJ Resources DMCC (Foreign subsidiary)	Dubai (UAE)	100%	100%	100%
Sadhok Real Estate Private Limited (Indian subsidiary)	India	100%	100%	100%
AK Buildtech Private Limited (Indian subsidiary)	India	100%	100%	100%
Hemlog Plastic Goods Pvt. Ltd. (Associate)	India	24%	24%	24%
Priyatam Traders Pvt. Ltd. (Associate)	India	0%	24%	24%

1.26 Additional Information (as required by Sch-III of the Companies Act, 2013):

NAME OF COMPANY	NET ASSETS I.E. TOTAL ASSETS MINUS TOTAL LIABILITIES		SHARE IN PROFIT OR (LOSS)		SHARE IN OTHER COMPREHENSIVE INCOME		SHARE IN TOTAL COMPREHENSIVE INCOME	
	AS % OF CONSOLIDATED NET ASSETS	Rupees in lakhs	AS % OF CONSOLIDATED PROFIT & LOSS	Rupees in lakhs	AS % OF CONSOLIDATED OTHER COMPREHENSIVE INCOME	Rupees in lakhs	AS % OF CONSOLIDATED TOTAL COMPREHENSIVE INCOME	Rupees in lakhs
KLJ Resources Ltd. (Parent Co.)	93.92%	34,750.25	92.77%	5,558.58	58.19%	6.12	92.72%	5,564.88
Brokenhills Townships and Resorts Pvt. Ltd. (Indian subsidiary)	-0.01%	-5.28	-0.01%	-0.35	0.00%	0.00	-0.01%	-0.35
Springdale Townships and Resorts Pvt. Ltd. (Indian subsidiary)	-0.01%	-4.92	-0.01%	-0.35	0.00%	0.00	-0.01%	-0.35
Allamonte Townships and Resorts Pvt. Ltd. (Indian subsidiary)	-0.01%	-4.95	-0.01%	-0.36	0.00%	0.00	-0.01%	-0.36
Valley View Townships Pvt. Ltd. (Indian subsidiary)	-0.02%	-6.28	-0.01%	-0.36	0.00%	0.00	-0.01%	-0.36
KLJ Resources DMCC (Foreign subsidiary)	6.03%	2,230.91	7.20%	431.22	40.81%	4.22	7.28%	435.44
Sadhok Real Estate Private Limited (Indian subsidiary)	0.03%	9.36	0.16%	9.36	0.00%	0.00	0.16%	9.36
AK Buildtech Private Limited (Indian subsidiary)	0.07%	27.51	-0.10%	-6.13	0.00%	0.00	-0.10%	-6.13
Hemlog Plastic Goods Pvt. Ltd. (Associate)	0.01%	2.26	0.00%	-0.02	0.00%	0.00	0.00%	-0.02
TOTAL	100.00%	36,998.85	100.00%	5,991.67	100.00%	10.34	100.00%	5,981.33



Notes to Consolidated Financial Statements as at 31st March, 2018

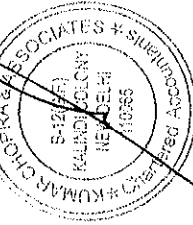
Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK				
	As at 01.04.16	Additions	Sales / Adjustments	As at 01.04.17	Total As At 31.03.18	As at 01.04.16	For the year	Deduction / Adjustment	As at 01.04.17	Total As At 31.03.18	As at 31.03.18	Deduction / Adjustment	As at 01.04.18
Factory Buildings	24.52	-	-	24.52	24.52	9.59	1.62	-	11.21	12.65	11.97	-	13.42
Office Buildings	9.16	747.75	2.06	754.88	1,041.16	4.23	13.92	0.87	17.27	59.57	881.59	-	737.60
Plant & Machinery	201.02	0.38	-	201.40	209.88	99.38	19.03	-	118.41	134.29	75.49	-	52.89
Furniture & Fixtures	92.85	3.41	-	96.26	106.44	58.53	9.80	-	68.38	77.01	29.44	-	27.89
Office Equipments	58.61	3.75	-	62.37	79.42	47.04	6.26	-	53.29	62.04	17.36	-	9.07
Computers & Printers	53.54	2.80	-	56.34	63.01	47.65	2.95	-	50.60	54.66	8.34	-	5.74
Vehicles	163.51	10.17	3.98	177.66	207.92	90.94	22.72	3.88	108.88	123.04	84.86	-	59.73
Total	603.35	768.28	6.04	1,365.65	1,732.46	357.40	76.30	4.55	429.15	523.36	1,209.10	9.42	836.44

2 (D) INVESTMENT PROPERTY

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK				
	As at 01.04.16	Additions	Sales / Adjustments	As at 01.04.17	Total As At 31.03.18	As at 01.04.16	For the year	Deduction / Adjustment	As at 01.04.17	Total As At 31.03.18	As at 31.03.18	Deduction / Adjustment	As at 01.04.18
Land: Freehold Buildings	579.33	-	-	579.33	2,184.34	-	-	-	-	-	2,184.34	-	579.33
	956.82	0.15	-	956.88	3,441.21	222.51	36.46	-	258.87	334.67	3,106.54	-	688.01
Total	1,536.15	0.15	-	1,536.30	5,625.54	222.51	36.46	-	258.97	334.67	5,290.88	-	1,277.34

2 (C) INTANGIBLE ASSETS

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK				
	As at 01.04.16	Additions	Sales / Adjustments	As at 01.04.17	Total As At 31.03.18	As at 01.04.16	For the year	Deduction / Adjustment	As at 01.04.17	Total As At 31.03.18	As at 31.03.18	Deduction / Adjustment	As at 01.04.18
Software	19.66	-	-	19.66	19.66	15.20	1.73	-	16.93	17.96	1.70	-	2.73
Total	19.66	-	-	19.66	19.66	15.20	1.73	-	16.93	17.96	1.70	-	2.73



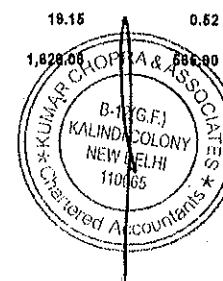
Notes to Consolidated Financial Statements as at 31st March 2018

3 NON CURRENT INVESTMENTS

(Rupees in Lakhs)

S.No	Name of The Company	Nature of Investment	Face Value	No. of Shares			Amount		
				As at 31-03-18	As at 31-03-17	As at 01-04-18	As at 31-03-18	As at 31-03-17	As at 01-04-18
A In Equity Shares									
a) Quoted (Fully Paid Up)									
1	Hindustan Petroleum Corporation Ltd. Market Value as on 31-3-18 Rs.4,64,603/- (PY- Rs.3,15,289/-)	Equity Shares	10	1,350	900	300	4.65	3.15	0.50
2	GAIL (India) Ltd. Market Value as on 31-3-18 Rs.18,61,848/- (PY- Rs.15,99,738/-)	Equity Shares	10	5,666	5,666	-	18.62	16.00	-
b) UnQuoted (Fully Paid Up)									
i) In Associates									
1	Hamlog Plastic Goods Pvt. Ltd.	Equity Shares	10	16,235	16,235	16,235	4.90	4.91	4.91
2	Priyatam Traders Pvt. Ltd.	Equity Shares	10	-	-	38,000	-	-	3.11
ii) In Others									
1	Prilhvi Sound Products Co. Pvt. Ltd	Equity Shares	100	5,715	5,715	5,715	451.83	346.00	277.86
2	Lubhavanil Properties Pvt. Ltd.	Equity Shares	10	8,600	8,600	8,600	1.34	1.15	0.96
3	H.H Buildtech Pvt. Ltd.	Equity Shares	10	6,40,000	6,40,000	6,40,000	65.85	65.77	65.66
4	Bhadani Financers Pvt. Ltd.	Equity Shares	10	33,500	33,500	33,500	35.16	31.37	30.72
5	Pragati Imports Pvt. Ltd.	Equity Shares	10	45,000	45,000	45,000	30.47	30.47	30.44
6	Pragati Imtrade Pvt. Ltd.	Equity Shares	10	45,000	45,000	45,000	30.47	30.47	30.43
7	Pragati Tradecom Pvt. Ltd.	Equity Shares	10	45,000	45,000	45,000	30.47	30.47	30.44
8	Swastik Exports and Imports Pvt. Ltd.	Equity Shares	10	45,000	45,000	45,000	30.48	30.48	30.43
9	Swastik Tracom Pvt. Ltd.	Equity Shares	10	45,000	45,000	45,000	30.48	30.48	30.44
10	Swastik Tradex Pvt. Ltd.	Equity Shares	10	45,000	45,000	45,000	30.48	30.48	30.44
11	KLJ Developers Pvt Ltd.	Equity Shares	10	4,76,000	4,76,000	-	1,053.20	997.02	-
12	KLJ Plastic Ltd	Equity Shares	10	58,000	58,000	58,000	-	-	-
13	AMI Computers Ltd	Equity Shares	10	2,000	2,000	2,000	-	-	-
14	Asia Pacific Financial Services Ltd	Equity Shares	10	22,300	22,300	22,300	-	-	-
15	S M Dychem Ltd	Equity Shares	10	500	500	500	-	-	-
B In Preference Shares- UnQuoted (Fully Paid Up)									
1	KLJ Plastic Ltd	Preference Shares	10	15,210	15,210	15,210	-	-	-
C In Mutual Funds: Quoted (Fully Paid Up)									
1	Kotak Standard Multicap Fund Market Value as on 31-3-18 Rs.1,95,65,846/- (PY- Nil)	Mutual Funds (No's in units)	10	6,14,949			195.66	-	-
Total Investments							2,014.02	1,648.21	568.42

- a) Aggregate amount of quoted investments and market value thereof; 218.92
- b) Aggregate amount of unquoted investments; 1,785.10
- c) Aggregate amount of impairment in value of investments. -
- * Fair value of unquoted investment other than Subsidiary and Associates for 31st March, 2018 is taken on the basis of provisional financial statement of 31st March, 2018.

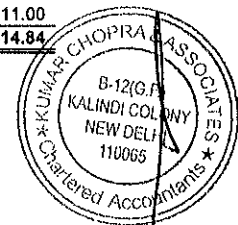


K L J Resources Limited
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Notes to Consolidated Financial Statements as at 31st March 2018

(Rupees in Lakhs)

	As At 31st Mar 2018	As At 31st Mar 2017	As at 1st April 2016
4 LOANS NON CURRENT FINANCIAL ASSETS (Unsecured, considered good)			
Loans Given	-	112.82	112.82
	<u>-</u>	<u>112.82</u>	<u>112.82</u>
5 OTHER NON CURRENT FINANCIAL ASSETS (Unsecured, considered good)			
Security Deposits	50.49	36.17	39.95
Others	-	-	1.14
	<u>60.49</u>	<u>36.17</u>	<u>41.09</u>
6 DEFERRED TAX ASSETS / (LIABILITIES) (net)			
Opening Balance	47.91	79.56	79.14
Add: Charge/(Credit) to Statement of Profit and Loss	1.54	20.22	27.88
Add: Charge/(Credit) to Other Comprehensive Income	(149.90)	(51.88)	(27.46)
	<u>(100.45)</u>	<u>47.90</u>	<u>79.56</u>
Component of Deferred Tax Asset / (Liabilities)			
Opening Balance			
Property, Plant & Equipment and Intangible Asset	83.18	73.15	57.19
Provisions	44.06	33.87	21.95
Fair Value of Investment	(79.33)	(27.46)	-
	<u>47.91</u>	<u>79.56</u>	<u>79.14</u>
Charge/(Credit) to Statement of Profit and Loss			
Property, Plant & Equipment and Intangible Asset	9.26	10.03	15.96
Provisions	(7.72)	10.19	11.92
	<u>1.54</u>	<u>20.22</u>	<u>27.88</u>
Charge/(Credit) to Other Comprehensive Income			
Fair Value of Investment	(149.90)	(51.88)	(27.46)
	<u>(149.90)</u>	<u>(51.88)</u>	<u>(27.46)</u>
Closing Balance			
Property, Plant & Equipment and Intangible Asset	92.45	83.18	73.15
Provisions	36.34	44.05	33.87
Fair Value of Investment	(229.24)	(79.33)	(27.46)
	<u>(100.45)</u>	<u>47.90</u>	<u>79.56</u>
7 OTHER NON CURRENT ASSETS			
Security Deposit	16.57		
Planned Asset (Gratuity)	34.17	43.30	30.55
	<u>50.74</u>	<u>43.30</u>	<u>30.55</u>
8 INVENTORIES (Lower of Cost or net Realisable value)			
Stock In Trade	36,689.46	31,916.26	16,912.71
Raw Materials	814.53	1,666.00	941.19
Finished Goods	121.82	112.82	116.91
	<u>37,625.81</u>	<u>33,695.08</u>	<u>17,970.81</u>
9 TRADE RECEIVABLE (Unsecured, considered good)			
Exceeding Six Months	16.89	174.37	335.19
Others :			
Related Party	742.83	1,475.71	1,110.92
Others	18,871.53	18,499.61	28,079.73
	<u>19,631.25</u>	<u>20,149.69</u>	<u>29,525.84</u>
Less: Provision for Expected Credit Losses	6.00	42.00	11.00
	<u>19,625.25</u>	<u>20,107.69</u>	<u>29,514.84</u>

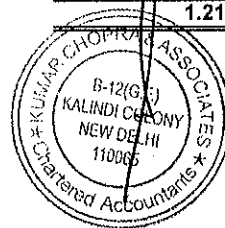


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Notes to Consolidated Financial Statements as at 31st March 2018

(Rupees in Lakhs)

	As At 31st March, 2018	As At 31st March, 2017	As At 1st April, 2016
10 CASH AND CASH EQUIVALENTS			
Cash on Hand	19.73	10.17	20.49
<i>Balance with Banks:</i>			
Current Accounts	<u>1,189.32</u>	<u>1,682.42</u>	<u>2,331.86</u>
	<u><u>1,209.05</u></u>	<u><u>1,692.59</u></u>	<u><u>2,352.35</u></u>
11 BANK BALANCES OTHER THAN CASH & CASH EQUIVALENTS			
FDR's with Banks as Margin Money	2,312.53	2,829.28	2,521.82
	<u><u>2,312.53</u></u>	<u><u>2,829.28</u></u>	<u><u>2,521.82</u></u>
12 LOANS			
(Unsecured, Considered Good)			
Others	4,141.02	6,408.09	7,036.97
	<u><u>4,141.02</u></u>	<u><u>6,408.09</u></u>	<u><u>7,036.97</u></u>
13 OTHER CURRENT FINANCIAL ASSETS			
Prepaid Expenses	149.73	94.82	104.92
SAD Receivable	15.89	164.34	91.29
SAD To Be Claimed	-	145.42	78.11
Accrue Interest on FDR's	111.53	144.40	134.67
Balance of Cenvat/Excise/GST	1,799.41	783.87	781.04
Advances (Recoverable in cash or in kind or for value to be received)	1,234.63	871.43	88.98
Rent and Maintenance Receivable	15.42	12.95	30.22
	<u><u>3,326.61</u></u>	<u><u>2,217.23</u></u>	<u><u>1,309.23</u></u>
14 CURRENT TAX			
14.1 Current Tax Asset			
Advance Tax & TDS	-	2,474.27	-
Less: Direct Tax Payable	-	2,410.00	-
	<u><u>-</u></u>	<u><u>64.27</u></u>	<u><u>-</u></u>
14.2 Current Tax Liability			
Direct Tax Payable	3,075.69	-	2,120.00
Less: Advance Tax & TDS	2,853.40	-	2,118.79
	<u><u>222.29</u></u>	<u><u>-</u></u>	<u><u>1.21</u></u>



Notes to Consolidated Financial Statements as at 31st March, 2018

15 EQUITY SHARE CAPITAL

Authorised Share Capital:

2,50,00,000 Equity Shares (FY 2,50,00,000 Equity Shares) of ₹ 10/- each

	As At 31st March, 2018	As At 31st March, 2017	As At 1st April, 2016
	2,500.00	2,500.00	2,500.00
	1,074.00	716.00	716.00
	1,074.00	716.00	716.00

Issued, Subscribed, Called & fully Paid-up shares:

1,07,40,000 Equity Shares (FY 71,60,000 Equity Shares) of ₹ 10/- each, fully paid up.

(a) Reconciliation of the shares outstanding at the beginning and at the end of the

Equity Shares

At the beginning of the year
Issued during the year
Outstanding at the end of the year

	As At 31st March, 2018		As At 31st March, 2017		As At 1st April, 2016	
	No. of Shares Held	Amount	No. of Shares Held	Amount	No. of Shares Held	Amount
	71,60,000	716.00	71,60,000	716.00	71,60,000	716.00
	35,80,000	358.00	-	-	-	-
	1,07,40,000	1,074.00	71,60,000	716.00	71,60,000	716.00

(b) Rights, preference and restrictions attached to Equity Shares:

The company has at present only one class of equity shares having a par value of ₹10/- each share. Each shareholder is entitled to one vote per share held & entitled to dividend in proportion of their shareholdings. In the event of liquidation of the company, the holders of the equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts, in proportion of their shareholdings.

(c) During the year the Company has issued 35,80,000 Bonus share in the ratio of one equity share for every two shares held by capitalization of Securities Premium Reserve.

(d) The Company has not issued any shares for a consideration other than cash immediately preceding five year except aforesaid Bonus Shares.

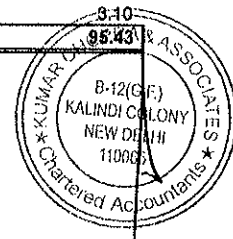
(e) Details of Shareholders holding more than 5% shares in the company:

Name of the Shareholders	As At 31st March, 2018		As At 31st March, 2017		As At 1st April, 2016	
	No. of Shares Held	Percentage of Holding	No. of Shares Held	Percentage of Holding	No. of Shares Held	Percentage of Holding
Sh. Hemant Jain	13,15,200	12.25	8,75,000	12.22	8,75,000	12.22
Sh. Kamal Jain	13,14,750	12.24	8,75,000	12.22	8,75,000	12.22
Sh. Pushp Jain	13,15,050	12.24	8,75,000	12.22	8,75,000	12.22
M/s Bhadani Financers Pvt. Ltd.	12,00,000	11.17	8,00,000	11.17	8,00,000	11.17
M/s Siddhi Shree Vincom Pvt. Ltd.	12,09,022	11.26	8,06,015	11.26	8,06,015	11.26
Sh. K. L. Jain	9,75,000	9.08	6,50,000	9.08	6,50,000	9.08
M/s Mangalshree Suppliers Pvt. Ltd.	8,98,200	8.36	5,98,800	8.36	5,98,800	8.36
M/s Pioneer Infra-Constructions (P) Ltd.	7,50,750	6.99	5,00,500	6.99	5,00,500	6.99
Smt. Sushila Jain	6,75,000	6.28	4,50,000	6.28	4,50,000	6.28



Notes to Consolidated Financial Statements as at 31st March 2018

	(Rupees in Lakhs)		
	As At 31st March, 2018	As At 31st March, 2017	As At 1st April, 2016
16 OTHER EQUITY			
a) Securities Premium Account			
Balance as per last financial statements	4,177.60	4,177.60	4,177.60
Add: Addition during the year	-	-	-
Less: Utilised on issue of Bonus Shares	358.00	-	-
Closing Balance	<u>3,819.60</u>	<u>4,177.60</u>	<u>4,177.60</u>
b) Capital Reserves			
Balance as per last financial statements	314.10	329.13	292.07
Add: Exchange fluctuation on investment with foreign subsidiary	2.14	(15.02)	37.06
Closing Balance	<u>316.24</u>	<u>314.10</u>	<u>329.13</u>
c) Retained Earnings			
Balance as per last financial statements	25,311.93	20,131.63	15,567.62
Add: Profit for the year	5,991.64	5,180.29	4,569.39
Add: Profit/(Loss) of Subsidiaries upto 31.03.2017	33.64	-	-
Add: Change in carrying value of Investment in Associates	-	-	1.80
Add: Adjustment of Provision for Expected Credit Loss	-	-	(7.19)
Net Surplus in the statement of profit and loss	<u>31,337.21</u>	<u>25,311.93</u>	<u>20,131.62</u>
d) Other Comprehensive Income			
Balance as per last financial statements	441.47	437.03	-
Add:- Adjustment of Planned Assets (Gratuity)	(9.82)	2.87	30.55
Add:- Fair Value of Investment	15.93	33.44	383.78
Add:- Exchange Fluctuation Difference	4.22	(31.87)	22.70
Net Balance of Other Comprehensive Income	<u>451.80</u>	<u>441.47</u>	<u>437.03</u>
	<u>35,924.86</u>	<u>30,245.10</u>	<u>25,075.38</u>
17 BORROWINGS-NON-CURRENT			
Secured			
From Bank:			
Term Loan	1,975.26	-	-
(Secured by equitable mortgaged on immovable properties at DLF Magnolias, gurgaon, Haryana.)			
Vehicle Loan	-	19.46	37.00
(Secured with Axis Bank Ltd. by Hypothecation of Vehicle)			
	<u>1,975.26</u>	<u>19.46</u>	<u>37.00</u>
18 PROVISIONS-NON-CURRENT			
Provisions for employee benefits			
Ex-Gratia / Terminal Benefits	105.35	89.53	86.86
	<u>105.35</u>	<u>89.53</u>	<u>86.86</u>
19 OTHER NON CURRENT LIABILITIES			
Security Deposits	112.36	112.36	92.33
Others	3.10	-	3.10
	<u>115.46</u>	<u>112.36</u>	<u>95.43</u>



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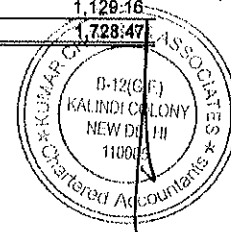
Notes to Consolidated Financial Statements as at 31st March 2018

(Rupees in Lakhs)

	As At 31st March, 2018	As At 31st March, 2017	As At 1st April, 2016
20 BORROWINGS-CURRENT			
Secured			
From Banks:			
Cash Credit Facilities*	4,708.71	2,445.06	5,238.95
Buyer's Credit in Foreign Currency*	11,313.84	6,703.43	6,189.45
	<u>16,022.55</u>	<u>9,148.49</u>	<u>11,428.40</u>
Unsecured			
Loans			
Related Parties	205.39	9.08	114.43
Others	669.59	667.38	683.47
	<u>874.98</u>	<u>676.46</u>	<u>797.90</u>
	<u>16,897.53</u>	<u>9,824.95</u>	<u>12,226.30</u>
21 TRADE PAYABLES			
Related Parties	214.66	652.69	125.96
Others	18,351.15	26,303.84	22,980.06
	<u>18,565.81</u>	<u>26,956.53</u>	<u>23,106.02</u>
22 OTHER FINANCIAL CURRENT LIABILITIES			
Current Maturity of Long Term Borrowings	172.40	17.55	15.83
Interest accrued	54.73	13.53	11.98
	<u>227.13</u>	<u>31.08</u>	<u>27.81</u>
23 OTHER CURRENT LIABILITIES			
Statutory Liabilities	123.07	271.59	517.26
Advances From Customers	133.83	1,466.81	82.05
Other Payables	1,428.16	1,385.70	1,129.16
	<u>1,685.06</u>	<u>3,124.10</u>	<u>1,728.47</u>

***Credit Facilities are secured as under:**

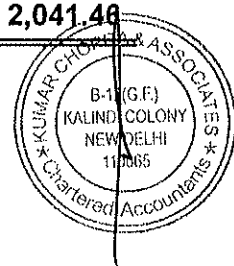
The facilities are secured by the first charge on pari passu basis with all banks in Consortium on stocks in trade and the entire current assets including goods in transit and Book Debts and Receivables. Further the loans are collateralized by the guarantees of promoter directors/group concern and some additional properties owned by the company/directors' relatives/group concerns. In respect of Buyer's Credit, Indian Bankers have given guarantee to foreign banks.



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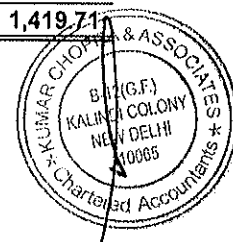
Notes to Consolidated Financial Statements for the Year Ended 31st March 2018

	Year Ended	Year Ended
	31st March, 2018	31st March, 2017
<i>(Rupees in Lakhs)</i>		
24 REVENUE FROM OPERATIONS (GROSS)		
Sale of Products	1,62,320.68	1,74,145.69
	1,62,320.68	1,74,145.69
25 OTHER INCOME		
Interest Other's	798.64	1,241.08
Rent	507.67	442.01
Interest on FDRs	137.49	211.86
Storage Rent	66.90	109.03
Profit on Sale of Shares (Net)	2.94	1.30
Dividend	0.79	0.31
Profit on Sale of Fixed Assets	0.67	3.22
Misc. Income	77.77	32.65
	1,592.87	2,041.40



Notes to Consolidated Financial Statements for the Year Ended 31st March 2018

	Year Ended	Year Ended
	31st March, 2018	31st March, 2017
		(Rupees in Lakhs)
26 COST OF MATERIAL CONSUMED		
Opening Stock	1,666.00	941.19
Add : Purchases	4,771.00	6,075.23
	<u>6,437.00</u>	<u>7,016.42</u>
Less: Closing Stock	814.53	1,666.00
	<u><u>5,622.47</u></u>	<u><u>5,350.42</u></u>
 27 PURCHASE OF STOCK-IN-TRADE		
Purchase of Traded Goods	1,27,564.64	1,65,399.34
Import Expenses	4,121.27	3,995.13
Foreign Exchange Effect	(33.81)	(486.85)
	<u>1,31,652.10</u>	<u>1,68,907.62</u>
 28 CHANGES IN INVENTORIES OF FINISHED GOODS & STOCK-IN-TRADE		
Opening Stock		
Traded Goods	31,916.65	16,912.71
Finished Goods	112.82	116.91
	<u>32,029.47</u>	<u>17,029.62</u>
Less : Closing Stock		
Traded Goods	36,689.46	31,918.97
Finished Goods	121.82	112.82
	<u>36,811.28</u>	<u>32,031.79</u>
	<u>(4,781.81)</u>	<u>(15,002.17)</u>
 29 EMPLOYEE BENEFITS EXPENSES		
Salaries & Wages	1,634.23	1,329.23
Contribution to Provident and other funds	69.42	48.98
Staff Welfare Expenses	57.74	41.50
	<u>1,761.39</u>	<u>1,419.71</u>



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Notes to Consolidated Financial Statements for the Year Ended 31st March 2018

	Year Ended 31st March, 2018	(Rupees in Lakhs) Year Ended 31st March, 2017
30 FINANCE COST		
Interest Paid	803.57	1,034.45
Bank Charges & Commission	133.33	110.46
	936.90	1,144.91
 31 OTHER EXPENSES		
Rent	40.66	31.15
Rates & Taxes / Fees	23.26	21.45
Repairs & Maintenance	138.04	12.72
Insurance Expenses	15.47	7.65
Power, Electricity & Water	14.31	16.31
Consumable Stores, Spares Parts Consumed	0.54	0.63
Telephone & Mobile	15.19	19.21
Postage & Courier Charges	8.90	9.44
Printing, Stationery & Computer expenses	13.54	13.48
Travelling and Conveyance	142.73	111.25
Vehicle Running & Maintenance	10.36	8.30
Excise Duty (Net)	(13.86)	0.29
Sales Tax & Vat	910.04	1,968.81
Advertising & Publicity	42.83	23.54
Business Promotion	73.43	81.55
Brokerage & Commission	213.58	184.92
Export Expenses	0.53	7.95
Freight Expenses	470.09	465.49
Consultancy, Legal & Professional Fees	103.58	85.90
Membership & Subscriptions	10.84	10.05
Director Sitting Fee	1.18	0.53
Miscellaneous Expense	23.41	33.21
Bad Debts (Net)	521.91	2,397.09
Provision for Expected Credit Losses	6.00	42.00
Auditor Remuneration- Refer Note 38	12.69	7.07
	2,799.25	5,559.98

32 OTHER COMPREHENSIVE INCOME

The disaggregation of changes to OCI by each type of reserve in equity is shown below:

Remeasurment of Defined benefit plans

Items that will not be reclassified to Profit or Loss	(9.82)	2.87
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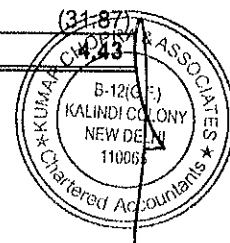
Remeasurment of Fair Value Investment

Items that will not be reclassified to Profit or Loss	165.84	85.31
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Income Tax relating to items that will not be reclassified to Statement of Profit and Loss	(149.90)	(51.88)
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<u>Exchange Fluctuation Difference</u>	4.22	(31.87)
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	10.34	4.43
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Note 33. Earnings per Share:

Particulars	(Rupees in Lakhs)	
	31st March 2018	31st March 2017
	(Rs. per share)	(Rs. per share)
Basic EPS		
From continuing operation	55.79	48.23
From discontinuing operation	-	-
Diluted EPS		
From continuing operation	55.79	48.23
From discontinuing operation	-	-

33.1 Basic Earning per Share

The earnings and weighted average number of equity shares used in calculation of basic earning per share:-

Particulars	(Rupees in Lakhs)	
	31st March 2018	31st March 2017
Profit attributable to equity holders of the company:		
Continuing operations	5,991.57	5,180.29
Discontinuing operations	-	-
Earnings used in calculation of Basic Earning Per Share	5,991.57	5,180.29

Weighted average number of shares for the purpose of basic earnings per share	1,07,40,000	1,07,40,000
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33.2 Diluted Earning per Share

The earnings and weighted average number of equity shares used in calculation of diluted earning per share:-

Particulars	(Rupees in Lakhs)	
	31st March 2018	31st March 2017
Profit attributable to equity holders of the company:		
Continuing operations	5,991.57	5,180.29
Discontinuing operations	-	-
Earnings used in calculation of diluted Earning Per Share from continuing operations	5,991.57	5,180.29

The weighted number of equity shares for the purpose of diluted earning per share reconciles to the weighted average number of equity shares used in calculation of basic earning per share as follows:

Particulars	31st March 2018	31st March 2017
Weighted average number of Equity shares used in calculation of basic earnings per share	1,07,40,000	1,07,40,000
Effect of dilution:		
Share Options	-	-
Weighted average number of Equity shares used in calculation of diluted earnings per share	1,07,40,000	1,07,40,000

The Company has issued and allotted 35,80,000 equity shares to the eligible holders of the equity shares on the book closure date (i.e. 30.03.2018) as bonus equity shares by capitalizing reserves on 30.03.2018. The earning per share figures for the year ended 31.03.2017 have been adjusted to give effect to the allotment of the bonus shares, as required by Ind AS-33.

Note 34. Employee Benefit Obligation

The Company obtained reports as required by Ind AS 19 (Employee Benefits) based on which disclosures have been made in the financial statement for the year ended March, 31 2018. The disclosures as required by the Ind AS 19 are as below.

Defined Benefit Plan

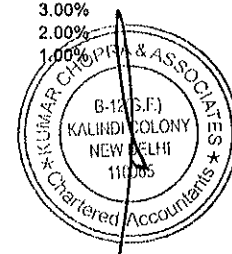
Gratuity

The Company makes annual contributions to an income tax approved irrevocable trust gratuity fund to finance the plan liability, a funded defined benefit plan for qualifying employees.

Actuarial Assumptions

Particulars	31st March 2018	31st March 2017
i) Discounting Rate	7.71%	6.00%
ii) Future Salary Increase	6.00%	6.00%

Particulars	31st March 2018	31st March 2017
Retirement Age (Years)	60	60
Mortality rates inclusive of provision for disability	100% of IALM (2006-08)	
Attrition at Ages	Withdrawal Rate	Withdrawal Rate
Up to 30 Years	3.00%	3.00%
From 31 to 44 years	2.00%	2.00%
Above 44 years	1.00%	1.00%



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Balance Sheet and related analysis			(Rupees in Lakhs)
Particulars	31st March 2018	31st March 2017	
Present Value of the obligation at end	103.69	76.97	
Fair value of plan assets	137.86	120.26	
Unfunded Liability/provision in Balance Sheet	34.17	43.30	
The amounts recognized in the Income statement			
Particulars	31st March 2018	31st March 2017	
Total Service Cost	22.77	7.57	
Net Interest Cost	(3.46)	(2.44)	
Expense recognized in the Income Statement	19.31	5.13	
Other Comprehensive Income (OCI)			
Net cumulative unrecognized actuarial gain/(loss) opening	-	-	
Actuarial gain / (loss) for the year on PBO	(9.08)	3.39	
Actuarial gain / (loss) for the year on Asset	(0.74)	(0.52)	
Unrecognized actuarial gain/(loss) at the end of the year	(9.82)	2.87	
Change in Net Defined Benefit Obligation			
Net defined benefit liability at the start of the period	(43.30)	(30.55)	
Acquisition adjustment	-	-	
Total Service Cost	22.77	7.57	
Net interest cost (income)	(3.46)	(2.44)	
Re-measurements	9.82	(2.87)	
Contribution paid to the Fund	(20.00)	(15.00)	
Benefit paid directly by the enterprise	-	-	
Net defined benefit liability at the end of the period	(34.17)	(43.30)	
Sensitivity Analysis of the defined benefit obligation			
a) Impact of the change in discount rate			
<u>Present Value of Obligation at the end of the period</u>			103.69
Impact due to increase of 0.50%	(5.44)		
Impact due to decrease of 0.50 %	5.93		
Impact of the change in salary increase			
<u>Present Value of Obligation at the end of the period</u>			103.69
Impact due to increase of 0.50%	5.21		
Impact due to decrease of 0.50 %	(5.14)		

Sensitivities due to mortality & withdrawals are not material & hence impact of change due to these not calculated.

Sensitivities as rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable.

Note 35. Lease Arrangements

The Company has various premises under operating lease arrangements. These are cancellable and range between 11 months to 5 years which are renewable by mutual consent on mutually agreeable terms. The company has given interest free security deposit under certain agreements.

Note 36. Loans and Advances etc.

Balances in Loans and advances, Receivables / Recoverable, Advance from Customers, Sundry Creditors and Sundry Debtors etc. are subject to reconciliation, confirmation and consequential adjustments, if any.

In the opinion of the management, the value of Current Assets, Loans and Advances, on realization in the ordinary course of business, will not be less than the value at which these are stated in the Balance Sheet, except unless stated otherwise. The Provision for all known Liability is adequate and not in excess of the amount considered reasonably necessary.

Note 37. Contingent Liabilities and Contingent Assets

37.1 Contingent Liabilities

Contingent Liabilities, as defined in Ind AS 37 on "Provisions on Contingent Liabilities and Contingent Assets", are disclosed below. Provision is made, if it becomes probable that an outflow of future economic benefits will be required for the item previously dealt with as Contingent Liability.

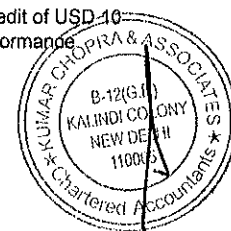
Particulars	(Rupees in Lakhs)		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Net Outstanding LC's with Bank	11,410.18	1,384.06	9,444.01
Bank Guarantees	-	36.32	1.75
Corporate Guarantee issued to Bank (for wholly owned subsidiary)	6,504.41	6,483.86	6,633.29

In case of foreign subsidiary

The Company has working capital facilities comprising of non - fund based facilities in the form of Letter of Credit of USD 10 million with fund based sub limit of Trust Receipt and non-fund based sub limit of financial guarantee and performance guarantee of USD 10 million from ICICI Bank, DIFC, Dubai.

The facilities are secured by

a) Hypothecation of stocks and inventory of the Company on a pari passu basis



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- b) Corporate guarantee of KLJ Resources Limited (Holding Company)
c) Personal guarantee of the promoter
d) Subordination of KLJ Resources Ltd's current account with the borrower

37.2 Contingent Asset

NIL

Note 38. Break Up of Auditors Remuneration

Particulars	(Rupees in Lakhs)	
	For the year ended 31st March 2018	For the year ended 31st March 2017
Payment to Statutory Auditors		
-Audit Fee	6.44	3.33
-Tax Audit and Certification Work	2.00	-
Payment to Cost Auditors	2.00	1.15
Payment to Internal Auditors	2.25	2.59
	12.69	7.07

Note 39. Detail of Unhedged Foreign currency exposures are as under:

Particulars	(Rupees in Lakhs)		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Un-hedged Foreign Currency Payable	28,984.00	30,291.16	26,214.63

Note 40. No amounts are due for deposits at the Balance Sheet date to the Investor Education and Protection Fund.

Note 41. There are no delays in payments to Micro and Small Enterprises as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006. The information has been determined to the extent such parties have been identified on the basis of information available with the company.

Note 42. Additional Information:

a) Value of Imports calculated on CIF Basis

Particulars	(Rupees in Lakhs)	
	31st March 2018	31st March 2017
Materials (Chemicals)	1,14,642.76	1,52,306.91

b) Expenditure in Foreign Currency during the Year

Particulars	(Rupees in Lakhs)	
	31st March 2018	31st March 2017
Interest	356.13	167.60
Travelling & Tour	45.65	41.11
Business Promotion	5.11	14.14
Membership & Subscriptions	6.28	6.71
Insurance	12.51	-
Demurrage	44.75	-
Survey Fee	1.14	1.31
Licence & Registration Expense	-	2.72

c) Value of Raw Materials and Stores and Spares consumed during the Year Ended:

	(Rupees in Lakhs)		Percentage %	
	31st March 2018	31st March 2017	31st March 2018	31st March 2017
Raw Materials				
Imported	5,206.62	5,136.09	92.60%	95.99%
Indigenous	415.86	214.33	7.40%	4.01%
Total	5,622.47	5,350.42	100.00%	100.00%
Stores & Spares				
Indigenous	0.54	0.63	100.00%	100.00%
Total	0.54	0.63	100.00%	100.00%

d) Earning in Foreign Exchange:

Particulars	(Rupees in Lakhs)	
	31st March 2018	31st March 2017
Export of Goods calculated on F.O.B. basis	8,241.11	2,181.70

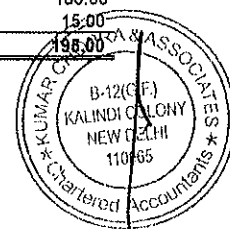
Note 43. Corporate Social Responsibility (CSR)

a) CSR amount required to be spent as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof by the Company during the year is Rs.116.47 Lakhs (Previous Year Rs.99.24 Lakhs)

b) Expenditure related to Corporate Social Responsibility is Rs.210.87 lakhs (Previous Year Rs.195.00 Lakhs)

Detail of Amount spent towards CSR given below:

Particulars	(Rupees in Lakhs)	
	31st March 2018	31st March 2017
Health	210.87	180.00
Education	-	15.00
Total	210.87	195.00



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Note 46. Disclosures in respect of Indian Accounting Standard (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule 2014 (as amended):

1 Enterprises where control exists:-

Subsidiaries:

Altarupte Townships and Resorts Pvt. Ltd.
Brokenhills Townships and Resorts Pvt. Ltd.
Springdale Townships and Resorts Pvt. Ltd.
Valley View Townships Pvt. Ltd.
KLJ Resources DMCC
AK Buildtech Pvt. Ltd.
Sudhok Real Estate Pvt. Ltd.

2 Other related parties with whom the company had transactions:-

a) Associates:

Hemlog Plastic Goods Pvt. Ltd.

b) Others (Group Concerns):

KLJ Plasticizers Limited
KLJ Organic Ltd.
Prithvi Sound Products Co. Pvt. Ltd.
KLJ Polymers & Chemicals Ltd.
III Buildtech Pvt. Ltd.
Inspiration Dealers Pvt. Ltd.
Hemlog Traders Pvt. Ltd.
KLJ Developers Private Limited
D M Ready Developers Pvt. Ltd.
Priyami Traders Pvt. Ltd.

c) Key Management Personnel:

Sh. Hemant Jain	Managing Director
Sh. Praveen Sharma	Company Secretary
Sh. Suresh Chand Jaitheer	Chief Financial Officer
Sh. Trilok Chand Aggarwal	Chief Financial Officer
Sh. Hemant Jain Nabata	Chief Financial Officer
Sh. Dilip Kumar Nam	Director
Sh. Sukh Raj Sethia	Director
Sh. Gulshan Raj Karwal	Director
Sh. Sudeep Mehta	Director
Ms. Kalpana Seth	Director

d) Relatives of Key Management Personnel:

Ms. Neetu Jain	Sr. Manager (Business Development)
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(Figure in Rupee)

Note 44: Disclosures in respect of Indian Accounting Standard (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule 2014 (as amended):

S.No.	Nature of Transaction	Name of Related Parties	Relationship	31st March, 2016	31st March, 2017
a) Transactions during the year					
1	Purchases	KLJ Plasticizers Limited	Group Concern	1,400.52	608.95
		KLJ Organic Ltd.	Group Concern	2,191.03	311.92
		Prithvi Sound Products Co. Pvt Ltd.	Group Concern	17.41	16.42
				<u>3,608.96</u>	<u>937.29</u>
2	Sales	KLJ Plasticizers Limited	Group Concern	690.76	628.15
		KLJ Organic Ltd.	Group Concern	3,726.79	7,568.43
				<u>4,417.55</u>	<u>8,196.58</u>
3	Rent Paid	KLJ Polymers & Chemicals Ltd.	Group Concern	17.38	17.53
		KLJ Organic Ltd.	Group Concern	-	0.21
		KLJ Plasticizers Limited.	Group Concern	10.62	-
		HIJ Buildtech Pvt. Ltd.	Group Concern	1.41	1.38
		Inspiration Dealers Pvt. Ltd.	Group Concern	1.77	-
		Hanlog Traders Pvt. Ltd.	Group Concern	5.27	0.69
		<u>36.45</u>	<u>19.84</u>		
4	Rent & Maint. Received	KLJ Developers Private Limited	Group Concern	29.53	28.97
				<u>29.53</u>	<u>28.97</u>
5	Maintenance Paid	DM Realty Developers Pvt. Ltd.	Group Concern	7.98	7.11
				<u>7.98</u>	<u>7.11</u>
6	Conversion Charges Paid	KLJ Organic Ltd.	Group Concern	73.25	13.67
				<u>73.25</u>	<u>13.67</u>
7	Reimb. of Exp. Paid	KLJ Polymers & Chemicals Ltd.	Group Concern	12.75	9.83
		KLJ Plasticizers Limited	Group Concern	0.13	356.00
		KLJ Organic Ltd.	Group Concern	-	11.86
				<u>12.88</u>	<u>377.69</u>
8	Investment Made	KLJ Developers Private Limited	Group Concern	-	999.60
				-	<u>999.60</u>
9	Investment Sold	Priyatham Traders Pvt. Ltd.	Associate Concern	-	28.80
				-	<u>28.80</u>
10	Storage Rent Paid	KLJ Plasticizers Limited	Group Concern	49.25	-
				<u>49.25</u>	-

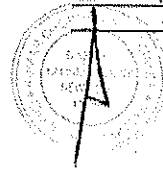


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(Rupees in Lakhs)

Note 44. Disclosures in respect of Indian Accounting Standard (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule 2014 (as amended).

S.No.	Nature of Transaction	Name of Related Parties	Relationship	31st March, 2018	31st March, 2017
11	Interest Paid	Sh Hemant Jain	Managing Director	13.12	6.28
				13.12	6.28
13	CSR Expenditure	K.L.J Developers Private Limited	Group Concern	170.00	180.00
				170.00	180.00
14	Remuneration (Key Managerial Personnel)	Sh. Hemant Jain	Managing Director	807.39	650.02
		Sh. Pooveen Sharma	Company Secretary	31.08	26.33
		Sh. Suresh Chand Jajbhav	Chief Financial Officer	5.51	-
		Sh. Trilok Chand Aggarwal	Chief Financial Officer	-	7.20
		Sh. Laxmi Narayan Sunthwal	Manager	53.05	49.79
		Sh. Gaurav Mehta	Director	16.23	16.20
		Sh. Hemant Jain Nehata	Chief Financial Officer	20.42	14.33
		Ms. Neetu Jain	Sr. Manager (Business Development)	14.85	12.88
		948.53	776.75		
15	Director Sitting Fees	Sh. Dilip Kumar Karn	Director	0.18	0.03
		Sh. Sukh Raj Sethia	Director	0.40	0.25
		Sh. Gulshan Raj Kanwal	Director	0.40	0.15
		Sh. Sudeep Mehta	Director	0.02	0.01
		Ms. Kalpana Seth	Director	0.18	0.03
		1.18	0.47		
16	Unsecured Loan Taken	Sh Hemant Jain	Managing Director	529.00	102.00
				529.00	192.00
17	Unsecured Loan Repaid	Sh Hemant Jain	Managing Director	344.50	303.00
				344.50	303.00

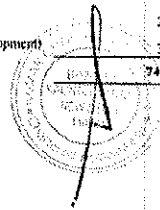


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Note 44: Disclosures in respect of Indian Accounting Standards (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule, 2014 (as amended):

S.No.	Nature of Transaction	Name of Related Parties	Relationship	(Rupees in Lakhs)	
				31st March, 2018	31st March, 2017
b) Outstanding Balance as at 31st March 2018					
1	Unsecured Loans Taken	Sh. Hemant Jain	Managing Director	203.94	7.63
				<u>203.94</u>	<u>7.63</u>
2	Trade Payables	KLJ Plasticizers Limited	Group Concern	4.19	391.88
		KLJ Organic Ltd.	Group Concern	193.89	251.18
		Inspiration Dealers Pvt. Ltd.	Group Concern	1.62	-
		KLJ Polymers & Chemicals Ltd.	Group Concern	12.54	9.64
				<u>212.24</u>	<u>652.70</u>
3	Trade Receivables	KLJ Plasticizers Limited.	Group Concern	318.60	172.63
		KLJ Developers Private Limited	Group Concern	6.80	-
		KLJ Organic Ltd.	Group Concern	424.23	1,317.13
				<u>749.63</u>	<u>1,489.76</u>
4	Rent Payable	KLJ Plasticizers Limited	Group Concern	1.08	-
		KLJ Polymers & Chemicals Ltd.	Group Concern	1.33	-
				<u>2.41</u>	<u>-</u>
5	Remuneration (Key Managerial Personnel)	Sh. Hemant Jain	Managing Director	731.92	593.78
		Sh. Praveen Sharma	Company Secretary	5.82	5.33
		Sh. Suresh Chand Jadhav	Chief Financial Officer	1.61	-
		Sh. Trilok Chand Aggarwal	Chief Financial Officer	-	1.12
		Sh. Hemant Jain Nalata	Chief Financial Officer	2.30	1.76
		Ms Neetu Jain	Sr. Manager (Business Development)	3.45	3.03
				<u>745.30</u>	<u>604.92</u>



Note 45. Capital management

(Rupees in Lakhs)

The company manages its capital to ensure that the company will be able to continue as a going concern while maximising the return to stakeholder through optimization of the debt and equity balance. The capital structure of the company comprises of debt and total equity of the company.

Debt Equity Ratio

(Rupees in Lakhs)

Particulars	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Borrowing (Note No. 17 and 20)	18,872.79	9,844.41	12,263.30
Short term debt	18,872.79	9,844.41	12,263.30
Equity (Note No.15)	1,074.00	716.00	718.00
Other equity (Note No.16)	35,924.86	30,245.10	25,076.38
Total equity	36,998.86	30,961.10	25,794.38
Debt equity Ratio	25/49	7/22	29/51

Note 46. Fair Value measurements

(i) Financial Instruments by Category

(Rupees in Lakhs)

Particulars	As at 31st March, 2018			As at 31st March, 2017			As at 1st April, 2016		
	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost
Financial Assets									
Investment	4.90	2,009.13	-	4.91	1,643.28	-	8.04	558.38	-
Trade Receivables	-	-	18,625.25	-	-	20,107.69	-	-	20,514.84
Loans	-	-	4,141.02	-	-	6,520.91	-	-	7,149.79
Cash and Cash Equivalents	-	-	1,209.05	-	-	1,692.59	-	-	2,352.35
Bank Balances	-	-	2,312.53	-	-	2,829.28	-	-	2,621.82
Others	-	-	3,377.10	-	-	2,253.40	-	-	1,360.32
Total Financial Assets	4.90	2,009.13	30,664.95	4.91	1,643.28	33,403.87	8.04	558.38	42,869.12
Financial Liabilities									
Borrowings	-	-	18,872.79	-	-	9,844.41	-	-	12,263.30
Trade Payables	-	-	18,565.81	-	-	28,856.63	-	-	23,106.02
Other	-	-	227.13	-	-	31.08	-	-	27.81
Total Financial Liabilities	-	-	37,665.73	-	-	36,832.02	-	-	35,397.13

i) The carrying amounts of trade receivables, trade payable, cash and cash equivalents and other short term receivables and payables which are due to be settled within 12 months are considered to be same as their fair values, due to short term nature.

ii) Borrowings-Current are evaluated by company on parameters such as interest rates, specific country risk factors and other risk factors. Based on this evaluation the fair value of such payables are not materially different from their carrying amount. As the amount is immaterial, no fair valuation is required.

iii) Non Current Loans given and Security Deposit have been continued at carrying value as measurement implication are immaterial.

iv) All investments other than associates are measured at fair value, with value changes recognized in Statement of Other Comprehensive Income.

Fair Value Hierarchy

Level 1- Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2- Inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived form prices)

Level 3- Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs)

The following table presents the fair value measurement hierarchy of financial assets and liabilities measured at Fair value and amortised cost:-

As at 31-03-2018

(Rupees in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Assets				
Financial Assets at Fair Value				
Investment	218.92	1,795.10	-	2,014.02
Financial Assets at Amortised Cost				
Trade Receivables	-	-	18,625.25	18,625.25
Loans	-	-	4,141.02	4,141.02
Cash and Cash Equivalents	-	-	1,209.05	1,209.05
Bank Balances	-	-	2,312.53	2,312.53
Others	-	-	3,377.10	3,377.10
	218.92	1,795.10	30,664.95	32,678.87

As at 31-03-2017

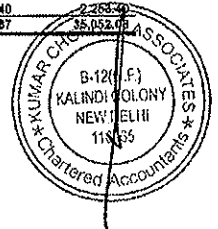
(Rupees in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities				
Financial Liabilities at Amortised Cost				
Borrowings	-	-	18,872.79	18,872.79
Trade Payables	-	-	18,565.81	18,565.81
Other	-	-	227.13	227.13
	-	-	37,665.73	37,665.73

As at 31-03-2016

(Rupees in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Assets				
Financial assets at Fair Value				
Investment	19.15	1,629.05	-	1,648.21
Financial Assets at Amortised Cost				
Trade Receivables	-	-	20,107.69	20,107.69
Loans	-	-	6,520.91	6,520.91
Cash and Cash Equivalents	-	-	1,692.59	1,692.59
Bank Balances	-	-	2,829.28	2,829.28
Others	-	-	2,253.40	2,253.40
	19.15	1,629.05	33,403.87	35,052.07



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As at 31-03-2017				
Particulars	Level 1	Level 2	Level 3	Total
(Rupees in Lakhs)				
Financial Liabilities				
Financial Liabilities at Amortised Cost				
Borrowings	-	-	9,844.41	9,844.41
Trade Payables	-	-	26,856.53	26,856.53
Other	-	-	31.08	31.08
			36,832.02	36,832.02
As at 01-04-2016				
(Rupees in Lakhs)				
Financial Assets				
Financial assets at Fair Value				
Investment	0.62	666.90	-	666.42
Financial assets at Amortised Cost				
Trade Receivables	-	-	29,514.84	29,514.84
Loans	-	-	7,149.79	7,149.79
Cash and Cash Equivalents	-	-	2,352.35	2,352.35
Bank Balances	-	-	2,621.82	2,621.82
Others	-	-	1,350.32	1,350.32
	0.62	666.90	42,809.12	43,455.54
As at 01-04-2016				
(Rupees in Lakhs)				
Financial Liabilities				
Financial Liabilities at Amortised Cost				
Borrowings	-	-	12,263.30	12,263.30
Trade Payables	-	-	23,106.02	23,106.02
Other	-	-	27.81	27.81
	-	-	35,397.13	35,397.13

(iii) Financial risk management

The Company's principal financial liabilities comprise of Borrowings, Trade Payables and others. The main purpose of these financial liabilities is to finance the company's operations. The Company's principal financial assets include Trade Receivables, Loans, cash and cash equivalents and other bank balances that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The company financial risk activities are governed by appropriated policies and procedures and that financial risk are identified, measured and managed in accordance with the company's policies and risk objectives. The board of directors reviews and agrees policies for managing each of these risks, which are summarised below:

a) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises interest rate risk and foreign currency risk.

i) Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of change in market interest rate. Company is not exposed to significant interest rate risk as all the financial instruments which are subject to interest risk are due to be settled within 12 months and carry fixed rate of interest.

ii) Foreign Currency Risk

Foreign Currency Risk is the risk that the Fair Value or Future Cash Flows of an exposure will fluctuate because of changes in foreign currency rates. Exposures can arise on account of the various assets and liabilities which are denominated in currencies other than Indian Rupee.

The following table shows foreign currency exposures in US Dollar, AED on financial instruments at the end of the reporting period. The exposure to all other foreign currencies are not material.

Particulars	Foreign Currency Exposure					
	As at 31st March, 2016		As at 31st March, 2017		As at 1st April, 2016	
	USD	AED	USD	AED	USD	AED
Borrowings	185.00	-	112.90	-	101.84	-
Trade Payables	271.32	-	250.16	407.32	144.24	724.94
Total	456.40	-	363.06	407.32	246.08	724.94

b) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers. The company is not exposed to credit risk from its financial activities as at present there are no receivables outstanding in books.

The Company has used a practical expedient by way of computing the expected credit loss for trade receivables based on provision matrix. The matrix also takes into account historical credit loss experience and adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the days the receivables are due and rates as given in the provision matrix.

The provision matrix at the year end is as follows.

Particulars	Expected Credit loss Percentage
Ageing	
1-30 days	0.00%
30 days to 12 months	0.28%
More than 12 months	2.32%

(Rupees in Lakhs)

Particulars	As at 31st March 16		As at 31st March 17		As at 1st April 16	
	Receivables	Expected Credit loss	Receivables	Expected Credit loss	Receivables	Expected Credit loss
1-30 days	17,685.67	-	14,826.17	-	26,064.46	-
30 days to 12 months	1,780.74	8.00	2,522.52	7.00	3,372.20	9.00
More than 12 months	49.90	1.00	1,613.07	35.00	70.44	2.00

In Case of Foreign Subsidiary

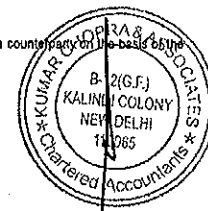
In determining the recoverability of trade receivables, the company considers any change in the credit quality of the trade receivable from the date the credit was initially granted upto the date of adoption of the accounts. Management has taken the current market conditions and payment received subsequent to the reporting date when assessing the credit quality of trade receivables. Accordingly, taking all of the above into account, no provision is required on account of doubtful trade receivables.

Other Financial Assets

Company makes loans and advances out of its surplus funds to Corporates. In the past 5 years there is only incidence where Bad Debts have been written off. The Writeoff happened in FY 17-18 and company is of the view that this is one of incident and management is of view that bad debts are not bound to recur again. Accordingly there is no need to create a Expected Credit loss provision for such Financial Assets.

Financial Instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed in accordance with the company's policy. Investment of surplus are made only with approved with counterparty on the basis of the financial quotes received from the counterparty.



c) Liquidity risk

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they become due. The company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the company's reputation. The company's principal sources of liquidity are cash and cash equivalents, cash flow that is generated from operations and the borrowings from Directors and Banks. The company believes that the working capital is sufficient to meet its current requirements. Any short term surplus cash generated, over and above the amount required for working capital management and operational requirements, are given as interest bearing loans repayable on demand.

As on March 31 2018 the company had working capital of Rs. 30,842.45 Lakhs including cash and bank Balances of Rs. 3,521.58 Lakhs.

As on March 31 2017 the company had working capital of Rs. 27,077.57 Lakhs including cash and bank Balances of Rs. 4,521.87 Lakhs.

As on April 1 2016 the company had working capital of Rs. 23,816.21 Lakhs including cash and bank Balances of Rs. 4,874.17 Lakhs.

Note 47. Key sources of estimation uncertainty

The followings are the key assumptions concerning the future, and the key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities with next financial year.

a) Fair valuation measurement and valuation process

Financial instruments are measured initially at fair value and subsequently at amortised cost on the basis of materiality.

b) Taxes

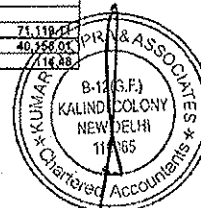
Deferred tax assets are recognized for unused tax losses and unabsorbed depreciation to the extent that it is probable that taxable profit will be available against which losses can be utilised significant management judgment is required to determine the amount of deferred tax asset that can be recognised, based upon the likely timing and level of future taxable profit together with future tax planning strategies.

Note 48 Segment Reporting

The Company is engaged in business of petrochemicals and solvents in India. The Company has identified two reportable segments viz. Trading and Manufacturing Segments taking into account nature of activities and services, the differing risks and returns and the internal business reporting systems. The accounting policies adopted for segment reporting are in line with the accounting policies of the Company with following additional policies for segment reporting. Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and expenses which relate to enterprise as a whole and are not allocable to a segment on reasonable basis have been disclosed as "Unallocable". Segment Assets and Segment Liabilities are shown in respective segments. As per Accounting Standard on Segment Reporting (Ind AS 108), segment information is as under:

(Rupees in Lakhs)

	Year Ended 31/03/2016			Year Ended 31/03/2017		
	Trading	Others	Total	Trading	Others	Total
Segment Revenue						
Gross Turnover	1,38,682.89	7,187.78	1,45,870.67	1,66,395.95	6,812.54	1,73,208.50
Segment Result before Finance Cost and Taxes	7,237.61	1,378.69	8,616.70	6,741.64	1,118.82	8,860.46
Other Income (Unallocated)	-	-	1,682.87	-	-	2,041.48
Less: Finance Cost	-	-	958.00	-	-	1,144.81
Profit Before Tax	-	-	9,272.67	-	-	7,755.09
Less: Taxes (including Deferred Tax)	-	-	3,070.22	-	-	2,380.18
Less: CSR Expenses	-	-	210.87	-	-	185.00
Profit After Tax (before Associates share)	-	-	5,991.58	-	-	5,179.84
Share from Associates	-	-	(0.02)	-	-	0.44
Profit After Tax (After Associates share)	-	-	5,991.57	-	-	5,180.28
Other Information:						
Segment Assets	71,421.58	5,471.61	76,893.19	68,089.65	4,128.46	71,118.11
Segment Liabilities	37,128.29	2,765.14	39,893.44	38,849.59	1,508.42	40,358.01
Depreciation	122.22	58.14	180.35	93.61	20.87	114.48

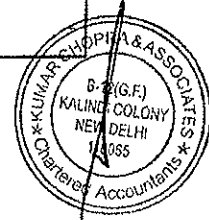


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Note 49. Disclosure pursuant to section 186(4) of the Companies Act 2013:

(Rupees in Lakhs)

Sr. No.	Nature of the transaction (loans given/investment made/guarantee given/security provided) & Purpose	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
(A)	Loan and Advances: (Given for Business purpose)			
1	Advance Chemicals	18.30	26.30	100.03
2	Ajanta Polymers Pvt. Ltd.	-	200.00	-
4	Bhadani Financers Pvt. Ltd.	3,547.70	4,847.85	3,552.61
5	Ferricon Equipments (India) Pvt. Ltd.	55.00	75.00	50.00
6	Headstart International Pvt. Ltd.	110.28	100.00	100.00
7	Himachal Futuristic Communications Ltd.	-	-	1,000.00
8	Iworld Business Solutions Pvt. Ltd.	-	-	500.18
9	Luxor Writing Instrument Pvt. Ltd.	200.00	200.00	200.00
10	Manaberie Tea Co Limited	206.75	200.00	207.58
11	Pearl International Tours & Travels Ltd.	-	100.00	-
12	Pioneer Securities Pvt. Ltd.	-	-	400.00
14	Shree Swastic Sales Corporation Pvt. Ltd.	-	50.00	50.00
15	Surana Construction (Wadala)	-	606.94	524.57
16	UFLEX Limited	-	-	300.00
17	Vijayendra Kumar Jain	-	-	50.00
18	Narendra Holding Pvt. Ltd.	-	101.72	101.72
19	Stanrose Chemical	-	11.10	11.10
	Total	4,138.02	6,518.91	7,147.79
(B)	Guarantees: (Given for Subsidiary's debt)			
1	KLJ Resources DMCC	6,504.41	6,483.88	6,633.29
(C)	Investments made are disclosed under Note 3			



Note 50. First-time adoption of Ind AS

These consolidated financial statements, for the year ended 31 March 2018, are the first the company has prepared in accordance with Ind-AS. For periods up to and including the year 31 March 2017, the company prepared its consolidated financial statements in accordance with the Indian GAAP, including accounting standards notified under the companies (Accounting Standards) Rules, 2006 (as amended).

Accordingly the company has prepared consolidated financial statements which comply with Ind-AS applicable for the periods on or after the 31 March 2017, together with the comparative period data as at and for the year ended 31 March 2017, as described in the summary of the significant accounting policies. In preparing these consolidated financial statements, the company opening balance sheet was prepared as at 1 April 2016, the company date of transition to Ind-AS. This note explains the principal adjustments made by the company in restating its Indian GAAP financial statements, including the balance sheet as at 1 April 2016 and the financial statements as at and for the year ended 31 March 2017.

Exemptions applied

Ind-AS 101 allows first time adopters certain exemptions from the retrospective application of certain requirements under Ind-AS. Company has applied the following exemptions:-

1- Estimates

The estimates at 1 April 2016 and at 31 March 2017 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies).

The estimates used by the Company to present these amounts in accordance with Ind AS, reflect conditions at 1 April 2016, the date of transition to Ind-AS and as of 31 March 2017.

2- Deemed Costs

Since there is no change in functional currency, the company has elected to continue with the previous GAAP carrying value of Property, Plant and Equipment as recognized in the previous GAAP financials as deemed cost at the transition date.

3- Classification and measurement of financial assets

Financial assets are classified and measured on the basis of the conditions existing on the date of the transition to Ind-AS

4- Investments in subsidiaries and associates

Since company recognised its investment in subsidiaries and associates at cost in separate financial statements, company has elected to continue with the previous GAAP carrying amount as deemed cost at transition date.

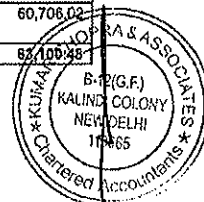
5- Leases

Appendix C to Ind AS 17 requires an entity to assess whether a contract or arrangement contains a lease. In accordance with Ind AS 17, this assessment should be carried out at the inception of the contract or arrangement. However, the company has used Ind AS 101 exemption and assessed all arrangements based for embedded leases based on conditions in place as at the date of transition. Company does not have such type of arrangements on transition date.

Reconciliation of Balance sheet on 1st April 2016 (at the date of Transition)

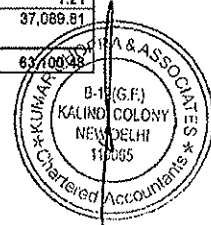
(Rupees in Lakhs)

Particulars	Foot Notes	INDIAN (GAAP)	Adjustments	IND-AS
1. ASSETS				
1 Non-current assets				
(a) Property, Plant and equipment	1	1,559.58	(1,313.64)	245.94
(b) Capital work-in-progress		-	-	-
(c) Investment Property	1	-	1,313.64	1,313.64
(d) Goodwill		-	-	-
(e) Other Intangible assets		4.45	-	4.45
(f) Intangible assets under development		-	-	-
(g) Financial Assets				
(i) Investments	2	155.66	410.75	566.41
(ii) Trade Receivable		-	-	-
(iii) Loans	3	190.14	(77.32)	112.82
(iv) Others	3	-	41.09	41.09
(h) Deferred tax assets (Net)	4	103.21	(23.85)	79.56
(i) Other non-current assets	3, 7	814.87	(784.32)	30.55
		2,827.91	(433.45)	2,394.46
2 Current assets				
(a) Inventories		17,970.82	-	17,970.81
(b) Financial Assets				
(i) Investments		-	-	-
(ii) Trade Receivables	3,5	29,548.69	(33.85)	29,514.84
(iii) Cash and cash equivalents	3	5,008.56	(2,656.21)	2,352.35
(iv) Bank Balances other than (iii) above	3	-	2,521.82	2,521.82
(v) Loans	3	10,069.98	(3,033.01)	7,036.97
(vi) Others	3	-	1,309.23	1,309.23
(c) Current Tax Assets (Net)		-	-	-
(d) Other current assets	3	194.18	(194.18)	-
		62,792.23	(2,086.20)	60,706.02
Total Assets		65,820.13	(2,519.65)	63,100.38



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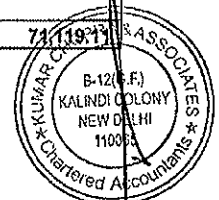
II. EQUITY AND LIABILITIES					
1	Equity				
	(a) Equity Share Capital		718.00	-	718.00
	(b) Other Equity				
	(i) Reserve and Surplus	2, 5, 6, 7, 9, 10	24,668.72	408.66	25,075.38
			25,384.72	408.66	25,791.38
2	Liabilities				
	Non-current liabilities				
	(a) Financial Liabilities				
	(i) Borrowing		37.00	-	37.00
	(ii) Trade Payable		-	-	-
	(iii) Other financial liabilities (other than those specified in item (b), to be specified)Borrowing		-	-	-
	(b) Provisions		86.86	-	86.86
	(c) Deferred tax liabilities (Net)		-	-	-
	(b) Other non-current liabilities	3	902.98	(807.55)	95.43
			1,026.84	(807.55)	219.29
	Current liabilities				
	(a) Financial Liabilities				
	(i) Borrowings	8	6,036.68	6,189.44	12,226.30
	(ii) Trade payables	8	29,307.44	(6,201.42)	23,106.02
	(iii) Other financial liabilities (other than those specified in item (C))	3	-	27.81	27.81
	(b) Other current liabilities	3	1,744.29	(15.82)	1,728.47
	(c) Provisions	3	2,120.00	(2,120.00)	-
	(d) Current Tax liability (Net)	3	-	1.21	1.21
			36,208.58	(2,118.77)	37,089.81
	Total Equity and Liabilities		65,620.13	(2,519.65)	63,700.48



Reconciliation of Balance sheet on 31st March 2017

(Rupees in Lakhs)

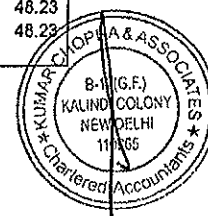
Particulars	Foot Notes	INDIAN (GAAP)	Adjustments	IND AS
I. ASSETS				
1 Non-current assets				
(a) Property, Plant and equipment	1, 9	2,208.78	(1,272.34)	936.44
(b) Capital work-in-progress		-	-	-
(c) Investment Property	1	-	1,277.33	1,277.33
(d) Goodwill		-	-	-
(e) Other Intangible assets		2.72	-	2.72
(f) Intangible assets under development		-	-	-
(g) Financial Assets				
(i) Investments	2	1,152.13	496.07	1,648.20
(ii) Trade Receivable		-	-	-
(iii) Loans	3	185.21	(72.39)	112.82
(iv) Others	3	-	36.17	36.17
(h) Deferred tax assets (Net)	4	112.71	(64.81)	47.90
(i) Other non-current assets	3, 7	814.87	(771.57)	43.30
		4,476.40	(371.52)	4,104.88
2 Current assets				
(a) Inventories		33,695.08	-	33,695.08
(b) Financial Assets				
(i) Investments		-	-	-
(ii) Trade Receivables	3,5	20,155.27	(47.58)	20,107.69
(iii) Cash and cash equivalents	3	4,666.28	(2,973.69)	1,692.59
(iv) Bank Balances other than (iii) above	3	-	2,829.28	2,829.28
(v) Loans	3	9,939.77	(3,531.68)	6,408.09
(vi) Others	3	-	2,217.23	2,217.23
(c) Current Tax Assets (Net)	3	-	64.27	64.27
(d) Other current assets	3	966.24	(966.24)	-
		69,422.64	(2,408.41)	67,014.23
Total Assets		73,899.04	(2,779.93)	71,119.11
II. EQUITY AND LIABILITIES				
1 Equity				
(a) Equity Share Capital		716.00	-	716.00
(b) Other Equity	2, 5, 6,	29,807.50	437.60	30,245.10
(i) Reserve and Surplus	7, 9, 10	30,523.50	437.60	30,961.10
2 Liabilities				
Non-current liabilities				
(a) Financial Liabilities				
(i) Borrowing		19.46	-	19.46
(ii) Trade Payable		-	-	-
(iii) Other financial liabilities (other than those specified in item (b), to be specified) Borrowing		-	-	-
(b) Provisions		89.53	-	89.53
(c) Deferred tax liabilities (Net)		-	-	-
(b) Other non-current liabilities	3	919.90	(807.54)	112.36
		1,028.89	(807.54)	221.35
Current liabilities				
(a) Financial Liabilities				
(i) Borrowing	8	3,121.52	6,703.43	9,824.95
(ii) Trade payables	8	33,673.49	(6,716.96)	26,956.53
(iii) Other financial liabilities (other than those specified in item (c))	3	-	31.08	31.08
(b) Other current liabilities	3	3,141.65	(17.55)	3,124.10
(c) Provisions	3	2,410.00	(2,410.00)	-
(d) Current Tax liability (Net)		-	-	-
		42,346.67	(2,410.01)	39,936.66
Total Equity and Liabilities		73,899.04	(2,779.93)	71,119.11



Reconciliation of Statement of Profit and Loss for the year ended 31st March 2017

(Rupees in Lakhs)

Particulars	Foot Notes	INDIAN (GAAP)	Adjustments	IND AS
Revenue :				
I. Revenue from operations		1,73,093.23	115.27	1,73,208.50
II. Other income	3	1,931.95	109.51	2,041.46
III. Total Income (I + II)		1,75,025.18	224.78	1,75,249.96
IV. Expenses:				
Cost of Material Consumed		5,350.42	-	5,350.42
Purchase of Stock-In-Trade	3	1,68,693.00	214.62	1,68,907.62
Changes in Inventories of Finished Goods & Stock in Trade	6	(14,999.45)	(2.72)	(15,002.17)
Employee Benefits Expenses	7	1,420.09	(0.38)	1,419.71
Finance Costs	6	1,144.16	0.75	1,144.91
Depreciation and Amortization Expense	6, 9	119.46	(4.98)	114.48
Other Expenses	3	5,535.84	24.14	5,559.98
Total Expenses (IV).		1,67,263.53	231.43	1,67,494.95
V. Profit/loss Before exceptional items and Tax (I - IV)		7,761.65	(6.64)	7,755.01
VI. Exceptional Items		-	-	-
VII Shares in Profit/(Loss) of Associates	2	0.47	(0.03)	0.44
VIII Profit/(Loss) before tax (V - VI + VII)		7,762.12	(6.67)	7,755.45
IX Tax expense:				
Current tax		2,410.00	-	2,410.00
Deferred tax (net)	4	(9.49)	(10.73)	(20.22)
CSR Expenses		195.00	-	195.00
Short/(Excess) Provision for Earlier Year		(9.62)	(0.00)	(9.62)
X Profit/(loss) for the period from continuing operation (VIII - IX)		5,176.23	4.06	5,180.29
XI Profit/(loss) from discontinued operations		-	-	-
XII Tax Expense of discontinued operations		-	-	-
XIII Profit/(loss) from discontinued operations (after tax) (XI-XII)		-	-	-
XIV Profit/(loss) for the period (X+XIII)		5,176.23	4.06	5,180.29
XV Other Comprehensive Income				
Items that will not be reclassified to profit and loss				
A (i) Items that will not be reclassified to Profit or Loss	10	-	56.31	56.31
(ii) Income tax relating to items that will not be reclassified to Profit or Loss	10	-	(51.88)	(51.88)
B (i) Items that will be reclassified to Profit or Loss		-	-	-
(ii) Income tax relating to items that will be reclassified to Profit or Loss		-	-	-
Total Comprehensive Income for the period (XIV+XV) (Comprehensive profit and other comprehensive income for the period)		5,176.23	8.49	5,184.72
XVII Earnings Per Equity Share (for Discontinued & Continuing Operations):				
Basic		72.29	(24.06)	48.23
Diluted		72.29	(24.06)	48.23



Reconciliation of Total Equity as at 31st March 2017 and 1st April 2016

(Rupees in Lakhs)

Particulars	Foot Notes	31st March 2017	1st April 2016
Total Equity (Shareholder's fund) as per previous GAAP		30,523.50	25,384.72
Adjustments:			
Provision for Expected Credit Losses	5	(7.19)	(7.19)
Changes in carrying value of Investment in Associates		1.80	1.80
Gratuity Expenses	7	9.87	-
Gratuity Planned Asset Adjustment	7, 10	33.42	30.55
Fair Value of Investments	2, 10	417.22	383.78
Exchange fluctuation difference	6	(17.51)	(2.28)
Total Equity (Shareholder's fund) as per Ind AS		30,961.10	25,791.38

Reconciliation of Total Comprehensive Income as at 31st March 2017

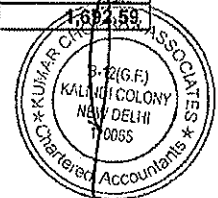
(Rupees in Lakhs)

Particulars	Foot Notes	31st March 2017
Profit After Tax as per previous GAAP		5,176.23
Adjustments:		
Provision for Expected Credit Losses	5	(11.00)
Gratuity Expenses	7	9.87
Gratuity Planned Asset Adjustment	7, 10	2.87
Fair Value of Investments	2, 10	85.31
Deferred Income on Investments	2, 10	(51.88)
Exchange Fluctuation Difference	6	(31.11)
Profit After Tax as per Ind AS		5,180.29

Impact of Ind AS on the cash flow for the year ended 31st March 2017

(Rupees in Lakhs)

Particulars	Foot Notes	INDIAN GAAP	Adjustments	Ind AS
Net Cash from Operating Activities		5,361.86	(2,197.47)	3,164.39
Net Cash from Investing Activities		(1,949.19)	1,688.84	(260.35)
Net Cash from Financing Activities		(4,072.11)	608.31	(3,563.80)
Net (Decrease)/ Increase in Cash & Cash Equivalents		(659.44)	(0.32)	(659.76)
Cash & Cash Equivalents as at 1st April 2016		2,352.05	0.30	2,352.35
Cash & Cash Equivalents as at 31st March 2017	11	1,692.61	(0.02)	1,692.59



Foot Notes:-

1. Investment property

Immovable Property held for rental income and capital appreciation classified as investment property as per Ind AS 40.

2. Non- Current investments

Equity investments other than investments in associates are recognised at Fair Value through Other Comprehensive Income as per Ind AS 109. Associates are consolidated by applying equity method as Ind AS 28

3. Regrouping and Rec-classification

The previous GAAP figures have been regrouped and reclassified to conform to Ind-AS presentation requirements.

4. Deferred Tax Asset

The tax component of Increase in non- current investments on account of fair valuation is recognised in other comprehensive income due to which there is an increase in deferred tax assets.

5. Trade Receivable

Provision for expected credit loss made in accordance with Ind AS 109 due to which there is change in Trade Receivable.

6. Changes in Statement of Profit & Loss

Changes in Statement of Profit or Loss is due to conversion of PL of foreign subsidiary at average exchange rate as per Ind AS 21.

7. Actuarial Valuation of Gratuity

Actuarial Valuation of Gratuity for previous years is done with retrospective effect hence, resulting in creation of plan asset under non current assets and revision of expense recognised in Statement of Profit & Loss

8. Borrowings & Trade Payables (Current)

Change is due to regrouping of Buyer's credit-Foreign from trade payable to current borrowings

9. Depreciation

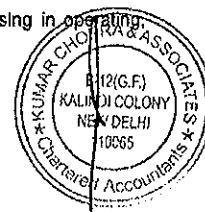
Change in depreciation is due to recalculation of depreciation of Foreign subsidiary as per accounting policy of Parent company.

10- Other Comprehensive Income

Actuarial Gain on Gratuity and Increase in fair valuation of Investments along with its tax component are recognised in other comprehensive income.

11- Cash Flow Statement

There is no difference in net cash flow during the financial year 2016-17 as per GAAP and Ind AS, difference arising in operating, investing and financing activities due to reclassification of balance sheet items from GAAP to Ind AS.



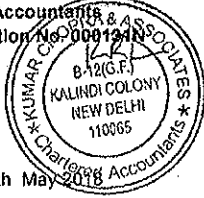
Note 51. Approval of financial statement

The financial statements were approved for issue by the Board of Directors on 30.05.2018

The accompanying notes to the consolidated financial statements

As per our report of even date
For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 00012418

Sunil Bala
Partner
M.No. 080890
New Delhi, 30th May 2018



Hemant Jain
Managing Director
Din:00508995

Suresh Chand Jaitner
Chief Financial Officer

For & on behalf of the Board of Directors

Dilip Kumar Karn
Director
Din:00061804

Praveen Sharma
Company Secretary

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)
Statement containing salient features of the financial statement of subsidiaries and associate
for the financial year 2017-18

Part "A": Subsidiaries

(Rupees in lacs)

<i>Sl. No.</i>	<i>1 (Figures in Rs.)</i>	<i>2 (Figures in Rs.)</i>	<i>3 (Figures in Rs.)</i>	<i>4 (Figures in Rs.)</i>	<i>5 (Figures in AED)</i>	<i>6 (Figures in Rs.)</i>	<i>7 (Figures in Rs.)</i>
<i>Name of the subsidiary</i>	Altamonte Townships and Resorts Pvt. Ltd.	Brokenhills Townships and Resorts Pvt. Ltd.	Springdale Townships and Resorts Pvt. Ltd.	Valley View Townships Pvt. Ltd.	KLJ Resources DMCC	AK Buildtech Pvt. Ltd.	Sadhok Real Estate Pvt. Ltd.
<i>The date since when subsidiary was acquired</i>	25.08.2014	25.08.2014	25.08.2014	25.08.2014	14.05.2014	28.02.2018	03.07.2017
<i>Reporting period for the subsidiary concerned, if different from the holding Company's reporting period</i>	Same Reporting Period	Same Reporting Period	Same Reporting Period	Same Reporting Period	Same Reporting Period	Same Reporting Period	Same Reporting Period
<i>Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries</i>	INR	INR	INR	INR	Dirham 1 AED = 17.7187 INR	INR	INR
<i>Share capital</i>	113.00	161.00	109.00	201.00	36.70	1.00	1.00
<i>Reserves & surplus</i>	(4.95)	(5.29)	(4.92)	(6.28)	123.51	35.80	17.04
<i>Total assets</i>	108.45	156.23	104.47	195.34	200.59	1615.49	2482.80
<i>Total Liabilities</i>	108.45	156.23	104.47	195.34	200.59	1615.49	2482.80
<i>Investments</i>	nil	nil	nil	nil	nil	nil	nil
<i>Turnover</i>	nil	nil	nil	nil	730.67	nil	nil
<i>Profit before taxation</i>	(0.35)	(0.34)	(0.34)	(0.35)	23.51	2.75	22.14
<i>Provision for taxation</i>	nil	nil	nil	nil	nil	0.59	5.10
<i>Profit after taxation</i>	(0.35)	(0.34)	(0.34)	(0.35)	23.51	2.16	17.04
<i>Proposed Dividend</i>	nil	nil	nil	nil	nil	nil	nil
<i>% of shareholding of holding Company</i>	100%	100%	100%	100%	100%	100%	100%

Notes:

1. The reporting period for the Company as well as its all subsidiaries is March 31, 2018.
2. AED stands for United Arab Emirates Dirham. The value of 1AED as on March 31, 2018 is Rs. 17.7187.

Part "B": Associate and Joint Venture

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

(Rupees in lacs)


Name of associate/Joint Venture		Hamlog Plastic Goods Private Limited
1. Latest audited Balance Sheet Date		31.03.2018
2. Date on which the Associate or Joint Venture was associated or Acquired		12.03.1998
3. Shares of Associate/Joint Ventures held by the Company on the year end	No. of equity shares	16235
	Amount of Investment in Associates/ Joint Venture	2,63,990
	Extend of Holding %	24%
4. Description of how there is significant influence		control of more than 20% of total voting power
5. Reason why the associate/joint venture is not consolidated		Not Applicable, as the consolidation is done
6. Net worth attributable to shareholding as per latest audited Balance Sheet		5.34
7. Profit/(Loss) for the year	Considered in Consolidation	(0.02)
	Not Considered in Consolidation	(0.05)

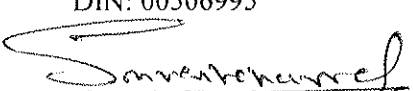
Notes:

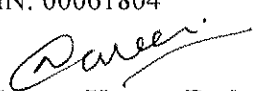
1. The reporting period for the Associate is March 31, 2018.
2. The Company does not have a Joint Venture as on 31.03.2018.

For KLJ Resources Limited
On behalf of the Board


(Hemant Jain)
Managing Director
DIN: 00506995


(Dilip Kumar Karn)
Director
DIN: 00061804


(Suresh Chand Jafther)
Chief Financial Officer
PAN: AAUPJ2690R


(Naveen Kumar Bothra)
Company Secretary
Membership No. ACS41227

Date: September 4, 2018
Place: New Delhi