

LIME CHEMICALS LIMITED

**47th ANNUAL REPORT
2016-2017**

LIME CHEMICALS LIMITED

CIN L24100MH1970PLC014842

BOARD OF DIRECTORS

Mr. M. M. Gadgil – (upto 14-02-2017)
Mr. A. H. Dawoodani - Managing Director
Mr. K. S. Varadhan
Mrs. S. A. Dawoodani
Mr. SadruddinJiwani
Dr. Akbar Virani
Mr. Suresh John (wef 31-08-2017)

REGISTERED OFFICE

404/405, Neco Chambers, 4th Floor
Plot No.48, Sector-11
Rajiv Gandhi Road,
C.B.D. Belapur (East), Navi Mumbai – 400 614
Tel. No: 022-27561976/77
Email: info@limechem.com
Website: www.limechem.com

AUDITORS

M/s. A.N. DAMANIA & CO.
Chartered Accountants, Mumbai

BANKERS

Bank of Baroda
Axis Bank Ltd.
Development Credit Bank Ltd.

REGISTRAR & SHARE TRANSFER AGENT

Bigshare Services Pvt. Ltd.
1st Floor, Bharat Tin Works Building,
Opp. Vasant Oasis, Makwana Road,
Marol, Andheri (East), Mumbai 400059

Tel. No. : 022 62638200; Fax No: 022 62638299
email: investor@bigshareonline.com|
Website: www.bigshareonline.com

FACTORIES

Plot No. 43, Roha Industrial Area
Village Dhatav, Roha, Raigad (M.S)

31-32-33 & 34 Industrial Area
Paonta Sahib – 173 023 (H.P)

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IMPORTANT COMMUNICATION TO MEMBERS

The Ministry of Corporate Affairs has taken the "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies and has issued circulars stating that service of notice / document including annual report can be sent by e-mail to its members. To support this green initiative of the Government in full measures, members who have so far not registered their e-mail addresses are requested to register their e-mail addresses, in respect of electronic holdings with the Depository through their concerned Depository Participants. Members who hold shares in physical form are requested to send the e-mail address to the Registrar & Transfer Agents quoting their folio number.

NOTICE

NOTICE IS HEREBY GIVEN THAT the Forty Seventh Annual General Meeting of the Members of Lime Chemicals Limited will be held at registered office 404/405, Neco Chambers, 4th Floor, Plot No.48, Sector-11, Rajiv Gandhi Road, C.B.D. Belapur (East), Navi Mumbai – 400 614, on Saturday the 30th September, 2017 at 10.30 am to transact the following business.

ORDINARY BUSINESS

1. To receive and adopt the Profit and Loss Account for the year ended on 31st March, 2017 and the Balance Sheet as on that date and the reports of Auditors and Directors thereof.
2. To appoint a Director in place of Mr. Akbar Virani (DIN 02171982), who retires by rotation at this Annual General Meeting and being eligible has offered herself for re-appointment.
3. To appoint M/s. A.N. Damania & Co., Chartered Accountants as statutory auditors of the Company and fix their remuneration

SPECIAL BUSINESS

4. To consider, and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:
“RESOLVED THAT Mr. K. Srinivasa Varadhan (DIN 00079381), Director liable to retire by rotation, who does not offer himself for re-appointment be not re-appointed as a Director of the Company and the vacancy so caused on the Board of the Company be not filled-up”
5. To consider, and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:
“RESOLVED THAT Mr. Suresh John (DIN 00079852), in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director, be and is hereby appointed as a Director of the Company, liable to retire by rotation”
6. To consider, and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:
“RESOLVED THAT In compliance with Regulation 73 (1) (e) of Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (“ICDR Regulations”), the information with regard to ultimate beneficiaries of allottee of 4,80,000 Convertible Warrant in the name of Lemna Diversified Fund were required to be added in the Explanatory Statement of Item No. 2 (h) of Postal Ballot Notice dated 30th May 2017, as given below be and is hereby ratified and approved.”

The identity of the Allottees, the percentage of pre and post preferential issue capital on preferential basis:

Sr. No.	Identity of the Allottee	Pre-Issue Holding		Percentage of shareholding after allotment of Equity Shares		Post-Issue shareholding after allotment of Equity Shares on exercise of Convertible Warrants (assuming full exercise of the Convertible Warrants)	
		No. of shares	% of holding	No. of shares	% of holding	No. of shares	% of holding
	Promoter Category						
1	Mr. Rahim A. Dawoodani	170651	5.20	200000	9.09	690651	10.62
	Non-Promoter Category						
2	Mr. Parimal R. Merchant	0	0	400000	9.80	400000	6.15
3	Mr. Ayaz S. Thanawalla	0	0	100000	2.45	100000	1.52
4	Mr. Aziz A. Makani	0	0	100000	2.45	100000	1.52
5	Ms. Devanshi P. Merchant	0	0	0	0	800000	12.30
6	Mrs. Dilshad A. Thanawalla	0	0	0	0	400000	6.15
7	Mr. Ashraf A. Makani	0	0	0	0	400000	6.15
8	Mr. Satyam P. Shroff	0	0	0	0	25000	0.38
9	Lemna Diversified Fund	0	0	0	0	480000	7.38
	TOTAL	170651	5.20	800000	23.79	3395651	52.17

Leman Diversified Fund is incorporated in Mauritius and Registered with Securities and Exchange Board of India under (Foreign Institutional Investors) Regulations, 1995 and shareholders holding more than 10% in Leman Diversified Fund are as follows:

- (a) Global Emerging Strategies Fund
- (b) Global Emerging Opportunities Fund

There are no natural persons who, in the aggregate, have a controlling interest or a financial interest in excess of 10% in the allottee i.e. Leman Diversified Fund or any of the above-mentioned entities. Key Managerial natural persons of the allottee i.e. Leman Diversified Fund are:

- 1. Mr. Michael Cargill Southam
- 2. Mr. Neeraj Bhogun
- 3. Mr. Edward Vaughan Heberden

Key Managerial natural persons of Global Emerging Strategies Fund are:

- 1. Mr. Nicholas Hoskins
- 2. Mr. Nayan Agarwal
- 3. Mr. Roderick Forrest

Key Managerial natural persons of Global Emerging Opportunities Fund are:

- 1. Mr. Roderick Forrest
- 2. Mr. Nicholas Hoskins
- 3. Mr. Nayan Agarwal

“RESOLVED FURTHER THAT for the purpose of giving effect to above resolution, the Board and such other persons as may be authorized by the Board, on behalf of the Company be and is hereby authorized to do all such acts, deeds, matters and things as it may in its absolute discretion deem necessary, desirable or expedient for the purpose of the issue or allotment of the Equity Shares and Warrants and upon conversion of the Warrants into Equity Shares, listing of the said Equity Shares with the Stock Exchanges and to resolve and settle any questions relating to issue of shares and convertible warrants.”

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

“RESOLVED THAT pursuant to Section 186(3) and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder (including any statutory modification thereof for the time being in force and as may be enacted from time to time), and in terms of Articles of Association of the Company and subject to such approvals, consents, sanctions and permissions as may be necessary, the consent of the members be and is hereby accorded to the Board of Directors (hereinafter referred to as “the Board” which term shall be deemed to include any Committee which the Board may constitute for this purpose or any person(s) authorized by the Board) for making investment(s) in excess of limits specified under section 186 of Companies Act, 2013 from time to time in acquisition of securities of any body corporate or for giving loans, guarantees or providing securities to any body corporate or other person / entity whether in India or outside India, as may be considered appropriate for an amount not exceeding Rs.50 crore (Rupees Fifty crore only), notwithstanding that such investment and acquisition together with the Company’s existing investments in all other bodies corporate, loans and guarantees given and securities provided shall be in excess of the limits prescribed under section 186(3), of the Companies Act, 2013.

RESOLVED FURTHER THAT for the purpose of giving effect to the above, the Board of Directors of the Company be and is hereby authorized to finalize and execute all agreements, documents and writings and to do all acts, deeds and things in this connection and incidental thereto as they may in their absolute discretion deem fit to give effect to this resolution.”

IMPORTANT NOTES

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/ HERSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.
- 2. The instrument of Proxy should be deposited at the registered office of the Company not less than 48 hours before commencement of meeting.
- 3. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company or Registrar and Transfer Agents of the Company.

4. Details of the Directors seeking appointment/ re-appointment at the Annual General Meeting, forms integral part of the notice and given in Annexure "A" to this notice.
5. Electronic copy of the Notice of the 47th Annual General Meeting of the Company inter alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copies of the Notice of the 47th Annual General Meeting of the Company inter alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent in the permitted mode.
6. Members may also note that the Notice of the 47th Annual General Meeting and the Annual Report for 2016-17 will also be available on the Company's website www.limechem.com for their download. The physical copies of the aforesaid documents will also be available at the Company's Registered Office at Navi Mumbai for inspection during normal business hours on working days. Even after registering for e-communication, members are entitled to receive such communication in physical form, upon making a request for the same, by post free of cost. For any communication, the shareholders may also send requests to the Company's investor email id: info@limechem.com

7. Voting through electronic means

In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the 47th Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services provided by Central Depository Services (India) Limited (CDSL). The instructions for members for voting electronically are as under

The instructions for shareholders voting electronically are as under:

- (i) The voting period begins on September 27, 2017 at 9.00 am and ends on September 29, 2017 at 5.00 pm. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of September 23, 2017 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iii) Click on Shareholders.
- (iv) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <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)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> • If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).

- (viii) After entering these details appropriately, click on "SUBMIT" tab.
- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN 170828104 for Lime Chemicals on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xvii) If a demat account holder has forgotten the changed password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Apple and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xix) Note for Non – Individual Shareholders and Custodians
 - a. Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates. A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - b. 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.
 - c. 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.
 - d. 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.
 - e. 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.
 - f. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.co.in> and register themselves, link their account which they wish to vote on and then cast their vote. They should upload a scanned copy of the Board Resolution in PDF format in the system for the scrutinizer to verify the vote.
 - g. The voting period begins on September 27, 2017 (9:00 am) and ends on September 29, 2017 (5:00pm). During this period, shareholder of the Company holding shares either in physical form or in dematerialized form, as on the cut-off date of September 23 2017, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.

- h. 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.
 - i. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of September 23, 2017.
 - j. 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 only shall be entitled to avail the facility of remote e-voting as well as physical ballot voting.
8. Mr. P. V. Ramaswamy, Practicing Company Secretaries (Membership No. FCS 1708, CP No. 2087) has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
 9. The Scrutinizer shall within a period not exceeding three (3) working days from the conclusion of the e-voting period unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
 10. The Results shall be declared on or after the AGM of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.limechem.com and on the website of CDSL within two(2) days of passing of the resolutions at the AGM of the Company and communicated to the BSE Limited.
 11. All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the Registered Office of the Company during normal business hours (11.00 am to 5.00 pm) on all working days except Saturdays, up to and including the date of the Annual General Meeting of the Company.
 12. The Register of members and Share Transfer Books of the Company will be closed from 27th September 2017 to 29th September 2017 (both days inclusive).
 13. Members are requested to please bring their copies of the Annual Report to the Meeting.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 (1) OF THE COMPANIES ACT, 2013

ITEM NO. 4 OF NOTICE

In accordance with the Articles of Association of the Company, Mr. K. Srinivasa Varadhan, Director retires by rotation at the ensuing Annual General Meeting. Mr. Srinivasa Varadhan, has indicated to the Company that he is not seeking reappointment due to his pre-occupation. The Board proposes that the vacancy caused by his retirement be not filled up.

None of the Directors other than Mr. K. Srinivasa Varadhan may be deemed to be concerned or interested in the afore said resolution. The Board recommends the resolution for your approval.

ITEM NO. 5 OF NOTICE

Mr. Suresh John, was appointed as an additional Director by the Board of Directors at their meeting held on 31st August 2017, who hold the office upto the date of the ensuing Annual General Meeting.

The Company has received a notice in writing from a member under Section 160 of the Companies Act, 2013 proposing the candidature of Mr. Suresh John for the office of Director of the Company. Mr. Suresh John is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 and has given his consent to act as a Director.

None of the Directors except Mr. Suresh John is concerned or interested in the resolution. The Board of Directors recommends the resolution for approval of the members.

ITEM NO. 6 OF NOTICE

The shareholders had passed a special resolution for allotment of equity shares and convertible warrants through postal ballot resolution, of which the result was declared on 14th July 2017. The details of shareholding and key managerial persons of the Funds given in the annexure were not given in the special resolution passed by the shareholders. The same is now placed for ratification and approval of shareholders.

None of the directors are concerned in the resolution. The Board of Directors recommends the resolution for approval of the members.

ITEM NO. 7 OF NOTICE

The Company had, from time to time, made investments in securities of bodies corporate which includes Mutual Funds, giving loans, guarantees or providing securities to any body corporate or other person. In order to make investment(s) in excess of limits specified under section 186 of Companies Act, 2013, the Company requires approval from the shareholders in a general meeting.

The Board recommends the Special Resolution set out at Item No.7 of the Notice for approval by the Members. None of the Directors, Key Managerial Personnel or their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No.8 of the Notice.

ANNEXURE –A

Details of directors seeking re-appointment at the forthcoming Annual General Meeting as required under clause 49 of the listing agreement with the stock exchanges are given below:

Brief profile of re-appointment and appointment of Director in compliance with Corporate Governance

Particulars	Dr. Akbar Virani	Mr. Suresh John
Date of Birth	17.01.1947	29/07/1951
Date of Appointment	31.03.2015	August 31, 2017
DIN	02171982	00079852
Qualification	M.D	B.Com
Expertise in specific function area and no. of years of experience	He is a Doctor practicing in New York, USA.	More than 44 years experience in Finance, Accounts, Commercial, Import and Exports and other business related activities.
Directorship held in other public & private companies	Nil	Nil
Chairmanship/Membership of Board Committees of other companies	Nil	Nil
Number of shares held	0	0

For and on behalf of the Board of Directors

Ahmed H. Dawoodani
Managing Director

REGISTERED OFFICE

404/405, Neco Chambers, 4th Floor
Plot No.48, Sector-11, Rajiv Gandhi Road,
C.B.D. Belapur (East), Navi Mumbai – 400 614

DTED: 31st August 2017

DIRECTORS' REPORT

The Directors present their 47th Annual Report on the business and operations of the Company and the financial accounts for the year ended on 31st March, 2017.

FINANCIAL RESULTS**(Rs. In lakhs)**

Particulars	For the year ended on 31/03/2017	For the previous year ended on 31/03/2016
Gross Profit (before interest, depreciation & taxation)	708.56	438.29
Less: Interest	42.55	18.06
Depreciation	216.97	69.35
Profit before tax	449.04	350.88
Tax expense/Deferred Tax	(37.09)	23.48
Profit / Loss after Tax	486.13	327.40
Add: Balance brought from previous year	(3688.95)	(4016.35)
Profit / (Loss) available for appropriations	(3202.82)	(3688.95)
APPROPRIATIONS / TRANSFERS		
Profit/(loss) carried to Balance Sheet	(3202.82)	(3688.95)

DIVIDEND

Your Directors do not recommend any dividend on equity shares in view of the working capital requirement and brought forward loss of earlier years incurred by the Company.

REFERENCE TO BIFR

The Company has been registered under Section 15 of the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA) with Board for Industrial & Financial Reconstructions (BIFR) and registered as case No. 14/2008 on 10.03.2008 as the entire net worth of the Company has been eroded. The said Act was repealed with effect from 01st December 2016 and the Company has the option to apply to National Company Law Tribunal (NCLT) within 180 days from repeal of SICA. The Board of Directors of the Company at their meeting held on 30th May 2017 resolved, not to apply to NCLT.

OPERATION AND FUTURE OUTLOOK

During the year under review, the turnover has increased to Rs. 4399.19 lakhs against Rs. 2861.55 lakhs in the previous year registering increase of 57.73% in revenue. The net profit during the year rose to Rs. 486.13 lakhs against Rs. 327.41 earned during the previous year registering 49.39%. Accordingly diluted Earning Per Share stood at Rs. 14.77 against Rs. 9.95 in the previous year. The Company could able to achieve higher turnover on account of improved working capital. The Company has taken various steps to boost better working results and operating profit, which will result in the coming years.

DIRECTORATE:

Mr. M. M. Gadgil, the Chairman was expired on 14th February 2017. The Board place on record the valuable guidance and contribution made Mr. Gadgil during his directorship with the Company.

Dr. Akbar Virani and Mr. K.Srinivasa Varadhan, the Directors of the Company shall retire by rotation at the forthcoming Annual General Meeting. Dr. Akbar Virani offer himself for re-appointment and Mr. K. Srinivasa Varadhan does not offer for re-appointment.

Mr. Suresh John has appointed as Independent Directors on 31st August 2017 and he hold office upto the date of the Annual General Meeting. The resolution seeking re-appointment and appointment of new Directors are placed for approval of members at the Annual General Meeting. Further Mr. Suresh John has appointed as Chairman of the Board of Directors and Chairman of Audit Committee with effect from 31st August 2017.

The Company has received declarations from all the Independent Directors of the Company confirming that they meet the criteria of independence as prescribed in Section 149(6) of the Companies Act, 2013.

EXPORTS

Total exports during the year on FOB basis was Rs. Nil against Rs. 21.71 lakhs in the previous year.

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

There were no material changes occurred subsequent to the close of the financial year of the Company to which the balance sheet relates and the date of the report like settlement of tax liabilities, depression in market value of investments, institution of cases by or against the company, sale or purchase of capital assets or destruction of any assets etc.

Details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future

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

Internal control systems and their adequacy

The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. To maintain its objectivity and independence, the Internal Audit function reports to the Chairman of the Audit Committee of the Board and to the Chairman.

The Company has obtained ISO 9001 certification and adheres to the Standard Operating Practices its manufacturing and operating activities.

The management of the Company evaluates the efficiency and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies of the Company. Based on the assessment, the management undertakes corrective action in their respective areas and thereby strengthen the controls. Significant audit observations and recommendations with corrective actions thereon are presented to the Audit Committee of the Board.

Subsidiaries/ Joint Ventures

The Company does not have Subsidiary or Joint Ventures.

Fixed deposit

There no outstanding deposits payable by the Company.

Auditors & auditor's report

The Company's Auditors M/s. A.N. Damania & Co., Chartered Accountants will retire at the forthcoming Annual General Meeting and are eligible for re-appointment. The Company has received a letter from them to the effect that their appointment, if made, would be within the provision prescribed limits under Section 141(3)(g) of the Companies Act, 2013 and that they are not disqualified for re-appointment.

The Notes on Financial Statements referred to in the Auditor's Report are self-explanatory and do not call for any further comments.

Extract of Annual Return

The details forming part of the extract of Annual Return in form MGT-9 is annexed herewith as Annexure –A.

Conservation of energy, technology absorbtion etc.

The particulars of conservation of Energy, Technology, Absorption, foreign Exchange Earnings and outgo have not been given since the same are not applicable to the Company.

Corporate Social Responsibility Initiatives

The Company does not come under the parameters specified under Section 135 of the Companies Act, 2013, hence no Committee has been constituted for Corporate Social Responsibility Initiatives.

Board Evaluation

Pursuant to the provisions of the Companies Act, 2013 and Clause 49 of the Listing Agreement, the Board has carried out an evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Appointment & Remuneration and Stakeholder's Grievance Committees. The manner in which the evaluation has been carried out has been explained in the Corporate Governance Report.

Nomination and Remuneration Committee

The Board has on the recommendation of the Appointment and Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration. The Remuneration Policy is stated in the Corporate Governance Report.

Board and Audit Committee Meetings

During the year, Five Board Meetings and Four Audit Committee Meetings were convened and held. The details of which are given in the Corporate Governance Report. The intervening gap between the meetings was within the period prescribed under the Companies Act, 2013.

Vigil Mechanism / Whistle Blower Policy

The Company has established a vigil mechanism to be known as the "Whistle Blower Policy" for its Directors and employees to report instances of unethical behavior, actual or suspected fraud or violation of the Company's Code of Conduct. The aim of the policy is to provide adequate safeguards against victimization of whistle blower who avails of the mechanism and also provide direct access to the Chairman of the Audit Committee, in appropriate or exceptional cases.

The purpose of this policy is to provide a framework to promote responsible and secure whistle blowing. It protects employees willing to raise a concern about serious irregularities within the Company.

Prevention of Insider Trading

The Company has adopted a Code of Conduct for Prevention of Insider Trading under Securities and Exchange Board of India (Insider Trading) Regulation 2015 with a view to regulate trading in securities by the Directors, designated employees and their immediate relatives and other connected persons. The Code requires pre-clearance for dealing in the Company's shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed. All the members of the Board and designated employees have confirmed compliance with the Code.

Particulars of loans, guarantees or investments

The Company has not given any loans or guarantees covered under the provisions of section 186 of the Companies Act, 2013. The details of the investments made by the Company are given in the notes to the financial statements.

Related Party Transactions

All related party transactions that were entered into during the financial year were on arm's length basis and were in the ordinary course of the business. There are no materially significant related party transactions made by the Company with Promoters, Key Managerial Personnel or other designated persons which may have potential conflict with interest of the Company at large.

Secretarial Audit

Mr. P.V. Ramaswamy, Company Secretary in practice to undertaken the Secretarial Audit of the Company. The Secretarial Audit report is annexed herewith as Annexure-B, which is self-explanatory.

Risk Management Policy

Pursuant to Section 134(3) (n) of the Companies Act, 2013 and Clause 49 of the Listing Agreement, the Company has constituted a business risk management committee. The details of the Committee and its terms of reference are set out in the corporate governance report forming part of the Board report. At present the Company has not identified any element of risk which may threaten the existence of the Company.

Corporate Governance

The Report on Corporate Governance along with a certificate of compliance from the Auditors and Management Discussion and Analysis Report forms part of this Report.

Director's responsibility statement

The Board of Directors of your Company confirms that:

- i) in the preparation of the annual accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures;

- ii) the Directors had selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the Company for that period;
- iii) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- iv) the Directors have prepared the Annual Accounts on a going concern basis; and
- v) the Directors, have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively.
- vi) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operative effectively.

Particulars of employees

The Company did not have any employee falling within the purview of Section 197 of the Companies Act, 2013 and Rule 5(2) & 5(3) of Companies (Appointment and Remuneration of Managerial Persons Rule 2014).

INDUSTRIAL RELATIONS

The Industrial Relations continued to be cordial during the year under review.

ACKNOWLEDGEMENT

The Directors wish to place on record their sincere appreciation for the continued co-operation by the Company's Bankers and the support given by the Company's valued customers. The Board also express its sincere appreciation to the commitment and dedicated employees at all levels. Last but not least the Board places on record their gratitude to the Investors, Clients and Shareholders of the Company.

On behalf of the Board of Directors

PLACE: MUMBAI
DATE : 31st August 2017

Suresh John
Chairman

Form No. MR-3
SECRETARIAL AUDIT REPORT for the financial year ended 31st March 2017

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

To the Members,
Lime Chemicals Limited

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Lime Chemicals Limited (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 Lime Chemicals Limited'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 1st April 2016 to 31st March, 2017 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 Lime Chemicals Limited ("the Company") for the financial year ended on 31st March 2017, according to the provisions as applicable to the Company:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations 2009;
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- (vi) Other laws applicable:
 - (a) The Employees Provident Fund & Miscellaneous Provisions Act, 1952
 - (b) Employees State Insurance Act, 1948
 - (c) Payment of Bonus Act, 1965 and the payment of Bonus Rules, 1965
 - (d) Payment of Gratuity Act, 1972;
 - (e) Contract Labour (Regulation and Abolition) Central Rules, 1971
 - (f) Income Tax 1961 and Rules made thereunder
 - (g) Service Tax Act, 1994 and Rules made thereunder

- (h) Shops and Establishment Act of Maharashtra and Himachal Pradesh
- (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015

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 Stock Exchange i. e BSE Limited;

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:

Non compliances / observations / audit qualification, reservation or adverse remarks:

- (a) The Company has not appointed Company Secretary and Chief Financial Officer during the period of audit. As informed by the management, the Company is in the process of appointing CFO.

I further report that: The Company has been registered under Section 15 of the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA) with Board for Industrial & Financial Reconstructions (BIFR) and has been registered as case No. 14/2008 on 10.03.2008 as the entire net worth of the Company has been eroded. The said Act was repealed with effect from 01st December 2016 and the Company has the option to apply to National Company Law Tribunal (NCLT) within 180 days from repeal of SICA. The Board of Directors of the Company at their meeting held on 30th May 2017 resolved, not to apply to NCLT.

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. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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

Specific observations / qualification, reservation or adverse remarks in respect of the Board Structures/ system and processes relating to the Audit period - Nil

I further report that during the audit period the company has not incurred any specific event/ action that can have a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

P.V. RAMASWAMY

Practicing Company Secretary
Membership No. 1708
Certificate of Practice No. 2087

Place: Mumbai

Date: 14th August 2017

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

Annexure A to Secretarial Audit Report

To the Members,
Lime Chemicals Limited

Our 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. Our responsibility is to express as 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 contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
4. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, Rules, Regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

P.V. RAMASWAMY

Practicing Company Secretary
Membership No. 1708
Certificate of Practice No. 2087

Place: Mumbai

Date: 14th August 2017

Annexure B to the Directors Report

**Form No. MGT-9
EXTRACT OF ANNUAL RETURN**

As on the financial year ended on 31/03/2017

[Pursuant to Section 92(1) of the Companies Act, 2013 and rule 11(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS

- i) CIN: L24100MH1970PLC014842
- ii) Registration date: 17th October 1970
- iii) Name of the Company: Lime Chemicals Limited
- iv) Category/ Sub-category of the Company: Company limited by shares
- v) Address of the Registered office and contact details: Neco Chambers, 4th Floor, Rajiv Gandhi Road, Sector-11, C.B.D Belapur, Navi Mumbai, Pin – 400 614, Maharashtra
- vi) Whether listed Company: Yes
- vii) Name, Address and contact details of Registrar and Transfer Agents:

Bigshare Services Pvt. Ltd. 1st Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri (East), Mumbai 400059; Tel. No. : 022 62638200; Fax No: 022 62638299 email: investor@bigshareonline.com | Website: www.bigshareonline.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:-

Sr. No.	Name & description of main products/ services	NIC code of the product/ service	% to total turnover of the company
1	Production of Calcium Carbonate	64990	99.58%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANY

(No. of Companies for which information is being filled)

S. No.	Name and Address of the Company	CIN/GLN	Holding/subsidiary/ associate	% of shares held	Applicable section
1	NIL				

iv) SHARE HOLDING PATTERN (Equity Share Capital breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholder	No. of Shares held at the beginning of year				No. of Shares held at the end of the year				% of change total capital
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individuals/ Hindu Undivided Family	1191990	8060	1200050	36.47	1191990	8060	1200050	36.47	0
b) Central Government/ State Government(s)	0.00	0.00	0	0	0.00	0.00	0	0	0
c) Bodies Corporate	77370	50500	127870	3.89	77370	50500	127870	3.89	0
d) Financial Institutions/ Banks	0.00	0.00	0	0	0.00	0.00	0	0	0
Sub Total(A)(1)	1269360	58560	1327920	40.36	1269360	58560	1327920	40.36	0
Foreign									
a) NRI Individuals/ Other Individuals)	0.00	0.00	0	0	0.00	0.00	0	0	0
b) Bodies Corporate	0.00	0.00	0	0	0.00	0.00	0	0	0
d) Any Others(Specify)	0.00	0.00	0	0	0.00	0.00	0	0	0
Sub Total(A)(2)	0.00	0.00	0	0	0.00	0.00	0	0	0
Total Shareholding of Promoter (A)= (A) (1)+(A)(2)	1269360	58560	1327920	40.36	1269360	58560	1327920	40.36	0
B. Public shareholding									
1. Institutions									

Category of Shareholder	No. of Shares held at the beginning of year				No. of Shares held at the end of the year				% of change total capital
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
a) Mutual Funds/ UTI	60	3300	3360	0.10	60	3300	3360	0.10	0
b) Financial Institutions / Banks	64000	0.00	64000	1.95	64000	0.00	64000	1.95	0
c) Central/ State Government	0.00	0.00	0	0	0.00	0.00	0	0	0
d) Venture Capital Funds	0.00	0.00	0	0	0.00	0.00	0	0	0
e) Insurance Companies	0.00	0.00	0	0	0.00	0.00	0	0	0
f) Other Foreign Investors	0.00	0.00	0	0	0.00	0.00	0	0	0
Sub-Total (B)(1)	64060	3300	67360	2.05	64060	3300	67360	2.05	0
Non-institutions									
a) Bodies Corporate									
i) Indian	72169	74871	147040	4.47	45884	75871	121755	3.69	-0.78
ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals -i. Individual shareholders holding nominal share capital up to Rs 2 lakh	915192	523276	1438468	43.72	980555	521516	1502071	45.65	1.93
ii. Individual shareholders holding nominal share capital in excess of Rs. 2 lakh.	211311	30000	241311	7.33	151938	30000	181938	5.53	-1.80
Any Other (specify)	0.00	0.00	0	0	0.00	0.00	0	0	0
NRI (Repat& Non Repat)	28877	35300	64177	1.95	30714	33900	64614	1.97	0.02
Trust	0	0	0	0	0	0	0	0	0
Hindu Undivided Family	0	0	0	0	0	0	0	0	0
Clearing Members	4000	0	4000	0.12	24618	0	24618	0.75	0.63
Sub-Total (B)(2)	1231549	663447	1894996	57.58	1233709	661287	1894996	57.58	0
Total Public Shareholding (B)= (B)(1)+(B)(2)	1295609	666747	1962356	59.64	1297769	664587	1962356	59.64	0
TOTAL (A)+(B)	2564969	725307	3290276	100.00	2567129	723147	3290276	100.00	0
C. Shares held by Custodians for GDR & ADRs	0.00	0.00	0	0	0.00	0.00	0	0	0
GRAND TOTAL (A)+(B)+(C)	2564969	725307	3290276	100.00	2567129	723147	3290276	100.00	0

(ii) Shareholding of Promoters

Sr. No.	Name of the shareholder	Shareholding at the beginning of the year			Shareholding at the end of the year			%change in share holding during the year
		Number of shares held	% of total Shares of the Co.	% of Shares Pledged to total Shares	Number of shares held	% of total Shares of the company	% of Shares Pledged to total Shares	
1	A.H. DAWOODANI	663912	20.18	0.00	663912	20.18	0	0
2	S.A. SAWOODANI	365467	11.11	0.00	365467	11.11	0	0
3	RAHIM DAWOODANI	170651	5.19	0.00	170651	5.19	0	0
4	Z.A. DAWOODANI	20	0.00	0.00	20	0.00	0	0
5	SAHID INVESTMENT & TRADING CO. PVT. LTD.	127870	3.89	0.00	127870	3.89	0	0
	Total	1327920	40.37	0.00	1327920	40.37	0	0

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

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

Sr. No.		Shareholding at the beginning of the year		At the end of year on 31/03/2017	
		No. of shares	% of total shares	No. of Shares	% of total shares
1	Life Insurance Corporation of India	64000	1.95	64000	1.95
2	Shree Suvarn Consultants Pvt. Ltd..	50000	1.52	50000	1.52
3	Rashmi Navinbhai Mehta	47944	1.46	47894	1.46
4	Karamjit Singh	35262	1.07	35262	1.07
5	Nevein Nasruddin Bharwani	30000	0.91	30000	0.91
6	Munesh J. Jalota	22631	0.69	22631	0.69
7	Variety Investments Pvt. Ltd.	22526	0.68	22526	0.68

Sr. No.		Shareholding at the beginning of the year		At the end of year on 31/03/2017	
		No. of shares	% of total shares	No. of Shares	% of total shares
8	Noorjehan Sultanji Virjee	22030	0.67	22030	0.67
9	Saltrock Management Services Pvt. Ltd.	20000	0.61	20000	0.61
10	Raju Ajit Bhandari	20000	0.61	20000	0.61

(v) Shareholding of Directors and Key Managerial Personnel:

Sr. No.		Shareholding at the beginning of the year		Inter-se transfer & Buy/ sold & during the year		Cumulative Shareholding during year	At the end of year on 31/03/2017	
		No. of shares 01/042016	% of total shares	Date	No. of shares	No. of shares	No. of Shares	% of total shares
1	Ahmed H. Dawoodani	663912	20.18	0	0	663912	663912	20.18
2	Shahnaz A. Dawoodani	365467	11.11	0	0	365467	365467	11.11
3	Tejas P. Shah	24121	0.73	0	0	24121	24121	0.73

V. INDEBTEDNESS

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	1272943	317751768	0	319024711
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	1272943	317751768	0	319024711
Change in Indebtedness during the financial year				
• Addition	0	0	0	0
• Reduction	0	0	0	0
Net Change	0	0	0	0
Indebtedness at the end of the financial year				
i) Principal Amount	2101629	324459616	0	326561245
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	2101629	324459616	0	326561245

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sr. No	Particulars of Remuneration	Name of MD/WTD	Total Amount
		Mr. A. H. Dawoodani	
1	Gross salary	0	0
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	0	0
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0	0
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	0	0
2	Stock Option	0	0
3	Sweat Equity	0	0
4	Commission- as % of profit&- others, specify...	0	0
5	Others, please specify	0	0
	Total (A)	0	0
	Ceiling as per the Act	0	0

B. Remuneration to other directors

Sr. No.	Particulars of Remuneration	Name of Directors					Total Amount
		M. M. Gadgil	K. S. Varadhan	S. A. Dawoodani	Sadruddin Jiwani	Akbar Virani	
1	Independent Directors						
	Fee for attending board committee meetings	0	0	0	0	0	0
	Commission	0	0	0	0	0	0
	Others, please specify	0	0	0	0	0	0
	Total (1)	0	0	0	0	0	0
2	Other Non-Executive Directors						
	Fee for attending board committee meetings	0	0	0	0	0	0
	Commission	0	0	0	0	0	0
	Others, please specify	0	0	0	0	0	0
	Total (2)	0	0	0	0	0	0
	Total (B)=(1+2)	0	0	0	0	0	0
	Total Managerial Remuneration	0	0	0	0	0	0
	Overall Ceiling as per the Act	0	0	0	0	0	0

C. Remuneration to key managerial personnel other than MD/Manager/WTD- NIL

Sr. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary	Nil	Nil	Nil	Nil
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	0	0	0	0
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0	0	0	0
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	0	0	0	0
2	Stock Option	0	0	0	0
3	Sweat Equity	0	0	0	0
4	Commission – as % of profit	0	0	0	0
	others, specify...	0	0	0	0
5	Others, please specify	0	0	0	0
	Total	0	0	0	0

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES- NIL

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
(A.)COMPANY (B) DIRECTORS (C) OTHER OFFICERS IN DEFAULT - NIL					
Penalty					
Punishment					
Compounding					

MANAGEMENT DISCUSSION AND ANALYSIS**Overview**

Management discussion and analysis of financial condition and results of operations include forward looking statements based on certain assumptions and expectations of future events. The Company cannot assure that these assumptions and expectations are accurate. Although the management has considered future risks as part of the discussions, future uncertainties are not limited to the management perceptions.

The financial statements have been prepared in compliance with the requirements of the Companies Act, 1956 and Generally Accepted Accounting Principles (GAAP) in India. The Management of the Company accepts responsibility for the integrity and objectivity of these financial statements, as well as for various estimates and judgments used therein. The estimates and judgments relating to the financial statements have been made on a prudent and reasonable basis, in order that the financial statements reflect in a true and fair manner the form and substance of transactions, and reasonably present the Company's state of affairs and profits for the year. The following discussion may include forward looking statements, which may involve risks and uncertainties, including but not limited to the risks inherent to Company's growth strategy, dependency on certain clients, dependency on availability of qualified technical personnel and other factors discussed in this report.

Industry structure and developments

The Company is engaged in the manufacturing Calcium Carbonate, which is used as input material in various industrial sectors such as Tooth Paste, Pharmaceuticals, PVC products, Rubber, Plastic, Polymer, Cable, Leather, Paper and Paints etc. The Calcium Carbonate Industry comprises organized and un-organized sectors. The unorganized sector consists of small and tiny units which are out of the purview of paying Excise Duty etc.

Your Company is one the largest producers of Calcium Carbonate in the Country and operating in the sector since 1976. The Company operates two manufacturing plants one at Roha in Raigad District, Maharashtra and in Paonta Sahib, Himachal Pradesh.

Opportunities and Threats

The Company's products are well accepted in the market. The cost reduction plans of the company have provided an edge to the company to compete with unorganized sector. The company continues to face competition from other big players and other unorganized players in calcium carbonate industry.

The high cost of funding and the competitors from the existing players could affect the profitability and growth of the company to a certain measure.

Outlook

The Company is exploring overseas market for its products and optimistic to achieve good results. The growth in industrial output and increase in investment in core and infrastructure sector should improve the sentiments of Economy. The growth in other sectors would also follow which inturn would increase the prospects of the company.

On behalf of the Board of Directors

PLACE: MUMBAI
DATE :31st August, 2017

Suresh John
Chairman

REPORT ON CORPORATE GOVERNANCE

In terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a report on Corporate Governance is given below:

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE:

The Company has adopted good corporate governance practices and ensures compliance with all relevant laws and regulations. It has led to the satisfaction and transparency to the shareholders. Company's philosophy is concerned with ethics, values, morals and social responsibility of the Company. The Company remains accountable to shareholders and other beneficiaries for their actions. The Company conducts its activities in a manner that is fair and transparent and perceived to be such by others.

2. BOARD OF DIRECTORS

a) Composition

Name	Category	Designation
Mr. M. M. Gadgil (upto 14/02/2017)	Independent	Chairman
Mr. A. H. Dawoodani	Executive-Non Independent	Managing Director
Mr. K. S. Varadhan (upto 30/09/2017)	Independent	Director
Mrs. Shahnaz A. Dawoodani	Non-Independent	Director
Mr. Sadruddin H. Jiwani	Non-Independent	Director
Dr. Akbar J. Virani	Non-Independent	Director
Mr. Suresh John (from 31/08/2017)	Independent	Chairman

The composition of the Board of Directors is in accordance with the provisions of SEBI Listing Regulations, Non-Executive Independent Directors of your Company have no pecuniary relationship or any transaction with your Company.

b) Board Meetings

The meeting of the Board of Directors are scheduled well in advance and generally held at the Company's Corporate Office. The notice and the detailed agenda are sent well in advance to all the Directors. During the financial year ended on 31/3/2016, Four board meetings were held on 30/05/2016, 13/08/2016, 14/11/2016 & 14/02/2017.

The attendance of each Director at the Board Meetings and last Annual General Meeting (AGM) and number of other Directorship and Membership/Chairmanship of Committee are as follows:

Name of the Director	Attendance Particulars		No. of directorship/and Committee Membership / Chairmanship in other Companies			
	Board Meeting	Last AGM	Directorship in private Companies	Directorship in public Companies	Committee Memberships	Committee Chairmanships
Mr. M. M. Gadgil (upto 14/02/2017)	3	Yes	0	1	0	0
Mr. A. H. Dawoodani	4	Yes	3	2	0	0
Mr. K. S. Varadhan	1	No	0	0	0	0
Mrs. Shahnaz Dawoodani	4	Yes	3	3	0	0
Mr. Sadrudin H. Jiwani	1	No	1	0	0	0
Dr. Akbar J. Virani	1	No	0	0	0	0
Mr. Suresh John (from 31/08/2017)	NA	NA	0	0	3	1

c) Brief Note on the Directors seeking appointment/ re-appointment at the 47th Annual General Meeting:

In Compliance with and provisions of Regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, brief resume, expertise and details of other directorship, membership in committees of Directors of other companies and shareholding in the Company of the Directors proposed to be re-appointed are given in the Annexure A of forming part of Notice.

d) Remuneration of Directors

The Company has not paid remuneration to Mr. Ahmed H. Dawoodani, the Managing Director of the Company. At present Independent Directors are not paid any remuneration for attending Board and Committee Meetings.

3. AUDIT COMMITTEE

The scope of activities and powers of Audit Committee includes the areas prescribed under the SEBI Listing Regulations and section 177 of the Companies Act, 2013. The members of Audit Committee are Mr. M. M. Gadgil as Chairman and Mr. K.S Varadhan and Mr. Ahmed H. Dawoodani, members of the Committee. During the financial year under review, 4 meetings were held on, 30/05/2016, 13/08/2016, 14/11/2016 & 14/02/2017. The Audit Committee reconstituted on 31st August 2017 with Mr. Suresh John as Chairman and Mr. Ahmed H. Dawoodani and Dr. Akbar Virani are other members of the Committee.

4. NOMINATION AND REMUNERATION COMMITTEE

The terms of reference of the Nomination and Remuneration Committee cover all the areas mentioned under provisions of Regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, and Section 178 of the Companies Act, 2013. The broad terms of reference of the Nomination and Remuneration Committee therefore include recommending a policy relating remuneration and employment terms of Managing Director and senior management personnel, adherence to the remuneration / employment policy from time to time as finally approved by the Board of Directors. Preliminary evaluation of every Director's performance, Board diversity, compliance of the Code for Independent Directors referred to in Schedule IV of the Companies Act, 2013, compliance with the Company's Code of Conduct by Directors and employees of the Company, reporting of non-compliances to the Board of Directors, recommending draft of the report required under Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, monitor loans to employees and any other matters which the Board of Directors may direct from time to time.

Policy for selection and appointment of Directors and their Remuneration:

Criteria of selection of Non-executive Directors

The Non-executive Directors shall be of high integrity with relevant expertise and experience in the fields of finance, marketing, taxation, governance and general management.

In case of appointment of Independent Directors, the Committee shall satisfy itself with regard to the independent nature of the Directors vis-à-vis the Company so as to enable the Board to discharge its function and duties effectively.

The Committee shall ensure that the candidate identified for appointment as a Director is not disqualified for appointment under Section 164 of the Companies Act, 2013.

The Committee shall consider the following attributes / criteria, whilst recommending to the Board the candidature for appointment as Director:

- a) Qualification, expertise and experience of the Directors in their respective fields;
- b) Personal, Professional or business standing;
- c) Diversity of the Board.

In case of re-appointment of Non-executive Directors, the Board shall take into consideration the performance evaluation of the Director and his engagement level.

Remuneration:

The Non-executive Directors shall be entitled to receive sitting fees for each Meeting and Committee attended by them of such sum as may be approved by the Board of Directors within the overall limits prescribed under the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and reimbursement of expenses for participation in the Board Meetings.

Criteria for selection and appointment of CEO and Managing Director

The Committee shall identify persons of integrity who possess relevant expertise, experience and leadership qualities required for the position and shall take into consideration recommendation, if any, received from any member of the Board. The Committee will also ensure that the incumbent fulfils such other criteria with regard to age and other qualifications as laid down under the Companies Act, 2013 or other applicable laws.

Remuneration for the CEO and Managing Director

At the time of appointment or re-appointment, the CEO and Managing Director shall be paid such remuneration as may be mutually agreed between the Company (which includes the Committee and the Board of Directors) and the CEO and Managing Director within the overall limits prescribed under the Companies Act, 2013. The remuneration shall be subject to the approval of the Members of the Company in General Meeting.

The remuneration of the CEO and Managing Director comprises of fixed and variable component as per the provisions of the Companies Act, 2013. The fixed component comprises salary, allowances, perquisites and retiral benefit.

Remuneration Policy for the Senior Management Employees

The Managing Director will carry out the individual performance review based on the respective defined objectives, qualification, expertise, experience and other factors whilst recommending the annual increment and performance incentive to the Committee for its review and approval. While determining the remuneration of the Senior Management Employees, the Committee shall ensure the relationship of remuneration and performance benchmark is clear.

5. RISK MANAGEMENT COMMITTEE

The Board of Directors, during the year, constituted "Risk Management Committee" as required under SEBI Listing Regulations. The Committee is responsible for risk identification, evaluation and mitigation and to set up process for risk management plan. The Risk Management Committee comprises of Mr. Ahmed H. Dawoodani, Managing Director and Mrs. Shahnaz A. Dawoodani as Member of the Committee.

6. PERFORMANCE EVALUATION OF THE BOARD

Based on the inputs on aspects under the provisions of the Companies Act, 2013 and under the SEBI Listing Regulations such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance, independence of judgement, safeguarding the interest of the Company etc. received from each Directors specifically Executive, Non-Executive and Independent Directors, the Board has carried out the annual performance evaluation of its own performance, the Directors individually as well as the evaluation of the working of its Audit, Appointment and Remuneration Committees.

7. STAKEHOLDERS GRIEVANCE COMMITTEE

The Stakeholders' Grievance Committee has reconstituted on 31st August 2017 and comprises of 3 Directors viz. Mrs. Shahnaz A. Dawoodani, the non-executive Director is the Chairman and Mr. Ahmed H. Dawoodani and Mr. Suresh John are the members of the Committee. The Committee reviews the status of Investor Grievances and recommends measure to improve in solving Investor Services. During the year there were no complaints received from shareholders and there is no complaint which has remained un-addressed.

8. GENERAL BODY MEETINGS

Date	AGM/ EGM	Location	Time	No. of Special Resolution
30.09.2016	AGM	Husami Hall, 119/127, Dr. Mascarenhas Road, Unit No.3, 1st Floor, Anjir Wadi, Mazgaon, Mumbai – 400 010	10.30 a.m	3
30.09.2015	AGM	Light House Building, Ground Floor, Sitaphalwadi, Mazgaon, Mumbai – 400 010	10.30 a.m	0
30.09.2014	AGM	Light House Building, Ground Floor, Sitaphalwadi, Mazgaon, Mumbai – 400 010	10.30 a.m	3

9. DISCLOSURES:

- There was no transaction of material nature with the Promoters, Directors, Management or their relatives during the financial Year of the Company, which could have potential conflict with the interests of the Company at large. However, the transactions detailed in Notes part of the Accounts may be considered as related party transactions.
- During the last three years, there were no strictures or penalties imposed either by Securities and Exchange Board of India or the Stock Exchange or any regulatory authority for non-compliance of any matter related to the capital market.
- No personnel have been denied access to the Chairman or members of the Audit Committee. The mechanism of Whistle Blower Policy is in place.
- The Company is in Compliance with the mandatory Provisions of Clause 49 of the Listing Agreement.
- Code of Business Conduct and Ethics for Board of Directors and Senior Management: The Company has in place the Code of Business Conduct and Ethics for Board of Directors and Senior Management (the Code) approved by the Board of Directors. The Code has been communicated to Directors and the members of the senior management.

10. MEANS OF COMMUNICATION

- a) The Annual, half Yearly and quarterly results are regularly submitted to the Stock Exchange and published in accordance with the Listing Agreement.
- b) The financial results or official news are displayed on the Company's website www.limechem.com
- c) There were no presentations made to the institutional investors or to the analysts
- d) Management Discussion and Analysis Report forms a part of this Annual Report

11. GENERAL INFORMATION FOR SHAREHOLDERS

i) AGM: Date, Time & Venue	30th September, 2017 at 10.30 a. m Registered Office at 404 & 405 Neco Chambers, Rajiv Gandhi Road, Sector-11, CBD Belapur, Navi Mumbai 400 614.
ii) Financial Year	1st April 2016 - 31st March, 2017
iii) Book closure	27-09-2017 to 29-09.2017
iv) Dividend payment date	No dividend recommended
v) Listing on Stock Exchange	The BSE Limited
vi) Listing fees paid for the year	2017-2018
vi) Dematerialisation of shares	As on 31-03-2017, 77.98%of total paid-up equity capital is dematerialized.
vii) ISIN of the Company for demat	INE891G01011
viii) Registrar & Share Transfer Agent	Bigshare Services Pvt. Ltd. 1st Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri (East), Mumbai 400059

12. MARKET PRICE DATE: HIGH / LOW DURING EACH MONTH IN 2016 – 2017 ON BSE Limited

Month	High – Rs.	Low – Rs.	BSE Sensex
April 2016	9.90	9.90	25606.62
May 2016	9.90	9.90	26667.96
June 2016	9.90	9.90	26999.72
July 2016	9.90	9.90	28051.86
August 2016	9.90	9.90	28452.17
September 2016	9.90	9.90	27865.96
October 2016	12.87	10.39	27930.21
November 2016	16.73	13.51	26652.81
December 2016	18.30	17.55	26626.46
January 2017	23.75	19.20	27655.96
February 2017	24.15	24.15	28743.32
March 2017	24.15	24.15	29620.50

13. DISTRIBUTION OF SHAREHOLDING AS ON 31-03-2017

No. of Equity Shares Held	No. of Shareholders	No. of Shares	% Total
1 - 500	4,633	625276	19.00
501 - 1000	231	191262	5.81
1001 - 2000	76	122901	3.74
2001 - 3000	33	84602	2.57
3001 - 4000	14	47533	1.44
4001 - 5000	14	66393	2.02
5001 - 10000	24	172995	5.26
10001 and above	42	1979314	60.16
TOTAL	5,067	32,90,276	100.00

14. SHAREHOLDING PATTERN AS ON 31-03-2017 IS AS FOLLOWS:

SR. NO	CATEGORY	NO. OF SHARES HELD	% OF SHARE-HOLDING
1.	Promoters Holding		
	Indian Promoters and Persons Acting in concert	1327920	40.36
	- Foreign Promoters	--	--
	Banks, Financial Institutions / Insurance Cos.	64000	1.95
2.	Mutual Funds & UTI	3360	0.10
3.	Private Corporate Bodies	121755	3.70
4.	NRIs/OCBs	64614	1.96
5.	Clearing Members	24618	0.75
6.	Indian Public	1684009	51.18
	TOTAL	3290276	100.00

On behalf of the Board of Directors

PLACE: MUMBAI
DATE : 31st August, 2017

Suresh John
Chairman

ANNEXURE TO CORPORATE GOVERNANCE REPORT

Declaration regarding affirmation of Code of Conduct

In terms of the requirements of the Clause SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to confirm that all the members of the Board and the senior management personnel have affirmed compliance with the Code of Conduct for the year ended 31st March, 2017.

Mumbai
Dated: 31st August 2017

A. H. DAWOODANI
Managing Director

Auditors' Certificate on compliance with the conditions of Corporate

To the members of Lime Chemicals Ltd.

We have examined the compliance of the conditions of Corporate Governance by LIME CHEMICALS LIMITED (the Company) for the year ended 31st March 2017, as stipulated in SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 of the said Company.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to a review of procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an Audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of the information and according to the explanations given to us and representation made by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Regulations.

On the basis of certificate issued by the Managing Director of the Company, we state that, there were no investor's grievances remained unattended / pending for more than thirty days.

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

For A.N. DAMANIA & CO.
Chartered Accountants
Firm Reg. No. 102077W

PLACE: MUMBAI
DATE : 31st August, 2017

Ashvin Damania
M.No. 040166
Proprietor

Independent Auditor's Report**To the Members of Lime Chemicals Limited****Report on the Financial Statements**

We have audited the accompanying financial statements of Lime Chemicals Limited ('the Company'), which comprise the Balance Sheet as at 31st March 2017, the statement of Profit and Loss, Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

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

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

Basis for Qualified Opinion

In our opinion, the qualification is material, but not pervasive to the financial statements.

As stated in Note No.41, the management has decided not to provide for interest amounting to Rs.3.69 lakh payable to parties registered under Micro, Small & Medium Enterprises Act, 2006. Consequently, profit is overstated and liabilities are understated by Rs. 3.69 lakh.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, ***except for the effects of the matter described in the Basis for Qualified Opinion paragraph***, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2017 and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) the balance sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account;
 - (d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder;
 - (e) on the basis of the written representations received from the directors as on 31 March 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2017 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - (g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 28 to the financial statements;
 - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - (iii) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund.
 - (iv) The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016. Bases on audit procedures and relying on the management representation we report that the disclosures are in accordance with the books of accounts maintained by the Company. Refer Note 45 to the financial statements.

For A. N. Damania & Co.
Chartered Accountants
Firm Registration No. 102077W

Ashvin Damania
Proprietor
Membership No.040166

Mumbai
30th May 2017

Annexure - A to the Auditor's Report

The Annexure referred to in Independent Auditor's Report to the members of Lime Chemicals Limited ("the Company") on the financial statements for the year ended 31st March 2017

We report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, the Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of two years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) As per the information and explanations provided to us, the title deeds of immovable property except that of free hold land are held in the name of the Company.
- (ii) As per the information and explanations provided to us, the inventories have been physically verified by the management at reasonable interval and no material discrepancy was noticed on physical verification.
- (iii) During the year the Company has not granted loans to any party covered in the register maintained under section 189 of the Act. Hence, paragraph 3(iii) of the Order is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there are no transactions as referred to in section 185 of the Act. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of 186 of the Act with respect to the loans and investments made.
- (v) The Company has not accepted any deposits from the public. Hence, paragraph 3(v) of the Order is not applicable.
- (vi) According to the information and explanations given to us, the Central Government has prescribed maintenance of cost records u/s. 148(1) of the Companies Act, 2013. However, the Company has not maintained the cost records during the year.
- (vii) (a) According to the information and explanations given to us and the records of the Company examined by us the Company has not been regular in depositing with the appropriate authorities undisputed dues, including provident fund, investor education and protection fund, employees' state insurance, income-tax, sales tax, wealth tax, service tax, customs duty, excise duty, cess and other material statutory dues as applicable to it and no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2017 for a period of more than six months from the date they became payable except sales tax amounting to Rs. 557.86 lakh, provident fund amounting to Rs. 45.63 lakh, income tax amounting to Rs. 5.82 lakh, property tax amounting to Rs. 2.20 lakh, staff profession tax amounting to Rs. 1.47 lakh, excise amounting to Rs. 27.69 lakh, Gram Panchayat Tax Rs. 2.50 lakh and employees' state insurance amounting to Rs. 14.51 lakh.
- (b) According to the information and explanations given to us and the records of the Company examined by us, disputed amounts in respect of the aforesaid dues which have not been deposited as at 31st March 2017 are given below.

Name of Statute	Nature of the Dues	Amount (Rs.)	Period to which amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	2,017,000/-	A.Y 1994-95	Delhi High Court
Income Tax Act, 1961	Income Tax	469,000/-	A.Y 1997-98	Delhi High Court
Income Tax Act, 1961	Income Tax	6,410,000/-	A.Y 2005-06	Income Tax Appellate Tribunal
Income Tax Act, 1961	Income Tax (penalty u/s 271(i)(C))	25,15,770/-	A.Y 2005 -06	Commissioner of Income Tax (Appeals)
Income Tax Act, 1961	Income Tax / FBT	57,27,000/-	A.Y 2006-07	Rectification before ITO Ward 6(3) – 2 Mumbai
Income Tax Act, 1961	Income Tax	3,39,47,880/-	A.Y.2012-13	Commissioner of Income Tax (Appeals)
MVAT Act 2005/CST Act 1956	MVAT/CST	2,27,61,636/-	F.Y 2005-06	Joint Commissioner of Sales Tax (Appeals)
MVAT Act 2005/CST Act 1956	MVAT/CST	1,29,75,068/-	F.Y 2006-07	Deputy Commissioner of Sales Tax (Appeals)

Name of Statute	Nature of the Dues	Amount (Rs.)	Period to which amount relates	Forum where dispute is pending
MVAT Act 2005/CST Act 1956	MVAT/CST	65,89,313/-	F.Y 2007-08	Deputy Commissioner of Sales Tax (Appeals)
MVAT Act 2005/CST Act 1956	MVAT/CST	1,04,47,197/-	F.Y 2007-08	Rectification before Asst. Commissioner of Sales Tax
MVAT Act 2005/CST Act 1956	MVAT/CST	42,31,970/-	F.Y 2008-09	Joint Commissioner of Sales Tax (Appeals)
MVAT Act 2005/CST Act 1956	MVAT/CST	51,88,246/-	F.Y 2009-10	Deputy Commissioner of Sales Tax (Appeals)
MVAT Act 2005/CST Act 1956	MVAT/CST	37,28,646/-	F.Y 2010-11	Deputy Commissioner of Sales Tax (Appeals)
Employees PF & Misc. Provisions Act, 1952	Provident Fund	30,36,102/-	Aug. 2011 to Sept. 2013	EPF Appellate Tribunal New Delhi
Employees PF & Misc. Provisions Act, 1952	Provident Fund	37,60,175/-	Feb'2014 to April'2016	EPF Appellate Tribunal, Chandigarh Shimla High Court

- (viii) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Hence, paragraph 3(viii) of the Order is not applicable.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Hence, paragraph 3 (ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has neither paid nor provided for managerial remuneration. Hence, paragraph 3(xi) of the Order is not applicable.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Hence, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act, where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private plakhement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Hence, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For A. N. Damania & Co.
Chartered Accountants
Firm Registration No. 102077W

Ashvin Damania
Proprietor
Membership No.040166

Mumbai
30th May 2017

Annexure - B to the Auditor's Report**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of Lime Chemicals Limited ("the Company") as of 31st March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For A. N. Damania & Co.
Chartered Accountants
Firm Registration No. 102077W

Ashvin Damania
Proprietor
Membership No.040166

Mumbai
30th May 2017

Balance Sheet as at 31st March, 2017

Particulars	Note No.	As at 31 March, 2017	As at 31st March, 2016
		Amount (In Rs.)	Amount (In Rs.)
A EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	2	325,66,380	325,66,380
(b) Reserves and Surplus	3	-3202,81,767	-3688,94,856
		-2877,15,387	-3363,28,476
2 Non-Current Liabilities			
(a) Long-Term Borrowings	4	3265,61,245	3190,24,711
(b) Deferred Tax Liabilities (net)	5	116,38,725	153,47,619
(c) Other Long-Term Liabilities	6	661,27,719	715,48,390
(d) Long-Term Provisions	7	95,28,100	81,17,802
		4138,55,789	4140,38,523
3 Current Liabilities			
(a) Short-Term Borrowings	8	-	-
(b) Trade Payables	9	898,21,968	487,95,591
(c) Other Current Liabilities	10	673,13,373	696,23,587
(d) Short-Term Provisions	11	23,00,836	23,18,223
		1594,36,176	1207,37,401
Inter branch		0	0
		2855,76,577	1984,47,447
B ASSETS			
1 Non-current Assets			
(a) Fixed Assets			
(i) Tangible Assets	12	907,16,043	1076,05,867
(ii) Intangible Assets	12	5,863	27,359
(iii) Capital Work-in-progress		74,55,358	13,58,586
		981,77,264	1089,91,812
(b) Non-Current Investments	13	89,203	89,203
(c) Long-Term Loans and Advances	14	109,17,840	104,78,328
(d) Other Non-Current Assets	15	150,58,852	62,38,540
		1242,43,159	1257,97,883
2 Current Assets			
(a) Inventories	16	257,84,511	182,57,870
(b) Trade Receivables	17	1008,22,858	475,26,971
(c) Cash and Cash Equivalents	18	319,57,864	47,40,381
(d) Short-Term Loans and Advances	19	27,68,184	21,24,342
(e) Other Current Assets	20	0	0
		1613,33,418	726,49,564
		2855,76,577	1984,47,447
		-	-

As Per Our Attached Report Of Even Date

For A. N. Damania & Co.

Chartered Accountants

Firm Reg No : 102077W

Ashvin Damania

Proprietor

Membership No.: 040166

Place : Mumbai

Date : 30/05/2017

For and on behalf of the Board of Directors
A. H. Dawoodani (DIN 00934276)

Managing Director

S. A. Dawoodani (DIN 02324234)

Director

Dr. Akbar Virani (DIN 02171982)

Director

Firoj Ladhani - CFO

Place : Mumbai

Date: 30/05/2017

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

Particulars	Note No.	For the year ended	For the year ended
		31st March, 2017	31st March, 2016
		Amount (In Rs.)	Amount (In Rs.)
CONTINUING OPERATIONS			
1 Revenue from Operations (net)	21	4385,08,281	2821,28,107
Other Income	22	14,10,534	40,27,151
Total Revenue		4399,18,815	2861,55,258
2 Expenses			
Cost of Materials Consumed	23	2352,30,104	1503,16,630
Purchases of Traded Goods	23-A	-	14,63,647
Changes in Inventories	24	-9,15,240	(29,124)
Employee Benefits Expense	25	231,89,890	176,55,252
Finance Costs	26	42,55,146	16,20,365
Depreciation and Amortisation Expense	12	216,96,630	69,35,236
Other Expenses	27	1115,58,088	731,05,174
Total Expenses		3950,14,618	2510,67,180
3 Profit / (Loss) before Tax		449,04,198	350,88,078
4 Tax Expense:			
(a) Current Tax		-	-
(b) Deferred Tax		-37,08,894	23,47,558
		-37,08,894	23,47,558
5 Profit / (Loss) for the year		486,13,092	327,40,520
6 Earnings per share (Face Value of Rs.10/- each):			
Basic		14.93	10.05
Diluted		14.77	9.95
Significant Accounting Policies and Notes on Accounts			

As Per Our Attached Report Of Even Date

For A. N. Damania & Co.

Chartered Accountants

Firm Reg No : 102077W

Ashvin Damania

Proprietor

Membership No.: 040166

Place : Mumbai

Date : 30/05/2017

For and on behalf of the Board of Directors**A. H. Dawoodani** (DIN 00934276)

Managing Director

S. A. Dawoodani (DIN 02324234)

Director

Dr. Akbar Virani (DIN 02171982)

Director

Firoj Ladhani - CFO

Place : Mumbai

Date: 30/05/2017

Cash Flow Statement for the year ended 31st March 2017

PARTICULARS	2016-17	2016-17	2015-16	2015-16
A. Cash flows from operating activities				
Net profit/(loss) before taxation		449,04,198		350,88,078
Adjustments for:				
Depreciation	216,96,630		69,35,236	
Miscellaneous Expenditure written off	-		-	
Interest on borrowings	42,55,146		18,06,553	
Interest income	(5,54,397)		(1,88,281)	
Dividend Income	-		-	
Total		253,97,379		85,53,508
Operating profit before working capital changes		703,01,576		436,41,586
Adjustments for:				
Increase / (Decrease) in Other Long Term Liabilities	(54,20,671)		(145,69,346)	
Increase / (Decrease) in Long Term Provisions	14,10,298		55,32,438	
Increase / (Decrease) in Other Current Liabilities & Trade Payables	387,16,162		(127,04,730)	
Increase / (Decrease) in Short Term Provisions	(17,387)		(72,74,934)	
(Increase)/ Decrease in Long Term Loans & Advances	(4,39,512)		11,12,794	
(Increase)/ Decrease in Other Non Current Assets	(88,20,311)		71,44,356	
(Increase)/ Decrease in Inventories	(75,26,641)		(28,22,065)	
(Increase)/ Decrease in Trade Receivables	(532,95,887)		(181,85,358)	
(Increase)/ Decrease in Short Term Loans & Advances	(6,43,842)		(7,78,320)	
(Increase)/ Decrease in Other Current Assets.	-		4,61,622	
Total		(360,37,792)		(420,83,542)
Cash generated from operations		342,63,784		15,58,044
Less : Taxes paid (net of refunds)		-		-
Cash flow before extraordinary item		342,63,784		15,58,044
Add/ Less: Extra-ordinary items		-		-
Net cash from operating activities (A)		342,63,784		15,58,045
B. Cash flows from investing activities				
Purchase of fixed assets and addition to Capital Work in Progress	(108,82,084)		(100,74,224)	
Sale of Fixed asset	-		-	
Interest received (Net of TDS)	5,54,397		1,88,281	
Dividend Income	-		-	
Net cash used for investing activities (B)		(103,27,688)		(98,85,942)
C. Cash flows from financing activities				
Repayment of Long Term Borrowings	75,36,534		122,07,385	
Repayment of Short Term Borrowings	-		-	
Interest paid	(42,55,146)		(18,06,553)	
Allotment Money Received			375	
		32,81,388		104,01,207
Cash Flow From Extraordinary Item		-		-
Net cash from financing activities (C)		32,81,387		104,01,208
Net increase in cash and cash equivalents (A+B+ C)		272,17,483		20,73,311
Cash and cash equivalents at beginning of period		47,40,381		26,67,069
Cash and cash equivalents at end of period		319,57,864		47,40,381

As Per Our Attached Report Of Even Date

For A. N. Damania & Co.

 Chartered Accountants
 Firm Reg No : 102077W

Ashvin Damania

 Proprietor
 Membership No.: 040166

Place : Mumbai

Date : 30/05/2017

For and on behalf of the Board of Directors
A. H. Dawoodani (DIN 00934276)
 Managing Director

S. A. Dawoodani (DIN 02324234)
 Director

Dr. Akbar Virani (DIN 02171982)
 Director

Firoj Ladhani - CFO

Place : Mumbai

Date: 30/05/2017

Corporate Information

The Company is engaged in the manufacturing Calcium Carbonate. It is used as input material in various industrial sectors including Tooth Paste, Pharmaceuticals, PVC products, Rubber, Plastic, Polymer, Cable, Leather, Paper and Paints.

Significant Accounting Policies Forming Part of Financial Statements for the year ended 31st March 2015

A Basis of Preparation of Financial Statements

The accounts have been prepared on the accrual basis of accounting, under historical cost convention and in accordance with the generally accepted accounting principles to comply with the Accounting Standards specified under section 133 of the Companies Act, 2013 ("the Act"), read with rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of "the Act", except where otherwise stated. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

B Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

C Fixed Assets (Tangible) and Depreciation

Fixed Assets are carried on at cost of acquisition less accumulated depreciation and impairment loss, if any. Cost comprise purchase price, all direct expenses relating to the acquisition and installation and any attributable cost of bringing the asset to its working condition for the intended use. Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation has been provided on straight line method as per the useful life prescribed in Schedule II to the Companies Act, 2013. Assets costing less than ` 5,000/- each are fully depreciated in the year of capitalisation.

D Fixed Assets (Intangible) and Amortization

Intangible Assets are stated at cost of acquisition less accumulated amortization. Intangible Assets are amortized over a period of 5 years on straight line basis.

E Impairment of Assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

F Foreign Currency Transactions

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction. Monetary items denominated in foreign currencies at the year end are restated at year end rates. Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss except in case of long term liabilities, where they relate to acquisition of fixed assets, in which case they are adjusted to the carrying cost of such assets.

G Investments

Investments intended to be held for more than one year are classified as non-current investments and are carried at cost of acquisition inclusive of other attributable expenses. Diminution in the value of such investments is written off / provided for, as the case may be if such diminution is of other than temporary nature. Current Investments are carried at lower of cost or net realizable value.

H Inventories

Inventories are valued at cost (FIFO) or net realizable value whichever is less. Cost comprises all cost of purchase, cost of conversion, and cost incurred to bring inventories to present location and condition. Finished goods valuation include appropriate proportion of overheads and, where applicable, excise duty.

I Revenue Recognition

Revenue is recognised to the extent that it can be reliable, measured and is appropriate to the economic benefits that will flow to the company. Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Export benefits are accounted when realized / received. Dividend income is recognized when right to receive is established.

J Employee Benefits

The Company's contribution to Provident fund is charged to the Statement of Profit and Loss. The Gratuity and Leave Encashment liability, which are defined benefit plans, are provided on the basis of actuarial valuation as on balance sheet date and same are unfunded.

K Borrowing Cost

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred.

L Leases

Where the Company as a lessor leases assets under finance leases, such amounts are recognised as receivables at an amount equal to the net investment in the lease and the finance income is recognised based on a constant rate of return on the outstanding net investment. Assets leased by the Company in its capacity as lessee where substantially all the risks and rewards of ownership vest in the Company are classified as finance leases. Such leases are capitalised at the inception of the lease at the lower of the fair value and the present value of the minimum lease payments and a liability is created for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability for each year. Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis.

M Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and 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.

N Earnings Per Share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

O Provision for Taxation

Provision for taxation is made for the income tax liability as per the provisions of the Income Tax Act, 1961. Deferred Tax is recognized on timing differences being the differences between the taxable incomes and accounting incomes that originate in one period and are capable of reversal in one or more subsequent period, at the current rate of tax. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.

P Provisions, Contingent Liabilities and Contingent Assets

The Company recognizes a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent Assets are neither recognized nor disclosed in the financial statements.

Note 2 Share Capital

Particulars	As at 31st March, 2017		As at 31st March, 2016	
	Number of shares	Amt in (Rs.)	Number of shares	Amt in (Rs.)
(a) Authorised				
Equity shares of ₹10/- each with voting rights	75,00,000	750,00,000	75,00,000	750,00,000
(b) Issued				
Equity shares of ₹10/- each with voting rights	32,90,276	329,02,760	32,90,276	329,02,760
(c) Subscribed and Fully Paid-up				
Equity shares of ₹10/- each with voting rights	32,27,528	322,75,280	32,27,528	322,75,280
Total	32,27,528	322,75,280	32,27,528	322,75,280
(d) Subscribed but not Fully Paid up				
Equity shares of ₹10/- each with voting rights	62,748	6,27,480	62,748	6,27,480
Less: Calls in Arrears				
Equity shares of ₹10/- each with voting rights	62,748	3,36,380	62,748	3,36,380
Total		2,91,100		2,91,100
Total Share Capital		325,66,380		325,66,380

(i) Details of shares held by each shareholder holding more than 5% shares

Particulars	As at 31st March, 2017		As at 31st March, 2016	
	Number of shares	% holding	Number of shares	% holding
Equity shares with voting rights				
A. H. Dawoodani	6,63,912	20.18%	6,63,912	20.18%
S. A. Dawoodani	3,65,467	11.11%	3,64,767	11.09%

(ii) Reconciliation of the number of shares with voting rights and amount outstanding at the beginning and at the end of the reporting period:

Particulars	As at 31st March, 2017		As at 31st March, 2016	
	Number of shares	Amt in (Rs.)	Number of shares	Amt in (Rs.)
Subscribed & Fully Paid up				
Equity Shares at the beginning of the year	32,27,528	322,75,280	32,27,528	322,75,280
Add : Shares issued on receipt of calls in arrears	-	-	-	-
Less : Shares cancelled	-	-	-	-
Equity Shares at the end of the year	32,27,528	322,75,280	32,27,528	322,75,280
Subscribed but not Fully Paid up				
Equity Shares at the beginning of the year	62,748	2,92,225	62,748	2,92,225
Add : Shares issued	-	-	-	-
Less : Shares transferred to fully paid up	-	-	-	-
Equity Shares at the end of the year	62,748	2,92,225	62,748	2,92,225
	31,374	5		

(iii) Details of calls unpaid

Particulars	As at 31st March, 2017		As at 31st March, 2016	
	Number of shares	% holding	Number of shares	% holding
Equity shares with voting rights				
Aggregate of calls unpaid *				
- by others	62,748	3,36,380	62,898	3,36,755

Notes forming part of the Financial Statements for the year ended 31st March, 2017
Note 3 Reserves and Surplus

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount(In Rs.)	Amount(In Rs.)
(a) Capital Reserve		
Opening Balance	22,225	22,225
Add: Additions during the year	-	-
Less: Utilised / transferred during the year	-	-
Closing Balance	22,225	22,225
(b) Securities Premium Account		
Opening Balance	305,81,351	305,81,351
Add : Premium on shares issued during the year	-	-
Less : Utilised during the year	-	-
Closing Balance	305,81,351	305,81,351
(c) General Reserve		
Opening Balance	1421,61,766	1421,61,766
Add :Addition during the Year : *	-	-
Less: Utilised / transferred during the year For FA	-	-
Closing Balance	1421,61,766	1421,61,766
(d) State Subsidy Reserve		
Opening Balance	44,86,000	44,86,000
Add: Additions / transfers during the year	-	-
Less: Utilisations / transfers during the year	-	-
Closing Balance	44,86,000	44,86,000
(e) Surplus / (Deficit) in Statement of Profit and Loss		
Opening Balance	(5461,46,201)	(5788,86,721)
Add: Profit / (Loss) for the year	486,13,092	327,40,520
Closing Balance	(4975,33,109)	(5461,46,201)
Total	(3202,81,767)	(3688,94,860)

Note 4 Long-Term Borrowings

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
(a) Term Loans		
From Other Parties		
Secured *	21,01,629	12,72,943
Unsecured	10,09,128	-
(b) Deferred Payment Liabilities		
Secured	-	-
Unsecured	255,88,820	255,88,820
(c) Deposits (ICD)		
Secured	-	-
Unsecured	27,50,000	27,50,000
(d) Loans and advances from related parties		
Secured	-	-
Unsecured	2951,11,668	2894,12,948
(e) Long-term maturities of Public Deposit		
Secured	-	-
Unsecured	-	-
(e) Other Loans		
Secured	-	-
Unsecured	-	-
Total	3265,61,245	3190,24,711

Foot Note:

* ₹ 253 thousand (P.Y. ₹ 253 thousand) from Pegasus Assets Reconstructions P Ltd Secured by Equitable Mortgage of Company Office Premises at New Delhi and upto ₹13,500 thousand is guaranteed by one Ex-Director of the Company.

Public Deposit repayable within three years

Default Statement:

Particulars	Period of Default Year	As at 31st March, 2017	As at 31st March, 2016
		Amount (In Rs.)	Amount (In Rs.)
Term loans from other parties			
Secured			
Principal	From 2007-08 to 2014-15	21,01,629	-
Interest	From 2007-08 to 2014-15	-	-
Deferred payment liabilities			
Unsecured			
Principal	From 2006-07 to 2014-15	255,88,820	-
Interest		-	-
Deposits			
Unsecured			
Principal	From 2011-12 to 2014-15	27,50,000	-
Interest	From 2011-12 to 2014-15		
		304,40,449	-

Note 5 Deferred Tax Liabilities (Net)

Particulars	As at 31st March, 2017	As at 31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Deferred Tax Liabilities		
On account of timing difference in depreciation	116,38,725	153,47,619
Deferred Tax Assets		
Provision for Gratuity & Employee Benefits	-	-
Provision for Doubtful Debts	-	-
	116,38,725	153,47,619

Foot Note :

‘- Company has the accumulated losses and unabsorbed depreciation as on 31-3-2015. Also, the Company has registered itself under BIFR. Considering the same and in the absence of virtual certainty about future profit earning, no provision for deferred tax asset is made in the books as per AS 22- ‘Taxes on Income’.

Note 6 Other Long-Term Liabilities

Particulars	As at 31st March, 2017	As at 31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Others:		
(i) Trade / security deposits received	20,84,067	5,84,067
(ii) Trade Payables (Other than SSI)	622,73,689	709,64,323
(iii) Trade Payables under MSMED (Other than SSI)	16,34,658	-
(Refer Note 46)		
(iv) Advances from customers	1,35,305	-
(v) Other Non Current Liabilities	-	-
Total	661,27,719	715,48,390

Note 7 Long-Term Provisions

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Provision for Employee Benefits:		
(i) Provision for Leave Encashment	17,94,682	10,41,162
(ii) Provision for Gratuity	33,95,991	15,70,775
(iii) Provision for VRS	43,37,427	55,05,865
Total	95,28,100	81,17,802

Note 8 Short-Term Borrowings

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
(a) Loans Repayable on Demand		
From banks		
Secured *	-	-
Unsecured	-	-
From other parties		
Secured	-	-
Unsecured	-	-
(b) Loans and advances from related parties		
Secured	-	-
Unsecured	-	-
(c) Deposits		
Secured	-	-
Unsecured **	-	-
Total	-	-

Foot Note:

*Includes ₹ Nil (PY ₹12,415 thousand) from Axis Bank Ltd. secured by way of first charge on pari passu basis on the Company's immovable properties and movable Plant & Machineries both present & future situated at Roha & Paonta factory and upto `15,000 thousand is guaranteed by one Director and one Ex-Director of the Company.

** Public Deposit repayable within one year.

Default Statement :

Particulars	Period of Default Year	As at	As at
		31st March, 2017	31st March, 2016
		Amount (In Rs.)	Amount (In Rs.)
(a) Loans repayable on demand			
From banks Cash Credit			
Secured			
Principal	From 2007-08 to 2013-14	-	-
Interest	From 2007-08 to 2013-14	-	-
From other parties			
Unsecured			
Principal		-	-
Interest		-	-
		-	-

Note 9 Trade Payables

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Under MSMED (Refer Note 46)	-	3,75,459
Others	898,21,968	484,20,132
Total	898,21,968	487,95,591

Note 10 Other Current Liabilities

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount(In Rs.)	Amount(In Rs.)
Current maturities of long-term debt	12,97,611	3,66,294
Current maturities of finance lease obligations	-	-
Interest Accrued and due on Borrowings	3,39,000	39,74,399
Interest accrued and due on Others	36,343	-
Unclaimed Deposits	5,000	5,000
Application Money received for allotment pending for Refund	-	-
Other Payables	-	-
Statutory Dues	652,23,122	629,32,455
Security/Trade deposits received	-	-
Advances from Customers	-	-
Other Expenses Payable	3,41,828	-
Overdrawn Bank Balances	70,469	23,45,440
Total	673,13,373	696,23,587

Note 11 Short-Term Provisions

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount(In Rs.)	Amount(In Rs.)
Provision for Employee Benefits:		
Provision for Bonus	5,11,463	5,45,670
Provision for Leave Encashment	99,138	60,859
Provision for Gratuity	1,64,743	85,904
Provision for VRS	1,24,310	1,74,310
Provision for Exgratia/Incentive	1,60,724	1,28,600
Provision - Others:		
Provision for Tax (net of advance tax)	12,40,459	13,22,880
Total	23,00,836	23,18,223

Note : 12 Fixed Assets

SR. NO.	ASSETS	GROSS BLOCK		ADDITIONS DURING	DELETION/ DISPOSAL/	AS AT 31-03-2017		DEPRECIATION AS ON 04-01-2016	FOR THE YEAR	Retain Earning Trf to Op P&L	DELETION/ DISPOSAL/	NET BOOK AS ON 31-03-2017		31/03/2016
		AS AT 04-01-2016	AS AT 31-03-2017			AS ON 31-03-2017	AS ON 31-03-2017							
A	Tangible Assets													
1	Free Hold Land	7,680	7,680	-	-	14,99,442	7,680	-	-	-	-	7,680	7,680	7,680
2	Lease Hold Land	14,99,442	14,99,442	-	-	14,99,442	14,99,442	2,95,671	-	-	-	12,03,771	12,03,771	12,03,771
3	Building	41,385,427	41,385,427	3,77,932	-	417,63,359	417,63,359	216,18,838	10,17,465	-	-	191,27,056	191,27,056	197,66,589
4	Plant & Machinery	32,59,96,156	32,59,96,156	3,23,113	-	3263,19,269	3263,19,269	2456,87,344	189,67,539	-	-	616,64,386	616,64,386	803,08,812
5	Furniture & Fixture	108,72,016	108,72,016	28,050	-	109,00,066	109,00,066	83,61,602	4,74,239	-	-	20,64,225	20,64,225	25,10,414
6	Vehicles	90,35,107	90,35,107	33,94,536	-	124,29,643	124,29,643	70,62,061	4,31,758	-	-	49,35,825	49,35,825	19,73,046
7	Office Equipments	116,01,785	116,01,785	65,179	-	116,66,964	116,66,964	109,87,937	1,53,168	-	-	5,25,859	5,25,859	6,13,848
8	Electrical Equipments	80,78,704	80,78,704	5,96,502	-	86,75,206	86,75,206	68,57,000	6,30,965	-	-	11,87,241	11,87,241	12,21,704
	Total	4084,76,317	4084,76,317	47,85,312	-	4132,61,629	4132,61,629	3008,70,453	216,75,134	-	-	907,16,043	907,16,043	1076,05,864
B	Intangible Assets													
1	Computer Software	1,75,346	1,75,346	-	-	1,75,346	1,75,346	1,75,346	-	-	-	1,75,346	1,75,346	-
2	Website Domain	1,17,251	1,17,251	-	-	1,17,251	1,17,251	89,892	21,496	-	-	5,863	5,863	27,359
	Total	2,92,597	2,92,597	-	-	2,92,597	2,92,597	2,65,238	21,496	-	-	2,86,734	2,86,734	27,359
	Grand Total	4087,68,914	4087,68,914	47,85,312	-	4135,54,226	4135,54,226	3011,35,692	216,96,630.00	-	-	907,21,906	907,21,906	1076,33,222
	Previous Year	4012,92,067	4012,92,067	104,77,127	30,00,280	4087,68,914	4087,68,914	2972,00,736	69,35,236	-	30,00,280	1076,33,222	1076,33,222	-

Note 13 Non-Current Investments

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount(In Rs.)	Amount(In Rs.)
Other Investments		
Investment in equity instruments	33,99,091	
Quoted		
In Other Entities		
Fully Paidup		
60 (P.Y. 60) Equity Shares of ₹10/- each of Reliance Industries Ltd.	-	1,000
6,300 (P.Y. 6,300) Equity Shares of ₹10/- each of Lloyd Finance Ltd.	-	2,60,490
1,200 (P.Y. 1,200) Equity Shares of ₹10/- each of Development Credit Bank Ltd.	-	74,400
8,39,700 (P.Y. 8,39,700) Equity shares of ₹10/- each of Regent Chemicals Ltd.	-	1
5,000 (P.Y. 5,000) Equity Shares of ₹10/- each of Goldcrest Corporation Ltd.	-	50,000
Unquoted		
Fully Paidup		
In Associates		
3,14,750 (P.Y. 3,14,750) Equity Shares of ₹10/- each Silvo Liacal Chemicals Ltd.	-	30,05,700
In Other Entities		
250 (P.Y. 250) Equity Shares of ₹ 30/- each Bombay Mercantile Co-op Bank Ltd.	-	7,500
Total	33,99,091	33,99,091
Less: Provision for diminution in value of investments	33,09,888	33,09,888
Net	89,203	89,203

Foot Note :

Aggregate amount of quoted investments	-	3,85,891
Aggregate market value of listed and quoted investments	3,26,270	2,37,869
Aggregate amount of unquoted investments	-	30,13,200
Aggregate amount of provision on investments	33,09,888	33,09,888

Note 14 Long-Term Loans and Advances

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Unsecured, Considered good		
Capital Advances	49,32,195	40,03,200
Advances to Staff	1,77,046	12,55,059
Security Deposits	58,08,599	47,88,069
Others	-	4,32,000
Total	109,17,840	100,46,328

Note 15 Other Non-Current Assets

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Long Term Trade Receivables		
Unsecured, Considerd Doubtful		
Less : Provision for Doubtful Debt		
Unsecured, Considered good	150,47,230	62,26,918
Accruals		
Interest Accrued	11,622	11,622
Total	150,58,852	62,38,540

Note 16 Inventories

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Raw Materials	69,29,442	
Finished Goods	29,64,519	27,54,138
Stock-in-trade	-	20,20,155
Stores and Spares	135,88,115	-
Packing Material	23,02,435	98,67,218
		7,94,294
Total	257,84,511	154,35,805

Note 17 Trade Receivables

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
More than Six months		
Unsecured, Considered good	118,52,580	14,22,960
Less than Six months		
Unsecured, Considered good	889,70,278	279,18,654
Total	1008,22,858	293,41,615

Note 18 Cash and Cash Equivalents

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Balances with banks		
In Current Accounts	39,40,262	20,88,122
In Deposit Accounts (Margin Money against LC/BG)	271,97,477	18,13,207
Cash on Hand	8,20,125	8,39,052
Total	319,57,864	47,40,381

Note 19 Short-Term Loans and Advances

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Security Deposits		
Unsecured, Considered good	-	2,00,500
Loans and Advances to Employees /Others		
Unsecured, Considered good	24,33,692	14,69,510
Prepaid Expenses		
Unsecured, Considered good	3,34,492	4,54,332
Balances with Government Authorities		
Unsecured, Considered good	-	-
CENVAT Credit Receivable	-	-
Total	27,68,184	21,24,342

Note 20 Other Current Assets

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Interest Accrued on Deposits	-	-
Other Receivables	-	-
	-	-

Note 21 Revenue from Operations

Particulars	For the year ended	For the year ended
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Sale of Products		
Manufactured Goods (Calcium Carbonate)		
- Domestic Sales	4712,44,974	3023,76,691
- Export Sales	-	21,70,800
Traded Goods		
- Domestic Sales	-	17,35,732
	4712,44,974.25	3062,83,222.84
Job Work Charges	-	2,70,251
Other Operating Revenues	-	2,70,251
	4712,44,974	3065,53,474
Less: Excise Duty	327,36,693	244,25,367
Total	4385,08,281	2821,28,107

Note 22 Other Income

Particulars	For the year ended	For the year ended
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Interest Income	5,54,397	1,88,281
Liabilities Written Back (Interest on account of OTS)	-	-
Proceeds from Scrape and Stores	2,58,700	30,00,280
Dividend Income	-	-
Rent	-	-
Duty Drawback	9,967	20,029
Miscellaneous Income	3,211	-
Discount Received	2,51,599	5,67,336
Exchange Rate Difference	87,591	-
Other Liabilities Written Back	2,45,070	2,51,225
Total	14,10,534	40,27,151

Note 23 Cost of Materials Consumed

Particulars	For the year ended	For the year ended
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Opening Stock	57,25,563	27,54,138
Add: Purchases	2364,33,983	1532,88,055
	2421,59,546	1560,42,193
Less: Closing Stock	69,29,442	57,25,563
Cost of Material Consumed	2352,30,104	1503,16,630

Note 23-A Purchase of Traded Goods

Particulars	For the year ended 31st March, 2017	For the year ended 31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Charcoal	-	14,63,647
	-	
Total	-	14,63,647

Note 24 Changes in inventories of finished goods, work-in-progress and stock-in-trade

Particulars	For the year ended 31st March, 2017	For the year ended 31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Inventories at the beginning of the year:		
Finished Goods	20,49,279	20,20,155
Work-in-progress	-	-
Stock-in-trade	-	-
	20,49,279	20,20,155
<u>Inventories at the end of the year:</u>		
Finished Goods	29,64,519	20,49,279
Work-in-progress	-	-
Stock-in-trade	-	-
	29,64,519	20,49,279
Total	(9,15,240)	(29,124)

Note 25 Employee Benefits Expense

Particulars	For the year ended 31st March, 2017	For the year ended 31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Salaries and Wages		
-Directors	-	-
-Others	219,52,133	167,41,854
Contributions to Provident and Other Funds		
-Directors	-	-
-Others	3,66,893	3,19,374
Gratuity		
-Others	-	-
Staff Welfare Expenses	8,70,864	5,94,023
Total	231,89,890	176,55,252

Note 26 Finance Costs

Particulars	For the year ended 31st March, 2017	For the year ended 31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Interest	4,53,472	4,61,035
Interest on delayed/deferred payment of statutory dues	38,01,674	11,59,330
Total	42,55,146	16,20,365

Note 27 Other Expenses

Particulars	For the year ended 31st March, 2017	For the year ended 31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Advertisement	85,397	69,693
Consumption of Stores and Spare Parts	26,46,146	17,81,358
Consumption of Packing Materials	189,47,017	117,12,572
Power and Fuel	299,31,747	188,34,244
Water	5,12,173	5,10,393
Labour Charges	54,19,033	16,67,141
Loading & Unloading Exp.	10,49,561	4,36,538
Rent including Lease Rentals	11,76,288	15,65,799
Repairs and Maintenance - Buildings	95,072	-
Repairs and Maintenance - Machinery	4,63,891	23,34,701
Repairs and Maintenance - Others	19,09,922	20,60,529
Insurance	1,73,149	1,88,563
Rates and Taxes	25,43,415	12,02,179
Export/Import Expenses	76,17,454	8,40,350
Telephone and Postage	12,25,516	11,75,026
Travelling and Conveyance	36,86,667	33,39,949
Printing and Stationery	4,08,045	3,38,699
Freight and Forwarding	152,41,486	135,23,725
Factory Expenses & Office Expenses	77,34,174	47,25,445
Fees & Subscription A/c	4,91,449	4,36,290
Sales Commission	20,34,728	6,29,000
Sales Discount	8,25,325	8,32,063
Business Promotion	1,62,986	49,887
Bank Charges & Commission	9,34,688	6,06,000
Donations and Contributions	87,850	-
Legal and Professional	11,80,970	11,62,264
Payments to Auditors (Refer foot note (i) below)	3,85,000	3,50,000
Bad Trade and Other Receivables, Loans and Advances Written Off	13,07,155	3,16,276
Net (gain) / loss on Foreign Currency Transactions and translation	-	23,961
Prior Period Items (net) (Refer foot note (ii) below)	13,95,744	10,29,033
Penalty	2,50,692	1,86,188
Security Expenses	16,27,075	11,77,307
Miscellaneous Expenses	8,273	-
Total	1115,58,088	731,05,174

Foot Notes:

Particulars	For the year ended 31st March, 2017	For the year ended 31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
(i) Payments to the auditors comprises (net of service tax input credit, where applicable):		
As Auditors	-	3,00,000
For company law matters	-	-
For management services	-	-
For taxation matter	-	50,000
Reimbursement of expenses		
	-	3,50,000
(ii) Details of Prior period items (net)		

Particulars	For the year ended 31st March, 2017	For the year ended 31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Prior period expenses	-	-
Service Tax	-	1,98,964
Licence Fees	-	-
Employees Share of PF	-	56,154
Audit Fees	-	-
Property Tax	-	-
Interest	-	95,811
Telephone & Communication	-	4,540
Medical Exps	-	19,670
Commission on Sale	-	-
Bonus	-	43,812
Leave Travel Allowance	-	56,646
Sundry Expenses	-	88
Freight and Forwarding	-	-
Electricity Expenses	-	6,176
Advertisement	-	-
Professional Fees & Reimbursement	-	19,636
Repairs & Maintenance	-	19,074
Interest on Delayed Payment	-	6,00,000
Membership & Subs	-	-
Stationery & Printing	-	-
Travelling Expenses	-	-
Sales Tax	-	3,055
PF Employer Share	-	15,600
LC Opening Account	-	-
Property Tax	-	-
Central Excise	-	-
	-	11,39,227
Prior Period Income		
Telephone & Communication	-	7,833
Analysis, Testing & Lab Expenses	-	-
Professional Fees	-	1,02,360
Outstanding Liability	-	-
Sundry Income	-	-
	-	1,10,193
Net	-	10,29,033

28 Contingent Liabilities

Particulars	As at 31st March, 2017	As at 31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Corporate Guarantees issued to Bank U.S. \$2.20 Million (P.Y. U.S. \$ 2.20 Million)	1426,44,920	1459,32,380
Disputed Income Tax Demand	453,59,650	510,86,650
Disputed Sales Tax Demand	327,13,243	659,22,076
Disputed Central Excise		38,73,515
Disputed Employees P.F.	72,67,093	72,67,093
Interest under MSMED Act	5,67,677	8,39,493
Disputed Profession Tax Demand	8,72,555	8,72,555
Total	2294,25,138	2757,93,762

No provision is presently considered necessary for above mentioned various tax demands which are under various stages of appeal as the Company is of the view that the said demands are not sustainable in law.

29. The overdue statutory dues are as follows

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Staff Profession Tax	1,47,239	87,650
Provident Fund	45,63,461	43,40,480
Employees State Insurance Scheme	14,50,891	15,28,247
Sales Tax Payable	557,85,955	554,56,453
Income Tax/TDS	5,81,807	2,22,197
Excise/Service Tax	27,69,418	8,01,170
Gram Panchayat Tax	2,49,847	2,16,198
Property Tax	2,20,093	1,57,919
Total	657,68,711	628,10,314

30 The company is engaged in manufacturing of Calcium Carbonate which is considered the only reportable business segment, as per Accounting Standard 17 -'Segment Reporting'; hence segment reporting is not given.

31 Related party disclosure as required by Accounting Standard 18 "Related Party Disclosures" are given below:

a) Name of related parties and description of relationship:

- 1) Associates:
 SilvoLiacal Chemicals Ltd.
 Diamond Jubilee Stores
 Pearl Enterprises
 Himachal Polylefins Ltd.
 Sahid Investment & Trading Company Pvt. Ltd.
- 2) Key Managerial Personnel:
 Shri A. H. Dawoodani
 Smt. S. A. Dawoodani
 Shri Akbar Ali Virani
 Shri Sadruddin Jiwani
- 3) Relative of Key Managerial Personnel (KMP):
 Shri Rahim A. Dawoodani (Son of Shri A. H. Dawoodani)
 Miss. Zahara A. Dawoodani (Daughter of Shri A. H. Dawoodani)

Note: Related parties have been identified by the Management.

Details of related party transactions during the year ended 31 March, 2017 and balances outstanding as at 31 March, 2017:

Nature of Transaction	Associates	KMP	Relatives of KMP	Total
	₹	₹	₹	₹
Purchases of Goods	387,07,324	-	-	387,07,324
	246,97,326	-	-	246,97,326
Sale of Goods	1436,50,273	-	-	1436,50,273
	627,60,446	-	-	627,60,446
Rent Paid	3,60,000	-	-	3,60,000
	3,60,000	-	-	3,60,000
Rent Received	-	-	-	-
	-	-	-	-
Investments				
Opening Balance	30,05,700	-	-	30,05,700
	30,05,700	-	-	30,05,700
Purchases During the Year	-	-	-	-

Nature of Transaction	Associates	KMP	Relatives of KMP	Total
	₹	₹	₹	₹
	-	-	-	-
Closing Balance	30,05,700	-	-	30,05,700
	30,05,700	-	-	30,05,700
Loans Taken				
Opening Balance	433,35,733	2460,77,215		2894,12,948
	49,53,481	2732,71,682	-	2782,25,163
Add: Taken During the Year	194,91,980	102,36,102	-	297,28,082
	416,40,882	212,94,648	-	629,35,530
Less: Repaid During the Year	31,02,438	209,26,924		240,29,362
	32,58,630	484,89,115	-	517,47,745
Closing Balance	597,25,275	2353,86,393	-	2951,11,668
	433,35,733	2460,77,215	-	2894,12,948

Note : Figures in italics relates to the previous year.

32 Earnings per share

Particulars	For the year ended 31st March, 2017	For the year ended 31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Basic		
Net profit for the year (₹)	486,13,092	327,40,521
Weighted average number of equity shares (No.)	32,56,638	32,56,638
Par value per share (₹)	10	10
Earnings per share (₹)	14.93	10.05
Diluted		
Net profit for the year (₹)	486,13,092	327,40,521
Weighted average number of equity shares (No.)	32,90,276	32,90,276
Par value per share (₹)	10	10
Earnings per share (₹)	14.77	9.95

33 Earnings in Foreign Exchange

Particulars	For the year ended 31st March, 2017	For the year ended 31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
FOB value of exports	-	21,70,800

34 Value of Imports calculated on C.I.F basis in respect of

Particulars	For the year ended 31st March, 2017	For the year ended 31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Lime Stone	405,11,367	201,25,205

35 Defined Benefit Plans

The Employee's Gratuity Fund Scheme managed by a Trust is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

Liability for Leave Encashment is also made based on the Actuarial Valuation using the above method.

- a) Reconciliation of opening and closing balances of defined benefit obligation Gratuity

Nature of Transaction	Gratuity (Un-funded)		Leave Encashment (Un-funded)	
	2016-17	2015-16	2016-17	2015-16
	Rupees	Rupees	Rupees	Rupees
Defined Benefit obligation at beginning of year	16,56,679	14,90,587	11,02,021	12,95,359
Current Service Cost	60,749	60,449	1,91,343	2,29,370
Interest Cost	1,23,588	1,19,247	82,211	1,03,629
Actuarial (gain)/loss on obligation	17,19,718	-13,604	5,18,245	-5,26,337
Defined Benefit obligation at year end	35,60,734	16,56,679	18,93,820	11,02,021
b) Reconciliation of fair value of assets and obligations				
Present value of obligation	35,60,734	16,56,679	18,93,820	11,02,021
Amount recognized in Balance sheet	35,60,734	16,56,679	18,93,820	11,02,021
c) Expenses recognized during the year				
Current Service Cost	60,749	60,449	1,91,343	2,29,370
Interest Cost	1,23,588	1,19,247	82,211	1,03,629
Actuarial (gain)/loss	17,19,718	-13,604	5,18,245	-5,26,337
Net Cost	19,04,055	1,66,092	7,91,799	-1,93,338
d) Actuarial Assumptions				
Discount Rate	8%	8%	8%	8%
Rate of increase in Compensation levels	10%	10%	10%	10%

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and relevant factors including supply and demand in the employment market. The above information is certified by the Actuary.

- 36** The Company had received the demand notices for A.Y. 2006-07 from the Income Tax authorities for Income tax and fringe benefit tax inclusive of interest for `52,73,000/- and `4,54,000/- respectively. Company had `4,57,000/- net provisions standing in the books against the Mat Liability for AY 2006-07. Company has filed rectification application to Income Tax Department for non allowance of carry forward losses as it was allowed to the Company vide ITAT order dated 21.11.08 i.r.o. AY 2002-03. Considering the above, the Management is of the opinion that no further provision need to be made in these respect.
- 37** The balance due to / from parties are subject to confirmation.
- 38** Since the Company was registered under Sick Industrial Companies (Special Provision) Act, 1985 and the net worth of the Company as on 31st March, 2017 is less than accumulated losses, the provisions of section 115JB of the Income Tax Act, 1961 is not applicable and accordingly no provision for income tax is made during the year.
- 39** In the opinion of Board of Directors all assets other than non-current investments, have a realisable value in the ordinary course of business which is not different from the amount at which it is stated and the provisions for all known liabilities are adequate and not in excess of the amounts reasonably necessary.
- 40** No personal expenses have been debited to Profit and Loss Account except those payable under contractual obligation or normal business practices.
- 41** The Company has identified the information as required under the Micro, Small and Medium Enterprise Development Act, 2006 of only two parties. Since the amount payable to such parties is under dispute, the management has decided not to provide for interest amounting to ₹ 3.69 lakh payable thereon during the year.
- 42** Details under MSMED Act, 2006

Particulars	As at	As at
	31st March, 2017	31st March, 2016
	Amount (In Rs.)	Amount (In Rs.)
Principal amount due to suppliers and remaining unpaid as at year end	16,34,658	18,09,658
Interest due to suppliers not provided	12,08,877	8,39,493
Principal amount paid to suppliers beyond the appointed day during the year	1,75,000	3,50,517

- 43 "The Company had already made reference to the Board for Industrial and Financial Reconstruction (BIFR) under Section 15 of the Sick Industrial Companies (Special Provision) Act, 1985. This Act was repealed by the Central Government vide notification published in the Official Gazette dated 28th November, 2016, enacting the Sick Industrial Companies (Special Provisions) Repeal Act, 2003 which came into effect from 1st December, 2016 and the Company has not yet made reference under the new law."
- 44 The company continues to disclose its results on the concept of going concern in spite of the fact of erosion of 100% of its net worth as the management expects to wipe off the accumulated losses by taking steps of rationalisation of expenses and considering measures to increase revenue.
45. Details of Specified Bank Nots (SBN) held and transacted during the period 08/11/2016 to 30/12/2016

	SBN's	Other Denomination Notes	Total
	Rupees	Rupees	Rupees
Closing cash in hand as on 08/11/2016	2,77,500	19,08,964	21,86,464
<u>Add: Permitted Receipts</u>	-	13,26,802	13,26,802
<u>Less: Permitted Payments</u>	-	26,74,144	26,74,144
Amount Deposited in Banks	2,77,500	-	2,77,500
Closing cash in hand as on 30/12/2016	-	5,61,622	5,61,622

46 Previous year's figures

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

LIME CHEMICALS LIMITED

Registered Office: 404 & 405 Neco Chambers, Rajiv Gandhi Road, Sector-11, CBD Belapur, Navi Mumbai 400 614.

CIN: L24100MH1970PLC014842; **Phone:** 022-27561976

Email: info@limechem.com; **Website:** www.limechem.com;

PROXY FORM

(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014)

Name of the member(s)	
Registered address	
E-mail Id	
Folio/Client Id	
DP ID	

I/We, being the member(s) of Shares of the above named company, hereby appoint:

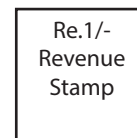
- 1) of having e-mail id or failing him
- 2) of having e-mail id or failing him
- 3) of having e-mail id or failing him

And whose signature(s) are appended below, as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 47th Annual General Meeting of the Company, to be held on 30th September 2017 at 10.30 am at 404 & 405 Neco Chambers, Rajiv Gandhi Road, Sector-11, CBD Belapur, Navi Mumbai 400 614 and at any adjournment thereof in respect of such resolutions as are indicated below:

Sr. No.	Resolutions
	Ordinary Resolutions
1	Adoption of Audited Financial Statements for the year ended 31st March 2017
2	Re-appointment of Dr. Akbar Virani, who retires by rotation
3	Appointment of M/s. A.N. Damania & Co., Chartered Accountants, as Auditors of the Company
	Special Business
4	Retirement by rotation of Mr. K. Srinivasa Varadhan who does not offer for re-appointment.
5	Appointment of Mr. Suresh John as Independent Director
6	Ratification of resolution for allotment of convertible warrants to Leman Diversified Fund
7	Increase of investment limit to Rs. 50 crores

Signed this _____ day of _____ 2017

Signature of Shareholder _____ Signature of Proxy holder _____



Notes:

1. A Proxy need not be a member of the Company
2. This form of proxy, in order to be effective, should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
3. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a singly person as proxy and such person shall not act as a proxy for any other person or shareholder.
4. Corporate members intending to send their authorized representative(s) to attend the meeting are requested to send a certified copy of the Board Resolution authorizing their representative(s) to attend and vote on their behalf at the meeting.

LIME CHEMICALS LIMITED

Registered Office: 404 & 405 Neco Chambers, Rajiv Gandhi Road, Sector-11, CBD Belapur, Navi Mumbai 400 614.

CIN: L24100MH1970PLC014842; **Phone:** 022-27561976

Email: info@limechem.com; **Website:** www.limechem.com;

ATTENDANCE SLIP

47th Annual General Meeting on Friday, 30th September 2017

Registered Folio/ DP ID & Client ID	
Name and address of the Shareholder(s)	
Joint Holder 1 Joint Holder 2	
No. of shares held	

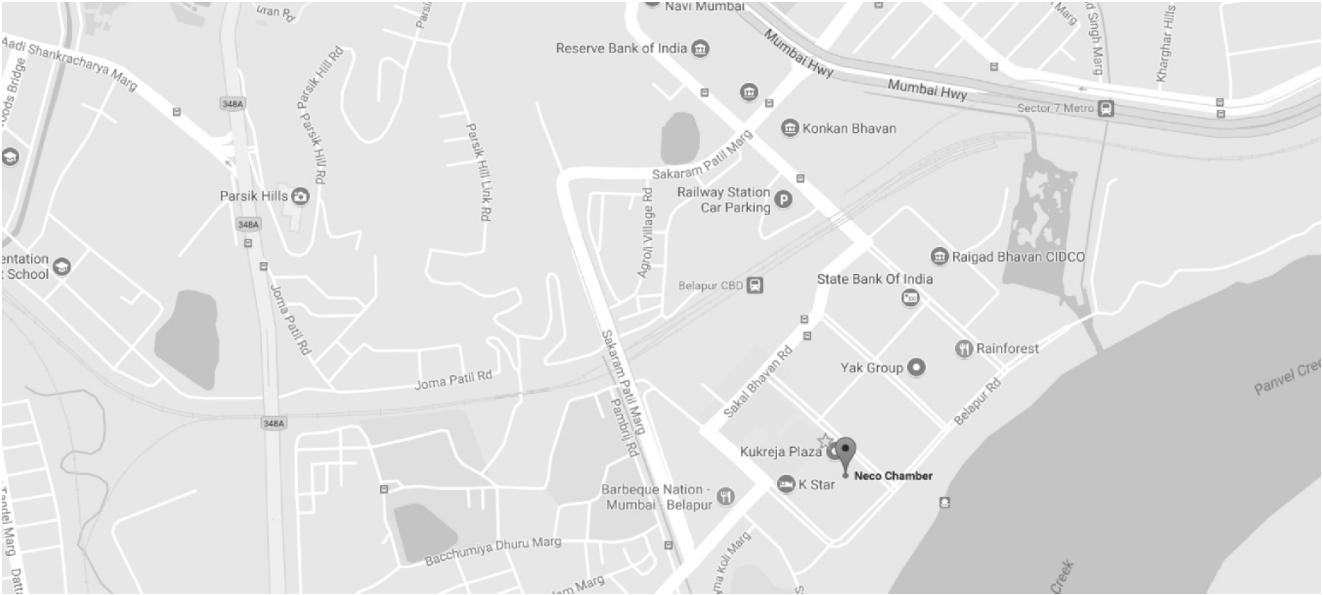
I certify that I am a registered shareholder / proxy for the registered shareholder of the Company, I hereby record my presence at the 47th Annual General Meeting of the Company held 404 & 405 Neco Chambers, Rajiv Gandhi Road, Sector-11, CBD Belapur, Navi Mumbai 400 614 at 10.30 am. on Saturday, 30th September 2017.

Proxy's Name in Block letters

Member's/ Proxy's Signature

NOTES:

1. This Meeting is of Members only and you are requested not to bring with you any person who is not a Member
2. Shareholders/ Proxy holders are requested to bring the attendance slips with them when they come to the Meeting and hand over at the entrance after affixing their signature on them.
3. Shareholders are requested to bring their copy of the Annual Report along with them to the Annual General Meeting, as copies of the Report will not be distributed again at the Meeting.
4. If it is intended to appoint a proxy, the Form of Proxy should be completed and deposited at the Corporate / Registered Office of the Company at least 48 hours before the Meeting.



Neco Chamber
Sector 11, CBD Belapur
Navi Mumbai, Maharashtra 400614

THROUGH SPEED POST/ COURIER

If undelivered please return to :

LIME CHEMICALS LIMITED
404/405, Neco Chambers, 4th Floor
Rajiv Gandhi Road,
Plot No.48, Sector-11
C.B.D. Belapur (East), Navi Mumbai – 400 614