

LIME CHEMICALS LIMITED

**49th ANNUAL REPORT
2018-2019**

BOARD OF DIRECTORS

Mr. Suresh John - Chairman
 Mr. A. H. Dawoodani - Managing Director
 Mrs. S. A. Dawoodani
 Mr. Sadruddin Jiwani
 Dr. Akbar Virani
 Mr. Husen Somji

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. N. S. SHETTY & CO.****CHARTERED ACCOUNTANTS, MUMBAI****BANKERS**

BANK OF BARODA
 AXIS BANK LTD.
 Kokan Mercantile Co-op 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 Ninth Annual General Meeting of the Members of Lime Chemicals Limited will be held at K Star Hotel, Rajiv Gandhi Road, Sector-11, C.B.D. Belapur (East), Navi Mumbai – 400 614, on Monday the 30th September, 2019 at 10.30 am to transact the following business.

ORDINARY BUSINESS

- To receive and adopt the Profit and Loss Account for the year ended on 31st March, 2019 and the Balance Sheet as on that date and the reports of Auditors and Directors thereof.
- To appoint a Director in place of Dr. Akbar Virani (DIN 02171982), who retires by rotation at this Annual General Meeting and being eligible has offered himself for re-appointment.
- To appoint a Director in place of Mrs. Shahnaz A. Dawoodani (DIN 02324234), who retires by rotation at this Annual General Meeting and being eligible has offered herself for re-appointment.
- To appoint M/s. N.S. Shetty & Co. Chartered Accountants as statutory auditors of the Company for the financial year 2019-20 at a remuneration of Rs. 3,35,000/- plus out-of pocket expenses actually incurred for the purpose of audit.

SPECIAL BUSINESS**5. Ratification of remuneration of Cost Auditors**

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

“RESOLVED THAT pursuant to the provisions of Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 and The Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the remuneration payable for the Financial Year ending 31st March, 2020 to Mr. Pradip Mohanlal Damania, Cost Accountant having Registration No. 101607 appointed by the Board of Directors of the Company to conduct the audit of the cost records of the Company for the Financial Year 2019-20, at a remuneration of Rs. 40,000/- (Rupees Forty Thousand Only) and re-imburement of out of pocket expenses incurred by him in connection with the aforesaid audit be and is hereby and confirmed.”

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

“RESOLVED THAT pursuant to the provisions of Section 196, 197 and 203 read with Schedule V and other applicable provisions of the Companies Act 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), approval of the members of the Company be and is hereby accorded to the re-appointment of Mr. Ahmed H. Dawoodani (DIN 00934276) as Managing Director of the Company for a further period of five years with effect from 1st August, 2019 on the terms and conditions including remuneration as set out in the explanatory statement of the Notice, which is hereby specifically sanctioned with a liberty to the Directors to alter and vary the terms and conditions of the said appointment so as not to exceed the limits of remuneration, if any specified in Schedule V to the Companies Act, 2013 or any amendments thereto as may be agreed to between the Directors and Mr. Ahmed H. Dawoodani.

RESOLVED FURTHER THAT where in any financial year during the currency of his tenure, the Company has no profits or inadequate profits, Managing Director shall be paid the minimum remuneration as may be determined by the Nomination and Remuneration Committee which shall also have the authority to decide on the quantum, composition and periodicity of payment of such minimum remuneration subject however that such minimum remuneration shall not exceed the limit prescribed under Section II, Part II of Schedule V of the Companies Act, 2013.

RESOLVED FURTHER THAT in case Managing Director draws remuneration as a managerial person from another Company, the total remuneration payable by both the Companies shall not exceed the higher maximum limit permissible for any one of the Companies.”

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

“RESOLVED THAT pursuant to provisions of Section 188 and other applicable provisions, if any, of the Companies Act, 2013 read with applicable Rules under Companies (Meetings of Board and its Powers) Rules, 2014 and in terms of applicable provisions of SEBI Listing Regulations, consent of the members of the Company be and is hereby accorded for entering into the following proposed Related Party Transactions with respect to sale, purchase, borrowing, salary, rent and rendering of services by the Company with effect from 1st April 2019 to 31st March 2020 up to the maximum amounts as appended in table below:

S. No.	Name of Related Party	Relationship	Maximum value of Transaction per annum
1	Himachal Polyolefins Limited	Associate Company	Cumulatively all the transactions not to exceed Rs. 60 crore in financial year 2019-20.
2	West Point Minerals & Chemicals Co. Pvt. Ltd.	Associate Company	
3	Mr. Ahmed H Dawoodani	Managing Director and Promoter	
4	Mrs. Shahnaz A Dawoodani	Non-Executive Director and Promoter Group	
5	Diamond Jubilee Stores	Associate	

RESOLVED FURTHER THAT the Audit Committee and/or Board of Directors of the Company be and are hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient 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 49th 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 Participant(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 49th 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 49th Annual General Meeting and the Annual Report for 2018-19 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 49th 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 shareholders voting electronically are as under:

- (i) The voting period begins on September 27, 2019 at 9.00 am and ends on September 29, 2019 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 21, 2019 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	<p>Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> • Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. • In case the sequence number is less than 8 digits enter the applicable number of 0’s before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.

Dividend Bank Details OR Date of Birth (DOB)	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).
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- (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 190820016 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 [help desk. evoting@cdslindia.com](mailto: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](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, 2019 (9:00 am) and ends on September 29, 2019 (5:00 pm). 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 21, 2019, 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 21, 2019.
 - 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. N. Hariharan, Practicing Company Secretary (Membership No. FCS 559, CP No. 7119) 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 24th September 2019 to 28th September 2019 (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. 5 OF NOTICE

Mr. Pradip Mohanlal Damania, Cost Accountants have been appointed as the Cost Auditors of the Company for the Financial Year 2019-20 by the Board of Directors of the Company at its meeting held on 14th August, 2019. The Board has fixed remuneration of Rs. 40,000/- (Rupees Forty Thousand only) plus out-of-pocket expenses. In terms of Section 148 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, the remuneration of the Cost Auditors as fixed by the Board of Directors shall be ratified by the members.

None of the Directors and Key Managerial Personnel of the Company are concerned or interested, financially or otherwise in the Resolution. The Board commends the Ordinary Resolution for approval of the members as an Ordinary Resolution.

ITEM NO. 6

The present term of Mr. Ahmed H. Dawoodani as Managing Director is upto 12th August 2019. The Board of Directors at their meeting held on 14th August 2019 reappointed Mr. Ahmed H. Dawoodani as Managing Director of the Company with effect from 13th August 2019 for a further period of five years, subject to the approval of the members in the General Meeting in accordance with Schedule V to the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. Based on this, the Remuneration Committee had approved the payment and the terms and conditions including remuneration payable to Mr. Ahmed H. Dawoodani which are given below:

REMUNERATION

Sections 196 & 197 read with Schedule V of the Companies Act, 2013 requires the payment of minimum remuneration in case of lack or inadequacy of profits to be approved by the Members by way of a Special Resolution for a period not exceeding five years.

(A) In case of adequate profits:

Not exceeding 5% of the net profits of the Company calculated as per Section 198 of the Companies Act, 2013 and payable by way of Salary/ Allowances/ other Perquisites / benefits and/or Commission, as determined by the Nomination and Remuneration Committee from time to time.

(B) Minimum Remuneration in case of lack or inadequacy of profits:

Where in any financial year during the currency of the tenure of the Managing Director, we have Nil Profits or the Profits are inadequate, Managing Director shall be paid remuneration as under:

1. Remuneration payable not exceeding the limit prescribed under Section II, Part II of Schedule V of the Companies Act, 2013, based on the effective capital of the Company and in accordance with the approval of the Nomination and Remuneration Committee at the relevant point of time.
2. Contributions to Provident Fund, Superannuation Fund or Annuity Fund to the extent singly or taken together are not taxable under the Income Tax Act, 1961;

3. Gratuity payable at a rate not exceeding half a month's salary for each completed year of service; and
4. Encashment of Leave at the end of the tenure.

(C) General:

1. The perquisites shall be valued in terms of the actual expenditure. However, where such actual expenditure cannot be ascertained, such perquisites shall be valued as per the Income Tax Rules.
2. MD shall not be entitled to any sitting fees for attending the meetings of the Board or of the Committee(s) of which he is a Member.
3. MD shall be subject to all other service conditions and employee benefit schemes, as applicable to any other employee of the Company.

SALARY, PERQUISITES AND ALLOWANCES

Presently the net worth of the Company has been eroded and when becomes positive, the Salary shall be paid in accordance with minimum salary and perquisites allowed to pay under the provisions of Schedule V of the Companies Act, 2013.

None of the Directors or any of the Key Managerial Personnel of the Company or their relatives other than Mr. Ahmed H. Dawoodani and Mrs. Shahnaz A. Dawoodani are, in any way, concerned or interested in Resolution set out at Item No. 6 of the Notice. The Board recommends the Special Resolution set out at Item No. 6 of the Notice for approval by the shareholders.

Item No. 7 - Approval for Related Party Transactions

Section 188 of the Companies Act, 2013 read with rules 15 and 16 of Companies (Meetings of Board and its Powers) Rules, 2014 prescribe certain procedure for approval of related party transactions. The SEBI Listing Regulations has also prescribed seeking of shareholders' approval for material related party transactions. The proviso to section 188 also states that nothing in section 188(1) will apply to any transaction entered into by the company in its ordinary course of business and at arm's length basis.

All the proposed transactions put up for approval are in ordinary course of business and at arm's length. Pursuant to the provisions of Listing Regulations, the following contracts / arrangements / transactions are material in nature and require the approval of the unrelated shareholders of the Company by a special resolution. The other related information as envisaged under Companies (Meetings of Board and its Powers) Rules, 2014 and amendments thereto, and the Company's Related Party Transaction Policy are furnished hereunder:

S. No.	Name of Related Party	Relationship	Nature and Material Terms/ particulars of the contract or arrangement.	Maximum value of Transaction per annum
			All the proposed transactions are intended to be carried out based on business requirements of the Company and shall be in ordinary course of business and at arms' length.	
1	Himachal Polyolefins Limited	Associate Company	All the transactions are for sale / purchase of materials, finished goods, borrowing or availing or rendering of services with the Associate Company.	Cumulatively all the transactions not to exceed Rs. 60 crore in accounting year.
2	West Point Minerals & Chemicals Co. Pvt. Ltd.	Associate Company	All the transactions are for sale / purchase of materials, finished goods, borrowing or availing or rendering of services with the Associate Company.	
3	Mr. Ahmed H Dawoodani	Managing Director and Promoter	Salary and perquisites if any. Also based on business requirements of the Company, to borrow funds from Director.	
4	Mrs. Shahnaz A Dawoodani	Executive Director and Promoter Group	Based on business requirements of the Company, to borrow funds from Director.	
5	Diamond Jubilee Stores	Associate	Rent and other payments	

The above arrangements / transactions were approved by the Audit Committee at its meeting held on 30th May 2019 and recommended by the Board of Directors to the unrelated shareholders of the Company for their approval.

The above entities / persons that are directly / indirectly related parties of the Company shall abstain from voting on resolution(s) wherein approval of material Related Party Transactions is sought from the shareholders. Accordingly, all related parties of the Company, including the Directors and Key Managerial Personnel of the Company will not vote on this resolution.

None of the Directors or any of the Key Managerial Personnel of the Company or their relatives other than Mr. Ahmed H. Dawoodani and Mrs. Shahnaz A. Dawoodani are, in any way, concerned or interested, financially or otherwise, in the Special Resolution set out at Item No. 7 of the Notice. The Board recommends the Special Resolution set out at Item No.7 of the Notice for approval by the unrelated shareholders.

ANNEXURE –A

Brief Profile / Disclosure Relating to Directors Re-appointed pursuant to Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standards (SS-2) on General Meetings:

Particulars	Dr. Akbar Virani	Mrs. Shahnaz A. Dawoodani	Mr. Ahmed H. Dawoodani Managing Director
Date of Birth	17.01.1947	31.08.1966	08/12/1960
DIN	02171982	02324234	00934276
Qualification	M.D	Undergraduate	B. Com
Expertise in specific function area and no. of years of experience	He is a Doctor practicing in New York, USA.	More than 29 years of experience in business related activities.	He has more than 38 years' experience in managing Industries and Managing Director of Lime Chemicals Limited since 1989.
Directorship held in other public & private companies	Nil	1. SilvoLiactal Chemicals Ltd. 2. Himachal Polyolefins Ltd 3. Lime Infra Realty Pvt. Ltd. 4. Sahid Investment & Trading Co. Pvt. Ltd. 5. West Point Minerals & Chemicals Co. Pvt. Ltd.	1. SilvoLiactal Chemicals Ltd. 2. Himachal Polyolefins Ltd. 3. Lime Infra Realty Pvt. Ltd. 4. Sahid Investment & Trading Co. Pvt. Ltd. 5. West Point Minerals & Chemicals Co. Pvt. Ltd.
Chairmanship/Membership of Board Committees of other companies	Nil	Nil	Nil
Number of shares held	0	365467	663912

For and on behalf of the Board of Directors

Sd/-
Mansi N. Chitalia
Company Secretary

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
DATED: August 14, 2019

DIRECTORS' REPORT

The Directors present their 49th Annual Report on the business and operations of the Company and the financial accounts for the year ended on 31st March, 2019.

FINANCIAL RESULTS

(Rs. In lakhs)

Particulars	For the year ended on 31/03/2019	For the previous year ended on 31/03/2018
Gross Profit (before interest, depreciation & taxation)	425.43	891.36
Less: Interest	66.09	24.11
Depreciation	102.14	101.61
Profit before tax	257.20	765.64
Tax expense/Deferred Tax	-	-
Exceptional items	5.01	-
Other comprehensive income	28.81	(12.98)
Profit / Loss after Tax	291.02	752.66
Add: Balance brought from previous year	(2109.72)	(3202.82)
Profit / (Loss) available for appropriations	(1683.33)	(2109.72)
APPROPRIATIONS / TRANSFERS		
Profit/(loss) carried to Balance Sheet	(1683.33)	(2109.72)

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.

OPERATION AND FUTURE OUTLOOK

During the year under review, the turnover has decreased from Rs. 5302.46 lakhs to Rs. 4427.61 lakhs from the previous year registering decrease of 16.60% in revenue. The net profit during the year also decreased to Rs. 291.02 lakhs against Rs. 752.66 lakhs earned during the previous year registering decrease of 61.33%. Accordingly, basic and diluted Earnings Per Share stood at Rs. 4.35 against Rs. 19.01 in the previous year. The increase in raw material and working capital requirement has caused in reduction of turnover and profit.

Board of Directors, Board and Audit Committee Meetings:

Your Company's Board is duly constituted and is in compliance with the requirements of the Companies Act, 2013, the Listing Regulations and provisions of the Articles of Association of the Company. During the year under review, a total of four Meetings of the Board of Directors and four meetings of Audit Committee held and details of Meetings held during the financial year 2018-19 have been provided in the Corporate Governance Report which forms part of this Annual Report.

Dr. Akbar Virani and Mrs. Shahnaz A. Dawoodani, the Directors of the Company shall retire by rotation at the forthcoming Annual General Meeting and offer themselves for re-appointment. Mr. Ahmed H. Dawoodani has re-appointed as Managing Director with effect from 13th August 2019. Brief profile along with necessary disclosures of retiring Directors and re-appointed Managing Director has been annexed to the Notice convening the ensuing AGM and forms an integral part of this Annual Report.

Your Board recommends re-appointment of Dr. Akbar Virani and Mrs. Shahnaz A. Dawoodani as Directors liable to retire by rotation and Mr. Ahmed H. Dawoodani as Managing Director for five years.

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.

Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32(7A)

The Company has not raised any funds through preferential allotment or qualified institutions placement during the year under review. The outstanding convertible warrant holders exercised conversion option and the Company has allotted 16,25,000 equity shares on July 16, 2018 against the convertible warrants held by them. As on March 31, 2019 there are no outstanding convertible warrants issued on preferential basis. The balance amount paid on conversion of convertible warrants has fully utilized by the Company as per the object of issue.

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 during the year under review.

Fixed deposit

The Company has not accepted Fixed Deposit and there are no outstanding deposits payable by the Company.

Auditors & auditor's report

The Company's Auditors M/s. N.S. Shetty & Co., Chartered Accountants will retire at the forthcoming Annual General Meeting. As per section 139(2) of the Companies Act, 2013, the Company propose to re-appoint M/s. N.S. Shetty & Co., Chartered Accountants, for the financial year 2019-20. 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 appointment.

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

Annual Return

Pursuant to the provisions of Section 134(3)(a) and Section 92(3) of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return of the Company as at March 31, 2019 is uploaded on the website of the Company and can be accessed at <http://www.limechem.com>

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings & Outgo

Information as per Companies(Disclosure of particulars inthe Report of Board of Directors) Rules, 1988 relating to conservation of energy, technology absorption, foreign exchange earnings and outgo are given in "Annexure A" forming part of this report.

Corporate Social Responsibility Initiatives

The company has contributed funds for the promotion of education and in taking care of old age/ orphaned peoples. The contribution has been made to two registered trust which is mainly undertakes activities specified under Schedule VII of the Companies Act, 2013. The report on CSR activities is annexed herewith as "Annexure B".

Board Evaluation

Pursuant to the provisions of the Companies Act, 2013 and SEBI Listing Regulations, 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, Four 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.

Policy on prevention of sexual harassment of women at workplace

The Company has adopted a Policy under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules framed thereunder. Your Company is committed to provide a safe and secure environment to its women employees across its functions and other women stakeholders, as they are considered as integral and important part of the Organization.

An Internal Complaints Committee (ICC) with requisite number of representatives has been set up to redress complaints relating to sexual harassment, if any, received from women employees and other women associates. All employees (permanent, contractual, temporary, trainees) are covered under this policy, which also extends to cover all women stakeholders of the Company.

The following is a summary of sexual harassment complaints received and disposed off satisfactorily during the financial year ended March 31, 2019:

- Number of complaints received: Nil
- Number of complaints disposed off : Nil

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

During the financial year ended 31st March 2019, all transactions with the Related Parties as defined under the Companies Act, 2013 read with Rules framed thereunder were in the ordinary course of business and at arm’s length basis. During the year under review, your Company does not have a ‘Material Subsidiary’ as defined under Regulation 16(1)(c) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 [‘Listing Regulations’].

During the year under review, your Company did not enter into any Related Party Transactions which require prior approval of the Members. All Related Party Transactions of your Company had prior approval of the Audit Committee and the Board of Directors, as required under the Listing Regulations. There has been no materially significant Related Party Transactions having potential conflict with the interest of the Company during the year under review.

All Related Party Transactions entered into by your Company were in the ordinary course of business and also on an arm’s length basis, therefore details required to be provided in the prescribed Form AOC - 2 is not applicable to the Company. Necessary disclosures required under the Ind AS 24 have been made in the Notes to the Financial Statements for the year ended on 31st March, 2019.

Secretarial Audit

Mr. N.Hariharan, Company Secretary in practice have undertaken the Secretarial Audit of the Company. The Secretarial Audit report is annexed herewith as “Annexure-C”, which is self-explanatory.

Risk Management Policy

Pursuant to Section 134(3) (n) of the Companies Act, 2013 and SEBI Listing Regulations, 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: NAVI MUMBAI
DATE : August 14, 2019

Suresh John
Chairman

ANNEXURE TO DIRECTORS' REPORT

ANNEXURE-A

FORM-A (See Rule-2)

Disclosure of particulars with respect to conservation of energy and Consumption per Unit of Production

(A) Conservation of energy

- (i) **Energy Conservation measures taken:** The Company has realigned the existing power consuming sections to remove bottleneck and to ensure the uninterrupted and quality power supply at the minimum cost.
- (ii) Additional investment and proposal, if any, being implemented for reduction of energy consumption: None
- (iii) Impact of measures (i) & (ii) above for reduction of energy consumption and consequent impact on cost of production of goods: This would result in higher yield and reduction in power cost. (iv) Total energy consumption and energy consumption per unit of production as per Form 'A': The details are as under:

(B) Technology absorption

i	the efforts made towards technology absorption	The Company has been continuously making efforts to achieve reduction in energy consumption and higher product recovery with consistent reviews of all processes and operations and consequent improvement actions like recently installed bag filters. The Company is also making all round efforts to improve on the efficiency of the production of quality products by experimenting various specifications of raw materials and its blends
ii	the benefits derived like product improvement, cost reduction, product development or import substitution.	
iii	in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)– (a) the details of technology imported; (b) the year of import; (c) whether the technology has been fully absorbed; (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and	Not applicable
iv	the expenditure incurred on Research and Development.	

(C) Foreign exchange earnings and outgo

The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows:

Foreign Exchange used for importing raw material were equivalent to Rs. 760.81 lakhs.

Foreign Exchange earned during the year 2018-19: Rs. 32.55 lakhs.

On behalf of the Board of Directors

PLACE: NAVI MUMBAI

DATE : August 14, 2019

Suresh John

Chairman

Annexure B to the Directors' Report

Annual Report on Corporate Social Responsibility (CSR) Activities

1. Lime Chemicals Limited, ("the Company") as a good corporate citizen, has adopted CSR as strategic tool for sustainable growth and has decided to contribute to the development of the communities as a whole. In doing so the Company aims at building a better, sustainable way of life for the weaker sections of society.

The focus areas in which the Company is working and plans to work shall include Education, Health care and assist in socio economic areas. The objectives of the Company for the above activities shall be as follows:-

- i) Promoting education, including special education and employment enhancing vocation skills among children, youngsters and the differently abled and livelihood enhancement projects and promote suitable environment for studies.
 - ii) Providing basic needs of elderly and deprived section of society, promoting health care including preventive health care and sanitation.
 - iii) Promoting setting up of hostel for children, setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;
2. Composition of CSR committee:

Name of the Member	Designation
Mrs. Shahnaz A. Dawoodani	Chairman
Mr. Ahmed H. Dawoodani	Member
Mr. Suresh John	Member

3. Average net profit of the company for last three financial years:
Average net profit: Rs.5,22,25,931/-
4. Prescribed CSR Expenditure (Two percent of the amount as in item 3 above)
The company is required to contribute Rs. 10,44,519/-
Contribution made by the Company Rs. 20,05,000 /-
5. Details of CSR spent :
- a) Total amount spent for the Financial Year Rs. 20,05,000/-
 - b) Amount unspent if any: NIL
 - c) Manner in which the amount was spent

Sr. No.	Projects/ Activities	Sector	Location	Amount outlay (Budget) project or programme wise (Rs. Lakhs)	Amount spent on the project or programme (Rs. Lakhs)	Cumulative expenditure up to reporting period (Rs. Lakhs)	Amount spent: Direct or through implementing agency* (Rs. Lakhs)
1	Educational	Literacy	Maharashtra	16.00	16.30	16.30	16.30
2	Providing basic needs of elderly and deprived section of society	Social Project	Maharashtra	3.00	3.75	3.75	3.75

- a) Details of implementing agency : Life Foundation and MJD Foundation

6. **Reasons for falling short of the required spend:** Not Applicable.
7. **Responsibility statement of the CSR committee:**

The CSR Committee of the Company's Board states that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company.

On behalf of the Board of Directors

PLACE: NAVI MUMBAI
DATE : August 14, 2019

Suresh John
Chairman

Annexure – C to the Directors Report

Form No. MR-3

Secretarial Audit Report for the financial year ended 31st March 2019

[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 2018 to 31st March, 2019 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 2019, 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, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations 2009/2018;
 - (d) The Securities and Exchange Board of India (Share Based Employees Benefits) Regulations, 2014; (Not applicable during the year)
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (Not applicable during the year)
 - (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; (Not applicable during the year)
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; (Not applicable during the year)
 - (i) SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.

I further report that the Compliance by the Company of the under mentioned Acts and Rules have not been reviewed and I have relied on the representations made by the Company, its Officers and Reports issued by the Statutory Auditors.

- a) Applicable Financial laws like Direct and Indirect tax laws, GST and others detailed under Tax Legislations
- b) The Employees Provident Fund & Miscellaneous Provisions Act, 1952
- c) Employees State Insurance Act, 1948
- d) Payment of Bonus Act, 1965 and the payment of Bonus Rules, 1965
- e) Payment of Gratuity Act, 1972;
- f) Contract Labor (Regulation and Abolition) Central Rules, 1971
- g) Income Tax 1961 and Rules made thereunder
- h) Service Tax Act, 1994 and Rules made thereunder
- i) Shops and Establishment Act of Maharashtra and Himachal Pradesh

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with BSE Limited read with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

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) As per the provisions of Section 203 of the Companies Act, 2013 read with Rule 8 A of Companies (Appointment and Remuneration) Rule, 2014, the Company has appointed whole time Company Secretary with effect from 14th September 2018.
- b) There were delay in filing of 4 forms filed with Registrar of Companies with applicable late filing fees under the Companies Act, 2013.

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.

As per the minutes of the Board duly recorded and signed by Chairman, the decisions of the Board were unanimous and no dissenting views have been recorded.

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 except as stated above that can have a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

N. HARIHARAN

Practicing Company Secretary

Membership No. 559

Certificate of Practice No. 7119

Place: MUMBAI

Date: July 17, 2019.

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. I 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.

N. HARIHARAN

Practicing Company Secretary

Membership No. 559

Certificate of Practice No. 7119

Place: MUMBAI

Date: July 17, 2019.

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, 2013 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. Calcium carbonate is an inorganic mineral. It is classified into two categories viz. Ground calcium carbonate (GCC) and precipitated calcium carbonate (PCC). It is used in various sectors such as the paper, paints, and plastics industries. GCC is used in various applications such as paper, plastics, adhesives and other applications. It is also used in construction of building as fillers and extenders, as they offer cost benefits and improved performance. In the building and construction application, product applications consist of vinyl floor tile, asphalt roofing shingles, sheeting, tape joint compounds, stucco, concrete, glass, masonry, and plasters. GCC adds important qualities such as brightness (whiteness), particle size, and chemical purity, which suggests its use in industrial applications. PCC is used in Tooth Paste, Pharmaceuticals, PVC products, Rubber, Plastic, Polymer, Cable, Leather, Paper and Paints etc

Your Company is one the largest producers of Precipitated and Coated Calcium Carbonate (PCC) 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 policy is to deliver products according to customers' requirements using internationally-accepted production technology from experts for customers in each industry. It also has a quality control system throughout the production process, from quality of raw materials, quality check during production process, to delivery of products.

Competition in the domestic lime market is among local producers as lime is a bulky product and so transportation cost is an important competition factor. The major factors hindering the growth of Calcium Carbonate market is unfavourable limestone mining and stringent regulations. Limestone is one of the chief sources of ground calcium carbonate. Its reserves are concentrated in few places and are situated far from production facilities. Further the company also import good quality limestone from other countries. All these factors contribute to higher the production cost thereby effect on profit of the Company. 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.

During the normal course of its business operations, your Company has been subjected to litigations in connection with or incidental thereto. These litigations include civil cases, excise and customs related cases,etc. filed by and against the Company. These cases are being pursued with due importance and in consultation with legal experts in respective areas. Your Board believes that the outcome of these cases are unlikely to cause a materially adverse effect on the Company's profitability or business performance.

Outlook

The Company is highly competitive in selection of raw material from high quality limestone. This enables the Company to produce various products of quality according to customers' requirements. The Company gives importance to service and cooperates with the customers to support efficiency in their work which results in customer satisfaction and trust in doing business with the Company in the long term. There are in he rent opportunities available to the Company to which it is catering for many decades such as personal care products,rubber & plastics, paints and other value added products and optimistic to achieve good results.

On behalf of the Board of Directors

PLACE: Navi Mumbai
DATE : August 14, 2019

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. Suresh John	Independent	Chairman
Mr. A. H. Dawoodani	Executive-Non Independent	Managing Director
Mrs. Shahnaz A. Dawoodani	Non-Independent	Director
Mr. Sadruddin H. Jiwani	Non-Independent	Director
Dr. Akbar J. Virani	Non-Independent	Director
Mr. Husen Somji	Independent	Director

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 Registered Office. The notice and the detailed agenda are sent well in advance to all the Directors. During the financial year ended on 31/3/2019, Four board meetings were held on 30/05/2018, 14/08/2018, 14/11/2018 & 14/02/2019.

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. Suresh John	4	Yes	0	0	0	0
Mr. A. H. Dawoodani	4	Yes	3	2	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. HusenSomji	4	Yes	0	0	0	0

c) Brief Note on the Directors seeking appointment/ re-appointment at the 49th 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 share holding 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 Mr. Suresh John as Chairman and Mr. Ahmed H. Dawoodani and Dr. Akbar Virani are other members of the Committee. During the financial year under review, 4 meetings were held on, 30/05/2018, 14/08/2018, 14/11/2018 & 14/02/2019.

4. NOMINATION AND REMUNERATION COMMITTEE

In compliance with the provisions of Section 178 of the Companies Act, 2013 and provisions of Regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 the Company has constituted Nomination and Remuneration Committee. The present committee consists Mr. Husen Somji as the Chairman and Mr. Suresh John and Mrs. Shahnaz A. Dawoodani are the other members of the Committee.

The terms of reference of the Nomination and Remuneration Committee cover all the areas mentioned under and 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.

5. STAKEHOLDERS GRIEVANCE COMMITTEE

The Stakeholders' Grievance Committee 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.

6. 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, Mr. Suresh John and Mrs. Shahnaz A. Dawoodani as Member of the Committee.

7. CONFIRMATION AS REGARDS INDEPENDENCE OF INDEPENDENT DIRECTORS

In the opinion of the Board of Directors of the Company, the existing Independent Directors fulfil the conditions specified in the SEBI Listing Regulations and are independent of the Management.

8. 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.

9. GENERAL BODY MEETINGS

Date	AGM/EGM	Location	Time	No. of Special Resolution
29.09.2018	AGM	K Star Hotel, Rajiv Gandhi Road, Sector-11, C.B.D. Belapur (East), Navi Mumbai – 400 614	10.00 a.m	1
30.09.2017	AGM	Registered Office at Neco Chambers, 4 th Floor, Rajiv Gandhi Road, Sector-11, C.B.D. Belapur, Navi Mumbai – 400 614	10.30 a.m	4
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

During the last year no business had been conducted through postal ballot.

10. 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.
- In accordance with the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, the Company has, inter-alia, adopted a Code of Conduct for Prohibition of Insider Trading (Code) duly approved by the Board of Directors of the Company.
- 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 SEBI Listing Regulations. In terms of Regulation 16(1)(c) of the Listing Regulations, the Company has formulated a Policy for Determining Material Subsidiaries and the same is available on the Company's website.

f) 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.

g) Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32(7A)

The Company has not raised any funds through preferential allotment or qualified institutions placement during the year under review. The outstanding convertible warrant holders exercised conversion option and the Company has allotted 16,25,000 equity shares on July 16, 2018 against the convertible warrants held by them. As on March 31, 2019 there are no outstanding convertible warrants issued on preferential basis. The balance amount paid on conversion of convertible warrants has fully utilized by the Company as per the object of issue.

h) Certificate from PCS under sub-para 10(i) of Part C of Schedule V of the Listing Regulations

A Certificate from a Practicing Company Secretary stating that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of Company by SEBI or Ministry of Corporate Affairs or any such statutory authority is enclosed to this report.

i) Confirmation by the Board of Directors' acceptance of recommendation of mandatory committees

In terms of the amended SEBI Listing Regulations, the Board of Directors of the Company, confirm that during the year under review, it has accepted all recommendations received from its mandatory committees.

j) Details of total fees paid to the Statutory Auditors of the Company

The details of the total fees paid to M/s. N.S. Shetty & Co., Chartered Accountant, Statutory Auditors of the Company during the Financial Year ended 31st March 2019 is given below:

- i) Statutory Audit Fees - Rs. 3,35,000/-
- ii) Tax Audit fees - Rs. 50,000/-

k) Certificate on corporate governance

As required by the Listing Regulations, the compliance certificate from the Practicing Company Secretary regarding compliance of conditions of corporate governance is annexed to the directors' report.

11. MEANS OF COMMUNICATION

- a) The Annual, half Yearly and quarterly results are regularly submitted to the Stock Exchange and published in accordance with the SEBI Listing Regulations.
- 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.

12. GENERAL INFORMATION FOR SHAREHOLDERS

i) AGM: Date, Time & Venue	30 th September, 2019 at 10.30 a. m K Star Hotel, Rajiv Gandhi Road, Sector-11, CBD Belapur, Navi Mumbai 400 614.
ii) Financial Year	1 st April 2018 - 31 st March, 2019
iii) Book closure	24-09-2019 to 28-09.2019
iv) Dividend payment date	No dividend recommended
v) Listing on Stock Exchange	The BSE Limited
vi) Listing fees paid for the year	2019-2020
vi) Dematerialisation of shares	As on 31-03-2019, 90.45% 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

13. MARKET PRICE DATE: HIGH / LOW DURING EACH MONTH IN 2018 – 2019 ON BSE Limited

Month	High – Rs.	Low – Rs.	BSE Sensex
April 2018	73.30	65.00	35160.36
May 2018	122.55	70.70	35322.38
June 2018	104.35	76.80	35423.48
July 2018	83.70	72.45	37606.58
August 2018	95.00	68.75	38645.07
September 2018	94.30	70.05	36227.14
October 2018	75.00	54.35	34442.05
November 2018	68.00	46.30	36194.3
December 2018	61.75	44.00	36068.33
January 2019	56.85	43.05	36256.69
February 2019	53.85	25.50	35867.44
March 2019	42.00	31.50	38672.91

14. DISTRIBUTION OF SHAREHOLDING AS ON 31-03-2019

No. of Equity Shares Held	No. of Shareholders	No. of Shares	% Total
1 - 500	4660	604686	9.30
501 - 1000	230	183528	2.82
1001 - 2000	76	115955	1.78
2001 - 3000	31	75894	1.17
3001 - 4000	20	69633	1.07
4001 - 5000	14	66732	1.03
5001 - 10000	19	138393	2.13
10001 and above	46	5249907	80.71
TOTAL	5096	6504728	100.00

15. SHARE HOLDING PATTERN AS ON 31-03-2019 IS AS FOLLOWS:

SR. NO	CATEGORY	NO. OF SHARES HELD	% OF SHARE-HOLDING
1.	Promoters Holding		
	Indian Promoters and Persons Acting in concert	1847900	28.41
2.	- Foreign Promoters	--	--
3.	Banks, Financial Institutions / Insurance Cos.	544000	8.36
4.	Mutual Funds & UTI	3360	0.05
5.	Private Corporate Bodies	143434	2.21
6.	NRIs/OCBs	64283	0.99
7.	HUF	142879	0.08
	Clearing Members	9967	0.15
	Indian Public	3748905	57.63
	TOTAL	6504728	100.00

16. SHARES IN UNCLAIMED SUSPENSE ACCOUNT

There are no unclaimed shares in physical or demat lying in suspense account as on 31st March 2019.

17. TRANSFER OF PHYSICAL SHARES

Effective from 1st April 2019, transfer of shares of the Company can be done only in the dematerialised form. However, shareholders' are not barred from holding shares in the physical form. As per the decision of SEBI, "any investor who is desirous of transferring shares (which are held in physical form) after 1st April 2019 can do so only after the shares are dematerialised," This decision "is not applicable for demat of shares, transmission (i.e. transfer of title of shares by way of inheritance/succession) and transposition (i.e. re-arrangement/interchanging of the order of name of shareholders) cases."

In view of the above, shareholders still holding shares in physical form are requested to dematerialise their shares at the earliest. For further information/clarification/assistance in this regard, please contact Big share Services Pvt. Ltd., Registrar and Share Transfer Agent.

On behalf of the Board of Directors

Place: Navi Mumbai
DATED : August 14, 2019

Suresh John
Chairman

ANNEXURE TO CORPORATE GOVERNANCE REPORT**Declaration by the Executive Director under Schedule V to Securities and Exchange Board of India
(Listing Obligations and Disclosure Requirements) Regulations, 2015 regarding compliance with Code of Conduct**

In terms of Regulation 17 of 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, 2019.

A.H. DAWOODANI
Managing Director

Mumbai

Dated: August 14, 2019

COMPLIANCE CERTIFICATE**[Regulation 17(8) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015]**

The Board of Directors

Lime Chemicals Limited

- A. We have reviewed financial statements and the cash flow statement for the year and that to the best of our knowledge and belief:
- (1) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (2) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- D. We have indicated to the Auditors and the Audit committee that there is no:
- (1) significant changes in internal control over financial reporting during the year;
 - (2) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (3) instances of significant fraud of which we have become aware and the involvement therein; if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For Lime Chemicals Limited

Ahmed H. Dawoodani
Managing Director

Date: May 30, 2018

Firoj Ladhani
Chief Financial Officer

Practicing Company Secretary's Certificate on Compliance of Conditions of Corporate Governance

To the members of Lime Chemicals Limited

I have examined the compliance of conditions of Corporate Governance by Lime Chemicals Limited (the Company), for the financial year ended on 31st March 2019, as stipulated under the relevant clauses of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

In my opinion and to the best of my information and according to the explanations given to me and based on the representations made by the Directors & the Management, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

I 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.

Place: MUMBAI
Date: July 17, 2019.

N. HARIHARAN
Practicing Company Secretary
Membership No. 559
Certificate of Practice No. 7119

Practicing Company Secretary's Certificate Under Sub-Para 10(i) of Part C of Schedule V of SEBI (LODR), Regulations, 2015

To the Members of Lime Chemicals Limited

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Lime Chemicals Limited having CIN: L24100MH1970PLC014842 and having registered office at 404 & 405, Neco Chambers, 4th Floor, Rajiv Gandhi Road, Sector-11, C.B.D. Belapur, Navi Mumbai – 400 614, Maharashtra (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2019 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs.

Sr. No.	Name of the Director	DIN	Date of appointment
1.	Mr. Suresh Devasahayam John	00079852	31-08-2017
2.	Mr. Ahmed Hussein Dawoodani	00934276	01-04-1982
3.	Mr. Akbarali Gulamali Virani	02171982	31-03-2015
4.	Mrs. Shahnaz Ahmed Dawoodani	02324234	30-05-2013
5.	Mr. Sadruddin Hasanali Jiwani	05002145	31-03-2015
6.	Mr. Husen Noormohamed Somji	07950626	31-05-2018

Ensuring the eligibility for the appointment/continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate 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.

Place: MUMBAI
Date: July 17, 2019.

N. HARIHARAN
Practicing Company Secretary
Membership No. 559
Certificate of Practice No. 7119

INDEPENDENT AUDITOR'S REPORT

To the Members of Lime Chemicals Limited

Report on the Financial Statements**Qualified Opinion**

We have audited the accompanying financial statements of **Lime Chemicals Limited ("the Company")** which comprise the Balance Sheet as at 31st March, 2019, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

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** section of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the *Indian Accounting Standards* (Ind AS) specified under section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2019, and Profit including Other Comprehensive Income, changes in equity and its cash flows for the year ended on that date.

Basis for Qualified Opinion

As stated in Note No. 36, the management has decided not to provide for interest amounting to Rs. 3.01 lakh payable to parties registered under Micro, Small & Medium Enterprises Act, 2006. Consequently, profit is overstated by Rs. 3.01 lakh and liabilities are understated by Rs. 15.85 lakh.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of Matter

We draw your attention to the following matter:-

Note No. 37 to the statement, regarding 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 rationalization of expenses and considering measures to increase revenue.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon. Based on the circumstances and facts of the Audit, there are no key audit matters to be reported.

Information Other than the Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive Income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and

completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by Section 197(16) of the Act, we report that the Company has not paid/provided any remuneration to its directors during the year.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraph 3 and 4 of the Order.
3. As required by Section 143 (3) of the Act, based on our audit 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 financial statements dealt with by this report are in agreement with the books of accounts.
- d. In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of the written representations received from the directors of the Company as on 31st March 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2019 from being appointed as a director in terms of Section 164 (2) of the Act;
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 30 a to the financial statements.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts. We are informed that the company did not have any pending derivative contracts.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended 31/03/2019.

For N. S. Shetty & Co.

Chartered Accountants

FR No. : 0110101W

N. S. Shetty

Partner

M. No. 035083

Place : Mumbai

Date : 30th May, 2019

ANNEXURE - A TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under "Report on Other Legal and Regulatory Requirements' section of our report of even date)

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of 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. 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 within the meaning from section 73 to 76 of the Act and the companies (Acceptance of Deposit) Rules 2014 (as amended) during the year. 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, goods and service tax, value added tax, 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, 2019 for a period of more than six months from the date they became payable except sales tax amounting to Rs. 336.39 lakh, provident fund amounting to Rs. 24.70 lakh, income tax amounting to Rs.11.79 lakh, property tax amounting to Rs. 1.56 lakh, staff profession tax amounting to Rs. 2.06 lakh, GST amounting to Rs.16.91 lakh, Gram Panchayat Tax Rs.2.39 lakh and employees' state insurance amounting to Rs.15.61 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 2019 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 (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	10,60,483/-	A.Y. 2011-12	Commissioner of Income Tax Appeal
MVAT Act 2005/ CST Act 1956	MVAT/CST	1,14,83,458/-	F.Y 2005-06	Maharashtra Sales Tax Tribunal Mumbai
MVAT Act 2005/ CST Act 1956	MVAT/CST	1,29,62,486/-	F.Y 2006-07	Maharashtra Sales Tax Tribunal Mumbai
MVAT Act 2005/ CST Act 1956	MVAT/CST	86,69,207/-	F.Y 2007-08	Deputy Commissioner of Sales Tax (Appeals)
MVAT Act 2005/ CST Act 1956	MVAT/CST	65,89,313/-	F.Y 2007-08	Maharashtra Sales Tax Tribunal Mumbai

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	9,46,832/-	F.Y 2008-09	Deputy Commissioner of Sales Tax (Appeals)
MVAT Act 2005/ CST Act 1956	MVAT/CST	51,64,848/-	F.Y 2009-10	Maharashtra Sales Tax Tribunal Mumbai
MVAT Act 2005/ CST Act 1956	MVAT/CST	24,70,571/-	F.Y 2010-11	Maharashtra Sales Tax Tribunal Mumbai)
MVAT Act 2005/ CST Act 1956	MVAT/CST	94,28,179/-	F.Y 2013-14	Deputy Commissioner of Sales Tax (Appeals)
Employees PF & Misc. Provisions Act,1952	Provident Fund	40,05,512/-	Feb. 2008 to May 2008	EPF Appellate Tribunal Mumbai
Employees PF & Misc. Provisions Act, 1952	Provident Fund	28,87,724/-	March 2000 to June 2009	Bombay High Court
Employees PF & Misc. Provisions Act, 1952	Provident Fund	30,36,102/-	August 2011 to Sept 2013	CGIT Chandigarh
Employees PF & Misc. Provisions Act, 1952	Provident Fund	37,60,175/-	February 2014 to April 2016	CGIT Chandigarh
Employees PF & Misc. Provisions Act, 1952	Provident Fund	14,94,776/-	January 2010 to May 2016	Shimla High Court

- viii. The Company has not defaulted in repayment of loans or borrowings to any financial institution or a bank. The Company did not have any loans or borrowings from government during the year.
- ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments). However, the Company has taken term loans from Banks/Financial Institution and has been applied for the purpose for which has been raised.
- x. 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. In our opinion 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 Ind AS.
- xiv. The Company has made preferential allotment of shares during the year under review complying with the provisions of section 42 of the Companies Act, 2013. The amount raised has been used for the purposes for which the funds were raised.
- 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 N. S. Shetty & Co.

Chartered Accountants

FRNo. : 0110101W

N. S. Shetty

Partner

M. No. 035083

Place : Mumbai

Date : 30th May, 2019

Annexure - B TO THE INDEPENDENT AUDITOR'S REPORT

(Referred in Para 3(f) under "Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting 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, 2019 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 Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective 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 internal financial controls over financial reporting of the Company 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 judgement, 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 internal financial controls system over financial reporting of the Company.

Meaning of Internal Financial Controls Over Financial Reporting

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

Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2019, 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 N. S. Shetty & Co.

Chartered Accountants

FRNo. : 0110101W

N. S. Shetty

Partner

M. No. 035083

Place : Mumbai

Date : 30th May, 2019

BALANCE SHEET AS AT MARCH 31, 2019

Particulars	Note	As at March 31, 2019	As at March 31, 2018
ASSETS			
(1) Non-current assets			
(a) Property plant and equipment (net)	2	8,95,92,044	9,25,15,085
(b) Capital work-in-progress		4,58,889	-
(c) Intangible assets	3	-	5,863
		9,00,50,933	9,25,20,948
(d) Financial assets			
(i) Investments	4	11,17,722	8,95,924
(ii) Advances and Deposits	5	50,80,300	45,94,962
(f) Other Non Current assets	10	11,82,651	16,17,786
		9,74,31,606	9,96,29,620
(2) Current assets			
(a) Inventories	6	4,71,61,063	4,22,98,527
(b) Financial assets			
(i) Advances and Deposits	5	54,94,975	54,28,275
(ii) Trade receivables	7	7,55,74,499	17,94,28,349
(iii) Cash and cash equivalents	8	98,95,379	69,07,237
(iv) Other financial assets	9	26,38,584	20,62,227
(c) Other Current assets	10	6,00,780	54,69,826
		14,13,65,280	24,15,94,441
Total Assets		23,87,96,886	34,12,24,061
EQUITY AND LIABILITIES			
Equity			
Equity share capital	11	6,50,47,280	4,88,32,755
Other equity	12	(16,83,33,391)	(21,09,72,244)
Total Equity		(10,32,86,111)	(16,21,39,489)
Liabilities			
(1) Non-current liabilities			
(a) Financial liabilities			
(i) Borrowings	13	2,55,89,815	30,25,458
(b) Provisions	14	74,80,618	98,50,077
(c) Deferred tax liabilities (net)	15	1,16,38,725	1,16,38,725
(d) Tax liabilities (net)		(26,18,343)	11,25,301
		4,20,90,815	2,56,39,561
(2) Current liabilities			
(a) Financial liabilities			
(i) Borrowings	13	12,67,17,950	24,96,96,743
(ii) Trade payables	16		
Total outstanding due of MSMED		14,34,199	14,34,199
Total outstanding due of creditors other than MSMED		12,12,79,953	14,82,06,788
(iii) Advances and Deposits	17	48,07,785	48,07,785
(iv) Other financial liabilities	18	42,92,225	2,61,53,186
(b) Provisions	14	10,73,671	12,69,839
(c) Other Current Liabilities	19	4,03,86,399	4,61,55,448
		29,99,92,182	47,77,23,988
Total Equity and liability		23,87,96,886	34,12,24,061
The accompanying notes are an integral part of these financial statement.			
Significant accounting policies and Notes to Financial Statement	1 to 46		

As Per Our Attached Report of Even Date

For N. S. Shetty & CoChartered Accountants
Firm Reg No : 110101WN. S. Shetty
Partner
Membership No : 035083Place : Mumbai
Date : 30/05/2019**For and on behalf of the Board of Directors**A.H.Dawoodani
Managing Director
DIN 00934276Suresh John
Chairman
DIN 00079852Place : Navi Mumbai
Date : 30/05/2019S.A.Dawoodani
Director
DIN 02324234Firoz Ladhani
Chief Financial OfficerMansi N. Chitalia
Company Secretary

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2019

Particulars	Note	For the year ended March 31, 2019	For the year ended March 31, 2018
I Revenue			
Revenue from operations (Net)	20	43,44,04,339	52,47,54,841
Other income	21	83,56,591	54,91,087
Total Revenue		44,27,60,930	53,02,45,928
II Expenses			
Cost of Materials Consumed	22	22,71,51,678	26,75,63,769
Purchases of stock-in-trade		1,65,56,210	12,60,420
Changes in inventories of finished goods, stock-in-trade and work-in-progress	23	11,52,836	(19,42,065)
Excise duty on sale of goods		-	86,06,677
Employee benefits expense	24	2,68,22,384	2,19,97,635
Finance costs	25	66,09,619	24,11,775
Depreciation and amortisation	26	1,02,13,845	1,01,61,213
Other expenses	27	12,85,34,442	14,36,22,318
Total expenses		41,70,41,014	45,36,81,742
III Profit before Exceptional Item & tax (I - II)		2,57,19,916	7,65,64,186
IV Exceptional Item		(5,01,390)	-
V Profit before Tax (III - IV)		2,62,21,306	7,65,64,186
VI Tax expenses	28		
(1) Current tax expenses		-	-
(2) Current tax adjustment for earlier years		-	-
(3) Deferred tax expenses		-	-
VII Net profit for the year (V - VI)		2,62,21,306	7,65,64,186
VIII Other Comprehensive Income			
OCI items not reclassified to profit or loss			
(a) Remeasurement of net defined benefit liability		28,81,052	(12,97,985)
Income tax relating to item not to be classified in profit and loss in subsequent period			-
Net OCI items not reclassified to profit or loss		28,81,052	(12,97,985)
IX Total comprehensive income for the year (VII + VIII)		2,91,02,358	7,52,66,201
X Earnings per equity share:	29		
(1) Basic (in Rs.)		4.35	19.01
(2) Diluted (in Rs.)		4.35	19.01
The accompanying notes are an integral part of these financial statement.	1 to 46		
Significant accounting policies and Notes to Financial Statement			

As Per Our Attached Report of Even Date

For N. S. Shetty & Co
Chartered Accountants
Firm Reg No : 110101W

N. S. Shetty
Partner
Membership No : 035083

Place : Mumbai
Date : 30/05/2019

For and on behalf of the Board of Directors

A.H.Dawoodani
Managing Director
DIN 00934276

Suresh John
Chairman
DIN 00079852

Place : Navi Mumbai
Date : 30/05/2019

S.A.Dawoodani
Director
DIN 02324234

Firoj Ladhani
Chief Financial Officer

Mansi N. Chitalia
Company Secretary

STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2019

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	2,62,21,306	7,65,64,186
Adjustments to reconcile profit before tax to net cash flows :		
Depreciation	1,01,92,725	1,01,61,213
Interest on Borrowings	66,09,619	24,11,775
Interest Income	(10,86,764)	(8,66,686)
Change in Fair Value of Deposits through P & L	41,900	(5,335)
Change in Fair Value of Investments through P & L	(80,718)	37,110
Remeasurement of net defined benefit liability	28,81,052	(12,97,985)
Operating profit before working capital changes	4,47,79,120	8,70,04,278
Adjustments for :		
Increase / (Decrease) in Other Non Current Financial Liabilities	-	(82,793)
Increase / (Decrease) in Long Term Provisions	(23,69,459)	3,21,977
Increase / (Decrease) in Income Tax Liabilities	(37,43,644)	4,00,010
Increase / (Decrease) in Current Financial Liabilities	(4,87,87,796)	(5,11,91,725)
Increase / (Decrease) in Short Term Provisions	(1,96,168)	2,09,462
Increase / (Decrease) in Other Liabilities	(57,69,049)	(1,90,67,674)
(Increase)/ Decrease in Non Current Advances and Deposits	(4,85,338)	3,78,928
(Increase)/ Decrease in Investments	(1,41,080)	-
(Increase)/ Decrease in Other Non Current Financial Assets	-	(4,56,255)
(Increase)/ Decrease in Inventories	(48,62,536)	(1,65,14,016)
(Increase)/ Decrease in Current Financial Assets	10,31,68,893	(6,27,13,146)
(Increase)/ Decrease in Other Assets	53,04,181	(51,14,214)
Increase / (Decrease) in Income Tax Assets	-	(5,15,168)
Cash generated from operations	8,68,97,124	(6,73,40,335)
Direct Taxes paid	-	-
Net cash from operating activities (A)	8,68,97,124	(6,73,40,335)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets and addition to Capital Work in Progress	(77,22,710)	(57,08,669)
Investment in Kokan Mercantile Shares	-	(6,35,300)
Interest received (Net of TDS)	10,86,764	8,66,686
Net cash used in investing activities (B)	(66,35,946)	(54,77,283)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Increase/(Decrease) in Borrowings	(10,04,14,436)	-
Share Issue Expenses	(6,37,333)	(2,43,859)
Proceeds from issue of shares	3,03,88,353	-
Call money Received	-	2,66,375
Share Application Money	-	5,01,56,250
Interest paid	(66,09,619)	(24,11,775)
Net cash from financing activities (C)	(7,72,73,035)	4,77,66,991
NET (DECREASE)/INCREASE IN CASH & CASH EQUIVALENTS (A+B+C)	29,88,142	(2,50,50,627)
Cash and Cash equivalents at the beginning of the period	69,07,237	3,19,57,864
Cash and Cash equivalents at the end of the period (Refer note 8)	98,95,379	69,07,237

Cash & Cash Equivalents as per above comprises of:

Particulars	As at March 2019	As at March 2018
Cash on Hand	11,07,208	5,77,397
Balances with Banks	87,88,171	63,29,840
Total	98,95,379	69,07,237
The accompanying notes are an integral part of these financial statement.		
Significant accounting policies and Notes to Financial Statement		1 to 46

As Per Our Attached Report of Even Date

For N. S. Shetty & Co
Chartered Accountants
Firm Reg No : 110101W

N. S. Shetty
Partner
Membership No : 035083

Place : Mumbai
Date : 30/05/2019

For and on behalf of the Board of Directors

A.H.Dawoodani
Managing Director
DIN 00934276

Suresh John
Chairman
DIN 00079852

Place : Navi Mumbai
Date : 30/05/2019

S.A.Dawoodani
Director
DIN 02324234

Firoj Ladhani
Chief Financial Officer

Mansi N. Chitalia
Company Secretary

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2019

A Equity Share Capital (also refer note 11)

(Amount in Rs)

Particulars	Total Equity Share Capital
As at March 31, 2017	3,25,66,380
Changes in equity share capital	1,62,66,375
As at March 31, 2018	4,88,32,755
Changes in equity share capital	1,62,14,525
As at March 31, 2019	6,50,47,280

B Other Equity (also refer note 11)

(Amounts in Rs)

Particulars	Reserves and Surplus							Total
	Capital Reserve	Securities Premium Account *	General Reserve	share issue expenses	State Subsidy Reserve	Money received against Share Warrants	Surplus/ (Deficit) in Statement of Profit and Loss	
Balance as at March 31, 2017	22,225	3,05,81,351	14,21,61,766		44,86,000		(49,74,02,178)	(32,01,50,836)
Changes during the year	-	-	-	(2,43,859)		1,01,56,250		99,12,391
Premium on shares issued during the year	-	2,40,00,000						2,40,00,000
Profit for the year	-	-	-				7,65,64,186	7,65,64,186
Other Comprehensive income/(loss) for the year, net of tax	-	-	-				(12,97,985)	(12,97,985)
Balance as at March 31, 2018	22,225	5,45,81,351	14,21,61,766	(2,43,859)	44,86,000	1,01,56,250	(42,21,35,977)	(21,09,72,244)
Balance as at April 1, 2018	22,225	5,45,81,351	14,21,61,766	(2,43,859)	44,86,000	1,01,56,250	(42,21,35,977)	(21,09,72,244)
Changes during the year	-		(44,922)	(6,37,333)	-		-	(6,82,255)
Premium on shares issued during the year	-	2,43,75,000	-	-	-	(1,01,56,250)	-	1,42,18,750
Profit for the year	-	-	-	-	-	-	2,62,21,306	2,62,21,306
Other Comprehensive income/(loss) for the year, net of tax	-	-	-	-	-	-	28,81,052	28,81,052
Balance as at March 31, 2019	22,225	7,89,56,351	14,21,16,844	(8,81,192)	44,86,000	-	(39,30,33,619)	(16,83,33,391)
*16,25,000 Equity Shares Issued During year on Premium of Rs 15.								
The accompanying notes are an integral part of these financial statement.								
Significant accounting policies and Notes to Financial Statement								
					1 to 46			

As Per Our Attached Report of Even Date

For N. S. Shetty & CoChartered Accountants
Firm Reg No : 110101WN. S. Shetty
Partner
Membership No : 035083Place : Mumbai
Date : 30/05/2019**For and on behalf of the Board of Directors**A.H.Dawoodani
Managing Director
DIN 00934276Suresh John
Chairman
DIN 00079852Place : Navi Mumbai
Date : 30/05/2019S.A.Dawoodani
Director
DIN 02324234Firoj Ladhani
Chief Financial OfficerMansi N. Chitalia
Company Secretary

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 31 March 2019

Basis of Preparation of Financial Statements

The financial statements of the Company are prepared in accordance with the Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values, and the provisions of the Companies Act, 2013 ('Act') (to the extent notified). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

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

Method of Accounting and preparation of the Financial Statements

For all the period up to and including the year ended 31st March, 2016, the Company prepared its financial statement in accordance with the Accounting Standards notified under the Section 133 of the Companies Act, 2013, read together with the Companies (Accounts) Rules, 2014 (Indian GAAP).

Current versus Non Current Classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of transaction, the Company has ascertained its operating cycle as 12 months for the purpose of current / non-current classification of assets and liabilities.

Use of Estimates

The preparation of the financial statements in conformity with Indian AS requires the Management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements and the reported amounts of revenues and expenses during the year. The Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Future results could differ from those estimates and the difference between the actual results and the estimates are recognized in the periods in which the results are known/materialize.

Property, plant and equipment**1) Tangible**

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 capitalization.

2) Intangible

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.

Impairment of Assets

The Company reviews the carrying value of the tangible and intangible assets for any possible impairment at each balance sheet date. An impairment loss is recognized when carrying amount of an asset exceeds its recoverable amount. In assessing the recoverable amount, the estimated future cash flows are discounted to their present value based on appropriate discount rate.

Foreign Currency Transactions**Functional and presentation currency**

The functional currency of the company is the Indian rupee. These financial statements are presented in Indian rupees.

- a. Transactions in foreign currency are recorded at the exchange rates prevailing on the date of transaction
- b. Monetary assets and liabilities denominated in foreign currencies at the year-end are translated in the functional currency at the year-end exchange rates.
- c. The exchange difference on conversion are credited or charged to the Statement of Profit and Loss.

- d. Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit for the year in which the transaction is settled. Revenue, expense and cash flow items denominated in foreign currencies are translated into the relevant functional currencies using the exchange rate in effect on the date of the transaction.

Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

Current investments are carried in financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

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.

Revenue Recognition:**a. Sales of Goods**

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.

Effective April 1, 2018, the Company adopted Ind AS 115.

Revenue is recognized upon transfer of control of promised products to customers in an amount that reflects the consideration we expect to receive in exchange for those products.

b. Other Income

Other income is accounted on accrual basis and recognized when no significant uncertainty as to its determination or realization exists.

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.

The Company recognizes the net obligation of a defined benefit plan in its balance sheet as an asset or liability. Gains and losses through re-measurements of the net defined benefit liability/(asset) are recognized in other comprehensive income. The actual return of the portfolio of plan assets, in excess of the yields computed by applying the discount rate used to measure the defined benefit obligation is recognized in Other Comprehensive Income. The effects of any plan amendments are recognized in the Statement of Profit and Loss.

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. The fair valuation of Borrowings is determine using the effective interest rate (net Cash inflow and outflow). Ind AS 109 requires transaction costs incurred towards origination of borrowings to be deducted from the carrying amount of borrowings on initial recognition. These costs are recognised in the profit or loss over the tenure of the borrowing as part of the interest expense by applying the effective interest rate method. Under previous GAAP, these transaction costs were charged to profit or loss as and when incurred.

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.

Leasehold Land has been reclassified from Property, Plant & Equipment to Other Non Current Assets (Prepayments) and amortisation on the same has been shown under Other Expenses in Statement of Profit and Loss.

Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, demand deposits with banks/corporations and short term highly liquid investments (original maturity less than 3 months) that are readily convertible into known amount of cash and are subject to an insignificant risk of change in value.

'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.

Earnings Per Share

The Company reports basic earnings per share in accordance with the Ind AS 33 '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.

Provision for Taxation

Provision for Income Tax is made for both current and deferred taxes.

Current tax is provided on the basis of the taxable income in accordance with and at the applicable tax rates and tax laws.

Deferred tax assets and liabilities arising on account of timing differences and which are capable of reversal in subsequent periods are recognized using the tax rates, and tax laws that have been enacted or substantively enacted, subject to prudence. Deferred tax assets on unabsorbed depreciation and carry forward of losses are not recognized unless there is a reasonable certainty that there will be sufficient future taxable income available to realize such assets. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. Deferred tax relating to items recognized outside statement of profit and loss is recognized outside statement of profit and loss (either in OCI or in equity).

Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized for liabilities that can be measured only by using substantial degree of estimation, if:

- a. The Company has a present obligation as a result of past events.
- b. A probable outflow of resources is expected to settle the obligation.
- c. The amount of the obligation is best estimate required to settle the obligation at the Balance Sheet date.
- d. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimate.

Reimbursement expected in respect of the expenditure required to settle a provision is recognized only when it is virtually certain that reimbursement will be received

Contingent Liability is disclosed in the case of:

- a) A present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation,
- b) A present obligation when no reliable estimate is possible, and
- c) A possible obligation arising from past events where the probability of outflow of resources is not remote.

Contingent Assets are neither recognized, nor disclosed. Provision, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet date.

Financial Instruments**1) Initial recognition & Measurement**

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

2) Subsequent measurement**i. Financial instruments carried at amortized cost**

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

ii. Financial assets at fair value through other comprehensive income

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

iii. Financial assets at fair value through profit or loss

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

All investments equity instruments (mutual funds in scope of Ind AS 109 are measured at fair value through Profit and Loss (FVTPL).

iv. Financial liabilities

Financial liabilities are subsequently carried at amortized cost using the effective interest method, except for contingent consideration recognized in a business combination which is subsequently measured at fair value through profit and loss. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

Recent Accounting Pronouncements Ministry of Corporate Affairs (“MCA”) has notified following amendments to Ind AS on 30th March 2019 which is effective for the annual period beginning on or after 1st April 2019.

(a) Ind AS 116 “Leases”: On 30th March 2019, the Ministry of Corporate Affairs issued the Companies (Indian Accounting Standards) Amendment Rules, 2019, notifying Ind AS 116 “Leases”, which replaces Ind AS 17 “Leases”. The new standard (Ind AS 116) introduces a single on-balance sheet lease accounting model for lessee. This will result in the company recognising right of use assets & lease liability in the books. The Company is in the process of analysing the impact of Ind AS 116 on its financials.

(b) Ind AS 12 - Appendix C, Uncertainty over Income Tax Adjustments The amendment requires an entity to determine probability of the relevant tax authority accepting the uncertain tax treatment that the Company has used in tax computation or plan to use in their income

(c) Amendment to Ind AS 12 – Income taxes The amendment clarifies that an entity shall recognise the income tax consequences of dividends in profit or loss, other comprehensive income or equity according to where the entity originally recognised those past transactions or events.

(d) Ind AS 19 - Plan amendment, curtailment or settlement The amendments require an entity to use updated assumptions to determine current service cost and net interest for the remainder of the period after a plan amendment, curtailment or settlement and to recognise in profit or loss as part of past service cost, or a gain or loss on settlement, any reduction in a surplus, even if that surplus was not previously recognised because of the impact of the asset ceiling.

Notes forming part of the Financial Statements

2 Property, Plant and Equipment (net)

(Amounts in Rs)

Following are the changes in the carrying value of property, plant and equipment for the year ended March 31, 2019:

Particulars	Freehold Land	Building	Plant & Machinery	Furniture & Fixture	Vehicle	Office Equipment	Electrical Equipments	Total
GROSS BLOCK								
As at March 31, 2018	7,680	2,01,44,521	9,11,80,152	25,38,464	74,23,277	10,17,403	20,39,935	12,43,51,432
Additions	-	39,764	39,18,085	30,306	23,23,920	6,18,681	3,33,065	72,63,821
Deletions								
As at March 31, 2019	7,680	2,01,84,285	9,50,98,237	25,68,770	97,47,197	16,36,084	23,73,000	13,16,15,253
ACCUMULATED DEPRECIATION								
As at March 31, 2018		20,38,486	2,65,85,648	9,41,382	12,14,408	2,74,819	7,81,604	3,18,36,347
Charge for the year		10,21,014	73,19,831	4,76,361	9,68,554	2,33,612	1,73,353	1,01,92,725
Deductions								
As at March 31, 2019		30,59,500	3,39,05,479	14,17,743	21,82,962	5,08,431	9,54,957	4,20,29,072
NET BLOCK								
As at March 31, 2018	7,680	1,81,06,035	6,45,94,504	15,97,082	62,08,869	7,42,584	12,58,331	9,25,15,085
As at March 31, 2019	7,680	1,71,24,785	6,11,92,758	11,51,027	75,64,235	11,27,653	14,18,043	8,95,86,181

3 Intangible assets

Following are the changes in the carrying value of acquired intangible assets for the year ended March 31, 2019:

Particulars	Website Domain	Total
GROSS BLOCK		
As at March 31, 2018	27359	
Additions	0	
Deletions	0	
As at March 31, 2019	27359	27359
ACCUMULATED DEPRECIATION		
As at March 31, 2018	21496	
Charge for the year	0	
As at March 31, 2019	21496	21496
NET BLOCK		
As at March 31, 2018	5863	5863
As at March 31, 2019	5863	5863

Financial Assets

4 Investments

Non-Current

Particulars	As at March 31, 2019	As at March 31, 2018
Other Investments		
Investment in equity instruments	-	-
Quoted		
In Other Entities		
Fully Paid up		
60 (P.Y. 60) Equity Shares of Rs. 10/- each of Reliance Industries Ltd.	81,600	52,962
6,300 (P.Y. 6,300) Equity Shares of Rs. 10/- each of Lloyd Finance Ltd.	6,300	6,300
1,200 (P.Y. 1,200) Equity Shares of Rs. 10/- each of Development Credit Bank Ltd.	2,45,940	1,93,860
8,39,700 (P.Y. 8,39,700) Equity shares of Rs. 10/- each of Regent Chemicals Ltd.	1	1
5,000 (P.Y. 5,000) Equity Shares of Rs. 10/- each of Goldcrest Corporation Ltd.	1	1
Unquoted		
Fully Paid up		
In Associates		
3,14,750 (P.Y. 3,14,750) Equity Shares of Rs. 10/- each Silvo Liacal Chemicals Ltd.	-	-
In Other Entities		
250 (P.Y. 250) Equity Shares of of Rs. 30/- each Bombay Mercantile Co-op Bank Ltd.	7,500	7,500
25,000 Equity Shares of of Rs. 25/- each of Kokan Mercantile Co-op Bank Ltd.	7,76,380	6,35,300
Total	11,17,722	8,95,924
Less: Provision for diminution in value of investments	-	-
Net	11,17,722	8,95,924

5 Advance & Deposits

Particulars	As at March 31, 2019	As at March 31, 2018
a) Non-Current		
Unsecured, Considered Goods		
Capital Advances	46,48,300	45,94,962
Advances to Staff		
Security Deposits - Unsecured, Considered Good	-	-
Others	4,32,000	-
Sub Total (a)	50,80,300	45,94,962
b) Current		
Security Deposits - Unsecured, Considered Good	54,94,975	54,28,275
Sub Total (b)	54,94,975	54,28,275

6 Inventories

(Value at lower of cost and net Realisable Value)

Particulars	As at March 31, 2019	As at March 31, 2018
Raw Materials	2,02,70,424	1,87,96,470
Finished Goods	97,06,835	85,36,043
Stock in trade	2,29,930	-
Stores and Spares	1,62,44,312	1,17,79,733
Packing Materials	7,09,564	31,86,281
Total	4,71,61,063	4,22,98,527

7 Trade receivables

Particulars	As at March 31, 2019	As at March 31, 2018
Unsecured, Considered Goods	7,55,74,499	17,94,28,349
Unsecured, Considered Doubtful	94,13,666	94,13,666
Less :Prov for Doubtful Debts	94,13,666	94,13,666
Total	7,55,74,499	17,94,28,349

Trade receivables are non-interest bearing and are generally on terms of 45 days.

8 Cash and cash equivalents

Particulars	As at March 31, 2019	As at March 31, 2018
Balances with banks - In current accounts	13,87,381	27,34,516
Balances with banks - In deposit accounts (Margin Money against LG/BG)	74,00,790	35,95,324
Cash in hand	11,07,208	5,77,397
Total	98,95,379	69,07,237

9 Other financial assets

Current

Particulars	As at March 31, 2019	As at March 31, 2018
Unsecured Consider Good		
Loans and Advances to Employees	6,76,707	1,23,831
Loans and Advances to Employees/Others	19,03,902	19,26,774
Interest Accrued Sanrag	57,975	11,622
Total	26,38,584	20,62,227

10 Other Assets

Particulars	As at March 31, 2019	As at March 31, 2018
a) Non-Current		
Prepayments - Leasehold Land	11,82,651	11,40,411
Prepayments	-	4,77,375
Sub Total (a)	11,82,651	16,17,786
b) Current		
Prepayments - Leasehold Land	-	21,120
Prepayments	6,00,780	1,49,108
Others	-	52,99,598
Sub Total (b)	6,00,780	54,69,826

11 Equity Share Capital

Particulars	As at March 31, 2019	As at March 31, 2018
a) Authorised :		
75,00,000 Equity Shares of Rs. 10/- each	75000000	75000000
	75000000	75000000
b) Issued, Subscribed & Fully Paid-up :		
6,504,728 (March 31,2018: 4,879,728) Equity Shares of Rs. 10/- each	65047280	48797280
Add: 10,548 shares forfeited during the last year	-	35475
Total	65047280	48832755

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

Particulars	As at March 31, 2019		As at March 31, 2018	
	No. of shares	Amt in (Rs.)	No. of shares	Amt in (Rs.)
Subscribed & Fully Paid up				
Equity Shares at the beginning of the year	48,90,276	4,88,32,755	3227528	32275280
Add : Shares issued	16,25,000	1,62,50,000	1652200	16522000
Add : Forfeited equity shares	-	-	10548	35475
Less : Shares cancelled	(10,548)	(35,475)	-	-
Equity Shares at the end of the year	65,04,728	6,50,47,280	4890276	48832755

12 Other Equity

Particulars	As at March 31, 2019	As at March 31, 2018
a) Capital Reserve	22,225	22,225
Capital Reserve is created out of profit due to forfeiture of shares.		
b) Securities Premium Account	7,89,56,351	5,45,81,351
16,25,000 Equity Shares Issued During year on Premium of Rs 15.		
c) General reserve	14,21,16,844	14,21,61,766
The general reserve is used from time to time to transfer profits from retained earnings for appropriation purposes.		
d) Share Issue Expenses	(8,81,192)	(2,43,859)
e) State Subsidy Reserve	44,86,000	44,86,000
State Subsidy Reserve is created out of subsidy received from government for state level capital and capital subsidy on project cost.		
f) Money received against Share Warrants	-	1,01,56,250
g) Surplus/Deficit	(39,30,33,619)	(42,21,35,977)
It represents the profit or loss in the statement of profit and loss		
Total	(16,83,33,391)	(21,09,72,244)

13 Financial Liabilities

Borrowings

Particulars	As at March 31, 2019	As at March 31, 2018
a) Non Current		
Term Loans - From Other Parties - Secured	-	30,25,458
Deferred Payment Liabilities - Unsecured (SICOM)	2,55,89,815	-
Sub Total (a)	2,55,89,815	30,25,458
b) Current		
Cash Credit From Kokan Mercantile Bank*	3,60,19,553	2,40,87,562
Current maturities of long-term debt	39,41,671	21,67,925
Loans and Advances from Related Parties - Unsecured	8,67,56,726	22,34,41,256
Sub Total (b)	12,67,17,950	24,96,96,743

* Cash Credit from Kokan Mercantile Co Op Bank Ltd Secured by Hypothecation of Stock/ Plant & Machinery & Mortgage of Factory Land & Bldg @ Roha, Dist: Raigad and Personal Guarantee of Directors.

14 Provisions

a) Non Current

Particulars	As at March 31, 2019	As at March 31, 2018
Provision for employee benefits:		
Provision for compensated absences	28,22,200	24,42,291
Provision for Gratuity	39,41,168	51,37,762
Provision for VRS (refer note (b) below)	7,17,250	22,70,024
Sub Total (a)	74,80,618	98,50,077

Particulars	As at March 31, 2019	As at March 31, 2018
b) Current		
Provision for Employee Benefits:		
Provision for Bonus (refer note (a) below)	3,04,806	5,42,985
Provision for compensated absences	1,73,364	1,94,200
Provision for Gratuity	2,96,828	3,54,239
Provision for Exgratia/Incentive (refer note (c) below)	2,98,673	1,78,415
Sub Total (b)	10,73,671	12,69,839

(a) Provision for Bonus

Particulars	As at March 31, 2019	As at March 31, 2018
Opening Balance	5,42,985	5,11,463
Additions during the year	3,04,806	3,43,815
Utilisation during the year	5,42,985	3,12,293
Closing Balance	3,04,806	5,42,985

(b) Provision for VRS

Particulars	As at March 31, 2019	As at March 31, 2018
Opening Balance	30,076	1,24,310
Additions during the year	6,87,174	70,976
Utilisation during the year	-	1,65,210
Closing Balance	7,17,250	30,076

(c) Provision for Exgratia

Particulars	As at March 31, 2019	As at March 31, 2018
Opening Balance	1,78,415	1,60,724
Additions during the year	4,73,673	49,815
Utilisation during the year	3,53,415	32,124
Closing Balance	2,98,673	1,78,415

15 Deferred tax liabilities (net)

Particulars	As at March 31, 2019	As at March 31, 2018
Timing difference due to depreciation as per Income Tax and Companies Act	1,16,38,725	1,16,38,725
Provision for doubtful debts/advances	-	-
Provision for compensated Absences/Leave Encashment	-	-
Provision for Gratuity	-	-
Total	1,16,38,725	1,16,38,725

Company has the accumulated losses and unabsorbed depreciation as on 31-3-2019. In the absence of reasonable certainty about future profit earning, no provision for deferred tax asset is made in the books as per Ind AS 12- 'Taxes on Income'.

16 Trade payables

Particulars	As at March 31, 2019	As at March 31, 2018
Trade Payables (Other than SSI)	7,11,33,549	5,98,35,494
Trade Payables - Under MSMED	14,34,199	14,34,199
Trade Payables - Others	5,01,46,404	8,83,71,294
Total	12,27,14,152	14,96,40,987

17 Advance & Deposits**Current**

Particulars	As at March 31, 2019	As at March 31, 2018
Deposits (ICD) - Unsecured	27,50,000	27,50,000
Trade/Security deposits received	20,57,785	20,57,785
Total	48,07,785	48,07,785

18 Other Financial Liabilities**Current**

Particulars	As at March 31, 2019	As at March 31, 2018
Term Loans - From Other Parties - Secured*	30,61,503	2,55,88,820
Interest Accrued and due on Borrowings	2,31,000	4,47,000
Interest accrued and due on Others	1,07,178	36,343
Unclaimed Deposits	5,000	5,000
Other Expenses Payable	8,87,544	76,023
Total	42,92,225	2,61,53,186
* Term Loans -Secured		
Toyota Financial Services Ltd (Secured Against Motor Car)	21,01,310	
Mahindra & Mahindra Financial Services Ltd (Secured Against Trucks)	9,60,193	
	30,61,503	

19 Other Current Liabilities

Particulars	As at March 31, 2019	As at March 31, 2018
Statutory Dues	4,03,86,399	4,61,55,448
Total	4,03,86,399	4,61,55,448

20 Revenue from operations (Net)

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
Sale of Products (including excise duty)		
Manufactured Goods (Calcium Carbonate)		
- Domestic Sales	43,11,49,594	52,36,00,825
- Traded Goods	-	16,33,500
- Export Goods	32,54,745	-
Less: Sales Discount	-	4,79,484
Total	43,44,04,339	52,47,54,841

21 Other income

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
Interest income from financial assets mandatorily measured at fair value through amortised cost - Margin Money Deposit	7,84,706	7,51,476
Interest income from financial assets mandatorily measured at fair value through amortised cost - Government Deposits	3,02,058	1,15,210
Proceeds from Scrape and Stores	28,700	30,03,100
Dividend Income	19,792	-
Discount received	2,857	2,72,375
Exchange Rate Difference (net)	1,58,439	3,42,873
Other Liabilities Written Back	64,41,230	2,32,148
Change in Fair Value of Investments through Profit and loss	80,718	-
Change in Fair Value of deposit through Profit and loss	1,038	5,335
Miscellaneous Income	5,37,053	7,68,571
Total	83,56,591	54,91,087

22 Cost of Materials Consumed

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
Opening Stock	1,87,96,471	37,62,220
Add: Purchases	22,86,25,631	28,25,98,019
	24,74,22,102	28,63,60,239
Less: Closing Stock	2,02,70,424	1,87,96,470
Cost of Materials Consumed	22,71,51,678	26,75,63,769

23 Changes in Inventories

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
Inventories at the beginning of the year:		
Finished Goods	1,10,89,600	65,93,978
Work-in-progress	-	-
Stock-in-trade	-	-
	1,10,89,600	65,93,978
Inventories at the end of the year:		
Finished Goods	99,36,764	85,36,043
Work-in-progress	-	-
Stock-in-trade	-	-
	99,36,764	85,36,043
Total	11,52,836	(19,42,065)

24 Employee Benefits Expense

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
Salaries, allowances and bonus	2,20,36,829	1,95,31,750
Contribution to provident and other funds	9,01,827	6,12,987
Contribution to Gratuity fund	28,81,052	9,02,396
Staff welfare expenses	10,02,676	9,50,502
Total	2,68,22,384	2,19,97,635

25 Finance costs

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
Interest expenses	59,59,323	19,33,074
Interest on delayed/deferred payment of statutory dues	6,50,295	4,78,701
Total	66,09,619	24,11,775

26 Depreciation and Amortisation Expenses

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
Depreciation on Property, Plant & Equipment	1,01,92,725	1,01,61,213
Amortisation of Intangible Assets	-	-
Amortisation of Leasehold Land	21,120	-
Total	1,02,13,845	1,01,61,213

27 Other expenses

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
Advertisement	1,39,436	50,991
Consumption of Stores and Spare Parts	27,71,976	1,18,22,049
Consumption of Packing Materials	2,24,11,598	2,57,98,743
Power and Fuel	3,51,02,034	3,59,30,272
Water	5,51,540	6,46,153
Labour Charges	1,02,86,375	1,02,77,191
Loading & Unloading Exp.	31,07,129	22,02,064
Rent including Lease Rentals	12,46,494	9,87,052
Repairs and Maintenance - Buildings	-	63,177
Repairs and Maintenance - Machinery	6,31,196	4,44,575
Repairs and Maintenance - Others	1,01,15,168	21,08,928
Insurance	1,84,645	2,78,751
Rates and Taxes	11,90,849	23,96,320
Export/Import Expenses	6,25,366	99,40,167
Telephone and Postage	11,71,061	13,15,182
Travelling and Conveyance	42,78,788	35,01,565
Printing and Stationery	4,72,052	4,99,694
Freight and Forwarding	1,26,72,475	1,18,84,982
Factory Expenses & Office Expenses	38,65,716	87,82,025
Fees & Subscription A/c	4,35,608	8,46,066
Sales Commission	13,15,588	26,08,568
Business Promotion	3,76,173	4,37,401
Bank Charges & Commission	6,70,740	9,45,817
Donations and Contributions	20,70,663	1,32,201
Legal and Professional	60,95,050	36,97,094
Net (gain) / loss on Foreign Currency Transactions and translation	3,42,032	-
Payments to Auditors	3,85,000	3,85,000
Amortisation of Leasehold Land	-	21,120
Change in Fair Value of Investments through Profit and loss	-	37,110
Change in Fair Value of Deposits through Amortised cost	42,938	-
Bad Trade and Other Receivables, Loans and Advances Written Off	-	21,65,766
Prior Period Items (net)	15,21,456	4,21,052
Penalty	13,69,001	2,05,618
Security Expenses	19,02,360	19,13,836
Miscellaneous Expenses	11,83,937	8,75,789
Total	12,85,34,442	14,36,22,318

28 Income Taxes

Tax expense in the statement of profit and loss comprises:

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
Current Taxes (including tax on OCI)	-	-
Current tax adjustment for earlier years	-	-
Deferred Taxes	-	-
Income Tax expense	-	-

Since the Company was registered under Sick Industrial Companies (Special Provision) Act, 1985 and the net worth of the Company as on 31st March, 2019 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.

29 Earnings Per Share (EPS)

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
a Basic Earning per share		
Basic Earning per share attributable to equity share holders	4.35	19.01
Diluted Earning per share	4.35	19.01
b Reconciliation of earning used in calculating earning per share		
Profit attributable to equity share holder used in calculating basic earning per share	2,62,21,306	7,65,64,186
Profit attributable to equity share holder used in calculating Diluted earning per share	2,62,21,306	7,65,64,186
c Weighted average number of shares used as the demoniator		
Weighted average number of shares used as the demoniator in calculating basic earning per share @ Rs. 10/- each	60,30,002	40,27,125
Add : Call in arrears	-	-
Weighted average number of shares used as the demoniator in calculating diluted earning per share @ Rs. 10/- each	60,30,002	40,27,125

30 Contingent liabilities

- a Claims against the Company not acknowledged as debts:

Particulars	As at March 31, 2019	As at March 31, 2018
Disputed Income Tax Demand	1,17,89,253	4,53,59,650
Disputed Sales Tax Demand	5,77,14,894	7,94,84,358
Disputed Employees P.F.	1,51,84,289	1,00,23,687
Interest under MSMED Act (Refer Note C)	15,84,827	12,83,646
TOTAL	8,62,73,263	13,61,51,341

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.

- b 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 Rs. 52,73,000/- and Rs. 4,54,000/- respectively. Company had Rs. 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.o. AY 2002-03. Considering the above, the Management is of the opinion that no further provision need to be made in these respect.
- c The Company has identified the information as required under the Micro, Small and Medium Enterprise Development Act, 2006 of only one party. Since the amount payable to such parties is under dispute, the management has decided not to provide for interest amounting to Rs. 3.01 lakh payable thereon during the year.

31 The overdue statutory dues are as follows

Particulars	As at March 31, 2019	As at March 31, 2018
The overdue statutory dues are as follows		
Staff Profession Tax	2,06,050	1,43,955
Provident Fund	24,70,157	26,35,733
Employees State Insurance Scheme	15,60,543	14,70,768
Sales Tax Payable	3,36,39,415	4,15,95,128
Income Tax/ TDS	12,05,839	3,14,191
Excise/Service Tax	(3,86,385)	(9,21,653)
Goods & Service Tax	16,90,781	9,17,326
TOTAL	4,03,86,399	4,61,55,448

32 Related Party Disclosures**(a) Associates**

SilvoLiactal Chemicals Ltd.
Diamond Jubilee Stores
Himachal Polylefins Ltd.

(b) Key Managerial Personnel/Directors

Shri A. H. Dawoodani - Managing Director
Shri Firoj Ladhani - Chief Finance Officer
Smt. Mansi Chitalia - Company Secretary
Smt. S. A. Dawoodani - Director
Shri Akbar Ali Virani - Director
Shri Sadruddin Jiwani - Director

(b) Relative of Key Managerial Personnel (KMP)

Shri Rahim A. Dawoodani (Son of Shri A. H. Dawoodani)

Note : Related parties have been identified by the Mangement

Particulars of Transaction with Related Parties

Nature of Transaction	As at March 31, 2019		As at March 31, 2018	
	Associates	KMP	Associates	KMP
Purchases of Goods	89,36,914	-	12,03,165	-
Sale of Goods	21,66,66,448	-	31,69,04,234	-
Rent Paid	-	-	3,60,000	-
Investments				
Opening Balance	-	-	30,05,700	-
Purchases During the Year (Dialution as per Ind AS)	-	-	(30,05,700)	-
Closing Balance	-	-	-	-
Loans Taken				
Opening Balance	5,76,98,714	16,57,42,542	5,97,25,275	23,53,86,393
Add: Taken During the Year	1,11,22,113	1,83,10,000	2,38,27,732	1,00,19,000
Less: Repaid During the Year	6,86,33,091	9,66,02,389	2,58,54,293	7,96,62,851
Closing Balance	1,87,736	8,74,50,153	5,76,98,714	16,57,42,542

All outstanding balances are unsecured and are repayable in cash.

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

Particulars	As at March 31, 2019	As at March 31, 2018
Lime Stone	7,60,80,577	6,61,73,742

34 a 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.

b The balance due to / from parties are subject to confirmation.

c No personal expenses have been debited to Profit and Loss Account except those payable under contractual obligation or normal business practices.

35 "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."

36 Disclosure in Accordance with Section 22 of Micro, Small And Medium Enterprises Development Act, 2006

According to information available with the Management and relied upon by the auditors, on the basis of intimation received from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), the Company has amounts due to micro and small enterprises under the said Act as follows

The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of accounting year:

Sr no	Particulars	As at March 31, 2019	As at March 31, 2018	Need to update
1	Principal amount remaining Unpaid	14,34,199	14,34,199	
2	Interest accrues, due and remained unpaid thereon	-	-	
3	Payment made to suppliers (Other than interest) beyond the appointed day during the year	-	2,00,459	12,33,740
4	Interest paid to suppliers under MSMED Act (other than Section 16)	-	-	
5	Interest paid to suppliers under MSMED Act (Section 16)	-	-	
6	Interest due and payable towards suppliers under MSMED Act for payments already made	-	-	
7	interest accrued and remaining unpaid at the end of the year to suppliers under the MSMED Act not provided in the books of accounts	15,84,827	12,83,646	

37 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.

38 Employee benefits

(i) Defined contribution plans:

Particulars	As at March 31, 2019	As at March 31, 2018
The company has recognised the following amounts in the Statement of Profit and Loss for the period		
Contribution to Employees' Provident and other Funds	9,01,827	6,12,987
Total	9,01,827	6,12,987

(ii) Defined benefits plans:

(A) Gratuity

(i) Non-Funded status of the plan

Particulars	As at March 31, 2019	As at March 31, 2018
Present value of unfunded obligations	42,37,996	54,92,001
Present value of funded obligations	-	-
Fair value of plan assets	-	-
Net Liability (Asset)	42,37,996	54,92,001

(ii) Profit and loss account for current period

Particulars	As at March 31, 2019	As at March 31, 2018
Service cost:		
Current service cost	6,28,620	1,90,443
Past service cost and loss/(gain) on curtailments and settlement	-	4,73,740
Net interest cost	4,06,957	2,38,213
Total included in 'Employee Benefit Expense'	10,35,577	9,02,396
Other Comprehensive Income for the current period		
Components of actuarial gains/losses on obligations		
Due to Change in financial assumptions	76,732	(3,10,750)
Due to change in demographic assumption		
Due to experience adjustments	(23,66,314)	13,39,621
Return on plan assets excluding amounts included in interest income		
Amounts recognized in Other Comprehensive Income	(22,89,582)	10,28,871

(iii) Reconciliation of defined benefit obligation

Particulars	As at March 31, 2019	As at March 31, 2018
Opening Defined Benefit Obligation	54,92,001	35,60,734
Transfer in/(out) obligation	-	-
Current service cost	6,28,620	1,90,443
Interest cost	4,06,957	2,38,213
Actuarial loss/(gain) due to change in financial assumptions	76,732	(3,10,750)
Actuarial loss/(gain) due to change in demographic assumption	-	-
Actuarial loss/ (gain) due to experience	(23,66,314)	13,39,621
Past service cost	-	4,73,740
Loss (gain) on curtailments	-	-
Liabilities extinguished on settlements	-	-
Liabilities assumed in an amalgamation in the nature of purchase	-	-
Exchange differences on foreign plans	-	-
Benefits paid	-	-
Closing Defined Benefit Obligation	42,37,996	54,92,001

(iv) Reconciliation of plan assets

Particulars	As at March 31, 2019	As at March 31, 2018
Opening value of plan assets	-	-
Transfer in/(out) plan assets	-	-
Expenses deducted from the fund	-	-
Interest Income	-	-
Return on plan assets excluding amounts included in interest income	-	-
Assets distributed on settlements	-	-
Contributions by employer	-	-
Assets acquired in an amalgamation in the nature of purchase	-	-
Exchange differences on foreign plans	-	-
Benefits paid	-	-
Closing value of plan assets	-	-

(v) Reconciliation of net defined benefit liability

Particulars	As at March 31, 2019	As at March 31, 2018
Net opening provision in books of accounts	54,92,001	35,60,734
Transfer in/(out) obligation	-	-
Transfer (in)/out plan assets	-	-
Employee Benefit Expense as per Annexure 2	10,35,577	9,02,396
Amounts recognized in Other Comprehensive Income	(22,89,528)	10,28,871
Benefits paid by the Company	-	-
Contributions to plan assets	-	-
Closing provision in books of accounts	42,37,996	54,92,001

(vii) Bifurcation of liability as per schedule III

Particulars	As at March 31, 2019	As at March 31, 2018
Current Liability*	2,96,828	3,54,239
Non-Current Liability	39,41,168	51,37,762
Net Liability	42,37,996	54,92,001

* The current liability is calculated as expected contributions for the next 12 months or the net liability whichever is lower.

(viii) Principle actuarial assumptions

Particulars	As at March 31, 2019	As at March 31, 2018
Discount Rate	7.19%	7.41%
Salary Growth Rate	10.00%	10.00%

Sensitivity to key assumptions

Particulars	As at March 31, 2019		As at March 31, 2018	
	DBO	Change in DBO (%)	DBO	Change in DBO (%)
Discount rate varied by 1%				
+ 1%	39,05,772	(0.08)	5103952	(0.07)
- 1%	46,15,597	0.09	5931487	0.08
Salary growth rate varied by 1%				
+ 1%	45,96,490	0.08	5900521	0.07
- 1%	39,15,880	(0.08)	5115195	(0.07)

(x) Profit and loss account for subsequent period

Particulars	As at March 31, 2019	As at March 31, 2018
Service cost	6,28,620	1,90,443
Net interest cost	4,06,957	2,38,213
Total included in 'Employee Benefit Expense'	10,35,577	4,28,656

(xi) Expected benefit payments

Particulars	As at March 31, 2019	As at March 31, 2018
		Cash flows(Rs)
2018		3,54,239
2019	2,96,828	3,77,295
2020	2,64,194	12,14,648
2021	1,28,423	2,38,420
2022	2,98,684	4,18,209
2023 - 2028	23,03,088	19,53,613

The future accrual is not considered in arriving at the above cash-flows.

39 The Company operates only in one segment i.e. manufacturing of Calcium Carbonate and hence there are no reportable segments as defined in Indian Accounting Standard (IND AS -108) on "Segment Reporting".

40 Financial assets and liabilities

Particulars	As at March 31, 2019	As at March 31, 2018
Categories of financial assets		
Carrying values of financial assets measured at amortised cost		
Advances and Deposits - Non Current (Note 5)	50,80,300	45,94,962
Other financial assets - Current (Note 9)	26,38,584	20,62,227
Advances and Deposits - Current (Note 5)	54,94,975	54,28,275
Trade receivables - Current (Note 7)	7,55,74,499	17,94,28,349
Cash and Cash Equivalents (Note 8)	98,95,379	69,07,237
	9,86,83,737	19,84,21,050
Measured at FVTPL		
Investments - Non Current (Note 4)	11,17,722	8,95,924
	11,17,722	8,95,924
Total carrying values of financial assets	9,98,01,459	19,93,16,974
Total fair values of financial assets	9,98,01,459	19,93,16,974
Categories of financial liabilities		
Carrying value of financial liabilities measured at amortised cost		
Borrowings - Non Current (Note 13)	2,55,89,815	30,25,458
Other financial liabilities - Current (Note 18)	42,92,225	2,61,53,186
Trade payables - Current (Note 16)	-	-
Total carrying values of financial liabilities	2,98,82,040	2,91,78,644
Total fair values of financial liabilities	2,98,82,040	2,91,78,644

41 Financial Risk Management**Financial risk factors**

The Company's principal financial liabilities, comprises of borrowings, trade and other payables and other financial liabilities. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include trade and other receivables, cash and cash equivalent, investments and short-term deposits that derive directly from its operations. The Company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk. The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

The Company's senior management oversees the management of these risks. Company's financial risk activities are governed by appropriate policies and procedures laid out by the senior management and financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. The Company is exposed to foreign exchange risk through its transactions in various foreign currencies. For the Company, the market risk is the possibility of changes in foreign currency exchange rates and commodity prices which may affect the value of the Company's financial assets, liabilities or expected future cash flows as the rupee appreciates / depreciates against these foreign currencies.

a. Commodity Risk

The principal raw materials for the Company products are lime stone, calcite powder, stearic acid, etc which are purchased by the Company from the approved list of suppliers. Most of the input materials are procured from domestic vendors. Raw material procurement is subject to price negotiation.

In order to mitigate the risk associated with raw material, the Company manages its procurement through grading, sourcing of raw material and constant pricing negotiation with vendors. It renegotiates the prices with its customers in case there is more than normal deviation in the prices of its major raw materials.

b. Foreign currency risk

Foreign exchange risk arises from future commercial transactions and recognized assets and liabilities denominated in a currency that is not a company's functional currency. Generally, Company makes advance payment to foreign vendors and in some cases payment is made as per credit terms with vendor. Hence, impact of the rate fluctuation is accounted in profit and loss.

Credit risk analysis

Credit risk is the risk that a counter party will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk arising from cash and cash equivalents, deposits with banks, trade receivables, investments and other financial assets. Credit risk has been managed by the company by establishing credit limits and creditworthiness of customers to which the company grants credit terms in the normal course of business. For banks and financial institutions, only high rated banks/ institutions are accepted.

Customer credit risk is managed by each customer group subject to the Company's established policy, procedures and control relating to customer credit risk management. Trade Receivable has been managed by the Company by establishing credit limits and creditworthiness of customers to which the Company grants credit terms in the normal course of business.

Provision on Trade receivable is calculated as per expected credit loss method (ECL) as per IND AS. ECL is calculated on the basis of average bad debts on turnover of 3 years i.e from 2016-17 to 2018-19. Such average % is moderated to align with current and future business, customers and risk profile. The provision determined as per policy is less than provision existing under IGAAP. As there is adequate provision pre-existing in the books, it is not required to make any additional provision for the year. Further, it is also proposed to continue the same till the provision under IND AS exceeds the pre-existing provision in the books.

Classes of financial assets – carrying amounts:

Particulars	As at March 31, 2019	As at March 31, 2018
Investments - Non Current (Note 4)	11,17,722	8,95,924
Advances and Deposits - Non Current (Note 5)	50,80,300	45,94,962
Other financial assets - Current (Note 9)	26,38,584	20,62,227
Advances and Deposits - Current (Note 5)	54,94,975	54,28,275
Trade receivables - Current (Note 7)	7,55,74,499	17,94,28,349
Cash and Cash Equivalents (Note 8)	98,95,379	69,07,237
Total	9,98,01,459	19,93,16,974

The trade receivables at reporting date analysed by the length of time past due, are:

Particulars	As at March 31, 2019	As at March 31, 2018
Upto 6 months (Note 7)	5,66,05,225	11,39,44,052
More than 6 months (Note 7)	46,95,967	5,14,63,289
Total	6,13,01,192	16,54,07,342

Liquidity risk analysis

Risk assessment

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. The Company has assets which are expected to be realised within 12 months Rs. 141,365,280 as on March 2019 (as on March 2018 is Rs.241,594,441). The Company has liabilities which are expected to mature within 12 months Rs. 299,992,182 as on March 2019 (as on March 2018 is Rs.477,723,988). Hence Company had a working capital of Rs. (158,626,902) as on March 2019 (as on March 2018 is Rs.(236,129,547).

Risk Management

Whenever working capital is required Company's Executive Directors provides funding to the Company.

42 Fair value hierarchy

Level 1 - Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments, traded bonds and mutual funds that have quoted price. The fair value of all equity instruments (including bonds) which are traded in the stock exchanges is valued using the closing price as at the reporting period.

Level 2 – The fair value of financial instruments that are not traded in active market (for example, counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3 - If one or more of the significant Inputs is not based on observable market data (unobservable inputs), the instrument is included in level 3. This is case of the unlisted equity instruments included in level 3

Financial assets and liabilities measured at fair value-recurring fair value measurements

Particulars	Fair value measurement using		
	Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs
	(Level 1)	(Level 2)	(Level 3)
Financial assets			
Financial instrument at FVTPL as at March 31, 2019			
Quoted equity investment	11,10,222		7,500
Financial instrument at FVTPL as at March 31, 2018	7,500		7,500

Quoted equity investment

Financial assets and liabilities measured at amortised cost for which fair values are disclosed

Particulars	Fair value measurement using		
	Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs
	(Level 1)	(Level 2)	(Level 3)
Financial liabilities			
Borrowings - As at March 31, 2019	-	-	15,23,07,765
Financial Assets			
Deposit- As at March 31, 2019	-	-	54,94,975
Financial liabilities			
Borrowings - As at March 31, 2018	-	-	25,27,22,201
Financial Assets			
Deposit- As at March 31, 2018	-	-	54,28,275

There have been no transfers between Level 1 and Level 2 during the period.

Valuation technique used to determine fair value

The fair valuation of Borrowings is determined using the effective interest rate (net Cash inflow and outflow)

43 Capital management policies

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the company. The primary objective of the Company's capital management is to maximise the shareholder value and maintain an optimal capital structure to reduce the cost of capital.

The Company monitors capital on the basis of the gearing ratio; Net debt (total borrowing net of cash and cash equivalents)/Total equity

The gearing ratio at the end of the periods was as follows:-

Particulars	As at March 31, 2019	As at March 31, 2018
Debt	15,23,07,765	25,27,22,201
Less: Cash and cash equivalents (-)	98,95,379	69,07,237
Net Debt	14,24,12,386	24,58,14,964
Total equity	(10,32,86,111)	(16,21,39,489)
Capital gearing ratio	(1)	(2)

The Company has negative net worth, management is trying to overcome from the same based on the future business plan.

44 Revenue from operations

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.

Revenue is recognized upon transfer of control of promised products to customers in an amount that reflects the consideration we expect to receive in exchange for those products or services.

The Company presents revenues net of indirect taxes in its statement of Profit and loss.

Disaggregate revenue information based on geographical segment

The table below presents disaggregated revenues from customers for the year ended 31st March 2019 based on products.

Particulars	Amount (In Rs)
- Domestic Sales	43,11,49,594
- Export Goods	32,54,745
Total	43,44,04,339

Trade receivables and Contract Balances

The Company classifies the right to consideration in exchange for deliverables as receivables. Trade receivables are presented net of impairment in the Balance Sheet.

45 Significant accounting judgements, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions as described below that affect the reported amounts and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Assumptions

The cost of the defined benefit plans and the present value of the defined benefit obligations are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. For further details refer to note 35.

Estimates

The estimates used by the company to present the amount in accordance with Ind AS reflect conditions as at the transition date and as of March 31, 2019.

46 Previous year's figures have been regrouped and restated wherever necessary to make their classification comparable with that of the current year. Figures of March 31, 2019 is approved by Board of Directors as on 30 May 2019 and same is not approve by shareholders.

The accompanying notes are an integral part of these financial statement.

As Per Our Attached Report of Even Date

For N. S. Shetty & Co
Chartered Accountants
Firm Reg No : 110101W

N. S. Shetty
Partner
Membership No : 035083

Place : Mumbai
Date : 30/05/2019

For and on behalf of the Board of Directors

A.H.Dawoodani
Managing Director
DIN 00934276

S.A.Dawoodani
Director
DIN 02324234

Suresh John
Chairman
DIN 00079852

Firoj Ladhani
Chief Financial Officer

Place : Navi Mumbai
Date : 30/05/2019

Mansi N. Chitalia
Company Secretary

Route Map to the AGM Venue



K Star Hotel, Rajiv Gandhi Road, Sector-11, Rajiv Gandhi Road,
C.B.D. Belapur (East), Navi Mumbai - 400 614

LIME CHEMICALS LIMITED

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

(CIN L24100MH1970PLC014842)

Email: info@limechem.com; Website: www.limechem.com; Phone: 022-27561976

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)..... E-mail Id:.....

Registered address:..... Folio/Client Id:.....

..... DP ID:.....

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

- 1)ofhaving e-mail id.....or failing him
- 2)ofhaving e-mail id.....or failing him
- 3).....ofhaving 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 49th Annual General Meeting of the Company, to be held on 30th September 2019 at 10.30 am at K Star Hotel, 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:

S.No.	Resolutions
Ordinary Resolutions	
1	Adoption of Audited Financial Statements for the year ended 31st March 2019.
2	Re-appointment of Dr. Akbar Virani, who retires by rotation.
3	Re-appointment of Mrs. Shahnaz A. Dawoodani, who retires by rotation.
4	Appointment of M/s. N.S. Shetty & Co., Chartered Accountants, as Auditors of the Company.
Special Business- Ordinary Resolution	
5	Ratification of remuneration to Cost Auditor
6	Re-appointment of Mr. Ahmed H. Dawoodani as Managing Director
7	To approve Related Party Transactions

Signed this _____ day of _____ 2019

Signature of Shareholder _____ Signature of Proxy holder _____

Re. 1/- Revenue Stamp

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)

Email: info@limechem.com; Website: www.limechem.com; Phone: 022-27561976

ATTENDANCE SLIP

49th Annual General Meeting on Monday, 30th September 2019

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 49th Annual General Meeting of the Company held K Star Hotel, Rajiv Gandhi Road, Sector-11, CBD Belapur, Navi Mumbai 400 614 at 10.30 am. on Monday, 30th September 2019.

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.

THROUGH SPEED POST / COURIER

If undelivered please return to :

LIME CHEMICALS LIMITED

404/405, Neco Chambers, 4th Floor

Plot No.48, Sector-11

Rajiv Gandhi Road,

C.B.D. Belapur (East),Navi Mumbai – 400 614