



## Annual Report 2016 - 17

### BOARD OF DIRECTORS

**Chairman** : SAJIV K. MENON

**Directors** : K. L. KUMAR  
: VIJAYAN MENON  
: M. T. BINIL KUMAR  
: B. SHAJI MOHAN  
: P. SAHASRANAMAN

**Managing Director** : N. TSUJI

**Secretary** : G. Rajesh Kurup

**Auditors** : Varma & Varma  
Ernakulam

**Bankers** : State Bank of India  
Commercial Branch  
Ernakulam  
: State Bank of India  
Station Road, Bharuch

**Registered Office** : 54/1446, Panampilly Nagar,  
Kochi - 682 036

**Factory** : Plot No. 832,  
GIDC Industrial Estate  
Jhagadia 393 110,  
Dist. Bharuch, Gujarat, India

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### HOLDING COMPANY

**NITTA GELATIN INDIA LTD.** : P.B.No. 4262, 54/1446, Panampilly Nagar P.O., Kochi - 682 036

## DIRECTORS' REPORT

To  
The Shareholders,

Your Directors have pleasure in presenting their Seventh Annual report and the Audited Accounts of the Company for the year ended 31st March 2017.

### FINANCIAL HIGHLIGHTS.

Rs. In Lakhs

	2016-17	2015-16
Sales / revenue from operations	3292.84	650.20
Other income	51.82	29.21
Profit /(Loss) before interest and depreciation	(282.12)	(481.02)
Less: Interest	239.57	203.57
Profit/(Loss) before depreciation	(521.69)	(684.59)
Less : Depreciation	257.35	256.58
Net Profit/(Loss) carried to Balance Sheet	(779.04)	(941.17)

### REVIEW OF OPERATIONS

The Company ceased to manufacture on job work basis for Nitta Gelatin India Limited, with effect from 01.04.2016. Thus, it started manufacturing and selling on its own Limed Ossein, Ossein, Dicalcium Phosphate and 8% Dicalcium Phosphate during the previous year. The gross revenue from operations of your Company during the year under review was Rs. 3292.84 lakhs as against Rs. 650.20 lakhs on account of the business model of the Company as above. The Company incurred a loss of Rs 779.04 Lakhs as against a loss of Rs. 941.17 Lakhs in the previous year. The main reason for loss is the lower utilization of capacity for want of permission effluent from the Pollution Control Authorities for discharge of treated effluent.

There has been further delay in the commissioning of the marine pipeline for discharge of the treated effluent into the sea. In view of this, the Pollution Control Authorities have placed restrictions on the discharge of treated effluent generated from the production process on account of which the plant could be operated only at a lower level during the year under review. During the year, the commissioning and pressure testing of the marine pipeline were completed and the Gujarat State Pollution Control Board has issued Provisional Consent Order to M/s. Narmada Clean Tech., the agency responsible for handling pipeline operations. Subsequently, your Company has

applied to GPCB for amending the “Consolidated Consent and Authorisation” in January, 2017 and is awaiting such consent as on the date of this report. It is expected that this amendment will be issued very soon.

### DIRECTORS

1. Kerala State Industrial Development Corporation Ltd. (KSIDC) vide their letter dated 27.09.2016 nominated their Asst. General Manager, Mr. M. T. Binil Kumar (DIN 03161942) as Director, replacing Mr. M. R. Karmachandran Nair who continued as Director from the beginning. Besides, Mr. K. Muraleedharan Nair, ceased to act as Director of the Company consequent on his retirement as Advisor (Finance) from the service of the holding company Nitta Gelatin India Ltd, on 30.11.2016. The Board of Directors, at the meeting dated 03.11.2016, appointed Mr. P. Sahasranaman CFO, NGIL as an Additional Director of the Company to replace Mr. K. Muraleedharan Nair.
2. Mr. Noriyuki Tsuji, who acted as Whole-time Director of the Company was appointed as Managing Director of the Company with effect from 01.01.2017, consequent on retirement of Mr. T. P. Philip from service of the Company at the end of his tenure.
3. Your Directors place on record their sincere appreciation for the significant contribution

made by Mr. M. R. Karmachandran Nair, Mr. K. Muraleedharan Nair and Mr. T. P. Philip, on the Board of Directors of the Company.

4. Under the provisions of the Articles of Association of the Company and as per the provisions of Section 152(6) of the Companies Act, 2013, 1/3rd of the total number of Directors who are liable to retire by rotation, are to retire at each Annual General Meeting. Accordingly, it is proposed that Mr. Sajiv K. Menon and Mr. P. Sahasranaman, Directors, may retire at the 8th Annual General Meeting, and being eligible for re-appointment, offer themselves for re-appointment.

#### **AUDIT COMMITTEE**

The Company has a qualified and independent Audit Committee of the Board confirming to the requirement of Section 177 of the Companies Act, 2013. The Committee consists of three non-executive directors namely Mr. Vijayan Menon, Mr. K. L. Kumar & Mr. M. R. Karmachandran who later on got replaced by Mr. M. T. Binil Kumar. The terms of reference of the Audit Committee sufficiently covers the requirements of Section 177 of the Companies Act, 2013 and include the overseeing of financial reporting process and development of financial information, ensuring the correctness of financial statements, reviewing with management, Internal and Statutory Auditors on the adequacy of Internal Control System, reviewing the Company's financial and risk management policies and reviewing the related party transactions.

#### **NOMINATION AND REMUNERATION COMMITTEE**

In compliance with Section 178 of the Companies Act, 2013, the Nomination and Remuneration Committee consisted of two non-executive directors namely Mr. K. L. Kumar & Mr. Vijayan Menon on exit of Mr. M. R. Karmachandran Nair as Director of the Company.

The terms of reference of the Committee inter alia, include the following:

- Succession planning of the Board of Directors and Senior Management Employees;
- Identifying and selection of candidates for appointment as Directors / Independent Directors based on certain laid down criteria;
- Identifying potential individuals for appointment as Key Managerial Personnel and to other Senior Management positions;

- Formulate and review from time to time the policy for selection and appointment of Directors, Key Managerial Personnel and senior management employees and their remuneration, review the performance of the Board of Directors and Senior Management Employees based on certain criteria as approved by the Board.

#### **MEETINGS OF BOARD OF DIRECTORS**

During the year four Board Meetings, four Audit Committee Meetings and one Nomination and Remuneration Committee Meeting were convened and held. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

#### **RELATED PARTY TRANSACTIONS**

Details of Related Party Transactions during 01.04.2016 to 31.03.2017 are furnished as **Annexure II** in Form AOC-2

#### **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF COMPANIES ACT, 2013**

Loan - NIL

Guarantee - NIL

Investment - 4,14,000 Equity Shares of Rs. 10/- each in M/s. Narmada Clean Tech Limited (previous year - 3,54,000 equity shares of Rs. 10/- each)

#### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO.**

The information as required under Section 134 of the Companies Act, 2013 read with Rule 8 (3) (A) of the Companies (Accounts) Rules, 2014 is annexed.

#### **PARTICULARS OF EMPLOYEES**

No Employees of the Company are in receipt of remuneration in excess of limits specified under Sub clause 2, Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel), Rules, 2014.

#### **INDUSTRIAL RELATIONS**

The industrial relations remained cordial throughout the year.

#### **DIRECTORS RESPONSIBILITY STATEMENT**

As per the provisions of Section 134(5) of the Companies Act, 2013 your Directors confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) the directors have 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 loss of the company for that period;
- (c) the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and
- (e) the directors had devised proper systems to ensure compliance with the provisions of all the applicable laws and that such systems were adequate and operating effectively

## AUDITORS

At the Annual General Meeting held on 08.07.2014, M/s. Varma & Varma, Chartered Accountants, Ernakulam were appointed by the shareholders to hold office for a term of five years till conclusion of the Annual General Meeting relating to the FY 2019-20, subject to ratification by the shareholders thereafter at every Annual General Meeting. Accordingly, a resolution is being proposed for ratification of their appointment by the shareholders at the forthcoming Annual General Meeting.

## ACKNOWLEDGEMENT

Your Directors place on record their gratitude to the Government of Gujarat, Nitta Gelatin India Limited, the holding Company, Nitta Gelatin Inc., Japan, Kerala State Industrial Development Corporation Ltd. and the Company's Bankers for their co-operation and support. They also wish to acknowledge the valuable contribution of the employees of the Company at all levels.

For and on behalf of the Board,

Kochi  
08.05.2017

Sajiv K. Menon  
Chairman

## ANNEXURE I

FORM NO. MGT.9

### EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31.03.2017

**[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]**

#### I. REGISTRATION AND OTHER DETAILS:

(i)	CIN	U24295KL2009PLC024529
(ii)	Registration Date	30.07.2009
(iii)	Name of the Company	Reva Proteins Limited
(iv)	Category/Sub Category of the Company	Public Company Limited by shares
(v)	Address of the Registered office and contact details	54/1446, Panampilly Nagar P.O., Kochi-682 036 0484 2317805,3099444
(vi)	Whether listed company Yes/No	No
(vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	Not Applicable

#### II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sl. No.	Name and Description of main products/ services	NIC Code of the Product/ service*	% to total turnover of the company
1	Manufacturing Ossein	20119	

\* As per National Industrial Classification Code 2008

#### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

Sl. NO	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
1	Nitta Gelatin India Limited	L24299KL1975PLC002691	HOLDING	74.55%	Section 2(46)

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

##### i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 1st April, 2016]				No. of Shares held at the end of the year [As on 31st March, 2017]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/ HUF	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Central Govt	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) State Govt(s)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
d) Bodies Corp.	Nil	14060520	14060520	74.55	Nil	14060520	14060520	74.55	Nil

e) Banks / FI	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
f) Any other	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
<b>Sub-total (A) (1)</b>	<b>Nil</b>	<b>14060520</b>	<b>14060520</b>	<b>74.55</b>	<b>Nil</b>	<b>14060520</b>	<b>14060520</b>	<b>74.55</b>	<b>Nil</b>
<b>(2) Foreign</b>									
a) NRI(s) Individuals	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Other-Individuals	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Bodies Corporate	Nil	4800000	4800000	25.45	Nil	4800000	4800000	25.45	Nil
d) Banks/FI's	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
e) Any other	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
<b>Sub-total (A) (2)</b>	<b>Nil</b>	<b>4800000</b>	<b>4800000</b>	<b>25.45</b>	<b>Nil</b>	<b>4800000</b>	<b>4800000</b>	<b>25.45</b>	<b>Nil</b>
<b>Total Shareholding of Promoters (A) = (A)(1)+(A)(2)</b>	<b>Nil</b>	<b>18860520</b>	<b>18860520</b>	<b>100</b>	<b>Nil</b>	<b>18860520</b>	<b>18860520</b>	<b>100</b>	<b>Nil</b>
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Banks / FI	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Central Govt	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
d) State Govt(s)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
e) Venture Capital Funds	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
f) Insurance Companies	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
g) FIIs	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
h) Foreign Venture Capital Funds	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
i) Others (specify)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
<b>Sub-total (B)(1):-</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
<b>2. Non-Institutions</b>									
<b>a) Bodies Corp.</b>									
i) Indian	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
ii) Overseas	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
<b>b) Individuals</b>	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
<b>c) Others (specify)</b>	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Non Resident Indians	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Overseas Corporate Bodies	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Foreign Nationals	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

Clearing Members	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Trusts	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Foreign Bodies - D R	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
<b>Sub-total (B)(2):-</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
<b>Total Public Shareholding (B)=(B)(1)+ (B)(2)</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
<b>Grand Total (A+B+C)</b>	<b>Nil</b>	<b>18860520</b>	<b>18860520</b>	<b>100</b>	<b>Nil</b>	<b>18860520</b>	<b>18860520</b>	<b>100</b>	<b>Nil</b>

## ii) Shareholding of Promoter-

Sl. No	Shareholder's Name	Shareholding at the beginning of the year (As on 1st April, 2016)			Share holding at the end of the year (As on 31st March, 2017)			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Nitta Gelatin India Limited	14060520	74.55	Nil	14060520	74.55	Nil	Nil
2	Nitta Gelatin Inc.	4800000	25.45	Nil	4800000	25.45	Nil	Nil

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

Sl. No		Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Nitta Gelatin India Limited				
a)	At the beginning of the year	14060520	74.55		
b)	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	NO CHANGE		14060520	74.55
c)	At the end of the year			14060520	74.55
2.	Nitta Gelatin Inc.				
a)	At the beginning of the year	4800000	25.45		
b)	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	NO CHANGE		4800000	25.45
c)	At the end of the year			4800000	25.45

## iv) Shareholding Pattern of top ten Shareholders: NOT APPLICABLE (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	NOT APPLICABLE			
	At the end of the year				

**v) Shareholding of Directors and Key Managerial Personnel:**

Sl. No	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Sajiv K. Menon				
a)	At the beginning of the year	1	0%		
b)	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NO CHANGE	-	1	0%
c)	At the end of the year	-	-	1	0%
2	Ramakrishnapillai Karmachandran Mudiyl*				
a)	At the beginning of the year	-	-		
b)	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NO CHANGE	-	-	-
c)	At the end of the year	-	-		
3	Krishnapanicker Muraleedharan Nair**				
a)	At the beginning of the year	1	0%		
b)	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	NO CHANGE	-	1	0%
c)	At the end of the year	-	-	1	0%
4	Binilkumar Mattappillil Thankappan ***				
a)	At the beginning of the year	-	-		
b)	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NO CHANGE	-	-	-
c)	At the end of the year	-	-		
5	Bhargaviamma Shajimohan				
a)	At the beginning of the year	1	0%		
b)	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NO CHANGE	-	1	0%
c)	At the end of the year	-	-	1	0%
6	Philip Thundathil Philip #				
a)	At the beginning of the year	-	-	-	-
b)	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NO CHANGE	-	-	-
c)	At the end of the year	-	-	-	-
7	Kumarapanicker Lalitha Kumar				
a)	At the beginning of the year	-	-	-	-
b)	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NO CHANGE	-	-	-
c)	At the end of the year	-	-	-	-



8	VijayanMenon				
a)	At the beginning of the year	-	-	-	-
b)	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NO CHANGE	-	-	-
c)	At the end of the year	-	-	-	-
9	Noriyuki Tsuji				
a)	At the beginning of the year	-	-	-	-
b)	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NO CHANGE	-	-	-
c)	At the end of the year	-	-	-	-
10	Gopalakrishnan Rajesh Kurup ##				
a)	At the beginning of the year	-	-	-	-
b)	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NO CHANGE	-	-	-
c)	At the end of the year	-	-	-	-
11	Sahasranaman Parameswaran%				
a)	At the beginning of the year	-	-	-	-
b)	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NO CHANGE	-	-	-
c)	At the end of the year	-	-	-	-
12	Aby Eapen@				
a)	At the beginning of the year	-	-	-	-
b)	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NO CHANGE	-	-	-
c)	At the end of the year	-	-	-	-
13	Hiralkumar Arvindbhai Patel@@				
a)	At the beginning of the year	-	-	-	-
b)	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NO CHANGE	-	-	-
c)	At the end of the year	-	-	-	-

\*Ceased w.e.f 27.09.16

\*\*Ceased w.e.f 30.11.16

\*\*\*Appointed w.e.f 27.09.16

#ceased w.e.f 01.01.17

## appointed w.e.f 04.02.17

%appointed w.e.f 30.11.16

@ceased w.e.f 02.09.16

@@appointed w.e.f 04.02.17

**V) INDEBTEDNESS -Indebtedness of the Company including interest outstanding/accrued but not due for payment**  
(In Rs.)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>	11,87,50,000	-	-	11,87,50,000
i) Principal Amount	-			-
ii) Interest due but not paid	-			-
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>				
<b>Change in Indebtedness during the financial year</b>	3,18,81,271			3,18,81,271
* Addition				
* Reduction				
<b>Net Change</b>				
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	15,06,31,271			15,06,31,271
ii) Interest due but not paid	14,02,010			14,02,010
iii) Interest accrued but not due	3,24,234			3,24,234
<b>Total (i+ii+iii)</b>	15,23,57,515			15,23,57,515

**VI) REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

## A. Remuneration to Managing Director and Whole - time Director :

(In Rs.)

Sl. No..	Particulars of Remuneration	Name of MD -Shri Philip Thundathil Philip*	Name of MD -Shri Noriyuki Tsuji**	Name of WTD- Shri Noriyuki Tsuji***	Total Amount
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	14,27,500	1204803	401601	3033904
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	38,452	-	-	38,452
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission - as % of profit - others, specify...				
5	Others, please specify				
	<b>Total (A)</b>	<b>14,65,952</b>	<b>12,04,803</b>	<b>40,1,601</b>	<b>30,723,56</b>
	Ceiling as per the Act				

\*Ceased to be MD w.e.f 01.01.2017

\*\*Appointed as MD w.e.f 01.01.2017

\*\*\*Ceased to be WTD w.e.f 01.01.2017

## B. Remuneration to other directors

(In Rs.)

Sl. No.	Particulars of Remuneration	Name of Directors						Total Amount
1	Independent Directors	Kumarapanicker Lalitha Kumar	Vijayan Menon					
	Fee for attending board committee meetings	31,000	41,000					72,000
	Commission	-	-	-	-	-	-	
	Others, please specify	-	-	-	-	-	-	
	<b>Total (1)</b>							72,000
2	Other Non-Executive Directors	Sajiv K. Menon	Bhargaviamma Shaji Mohan	K. Muraleedharan Nair	Ramakrishna Pillai Karmachandran Mudiylil	Binilkumar Mattathil Thankappan	Sahasranaman Parameswaran	Total Amount
	Fee for attending board committee meetings	-	-	-	16,000	10,000		26000
	Commission	-	-	-	-	-	-	-
	Others, please specify	-	-	-	-	-	-	
	<b>Total (2)</b>	-	-	-	-	-	-	26000
	<b>Total (B)=(1+2)</b>							<b>98,000</b>
	<b>Total Managerial Remuneration (A+B)</b>							3,170,356
	<b>Overall Ceiling as per the Act</b>							60,00,000

\* including sitting fee

## C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTd

Sl. No.	Particulars of Remuneration	Key Managerial Personnel other than MD/Manager/WTd				Total
		CS (Aby Eapen)	CFO (Nindasthalath Venkiteswaran Asokan)	Company Secretary (G.Rajesh Kurup)	CFO (Hiralal Arvindbhai Patel)	
1	Gross salary					
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	3,17,360	8,09,726	-	66,600	11,93,686
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-			-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-		
2	Stock Option	-	-	-		
3	Sweat Equity	-	-	-		
4	Commission	-	-	-		
	- as % of profit	-	-	-		
	- others, specify	-	-	-		
5	Others, please specify	-	-	-		
	<b>Total</b>	<b>3,17,360</b>	<b>8,09,726</b>	<b>-</b>	<b>66,600</b>	<b>11,93,686</b>

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty		NONE			
Punishment		NONE			
Compounding		NONE			
<b>B. DIRECTORS</b>					
Penalty		NONE			
Punishment		NONE			
Compounding		NONE			
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty		NONE			
Punishment		NONE			
Compounding		NONE			

For and on behalf of the Board of Directors

Kochi  
08.05.2017Sajiv K. Menon  
Chairman

## Annexure II Form No. AOC-2

**(Pursuant to clause (h) of sub-section (3) of section 134 of the Act  
and Rule 8(2) of the Companies (Accounts) Rules, 2014)**

**Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto**

### **1. Details of contracts or arrangements or transactions not at arm's length basis : NIL**

- (a) Name(s) of the related party and nature of relationship :
- (b) Nature of contracts/arrangements/transactions :
- (c) Duration of the contracts / arrangements/transactions :
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any :
- (e) Justification for entering into such contracts or arrangements or transactions :
- (f) date(s) of approval by the Board:
- (g) Amount paid as advances, if any:
- (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188

### **2. Details of material contracts or arrangement or transactions at arm's length basis**

- (a) Name(s) of the related party and nature of relationship : Nitta Gelatin India Ltd., Holding company
- (b) Nature of contracts/arrangements/transactions : Processing of raw materials on job work basis / sale of products / payment of support service charges and guarantee commission.
- (c) Duration of the contracts / arrangements/transactions : 01.04.2016 to 31.03.2017
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any:
  - (i) Processing charges – Rs. 18,89,822/- (Cost + 10% subject to maximum of Market Price)
  - (ii)
    - a. Sale of goods to Nitta Gelatin India Limited – Rs. 14,64,47,048/-
    - b. Sale of goods to Nitta Gelatin Inc. – Rs. 14,00,51,168/-
    - c. Purchase of goods – Nitta Gelatin India Limited – Rs. 1,93,47,765/-
    - d. Support service charges paid – Rs. 13,53,600/-
    - e. Guarantee Commission paid – Rs. 3,13,499/-
    - f. Interest on borrowings paid (Nitta Gelatin Inc.) – Rs. 55,17,674/-
    - g. Trade advance received – Rs. 4,23,77,751/-
    - h. Trade advance received outstanding as at 31.03.2017 (Nitta Gelatin India Ltd.) – Rs. 4,23,77,751/-
    - i. Trade advance received outstanding as at 31.03.2017 (Nitta Gelatin Inc.) – Rs. 1,14,03,408/-
- (f) Date(s) of approval by the Board, if any : 27.07.2016, 03.11.2016, 04.02.2017, 08.05.2017
- (g) Amount paid as advances, if any: NIL
- (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188: 07.09.2016.

For and on behalf of the Board,

Kochi  
08.05.2017

Sajiv K. Menon  
Chairman

**ANNEXURE III**

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND  
FOREIGN EXCHANGE EARNINGS AND OUTGO**  
[Section 134(3)(m) of The Companies Act, 2013 read with Rule 8(3) of The  
Companies (Accounts) Rules, 2014]

**A. Conservation of Energy****(a) Energy Conservation Measures Taken**

1. Consciously opted for a VFD Chiller for reduction of energy consumption.
2. Installed a 300 KVR Addl Capacitor for increasing the power factor.

**(b) Proposal for energy saving during the Year 2017 -18**

Exploration of solar energy system

**B (a) Technology Absorption**

The technology for Ossein, Limed Ossein and Dicalcium Phosphate is being updated to be in line with Nitta Gelatin India Standards and efforts are being put in continuously towards technology upgradation.

**(b) Expenditure on R&D**

NIL

**C. Foreign Exchange Earnings and Outgo**

(Rs. Lakhs)

Particulars	Current Year	Previous Year
a. Earnings	Rs. 1400.51	-
b. Out go	Rs. 55.18	23.06

**FORM 'A'**  
**FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO**  
**CONSERVATION OF ENERGY**

	Current year 2016-2017	Previous year 2015-2016
<b>A. Power &amp; Fuel Consumption</b>		
<b>1 Electricity</b>		
(a) Purchased		
Units (KWH in Lacs)	43.54	33.35
Total Amount (Rs. in lacs)	327.62	233.08
Rate/Unit (Rs.)	7.52	6.99
(b) Own generation		
Through Diesel Generator Units (KWH in lacs)	-	-
Unit per litre of diesel oil	-	-
Cost per unit (Rs.)	-	-
<b>2 Coal / Lignite</b>		
Quantity (in MT)	2,400.88	1,680.38
Total cost (Rs. in lacs)	101.14	72.54
Average Rate (Rs./MT)	4,213	4317.00
<b>B Consumption per unit of Production:</b>		
<b>Product - Ossein</b>		
1 Electricity (KWH/MT)	2,103	1,875
2 Coal / Lignite (MT/MT)	1.03	1.02
<b>Product - Di Calcium Phosphate</b>		
1 Coal / Lignite (MT/MT)	0.79	0.90

## INDEPENDENT AUDITOR'S REPORT

To the Members of Reva Proteins Limited, Kochi

### Report on the Financial Statements

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

### Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected

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

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

### Opinion

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

### Emphasis of Matter

We draw attention to Note No. 2.08.02 to the financial statements which states that in view of the business plans of the company, which is expected to bring in positive cash flows in the near future, the management is of the opinion that there is no impairment in the value of the fixed assets of the company at this stage.

Our opinion is not modified in respect of this matter

### Report on Other Legal & Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.



- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv. The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 in Note No. 2.13.2. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management.

For VARMA AND VARMA  
(FRN : 004532S)

(GOPI. K)  
Partner

CHARTERED ACCOUNTANTS  
Membership No. 214435

Place: Kochi-19  
Date: 08-05-2017

**ANNEXURE REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR INDEPENDENT AUDIT REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF REVA PROTEINS LIMITED FOR THE YEAR ENDED 31ST MARCH 2017**

- (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) We are informed that the fixed assets have been physically verified by the management at reasonable intervals and that no material discrepancies were noticed on such verification.
  - (c) According to the information and explanations given to us, the records of the company examined by us and the confirmation from financial lender in respect of title deeds deposited with them, we report that the lease deeds/ title deeds of immovable properties are held in the name of the Company except in respect of 12,486.25 square metres of leasehold land at Jhagadia Industrial Estate, Bharuch District, Gujarat (Gross Book Value of Rs 79,09,260/- and Net Book Value of Rs 73,50,020/-) as stated in Note No 2.08.01 to the financial statements.
2. We are informed that the physical verification of inventory has been conducted at reasonable intervals by the management and that no material discrepancies were noticed on such verification.
  3. According to the information and explanations given to us and the records of the company examined by us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained

under section 189 of the Act. Accordingly, the reporting requirements under clauses (iii) (a) to (c) of paragraph 3 of the Order are not applicable.

4. According to the information and explanations given to us and the records of the company examined by us, the company has complied with the provisions of section 186 of the Act in respect of investments. The company has not granted any loans or given any security or guarantee for which the provisions of sections 185 and 186 of the Act are applicable.
5. The Company has not accepted any deposits from the public during the year and hence, the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provision of the Act and the rules framed thereunder are not applicable.
6. To the best of our knowledge and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148 (1) of the Act for the company at this stage.
7. (a) As per the information and explanations furnished to us and according to our examination of the records of the Company, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employee's State Insurance, Income Tax, Sales Tax, Service tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other statutory dues, as applicable to the Company to the appropriate authorities during the year.  
There are no arrears of undisputed statutory dues outstanding as on the last day of the financial year for a period of more than six months from the date on which they become payable.  
(b) According to the information and explanations given to us and the records of the Company examined by us, there were no disputed amounts of taxes and duties outstanding to be deposited with appropriate authorities as at March 31, 2017.
8. In our opinion and according to the information and explanations given to us and the records of the Company examined by us, the Company has not defaulted in repayment of loans or borrowings to financial institutions or banks. The company

has neither taken any loans or borrowings from government nor has any dues to debenture holders.

9. According to the information and explanations given to us and the records of the Company examined by us, no moneys were raised by way of initial public offer or further public offer (including debt instruments) and the term loans availed by the company have been applied for the purpose for which the loans were obtained.
10. During the course of our examination of the books and records of the company carried out in accordance with generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instances of material fraud by the company or on the company by its officers or employees, noticed or reported during the year, nor have been informed of such case by the Management.
11. As stated in Note No 2.26 to the financial statements, Remuneration to Mr. Noriyuki Tsuji (appointed as Managing Director w.e.f 01.01.2017) aggregating to Rs 6,77,182/-, is subject to approval of the Shareholders under the Companies Act, 2013, which is being sought for at the ensuing Annual General Meeting. According to the information and explanations given to us and the records of the Company examined by us, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 readwith Schedule V to the Act.
12. The company is not a Nidhi Company. Accordingly, the reporting requirements under clause (xii) of paragraph 3 of the Order are not applicable.
13. According to the information and explanations given to us and the records of the Company examined by us, all transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and the details have been disclosed in the Note No 2.25 to the financial statements as required by the applicable accounting standard.
14. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the reporting requirements under clause (xiv) of paragraph 3 of the Order are not applicable.
15. The company has not entered into any non-

cash transactions with directors or persons connected with the directors. Accordingly, the reporting requirement under clause (xv) of paragraph 3 of the Order is not applicable.

16. According to the information and explanations given to us and the records of the Company examined by us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly,

the reporting requirement under clause (xvi) of paragraph 3 of the Order is not applicable.

For VARMA AND VARMA  
(FRN : 004532S)

Place: Kochi -19  
Date: 08-05-2017

(GOPI. K)  
Partner  
CHARTERED ACCOUNTANTS  
Membership No. 214435

## **ANNEXURE A REFERRED TO IN PARAGRAPH 2(f) UNDER THE HEADING “REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS” OF OUR INDEPENDENT AUDIT REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF REVA PROTEINS LIMITED FOR THE YEAR ENDED 31ST MARCH 2017**

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

We have audited the internal financial controls over financial reporting of Reva Proteins Limited (“the Company”) as of March 31, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management’s Responsibility for Internal Financial Controls**

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

#### **Auditor’s Responsibility**

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

financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s 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 Company’s internal financial controls system over financial reporting.

#### **Meaning of Internal Financial Controls Over Financial Reporting**

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

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

### **Opinion**

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

For VARMA AND VARMA  
(FRN : 004532S)

(GOPI. K)  
Partner

Place: Kochi -19

Date: 08-05-2017

CHARTERED ACCOUNTANTS  
Membership No. 214435

## REVA PROTEINS LIMITED

### BALANCE SHEET AS AT 31st MARCH, 2017

Particulars	Note No.	As at 31.03.2017 Rupees	As at 31.03.2016 Rupees
<b>I EQUITY AND LIABILITIES</b>			
<b>1. Shareholders' funds</b>			
a) Share Capital	2.01	313,605,200	313,605,200
b) Reserves and Surplus	2.02	(152,735,085)	(74,830,951)
<b>2. Non-Current Liabilities</b>			
a) Long Term Borrowings	2.03	214,309,898	213,988,615
b) Long Term Provisions	2.04	1,129,449	765,383
<b>3. Current Liabilities</b>			
a) Short-term Borrowings	2.05	24,362,349	-
a) Trade Payables	2.06		
(i) Total outstanding dues of micro enterprises and small enterprises		-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		70,229,173	8,888,018
b) Other Current Liabilities	2.07	84,291,947	21,608,341
<b>TOTAL</b>		<b>555,192,931</b>	<b>484,024,606</b>
<b>II. ASSETS</b>			
<b>1. Non Current Assets</b>			
a) Fixed Assets	2.08		
i. Tangible Assets		355,697,600	359,479,690
ii. Intangible Assets		2,049,972	-
iii. Intangible Assets under Development			1,688,947
iv. Capital Work-in-progress		18,702,856	14,109,090
b) Non Current Investments	2.09	4,140,000	3,540,000
c) Long Term Loans and Advances	2.10	19,355,141	20,901,042
<b>2. Current Assets</b>			
a) Inventories	2.11	101,546,919	3,195,559
b) Trade Receivables	2.12	1,286,493	5,658,376
c) Cash and Cash Equivalents	2.13	49,727,000	74,248,534
d) Short Term Loans and Advances	2.14	1,634,642	737,489
e) Other Current Assets	2.15	1,052,308	465,879
<b>TOTAL</b>		<b>555,192,931</b>	<b>484,024,606</b>

Significant Accounting Policies and Notes on Accounts 1&amp;2

The accompanying notes are an integral part of financial statements

As per our report of even date attached

For and on behalf of the Board of Directors

For VARMA AND VARMA  
(FRN: 0045325)SAJIV K. MENON  
Chairman  
DIN : 00168228NORIYUKI TSUJI  
Managing Director  
DIN : 07189371VIJAYAN MENON  
Director  
DIN : 01141134(GOPI. K)  
Partner  
CHARTERED ACCOUNTANTS  
Membership No. 214435M. T BINIL KUMAR  
Director  
DIN : 03161942K. L. KUMAR  
Director  
DIN : 00004804B. SHAJI MOHAN  
Director  
DIN : 03409101P. SAHASRANAMAN  
Director  
DIN : 07644126G. RAJESH KURUP  
Company SecretaryPlace: Kochi  
Date: 08.05.2017

# REVA PROTEINS LIMITED

## STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2017

Particulars	Note No.	For the year ended 31.3.2017 Rupees	For the year ended 31.3.2016 Rupees
<b>INCOME</b>			
I. Revenue from Operations	2.16	329,283,879	65,020,090
II. Other Income	2.17	5,182,064	2,920,751
III. <b>Total Revenue</b>		<b>334,465,943</b>	<b>67,940,841</b>
IV. Expenses:			
a. Cost of materials consumed	2.18	288,107,070	-
b. Changes in inventories of finished goods, work-in-progress and Stock-in-trade	2.19	(73,442,962)	-
c. Employee benefits expense	2.20	19,691,493	17,260,329
d. Finance costs	2.21	24,390,794	21,563,143
e. Depreciation and amortisation expense	2.08	25,734,652	25,657,760
f. Other expenses	2.22	127,889,030	97,576,583
<b>Total Expenses</b>		<b>412,370,077</b>	<b>162,057,815</b>
V. <b>Loss before tax (III-IV)</b>		<b>(77,904,134)</b>	<b>(94,116,974)</b>
VI. <b>Tax Expense:</b>			
Current Tax		-	-
VII. <b>Loss for the Period (V-VI)</b>		<b>(77,904,134)</b>	<b>(94,116,974)</b>
VIII. <b>Earnings per Equity share (Rs.)</b>			
Nominal value of share Rs. 10/- (Rs. 10/-)			
- Basic/ Diluted	2.23	<b>(4.13)</b>	<b>(4.99)</b>
Significant Accounting Policies and Notes on Accounts	1&2		

As per our report of even date attached

For VARMA AND VARMA  
(FRN: 004532S)

(GOPI. K)  
Partner  
CHARTERED ACCOUNTANTS  
Membership No. 214435

SAJIV K. MENON  
Chairman  
DIN : 00168228

M. T BINIL KUMAR  
Director  
DIN : 03161942

NORIYUKI TSUJI  
Managing Director  
DIN : 07189371

K. L. KUMAR  
Director  
DIN : 00004804

P. SAHASRANAMAN  
Director  
DIN : 07644126

VIJAYAN MENON  
Director  
DIN : 01141134

B. SHAJI MOHAN  
Director  
DIN : 03409101

G. RAJESH KURUP  
Company Secretary

Place: Kochi  
Date: 08.05.2017



**REVA PROTEINS LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2017**

Particulars	For the year ended 31.03.2017 Rupees	For the year ended 31.03.2016 Rupees
<b>A. Cash Flows from Operating Activities</b>		
Net Profit / (Loss) before Tax and extraordinary items	(77,904,134)	(94,116,974)
Adjustments for :		
Depreciation	25,734,652	25,657,760
Interest Expenditure	24,390,794	21,563,143
Interest Income	(3,784,030)	(2,766,301)
	46,341,416	44,454,602
Operating Profit / (Loss) before Working Capital Changes	(31,562,718)	(49,662,372)
Adjustments for working capital changes:		
(Increase)/Decrease in Trade and Other Receivables	5,664,985	(9,052,988)
(Increase)/Decrease in Inventories	(98,351,360)	(321,359)
Increase/(Decrease) in Trade/ other payables	105,512,240	(32,951,113)
	12,825,865	(42,325,460)
<b>Cash generated from Operations</b>	(18,736,853)	(91,987,832)
Direct taxes	(436,725)	1,223,180
Cash Flow Before Extraordinary Items	(19,173,578)	(90,764,652)
<b>Net Cash from/(used) in Operating Activities</b>	<b>(19,173,578)</b>	<b>(90,764,652)</b>
<b>B. Cash Flows from Investing Activities</b>		
Purchase of Fixed Assets	(29,504,980)	(32,116,417)
Investment in shares	(600,000)	-
Interest Received	3,980,856	2,540,149
<b>Net Cash from/(used) in Investing Activities</b>	<b>(26,124,124)</b>	<b>(29,576,268)</b>
<b>C. Cash Flows from Financing Activities</b>		
Increase/(Decrease) in Borrowings	43,751,991	89,995,797
Proceeds from issue of share capital	-	125,000,000
Interest Paid	(22,975,823)	(21,251,870)
<b>Net Cash from/(used) in Financing Activities</b>	<b>20,776,168</b>	<b>193,743,927</b>



## Summary

<b>Net Cash from/(used) in Operating Activities</b>	(19,173,578)	(90,764,652)
<b>Net Cash from/(used) in Investing Activities</b>	(26,124,124)	(29,576,268)
<b>Net Cash from/(used) in Financing Activities</b>	20,776,168	193,743,927
<b>Net Increase/(Decrease) in Cash Equivalents</b>	<b>(24,521,534)</b>	<b>73,403,007</b>
<b>Cash and Cash Equivalents at beginning of the year</b>	74,248,534	845,527
<b>Cash and Cash Equivalents at the end of the year</b>	49,727,000	74,248,534
	<b>(24,521,534)</b>	<b>73,403,007</b>

As per our report of even date attached

For and on behalf of the Board of Directors

For VARMA AND VARMA  
(FRN: 004532S)

(GOPI. K)  
Partner  
CHARTERED ACCOUNTANTS  
Membership No. 214435

SAJIV K. MENON  
Chairman  
DIN : 00168228

M. T BINIL KUMAR  
Director  
DIN : 03161942

NORIYUKI TSUJI  
Managing Director  
DIN : 07189371

K. L. KUMAR  
Director  
DIN : 00004804

P. SAHASRANAMAN  
Director  
DIN : 07644126

VIJAYAN MENON  
Director  
DIN : 01141134

B. SHAJI MOHAN  
Director  
DIN : 03409101

G. RAJESH KURUP  
Company Secretary

Place: Kochi  
Date: 08.05.2017

## SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2017

### 1 Significant Accounting Policies

#### a) Basis of Accounting

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the Accounting Standards specified under Section 133 of the Companies Act, 2013. The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

#### b) Use of Estimates

The presentation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which the results are known / materialized.

#### c) Revenue Recognition

Sales are recognized on transfer of title of the goods to the customers. Export incentives are recognized on exports on accrual basis, ( except when there are significant uncertainties ) based on the estimated realisable value of such entitlements. Other income is recognized on accrual basis, ( except when there are significant uncertainties ) and Income from job charges is recognised on completed service method.

#### d) Fixed Assets (Property, Plant and Equipment)

Fixed assets are stated at cost less accumulated depreciation and impairment in value, if any. Cost includes purchase price, (inclusive of import duties and non – refundable purchase taxes, after deducting trade discounts and rebates), other costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management and an initial estimate of the costs of dismantling, removing the item and restoring the site on which it is located, if any.

When parts of an item of property plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment. The cost of replacement spares/ major inspection relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the cost of the item can be measured reliably.

If the Company has acquired a Property, Plant and Equipment on deferred term basis and terms are beyond normal credit terms, property plant and equipment will be recognized on cash price equivalent, i.e. discounted amount.

The cost of Assets not ready for use as at the Balance Sheet date are disclosed under Capital Work-In-Progress.

#### e) Intangible Assets

Intangible assets are recorded at the cost of acquisition of such assets and are carried at cost less accumulated amortisation and impairment, if any.

## **f) Depreciation/ Amortisation**

- i. Depreciation on Plant and Machinery (Other than Service Equipments) is provided on SLM basis and for Service Equipments and other assets, is provided on Written Down Value method based on the useful life of fixed assets prescribed under Schedule II of the Companies Act, 2013, which is based on review by the management at the year-end.
- ii. Lease Premium on Land is amortised over the period of lease.
- iii. Software costs treated as Intangible Assets is amortised over a period of five years.

## **g) Investments**

Non Current Investments are stated at cost. Decline in value, if any, which is not considered temporary in nature, is provided for.

## **h) Inventories**

Inventories are valued at lower of cost or net realisable value, item wise. For this purpose, the cost of bought-out inventories comprise of the purchase cost of the items, net of applicable tax/duty credits and cost of bringing such items into the factory on a weighted average basis. The cost of manufactured inventories comprises of the direct cost of production plus appropriate overheads. The net realizable value of bought out inventories is taken at their current replacement value.

## **i) Employee Benefits :**

### **i) Short Term Employee Benefits**

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits and recognised in the period in which the employee renders the related service.

### **ii) Defined Contribution Plans**

The company has defined contribution plan for employees, i.e. for Provident Fund. The contributions paid/payable to this plan during the year are charged to the Statement of Profit and Loss for the year.

### **iii) Defined Benefit Plans: Gratuity**

The net present value of the obligation for gratuity benefits as determined on independent actuarial valuation, conducted annually using the projected unit credit method, as adjusted for unrecognized past services cost, if any, is recognized in the accounts. Actuarial gains and losses are recognised in full in the Statement of Profit and Loss for the period in which they occur.

### **iv) Long Term Employee Benefits: Compensated Absences**

The company has a scheme for compensated absences for employees, the liability of which is determined on the basis of an independent actuarial valuation carried out at the end of the year, using the projected unit credit method. Actuarial gains and losses are recognized in full in the Statement of Profit and Loss for the period in which they occur.

### **v) Termination Benefits**

Termination benefits are recognized in the Statement of Profit and Loss for the period in which the same accrue.

## **j) Income Tax**

Income tax is accounted in accordance with Accounting Standard on Accounting for Taxes on Income (AS-22), which includes current taxes and deferred taxes. Deferred Tax assets / liabilities representing timing differences between accounting income and taxable income are recognized to the extent considered capable of being reversed in subsequent years. Deferred tax assets are recognized only to the extent there is reasonable

certainty that sufficient future taxable income will be available, except that deferred tax assets arising due to unabsorbed depreciation and losses are recognized if there is a virtual certainty that sufficient future taxable income will be available to realize the same. MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which the Minimum Alternative Tax (MAT) credit becomes eligible to be recognised as an asset in accordance with the recommendations contained in the Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT Credit Entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal Income Tax during the specified period.

#### **k) Borrowing Costs**

Borrowing costs that are directly attributable to the acquisition, construction or production of an asset that takes a substantial period of time to get ready for its intended use are capitalized. Other borrowing costs are recognised as expenditure for the period in which they are incurred.

#### **l) Earnings per share**

Basic/diluted earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares/diluted potential equity shares outstanding as at the end of the year, as the case may be..

#### **m) Impairment of Assets**

The company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. An asset is identified as impaired, when the carrying value of the asset exceeds its recoverable value. Based on such assessment, impairment loss if any is recognized in the Statement of Profit and Loss of the period in which the asset is identified as impaired. The impairment loss recognised in the prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

#### **n) Provisions, Contingent Liabilities and Contingent Assets**

Provisions are recognised when the company has a present obligation as a result of a past event, for which it is probable that a cash outflow will be required and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to its present value and are determined based on management estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance sheet date and adjusted to reflect the correct management estimates. Contingent Liabilities are disclosed when the company has a possible obligation or a present obligation and it is probable that a cash flow will not be required to settle the obligation.

Contingent assets are neither recognised nor disclosed in the accounts.

#### **o) Foreign Currency Transactions**

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction. Monetary assets and liabilities other than forward contracts, outstanding at the Balance Sheet date are translated at the applicable exchange rates prevailing at the said date. The exchange gain/loss arising during the year are recognized in the Statement of Profit and Loss.

## 2 Notes on Accounts

### 2.01 Share Capital

Particulars	As at 31.03.2017 (Rupees)	As at 31.03.2016 (Rupees)
<b>Authorised:</b>		
20,000,000(20,000,000) Equity Shares of Rs.10/- each	200,000,000	200,000,000
20,000,000(20,000,000) Optionally Convertible Non Cumulative Preference Shares of Rs.10/- each	200,000,000	200,000,000
	<b>400,000,000</b>	<b>400,000,000</b>
<b>Issued and Subscribed and fully paid:</b>		
18,860,520 (18,860,520) Equity Shares of Rs.10/- each	188,605,200	188,605,200
12,500,000 (12,500,000) 6% Optionally Convertible Non Cumulative Preference Shares of Rs.10/- each	125,000,000	125,000,000
	<b>313,605,200</b>	<b>313,605,200</b>

#### Reconciliation of shares outstanding at the beginning and at the end of the financial year

##### a. Equity Shares

Particulars	As at 31.03.2017		As at 31.03.2016	
	No. of Shares	Amount Rupees	No. of Shares	Amount Rupees
As at the beginning of the financial year	18,860,520	188,605,200	18,860,520	188,605,200
As at the end of the financial year	18,860,520	188,605,200	18,860,520	188,605,200

##### b. Preference Shares

As at the beginning of the financial year	12,500,000	125,000,000	-	-
Add : Issue of shares during the year	-	-	12,500,000	125,000,000
As at the end of the financial year	12,500,000	125,000,000	12,500,000	125,000,000

**Particulars of Shareholders holding more than 5% share in the Company****1. Equity Shares**

Particulars	As at 31.03.2017		As at 31.03.2016	
	%	No. of shares	%	No. of shares
Nitta Gelatin India Limited,Holding Company	74.55	14,060,520	74.55	14,060,520
Nitta Gelatin Inc., Japan	25.45	4,800,000	25.45	4,800,000

**2. Preference Shares**

Particulars	As at 31.03.2017		As at 31.03.2016	
	%	No. of shares	%	No. of shares
Nitta Gelatin India Limited,Holding Company	100.00	12,500,000	100.00	12,500,000

**Particulars of shares held by Holding Company**

Particulars	As at 31.03.2017 (Rupees)	As at 31.03.2016 (Rupees)
Nitta Gelatin India Limited,Holding Company		
14,060,520 (14,060,520) Equity Shares of Rs.10/- each	140,605,200	140,605,200
12,500,000 (12,500,000) 6% Optionally Convertible Non-Cumulative Preference Shares Rs.10/- each	125,000,000	125,000,000

**Terms/ Rights attached to Equity Shares**

The company has only one class of equity shares with a face value of Rs. 10/- each. Each holder of equity share is entitled to one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company after distribution of all preferential amounts, in proportion to the number of equity shares held by the shareholders.

**Terms/ Rights attached to Preference Shares**

The company has issued only one class of Optionally Convertible Non-Cumulative Preference Shares with a face value of Rs. 10/- each. Each holder of Preference share is entitled to one vote per share on a resolution placed before the Company, which directly affect the rights attached to Preference share holders. Each holder of Preference share is entitled to preferential right to a fixed dividend of 6% per annum on the face value of Preference Shares, on a non-cumulative basis.

The preference shares shall be convertible into equal number of equity shares of Rs 10/- each within six years from the date of allotment (i.e 23.03.2016), in one or more financial years, at a price of Rs 10/- each. All outstanding Optionally Convertible Non-Cumulative Preference Shares, which are not converted into equity shares at the end of sixth year from the date of allotment (i.e within 23.03.2022) shall be redeemable at par in two equal tranches respectively at the end of 7th and 8th year commencing from the date of allotment of Optionally Convertible Non-Cumulative Preference Shares.

## 2.02 Reserves and Surplus

Particulars	As at 31.03.2017 (Rupees)	As at 31.03.2016 (Rupees)
<b>Securities Premium</b>	215,407,800	215,407,800
<b>Surplus /(Deficit) in Statement of Profit and Loss</b>		
Opening Balance	(290,238,751)	(196,121,777)
Loss for the year as per Statement of Profit and Loss	(77,904,134)	(94,116,974)
Closing Balance	<b>(368,142,885)</b>	<b>(290,238,751)</b>
	<b>(152,735,085)</b>	<b>(74,830,951)</b>

## 2.03 Long Term Borrowings

Particulars	As at 31.03.2017 (Rupees)	As at 31.03.2016 (Rupees)
Secured Loans		
- Term Loans		
- From HDFC Bank Limited ( See Note 2.03.2)	8,590,807	10,638,615
- From other parties - Kerala State Industrial Development Corporation Limited (See Note 2.03.3 and 2.03.4)	115,719,091	113,350,000
Unsecured Loans		
- Loans and Advances From Related Party		
Nitta Gelatin Inc. Japan (Refer Note 2.03.05)	90,000,000	-
	<b>214,309,898</b>	<b>213,988,615</b>

2.03.1 Current Maturities of Long term debt are mentioned under the head Other Current Liabilities in Note no. 2.07

2.03.2 Secured by way of exclusive first charge over the fixed assets financed out of the term loan, second charge over the existing fixed assets of the company and Corporate Guarantee of the Holding Company - M/s Nitta Gelatin India Limited. The loan is repayable in 72 equated monthly installments (including interest), commencing from 07.06.2015 in the following manner:

Period	Amount in Rs
From, March 2016 to May 2016	116,667
From, June 2016 to April 2021	273,029
In May 2021	34,588

2.03.3 (a) Secured by way of exclusive first charge over the fixed assets of the company including leasehold assets, both present and future and Corporate Guarantee of the Holding Company - M/s Nitta Gelatin India Limited. The principal is repayable in 22 equal monthly installments, commencing from 11.03.2017 in the following manner:

Period	Amount in Rs
From, March 2017 to May 2022	5,400,000
In May 2021	5,350,000

(b) Interest is payable as and when applied. Interest Rate is 10.50% p.a

2.03.4 (a) Secured by way of single mortgage by way of extension of exclusive first charge all the leasehold property held under lease deed no. 1237 of 2010 dated 07/07/2010, SRO Jhagadia and Corporate Guarantee of the Holding Company - M/s Nitta Gelatin India Limited. The principal is repayable in 28 equal monthly installments, commencing from 11.03.2017 in the following manner:

Period	Amount in Rs
From, March 2017 to December 2019	625,000
From, March 2020 to December 2022	1,250,000
From, March 2023 to December 2023	1,875,000

(b) Interest is payable as and when applied. Interest Rate is 12.50% p.a

2.03.5 (a) The principal is repayable in 20 equal quarterly installments, commencing from 15.09.2018 in the following manner:

Period	Amount in Rs
From, September 2018 to June 2023	4,500,000

(b) Interest is payable on quarterly basis along with principal at 6 months USD LIBOR Rate + 5.00 % p.a.

## 2.04 Long-term Provisions

Particulars	As at 31.03.2017 (Rupees)	As at 31.03.2016 (Rupees)
Provision for Employee benefits (See Note 2.04.1)	1,129,449	765,383
	<b>1,129,449</b>	<b>765,383</b>

### 2.04.1 Disclosures required under Accounting Standard 15 - "Employee Benefits"

#### a. Defined Contribution Plan

During the year the following amounts have been recognised in the Statement of Profit and Loss on account of defined contribution plans:

Particulars	Current Year (Rupees)	Previous Year (Rupees)
Employers contribution to Provident Fund	897,351	750,839

#### b. Defined Benefit Plans - Gratuity: Unfunded Obligation

Gratuity - Unfunded Obligation

i	Actuarial Assumptions	Current Year	Previous Year
	Discount Rate (per annum)	8.00%	8.00%
	Salary escalation rate*	5.00%	5.00%
	Attrition rate	1.92%	1.92%
	Mortality rate	IALM (1994-1996) Ultimate	IALM (1994-1996) Ultimate

\* The assumption of future salary increases takes into account of inflation, seniority, promotions and other relevant factors such as supply and demand in the employment market.



<b>ii Reconciliation of present value of obligations</b>	<b>Current Year (Rupees)</b>	<b>Previous Year (Rupees)</b>
Present value of obligation at beginning of the year	431,122	256,485
Current Service Cost	141,032	108,655
Interest Cost	40,131	24,865
Actuarial (gain)/loss	48,952	41,117
Benefits Paid	(40,953)	-
Present value of obligation at the end of the year	<b>620,284</b>	<b>431,122</b>

<b>iii Net (Asset)/ Liability recognized in the Balance Sheet as at year end</b>	<b>2016-17 (Rupees)</b>	<b>2015-16 (Rupees)</b>	<b>2014-15 (Rupees)</b>	<b>2013-14 (Rupees)</b>	<b>2012-13 (Rupees)</b>
Present value of obligations at the end of the year	620,284	431,122	256,485	271,959	150,166
Net present value of funded obligation recognized as (asset)/ liability in the Balance Sheet	<b>620,284</b>	<b>431,122</b>	<b>256,485</b>	<b>271,959</b>	<b>150,166</b>

<b>iv Expenses recognised in the Statement of Profit and Loss</b>	<b>Current Year (Rupees)</b>	<b>Previous Year (Rupees)</b>
Current Service Cost	141,032	108,655
Interest Cost	40,131	24,865
Actuarial (gain) / loss recognised in the period	48,952	41,117
Total expenses recognised in the Statement of Profit and Loss for the year	<b>230,115</b>	<b>174,637</b>

The above disclosures are based on information certified by the independent actuary and relied upon by the auditors.

### c. Long Term Employee Benefits

Compensated absences (Vesting and Non Vesting): Unfunded Obligation

<b>i Actuarial Assumptions</b>	<b>Current Year</b>	<b>Previous Year</b>
Discount Rate (per annum)	8.00%	8.00%
Salary escalation rate*	5.00%	5.00%
Attrition rate	1.92%	1.92%

\* The assumption of future salary increases takes into account of inflation, seniority, promotions and other relevant factors such as supply and demand in the employment market.

<b>ii Reconciliation of present value of obligations</b>	<b>Current Year (Rupees)</b>	<b>Previous Year (Rupees)</b>
Present value of obligation at beginning of the year	334,261	197,318
Current Service Cost	201,050	168,004
Interest Cost	34,783	22,506
Actuarial (gain)/loss	171,337	(44,745)
Benefits Paid	(232,266)	(8,822)
Present value of obligation at the end of the year	<b>509,165</b>	<b>334,261</b>

<b>iii Net (Asset)/ Liability recognized in the Balance Sheet as at year end</b>	<b>2016-17 (Rupees)</b>	<b>2015-16 (Rupees)</b>	<b>2014-15 (Rupees)</b>	<b>2013-14 (Rupees)</b>	<b>2012-13 (Rupees)</b>
Present value of obligations at the end of the year	509,165	334,261	197,318	262,361	129,601
Net present value of unfunded obligation recognized as (asset)/ liability in the Balance Sheet	<b>509,165</b>	<b>334,261</b>	<b>197,318</b>	<b>262,361</b>	<b>129,601</b>

<b>iv Expenses recognised in the Statement of Profit and Loss</b>	<b>Current Year (Rupees)</b>	<b>Previous Year (Rupees)</b>
Current Service Cost	201,050	168,004
Interest Cost	34,783	22,506
Actuarial (gain) / loss recognised in the period	171,337	(44,745)
Total expenses recognised in the Statement of Profit and Loss for the year	<b>407,170</b>	<b>145,765</b>

The above disclosures are based on information certified by the independent actuary and relied upon by the auditors.

## 2.05 Short-term Borrowings

<b>Particulars</b>	<b>As at 31.03.2017 (Rupees)</b>	<b>As at 31.03.2016 (Rupees)</b>
Working Capital Loan from Banks (Secured) (See Note 2.05.1)	24,362,349	-
State Bank of India	<b>24,362,349</b>	<b>-</b>

### 2.05.1 Security offered on the above loan is as under :

- Primary Security - first charge on the entire current assets of the company, both present and future.
- Collateral security - on the entire fixed assets of the company, both present and future
- Corporate Guarantee - of the Holding Company - M/s Nitta Gelatin India Limited."

## 2.06 Trade payables

Particulars	As at 31.03.2017 (Rupees)	As at 31.03.2016 (Rupees)
(i)Total outstanding dues of micro enterprises and small enterprises	-	-
(ii)Total outstanding dues of creditors other than micro enterprises and small enterprises	70,229,173	8,888,018
	<b>70,229,173</b>	<b>8,888,018</b>

**2.06.1** The company has taken steps to identify the suppliers who qualify under the definition of micro and small enterprises, as defined under the Micro, Small and Medium Enterprises Development Act, 2006. Based on available information, there are no balances outstanding as payable to such suppliers at the year end. In the opinion of the management there are no amounts paid / payable towards interest under the said statute.

## 2.07 Other Current Liabilities

Particulars	As at 31.03.2017 (Rupees)	As at 31.03.2016 (Rupees)
Current maturities of long term borrowings ( See Note <b>2.03.1, 2.03.2, 2.03.3, 2.03.4 and 2.03.5</b> )	26,321,373	7,253,014
Interest accrued and due on borrowings	1,402,010	-
Interest accrued but not due on borrowings	324,234	311,273
Other Payables -		
- Advance from Customers	53,781,159	-
- Claim payable towards materials damaged in processing	-	10,529,864
- Statutory Dues	505,545	731,711
- Deposits	1,452,074	670,184
- Creditors for Capital Goods	505,552	2,112,295
	<b>84,291,947</b>	<b>21,608,341</b>

**Note 2.08 - FIXED ASSETS & CAPITAL WORK IN PROGRESS**

(Amount in Rs.)

Particulars	Gross Block (at cost)			Depreciation			Net Block	
	As at 01.04.2016	Additions	Disposals/ Adjustments	As at 31.03.2017	As at 01.04.2015	For the year	Disposals/ Adjustments	As at 31.03.2017
<b>FIXED ASSETS:</b>								
<b>(i) Tangible Assets (Property, Plant &amp; Equipment)</b>								
Lease hold Land (Refer Note No 2.08.01)	61,219,210 (61,219,210)	1,050,112 -	- -	62,269,322 (61,219,210)	3,947,384 (3,329,008)	619,232 (618,376)	- -	57,702,706 (57,271,826)
Building	139,564,924 (125,368,591)	12,901,068 (14,196,333)	174,381 -	152,291,611 (139,564,924)	50,797,803 (39,048,638)	11,076,682 (11,749,165)	- -	90,417,126 (88,767,121)
Plant and Equipment	316,006,612 (312,259,834)	9,268,245 (3,746,778)	2,199,129 -	323,075,728 (316,006,612)	104,991,848 (92,462,726)	12,462,692 (12,529,122)	- -	205,621,188 (211,014,764)
Office Equipment	2,882,914 (1,367,415)	489,370 (1,515,499)	- -	3,372,284 (2,882,914)	1,444,648 (894,565)	800,097 (550,083)	- -	1,127,539 (1,438,266)
Furniture and Fixtures	1,640,549 (768,163)	119,540 (872,386)	- -	1,760,089 (1,640,549)	652,836 (441,822)	278,212 (211,014)	- -	829,041 (987,713)
<b>Total</b>	<b>521,314,209</b>	<b>23,828,335</b>	<b>2,373,510</b>	<b>542,769,034</b>	<b>161,834,519</b>	<b>25,236,915</b>	<b>-</b>	<b>355,697,600</b>
<b>PREVIOUS YEAR</b>	<b>(500,983,213)</b>	<b>(20,330,996)</b>	<b>-</b>	<b>(521,314,209)</b>	<b>(136,176,759)</b>	<b>(25,657,760)</b>	<b>-</b>	<b>(359,479,690)</b>
<b>(ii) Intangible Asset</b>								
Software	-	2,547,709	-	2,547,709	-	497,737	-	2,049,972
<b>TOTAL</b>	<b>-</b>	<b>2,547,709</b>	<b>-</b>	<b>2,547,709</b>	<b>-</b>	<b>497,737</b>	<b>-</b>	<b>2,049,972</b>
<b>PREVIOUS YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
(iii) Capital Work In progress	269,075	781,037	1,050,112	-	-	-	-	-
Improvements to Leasehold land	-	(269,075)	-	(269,075)	-	-	-	(269,075)
Building under Construction	3,440,308	10,412,811	12,391,300	1,461,819	1,461,819	-	-	1,461,819
Plant and Equipment under Installation	10,399,707	13,450,454	6,609,124	17,241,037	17,241,037	-	-	17,241,037
<b>TOTAL</b>	<b>14,109,090</b>	<b>24,644,302</b>	<b>20,050,536</b>	<b>18,702,856</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18,702,856</b>
<b>PREVIOUS YEAR</b>	<b>(3,881,775)</b>	<b>(14,109,090)</b>	<b>(3,881,775)</b>	<b>(14,109,090)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(14,109,090)</b>
<b>(iv) Intangible assets under development</b>								
Software	1,688,947	687,176	2,376,123	-	-	-	-	1,688,947
<b>TOTAL</b>	<b>1,688,947</b>	<b>(1,688,947)</b>	<b>-</b>	<b>(1,688,947)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**2.08.01** Represents Lease premium paid to M/s. Gujarat Industrial Development Corporation (GIDC) towards acquiring leasehold rights for a period of 99 years in respect of 89,182.84 square metres of land allotted to and taken possession by the company at Jhagadia Industrial Estate, Bharuch District, Gujarat. Out of this, GIDC has executed lease agreements in respect of 76,696.59 square metres of land and in respect of the balance area of 12,486.25 square metres (Gross Book Value of Rs. 79,09,260/- and Net Book Value of Rs. 73,50,020/-), the lease agreement is expected to be executed after GIDC receives possession of the same from the Government of Gujarat.

**2.08.02** In view of business plans of the company, which is expected to bring in positive cash flows in the near future, the management is of the opinion that, there is no impairment in the value of the fixed assets of the company within the meaning of Accounting Standard - 28 on Impairment of Assets, as notified by Companies (Accounting Standards) Rules, 2006.

**2.08.03** Estimated amount of contracts remaining to be executed on capital account and not provided for-Rs 16,572,384 (Rs 13,241,504/-)

## 2.09 Non current investments

Particulars	As at 31.03.2017 (Rupees)	As at 31.03.2016 (Rupees)
Investment in Equity Instruments (at Cost)-Long Term: (Unquoted, trade)		
Narmada Clean Tech Ltd.		
4,14,000 (3,54,000) fully paid up equity shares of Rs 10/- each	4,140,000	3,540,000
<b>Aggregate amount of unquoted investments</b>	<b>4,140,000</b>	<b>3,540,000</b>

## 2.10 Long Term Loans and Advances

Particulars	As at 31.03.2017 (Rupees)	As at 31.03.2016 (Rupees)
<b>(Unsecured, Considered Good)</b>		
Capital Advance	-	1,382,626
Income Tax Advance (Net) Including Tax Deducted at Source	3,569,948	3,133,223
Security Deposits	15,785,193	16,385,193
	<b>19,355,141</b>	<b>20,901,042</b>

**2.10.01** In terms of the Accounting Standard on Accounting for Taxes on Income (AS 22), deferred tax asset (net) has not been recognised in the accounts, as a matter of prudence, in the absence of virtual / reasonable certainty of future taxable profits.

## 2.11 Inventories

Particulars	As at 31.03.2017 (Rupees)	As at 31.03.2016 (Rupees)
Raw Materials	19,864,874	-
Work-in-progress	59,110,194	-
Finished Goods	14,332,768	-
Stores & Spares	7,907,111	3,064,376
Loose Tools	131,897	131,183
Others - Packing Materials	200,075	-
	<b>101,546,919</b>	<b>3,195,559</b>

**2.11.01** Method of valuation of inventories - Refer 1 (h) of Significant Accounting Policies.

## 2.12 Trade Receivables

Particulars	As at 31.03.2017 (Rupees)	As at 31.03.2016 (Rupees)
Outstanding for a period exceeding 6 months from the date they are due for payment.	-	-
Others (Unsecured, Considered Good)	1,286,493	5,658,376
	<b>1,286,493</b>	<b>5,658,376</b>

**2.13 Cash and Cash Equivalents**

<b>Particulars</b>	<b>As at 31.03.2017 (Rupees)</b>	<b>As at 31.03.2016 (Rupees)</b>
Balances with banks:		
in current accounts	4,299,400	3,773,941
in deposit accounts	45,216,588	70,448,265
Cash on hand	211,012	26,328
	<b>49,727,000</b>	<b>74,248,534</b>

**2.13.01** Cash and cash equivalents at the end of the year includes balance with banks in deposit accounts with a maturity period of more than 12 months of Rs Nil (Rs Nil).

**2.13.02** Details of Specified Bank Notes (SBN) held and transacted during the period 08th November 2016 to 30th December 2016

	<b>SBN</b>	<b>Other Denomination notes</b>	<b>Total</b>
Closing Cash on hand as on 08.11.2016	412,000	62,975	474,975
(+) Permitted receipts	-	322,200	322,200
(-) Permitted Payments	-	291,597	291,597
(-) Amount deposited in banks	412,000	-	412,000
Closing cash on hand as on 30.12.2016	-	93,578	93,578

**2.14 Short Term Loans and Advances**

<b>Particulars</b>	<b>As at 31.03.2017 (Rupees)</b>	<b>As at 31.03.2016 (Rupees)</b>
(Unsecured, considered good)		
- Advances recoverable in cash or in kind or for value to be received.	1,035,538	630,139
- Deposits	115,850	107,350
- Balances with Central Excise, Customs Sales Tax etc.	483,254	-
	<b>1,634,642</b>	<b>737,489</b>

**2.15 Other Current Assets**

<b>Particulars</b>	<b>As at 31.03.2017 (Rupees)</b>	<b>As at 31.03.2016 (Rupees)</b>
Interest Accrued on Deposits	269,053	465,879
Export Incentive		
- Duty Drawback	783,255	-
Total	<b>1,052,308</b>	<b>465,879</b>

**2.16 Revenue From Operations**

Particulars	For the year ended 31.03.2017 (Rupees)	For the year ended 31.03.2016 (Rupees)
<b><u>Sale of Products</u></b>		
Gross Sales	325,993,545	-
<b><u>Sale of Services</u></b>		
Income from Job Charges	1,889,822	65,020,090
<b><u>Other Operating Revenues</u></b>		
Export Incentive	1,400,512	-
	<b>329,283,879</b>	<b>65,020,090</b>

**2.17 Other Income**

Particulars	For the year ended 31.03.2017 (Rupees)	For the year ended 31.03.2016 (Rupees)
Interest Income	3,784,030	2,766,301
Sale of Scrap	388,001	154,450
Foreign Exchange Rate Variation (net)	1,002,688	-
Other non operating Income	7,345	-
	<b>5,182,064</b>	<b>2,920,751</b>

**2.18 Cost of materials consumed**

Particulars	For the year ended 31.03.2017 (Rupees)	For the year ended 31.03.2016 (Rupees)
Opening Stock	-	-
Add: Purchases	307,971,944	-
	307,971,944	-
Less: Closing Stock	19,864,874	-
	288,107,070	-

**2.19 Changes in inventories of finished goods, work-in-progress and stock-in-trade**

Particulars	For the year ended 31.03.2017 (Rupees)	For the year ended 31.03.2016 (Rupees)
Closing Stock		
Finished Goods	14,332,768	-
Work-in-progress	59,110,194	-
	73,442,962	-
Less:		
Opening Stock		
Finished Goods	-	-
Work-in-progress	-	-
	-	-
	73,442,962	-

**2.20 Employee Benefits Expense**

<b>Particulars</b>	<b>For the year ended 31.03.2017 (Rupees)</b>	<b>For the year ended 31.03.2016 (Rupees)</b>
Salaries & Wages	16,724,087	14,722,337
Contribution to Provident and Other Funds	1,132,686	750,839
Workmen & Staff Welfare Expenses	1,834,720	1,787,153
	<b>19,691,493</b>	<b>17,260,329</b>

**2.21 Finance Costs**

<b>Particulars</b>	<b>For the year ended 31.03.2017 (Rupees)</b>	<b>For the year ended 31.03.2016 (Rupees)</b>
Interest Expense	23,957,359	20,356,518
Other borrowing costs	433,435	1,206,625
	<b>24,390,794</b>	<b>21,563,143</b>

**2.22 Other Expenses**

<b>Particulars</b>	<b>For the year ended 31.03.2017 (Rupees)</b>	<b>For the year ended 31.03.2016 (Rupees)</b>
Consumption of Stores, Spares & Consumables	7,431,347	599,686
Packing materials Consumed	931,400	-
Power, Fuel, Water & Gas	58,239,128	39,798,212
Repairs		
- Building	88,568	-
- Plant & Machinery	7,552,197	4,962,336
- Others	3,501,545	1,846,161
Loading, Transportation and Other charges on products	5,165,999	-
Insurance	896,310	666,301
Rent	-	200,433
Rates & Taxes	370,267	5,000,058
Postage & Telephone	590,267	470,880
Printing & Stationery	362,620	194,847
Travelling & Conveyance	4,632,245	5,248,192
Director's sitting fee	112,610	84,000
Payments to the Auditors (See Note 2.22.1 )	270,250	220,225
Advertisement & Publicity	35,055	16,530
Professional & Consultancy charges	1,447,450	583,500
Bank Charges	302,796	102,300
Guarantee Commission	313,499	285,156
Security Charges	2,889,419	2,751,501
Effluent Discharge Fee	13,386,001	16,384,027
Contract Labour Charges	12,880,804	15,944,583
Miscellaneous Expenses	6,489,253	2,217,655
	<b>127,889,030</b>	<b>97,576,583</b>



## 2.22.01 Details of Payments to the Auditors

Particulars	For the year ended 31.03.2017 (Rupees)	For the year ended 31.03.2016 (Rupees)
a. Statutory Audit Fees	200,000	130,000
b. Other Services		
Service Tax on above	30,000	27,725
Taxation Matters (Including Tax Audit)	35,000	60,000
Service Tax on above	5,250	2,500
	<b>270,250</b>	<b>220,225</b>

## 2.23 Earnings per Equity share

Particulars	For the year ended 31.03.2017 (Rupees)	For the year ended 31.03.2016 (Rupees)
Loss for the year	(77,904,134)	(94,116,974)
Weighted average number of equity shares of Rs 10/- each fully paid up	18,860,520	18,860,520
<b>Earnings per Share (Basic &amp; Diluted)</b>	<b>(4.13)</b>	<b>(4.99)</b>

**2.24** The potential equity shares, on conversion of the Optionally Convertible Non-Cumulative Preference Shares, are anti-dilutive as the loss per share would decrease. Hence, the effects of anti-dilutive potential equity shares are ignored in calculating diluted earnings per share in the manner required by Accounting Standard 20 "Earnings per Share".

**2.25** Disclosure of transactions with related parties as required by Accounting Standard - 18 on Related Party Disclosures as notified by Companies (Accounting Standards) Rules, 2006.

**A. Related parties and nature of relationship**

i Nitta Gelatin India Limited	Holding Company
ii Nitta Gelatin Inc., Japan	Enterprise having substantial interest in the Company
iii Key Management Personnel	
Mr. T.P. Philip	Managing Director (upto 31.12.2016)
Mr. Noriyuki Tsuji	Whole Time Director upto (upto 31.12.2016)
	Managing Director (w.e.f 01.01.2017)

**B Description of Transactions****Amount in Rupees**

Particulars	Holding Company	Enterprise having substantial interest in the Company	Key Management Personnel	Total
Income from Job charges	1,889,822	-	-	1,889,822
	(65,020,090)	-	-	(65,020,090)
Expenses Recovered	1,617,126	-	-	1,617,126
	(6,912,393)	-	-	(6,912,393)
Expenses reimbursed	3,453,565	-	-	3,453,565
	(3,448,224)	-	-	(3,448,224)
Guarantee Commission Paid	313,499	-	-	313,499
	(285,156)	-	-	(285,156)
Support Fees paid	1,353,600	-	-	1,353,600
	-	-	-	-
Issue of 6% Optionally Convertible Non-Cumulative Preference Shares	-	-	-	-
	(125,000,000)	-	-	(125,000,000)
Borrowings Availed	-	-	-	-
	-	(90,000,000)	-	(90,000,000)
Interest paid on Borrowings	-	5,517,674	-	5,517,674
	-	(2,305,812)	-	(2,305,812)
Interest paid on Trade Advance	-	-	-	-
	(3,935,104)	-	-	(3,935,104)
Security Deposit Accepted	-	-	-	-
	(200,000)	-	-	(200,000)
Security Deposit Refunded	-	-	-	-
	(200,000)	-	-	(200,000)
Sale of Goods	146,447,048	140,051,168	-	286,498,216
	-	-	-	-

Purchase of Goods	19,347,765	-	-	19,347,765
	-	-	-	-
Remuneration to Managing Director	-	-	2,362,443	2,362,443
	-	-	(1,711,547)	(1,711,547)
Remuneration to Whole Time Director	-	-	1,204,803	1,204,803
	-	-	(1,824,253)	(1,824,253)
"Remuneration to Whole Time Director (Prior to 09.07.2015 - Designation held as Executive Vice President (Technical))"	-	-	-	-
	-	-	(163,866)	(163,866)
Balance outstanding as at 31.03.2017				
Nitta Gelatin India Limited			-	-
Trade Advance from Customers	42,377,751	11,403,408	-	53,781,159
	-	-	-	-
Claim payable towards materials damaged in processing	-	-	-	-
	(10,529,864)	-	-	(10,529,864)
Deposits	-	-	-	-
	(200,000)	-	-	(200,000)
Corporate Guarantee received	242,500,000	-	-	242,500,000
	(212,500,000)	-	-	(212,500,000)
Trade Receivable	-	-	-	-
	(5,658,376)	-	-	(5,658,376)
"Nitta Gelatin Inc, Japan - Borrowings"	-	90,000,000	-	90,000,000
	-	(90,000,000)	-	(90,000,000)

**2.26** Remuneration to Mr. Noriyuki Tsuji (appointed as Managing Director w.e.f 01.01.2017) aggregating to Rs 6,77,182/-, is subject to approval of the Shareholders under the Companies Act, 2013, which is being sought for at the ensuing Annual General Meeting.

**2.27** In the opinion of the Directors, Short Term Loans and Advances and Other Current Assets, have the value at which they are stated in the Balance Sheet, if realised in the ordinary course of business.

## **2.28 Segment Information**

The company is engaged in the business of manufacture and sale of Ossein, Limed Ossein and DCP, which broadly forms part of one product group and hence constitutes a single business segment. However, based on geographical factors, reportable geographic segments have been identified as export sales and domestic sales for the current financial year. In respect of the previous financial year, there is only one reportable geographical segment. The segment wise information pertaining to the reportable geographical segments as above is as follows:

Particulars	Export Rupees	Domestic Rupees	Consolidated Rupees
Segment Revenue (External Sales)	142,454,368	188,227,546	330,681,914
	-	(65,174,540)	(65,174,540)
Segment Result	(22,696,589)	(32,186,516)	(54,883,105)
		(75,320,132)	(75,320,132)
Unallocated Expenditure (Net)	-	-	1,797,971
	-	-	-
Interest Expense ( Net )	-	-	21,223,058
	-	-	(18,796,842)
Loss before taxation	-	-	(77,904,134)
	-	-	(94,116,974)

Capital employed as also assets and liabilities of the company are not capable of being stated separately segment wise since all the assets and liabilities are held under composite undertaking for both the geographic segments.

## 2.29 Turnover and Opening and Closing stock

Particulars	Sales Rupees	Closing Inventory Rupees		Opening Inventory Rupees	
		Finished Goods	Work In Progress	Finished Goods	Work In Progress
Ossein	50,454,078	2,125,615	8,114,797	-	-
	-	-	-	-	-
Limed Ossein	236,043,209	9,916,253	50,995,397	-	-
	-	-	-	-	-
Dicalcium Phosphate/8% Dicalcium Phosphate	34,278,098	2,290,900	-	-	-
	-	-	-	-	-
Others	5,218,160	-	-	-	-
	-	-	-	-	-
	<b>325,993,545</b>	<b>14,332,768</b>	<b>59,110,194</b>	-	-
	-	-	-	-	-

## 2.30 Particulars of raw materials consumed during the year

Particulars	Year ended 31.03.2017	Year ended 31.03.2016
	%	%
Crushed Bone	287,613,442	-
Others	493,628	-
	<b>288,107,070</b>	-

### 2.31 Break-up of Consumption

Particulars	Year ended 31.03.2017		Year ended 31.03.2016	
	%	Amount (Rupees)	%	Amount (Rupees)
Raw Materials				
Imported	-	-	-	-
Indigenous	100.00	288,107,070	-	-
Total	<b>100.00</b>	<b>288,107,070</b>	-	-
Stores & Spares *				
Imported	-	-	-	-
Indigenous	100.00	11,269,249	100.00	2,445,847
Total	<b>100.00</b>	<b>11,269,249</b>	<b>100.00</b>	<b>2,445,847</b>
*Debited under Stores and spares consumed		7,431,347		599,686
*Debited under Repairs and Maintenance		3,837,902		1,846,161
		<b>11,269,249</b>		<b>2,445,847</b>

### 2.32 Expenditure in foreign currency on account of :

Particulars	For the year ended 31.03.2017 (Rupees)	For the year ended 31.03.2016 (Rupees)
Interest on Borrowings	5,517,674	2,305,812
	<b>5,517,674</b>	<b>2,305,812</b>

### 2.33 Earnings in Foreign Exchange

Particulars	For the year ended 31.03.2017 (Rupees)	For the year ended 31.03.2016 (Rupees)
Export of goods calculated on FOB basis	140,051,168	-
	<b>140,051,168</b>	-

**2.34** Figures have been rounded off to the nearest rupee. Previous year figures, unless otherwise stated are given within brackets and have been re-grouped and recast wherever necessary to be in conformity with current year's layout.

As per our report of even date attached

For VARMA AND VARMA  
(FRN: 004532S)

(GOPI. K)  
Partner

CHARTERED ACCOUNTANTS  
Membership No. 214435

Place: Kochi  
Date: 08.05.2017

For and on behalf of the Board of Directors

SAJIV K. MENON  
Chairman  
DIN : 00168228

M. T BINIL KUMAR  
Director  
DIN : 03161942

NORIYUKI TSUJI  
Managing Director  
DIN : 07189371

K. L. KUMAR  
Director  
DIN : 00004804

P. SAHASRANAMAN  
Director  
DIN : 07644126

VIJAYAN MENON  
Director  
DIN : 01141134

B. SHAJI MOHAN  
Director  
DIN : 03409101

G. RAJESH KURUP  
Company Secretary

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