



AKSHAR SPINTEX LIMITED

CIN:L17291GJ2013PLC075677

Effectiveness is our Goal
Efficiency is our Strength



5th ANNUAL REPORT for the Fianancial Year 2017-2018

ANNUAL GENERAL MEETING

DATE: 28th September 2018 | DAY: Friday | TIME: 9.30 am

VENUE: Revenue Survey No.102/2,Paiki, Plot No. – 2, Ranuja Road
Village: Haripar, Tal: Kalavad, Dist.: Jamnagar 360013. (Gujarat) - INDIA.



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ABOUT COMPANY...

Akshar Spintex Limited was incorporated on 19th June 2013 as a Private Limited Company with a vision to become a leading player of Spinning Industries at Gujarat. Akshar Spintex Limited was started its production in the month of October 2014. Akshar Spintex Limited was converted from Private Limited to Public Limited on 5th January, 2018 (Become a Public Company), with a purpose to bring Initial Public Offer at “SME Platform” of Bombay Stock Exchange Limited. Akshar Spintex Limited has been listed on 11th May, 2018 at SME Platform Bombay Stock Exchange. (SME BSE).

Akshar Spintex Limited takes immense pride in perceiving its role as the comprehensive architect of every single yarn that produces. The hunger for perfection that has spurred the growth of an organization and its corporate philosophy. The Company have total 24,480 spindles with annual production 6000 MT in cotton yarn for our count range is 16's to 44's. The Combination of best machinery from Germany, Switzerland and Europe will resulted in best quality yarn. Because of best combination the Company able to deal in various quality of yarn like Blended, Viscose, Excel, Lycra, Fancy etc.,

*We would like to build the **CUSTOMER SATISFACTORY BUSINESS RELATIONSHIP** with our domestic and international buyers.*



BOARD OF DIRECTORS:

Ashok Shukanbhai Bhalala	<i>Chairman & Managing Director</i>
Amit Vallabhbbhai Gadhiya	<i>Whole-Time Director</i>
Harikrushna Shamjibhai Chauhan	<i>Whole-Time Director</i>
Ilaben Dineshbhai Paghdar	<i>Non-Executive Director</i>
Nirala Indubhai Joshi	<i>Independent Director</i>
Vipul Vallabhbbhai Patel	<i>Independent Director</i>
Rohit Bhanjibhai Dobariya	<i>Independent Director</i>

AUDIT COMMITTEE:

Nirala Indubhai Joshi	<i>Chairman</i>
Vipul Vallabhbbhai Patel	<i>Member</i>
Ilaben Dineshbhai Paghdar	<i>Member</i>

NOMINATION & REMUNERATION COMMITTEE:

Rohit Bhanjibhai Dobariya	<i>Chairman</i>
Nirala Indubhai Joshi	<i>Member</i>
Ilaben Dineshbhai Paghdar	<i>Member</i>

STAKEHOLDER RELATION COMMITTEE:

Vipul Vallabhbbhai Patel	<i>Chairman</i>
Harikrushna Shamjibhai Chauhan	<i>Member</i>
Amit Vallabhbbhai Gadhiya	<i>Member</i>

RISK MANAGMENT COMMITTEE:

Ashok Shukanbhai Bhalala	<i>Chairman</i>
Harikrushna Shamjibhai Chauhan	<i>Member</i>
Amit Vallabhbbhai Gadhiya	<i>Member</i>

IPO COMMITTEE:

Ashok Shukanbhai Bhalala	<i>Chairman</i>
Harikrushna Shamjibhai Chauhan	<i>Member</i>
Amit Vallabhbbhai Gadhiya	<i>Member</i>

CORPORATE INFORMATION...

Company Secretary and Compliance Officer

ANKITA POPAT

Contact: cs@aksharapintex.in

Chief Financial Officer

PRATIK RAIYANI

Contact: cfo@aksharspintex.in

Statutory Auditors

H.B. KALARIA & ASSOCIATES

(Chartered Account)

Firm Registration Number : F104571W

A 601/602, The Imperial Heights, Opp. Big Bazaar,
150.Ft, Ring, Road, Rajkot, 360005 (Gujarat) India.

Secretarial Auditor

PIYUSH JETHVA

Practising Company Secretary

FCS – 6377, CP No.- 5452.

603, Star Plaza, Phulchhab Chowk,
Rajkot 360001 (Gujarat) India.

Bankers To The Company

STATE BANK OF INDIA

Commercial Branch, Noble House, Kalawad Road,
Rajkot 360005 (Gujarat) India.

Registrars & Share Transfer Agent

BIGSHARE SERVICES PRIVATE LIMITED

A/802, Samudra Complex, Near Klassic Gold Hotel,
Girish Cold Drinks, Off: C. G. Road, Ahmedabad- 380009.

Email : bssahd@bighsareonline.com

Contact : +91- 79 – 4039 2571

Stock Exchange

BSE LIMITED (SME Platform)

Script Code:541303

Internal Auditor

ANKIT MAKWANA

Master of Commerce

REGD. OFFICE:

Revenue Survey No.102/2, Paiki, Plot No. – 2, Ranuja Road,
Village: Haripar, Tal: Kalavad, Dist.: Jamnagar 360013. (Gujarat)- India

Email: Info@aksharspintex.in | Website: www.aksharspintex.in

Contact No: **+91 7574 88 7001**

CORPORATE OFFICE:

C-704, The Imperial Heights, Opp. Big Bazaar,
150, Feet Ring Road, Rajkot-360005. Gujarat, India.

Email: admin@aksharspintex.in

Contact: **+91 8000 777 671**

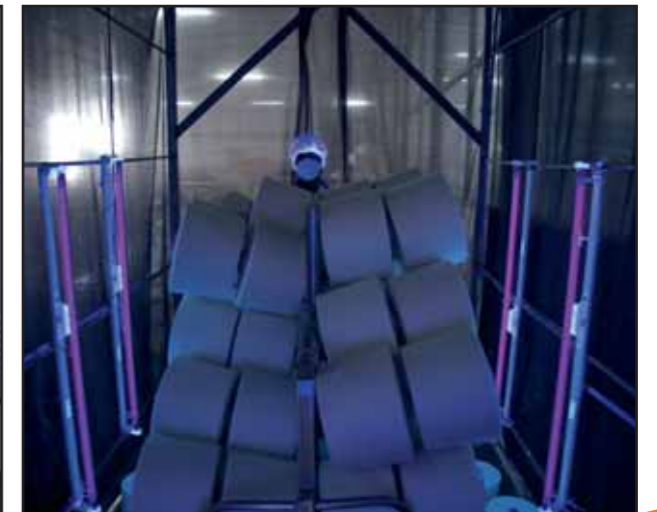




PRODUCTS OF FIBER	PRODUCTS OF YARN
100% Natural Cotton (Sankar -6)	100% Carded Cotton Yarn(16's to 44's Ne)
100% Natural Cotton (MCU-5)	100% Semi Combed Cotton Yarn(16's to44's Ne)
100% Natural Cotton (DCH-32)	100% Combed Cotton Yarn(16's to 44's Ne)
100% Natural Cotton (MECH-1)	Slub Yarn
100% Natural Cotton (J-34)	Core Spun Yarn
100% BCI Certified Cotton	TFO Yarn
100% Organic Certified Cotton	Eli Twist Yarn
100% Viscose	Fancy Yarn
100% Modal	Melange Yarn
100% Excel	Blended Yarn BCI Certified Yarn Organic Yarn

WE BELIEVE THAT QUALITY PRODUCTS ARE NOT ONLY BY PROMISES BUT ALSO BY PROVEN RESULTS.





MANAGEMENT TEAM...



Mr. Ashok Bhalala
Chairman & Managing Director



Mr. Amit Gadhiya
Whole-time Director



Mr. Harikrushna Chauhan
Whole-time Director



Mrs. Ilaben Paghdar
Non-Executive Director



Mr. Nirala Joshi
Independent Director



Mr. Vipul Patel
Independent Director



Mr. Rohit Dobariya
Independent Director



CS Ankita Popat
Company Secretary & Compliance Officer



Mr. Pratik Raiyani
Chief Financial Officer

MESSEGE FROM THE CHAIRMAN...



Dear Stake Holder

It gives me immense pleasure to present the first financial result after listing of the security at "SME PLATFORM" of Bombay Stock Exchange Limited. It is good to be addressing you as a chairman because it gives me a chance to say thanks to everyone for their role in making our venture a success. On behalf of the Board of Directors, I express my gratitude for faith, confidence and conviction kept towards us by the stake holders. The overwhelming response of our Initial Public Offer proves the confidence of stake holder in our company.

There is series of important events in year ended on 31st March 2018. The Company has converted its Status from "Private Limited" to "Public Limited" on 05th January 2018. The company came with the Initial Public Offer by way of issue of New Equity Shares and Offer for Sale. The overwhelming response of Initial Public Offer is displaying the trust and faith towards the company by the stake holders. There are many changes in Board of Directors also. The Company strives to bring best human skill for making the growth in a best possible way.

The Indian economy is running towards exception growth and rapid development. The Leadership of our Prime Minister is taking the economy at higher level. "Make in India" concept is getting prodigious response form the public. The Management of the company is very much impressed with various new concept of development floated by the Government. The Management is trying to improve the quality of product by doing research from available source. The company tried to increase the brand value of India by giving best quality in its products which are exported out of India. With great endeavor of whole team, the company is stepping towards the progress in quality as far as in profitability. Nonetheless the progress is not achieved overnight and will definitely call for dedication and commitment.

Historically, India has been known for its high-quality cotton, jute and other natural fiber. Over the years, however, the industry has progressed and diversified into many types of fiber and yarn, both natural and man-made. The Production of Yarn in drastically decreased in Year 2018. As per Information of reliable source, It revealed that the production of Yarn is reported 5662 Million Kilograms for Year 2017, which is decreased to 1882 Million Kilograms in Year 2018. However, with great effort, dedication and team work the Company is able to sustain its growth at marginal level.

At the end I again wish to thank our valued Stakeholder for their continuous support and trust in us. This motivation helps us to excel in all our chases and relentless attempt to create value for you. I would also like to thank my colleagues on the Board for their valuable guidance and contribution in steering the Company to greater levels of achievement. I am thankful to our Banker for their continuous co-operation during the previous year. Further at last I want to say thank to our customers without which we cannot ever dream about the progress. And Above all, I would like to place on record the commendable efforts and commitments shown by our employees, who have always contributed their best for the Company to set new benchmarks. We all together will try to achieve our progress chart on historical level.

I want to conclude my speech with quote of Mr. Jimmy Dean

**“I can't change the direction of the wind, But
I can adjust my sails to always reach my DESTINATION”**

ASHOK SHUKANBHAI BHALALA
- Chairman & Managing Director





NOTICE OF THE ANNUAL GENERAL MEETING

NOTICE is hereby given that the **5th Annual General Meeting** of the members of **AKSHAR SPINTEX LIMITED** will be held on **Friday 28th day of September, 2018 at 9.30 A.M.** at the Registered office of the Company, situated at Revenue Survey No.102/2 Paiki, Plot No. - 2, Ranuja Road, Village: Haripar, Tal: Kalavad, Dist.: Jamnagar 361013, Gujarat, India to transact the following business.

ORDINARY BUSINESS:

1. To Receive, Consider and adopt the financial Statement including Audited Balance Sheet as on 31st March 2018 and Profit & Loss Account for the year ended on that date and reports of Board of Directors and Auditor thereon and Cash Flow Statement and other various schedule prescribed under the Companies act, 2013.
2. To appoint Mr. Amit Vallabhghai Gadhiya (DIN:-06604671), Director of the Company, who retires by rotation and being eligible, offers himself for re-appointment.
3. To ratify the Appointment of M/s. H.B. Kalaria & Associates as Statutory Auditors of the Company

“RESOLVED THAT pursuant to the provisions of Section 139 and all other applicable provisions of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) the Company hereby ratifies the appointment of M/s. H.B. KALARIA & ASSOCIATES., Chartered Accountants (FRN: 104571W) as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of next Annual General Meeting

“RESOLVED FURTHER THAT the Board of Directors or the Audit Committee thereof, be and are hereby authorized to decide and finalize the terms and conditions of appointment, including remuneration of the Statutory Auditors."

SPECIAL BUSINESS:

4. To Appoint Mr. NIRALA INDUBHAI JOSHI as an Independent Director.

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

“RESOLVED THAT pursuant to the provisions of Sections 149, 152, 161 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory

modification(s) or re-enactment thereof for the time being in force), **MR. NIRALA INDUBHAI JOSHI** (DIN: 08055148) who was appointed by the Board of Directors, as an Additional Director, and who meets the criteria for independence as provided in Section 149(6) of the Act, and Regulation 16(1) (b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 and who has submitted a declaration to that effect who is eligible for appointment as an Independent Director of the Company, not liable to Retire by Rotation, be and is hereby appointed as a Director of the Company, for a term of 5 Years Commencing From January 17 2018, to January 16 2023.

5. To Appoint Mr. VIPUL VALLABHBHAI PATEL as an Independent Director.

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

“RESOLVED THAT pursuant to the provisions of Sections 149, 152, 161 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), **Mr. VIPUL VALLABHBHAI PATEL** (DIN: 08079702) who was appointed by the Board of Directors, as an Additional Director, and who meets the criteria for independence as provided in Section 149(6) of the Act, and Regulation 16(1) (b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 and who has submitted a declaration to that effect who is eligible for appointment as an Independent Director of the Company, not liable to Retire by Rotation, be and is hereby appointed as a Director of the Company, for a term of 5 Years Commencing From March 08 2018, to March 07 2023.

6. To Appoint Mr. ROHIT BHANJIBHAI DOBARIYA as an Independent Director.

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

“RESOLVED THAT pursuant to the provisions of Sections 149, 152, 161 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), **Mr. ROHIT BHANJIBHAI DOBARIYA** (DIN: 08085331) who was appointed by the Board of Directors, as an Additional Director, and who meets the criteria for independence as provided in Section 149(6) of the Act, and Regulation 16(1) (b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 and who has submitted a declaration to that effect who is eligible for appointment as an Independent Director of the Company, not liable to Retire by Rotation, be and is hereby appointed as a Director of the Company, for a term of 5 Years Commencing From March 14 2018, to March 13 2023.

7. To Change in Designation of Mrs. Ilaben Dineshbhai Paghdar from Non-executive to Executive Director and Approval of Remuneration under section 196 and 197 Read with Schedule V.

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

"RESOLVED THAT the Company hereby accords its approval and consent under Sections 196 and 197 and all other applicable provisions of the Companies Act, 2013 read with Schedule V thereto, to the Change in Designation of Mrs. Ilaben Dineshbhai Paghdar (DIN 07591339) from Non-executive Director to Executive Director with effect from 28th September 2018 for a Period of 3 YEARS whose office is liable to retire by rotation, upon terms and conditions including remuneration not exceeding the limit of Rs. 12,00,000/- (Rupees Twelve Lacs Only) per annum, on terms and conditions and stipulations set out in the Explanatory Statement annexed to the Notice of this Meeting.

"RESOLVED FURTHER THAT the remuneration including benefits, amenities and perquisites as set out in Explanatory Statement shall nevertheless be paid and allowed to Mrs. Ilaben Dineshbhai Paghdar (DIN 07591339) as remuneration for any financial year in case of absence or inadequacy of profits for such year, subject to the provisions prescribed under Section 197 read with Schedule V to the Companies Act, 2013 and Rules framed thereunder and any other applicable provisions of the Act or any statutory modification or re-enactment thereof subject to change as Board may deemed fit as per profitability of the Company, provided that the amount of remuneration includes all perquisite

"RESOLVED FURTHER THAT the Board of Directors be and is hereby authorised to take such steps and do all such acts, deeds, matters and things as may be considered necessary, proper and expedient to give effect to this Resolution."

By order of the Board of Directors,
AKSHAR SPINTEX LIMITED.

Place: Haripar (Jamnagar)

Date: 28/08/2018

ASHOK SHUKANBHAI BHALALA
Chairman & Managing Director

NOTES

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE, IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**A person can act as proxy on behalf of Members not exceeding Fifty (50) and holding in the aggregate not more than ten percent (10%) of the total share capital of the Company. In case a proxy is proposed to be appointed by a Member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other Member.
- Corporate Members intending to send their authorized representatives to attend the Annual General Meeting, pursuant to Section 113 of the Companies Act, 2013, are requested to send to the Company, a certified copy of relevant Board Resolution together with the respective specimen signatures of those representative(s) authorized under the said Resolution to attend and vote on their behalf at the Meeting.
- The instrument appointing the proxy (duly completed, stamped and signed) must be deposited at the Registered office of the Company not less than 48 hours before the commencement of the meeting. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged, at any time during the business hours of the Company, provided not less than 3 days written notice is given to the Company.
- In terms of the provisions of Section 152 of the Companies Act, 2013, Mr. Amit Vallabhkhai Gadhiya (DIN:- 06604671) retires by rotation at forthcoming Annual General Meeting and being eligible, offers himself for re-appointment.
- The relevant documents referred in the notice will be available for inspection by the members at the registered office of the Company during business hours on any working day (except Sundays & Public Holidays)
- Register of Members and the Share Transfer Books of the Company will remain closed from Saturday - 22nd September, 2018 to Friday - 28th September, 2018. (both days inclusive).
- The record date for the purpose of determining the eligibility of the Members to attend the 5th Annual General Meeting of Company will be Friday - 21stSeptember, 2018.
- All documents referred to in the accompanying notice and explanatory statement will be kept open for inspection at the Registered office of Company on all working days during business hours. Prior to date of Annual General Meeting.
- The Notice of 5th Annual General Meeting and the Annual Report 2017-18 of the Company, circulated to the members of the Company, will be made available on the Company's website at <http://www.aksharspintex.in/annual-report.html>
- Members/ Proxies/ Representatives are requested to bring the Attendance Slip, enclosed with the Annual Report/ Notice for attending the meeting, duly completed and signed mentioning therein details of their DP ID and Client ID/ Folio No.

11. In case of Joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote at the meeting.
12. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company/ Registrar and Transfer Agent.
13. Members who have not registered their e-mail address so far are requested to register their e-mail address with depository participant/ Registrar and Transfer Agents for receiving all the communications including Annual reports, Notices etc. In electronic mode.
14. Members holding shares in physical form are requested to notify immediately the change of their address and bank particulars to the R&T Agent of the Company. In case shares held in dematerialized form, the information regarding change of address and bank particulars should be given to their respective Depository Participant.
15. Non-Resident Indian Members are requested to inform Registrar and Transfer Agent, immediately of:
 - i. Change in their residential status on return to India for permanent settlement.
 - ii. Particulars of their bank account maintained in India with complete name, branch, account type, account number and address of the bank with pin code number, if not furnished earlier.
16. Electronic copy of the Annual Report for 2017-18 is being sent to all the members whose email IDs are registered with the Company/Depository Participant(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copies of the Annual Report for 2017-18 is being sent in the permitted mode. Members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses, in respect of electronic holdings with the Depository through their concerned Depository Participants.
17. Relevant documents referred to in the accompanying Notice and the Statements are open for inspection by the members at the Registered office of the Company on all working days during business hours up to the date of the Meeting.
18. The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies and has issued circulars stating that service of notice/ documents including Annual Report can be sent by e-mail to its members. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses, in respects of electronic holding with the Depository through their concerned Depository Participants.
19. The remote e-voting will commence at 9:00 a.m. on Tuesday 25th September 2018 and will end at 5:00 p.m. (IST) on Thursday 27th September 2018. The e-voting module shall be disabled by NSDL thereafter. Once the Vote on a resolution is a cast by a shareholder, the shareholder shall not be allowed to change it subsequently. The Members attending the AGM who have not cast their vote by remote e- voting shall be eligible to vote at the AGM by Postal Ballot.

The Instructions for shareholders voting electronically are as under:



How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1 : Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com/>

Step 2 : Cast your vote electronically on NSDL e-Voting system.

Details on Step 1 is mentioned below:

How to Log-into NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****.
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***.

5. Your password details are given below:

- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - (ii) If your email ID is not registered, your 'initial password' is communicated to you on your postal address.
6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
- a) Click on "**Forgot User Details/Password?**" (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b) **Physical User Reset Password?** (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.

- c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address.

7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

Details on Step 2 is given below:

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
3. Select "EVEN" of company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.
5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
6. Upon confirmation, the message "Vote cast successfully" will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to piyushrjethva@gmail.com with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "[Forgot User Details/Password?](#)" or "[Physical User Reset Password?](#)" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990 or send a request at evoting@nsdl.co.in

**EXPLANATORY STATEMENT AS REQUIRED
UNDER SECTION 102 OF THE COMPANIES ACT, 2013**

- The Company has appointed **CS Piyush Jethva, Practising Company Secretary** to act as the Scrutinizer & shall scrutinize the entire e-voting process and ballot voting to be conducted at the Venue of Annual General Meeting. The Scrutinizer, **CS Piyush Jethva, Practising Company Secretary** Email ID: piyushrjethva@gmail.com shall scrutinize the process in fair and transparent manner.
- The Scrutinizer shall after the conclusion of voting at the meeting, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in employment of the Company. The Scrutinizer shall submit a consolidated Scrutinizer's Report on the votes cast to the Chairman of the meeting.
- A member may participate in the AGM even after exercising his right to vote through remote e-voting but shall not be allowed to vote again at the AGM.
- All documents referred to in the accompanying Notice shall be open for inspection at the Registered office of the Company during normal business hours 10:00 a.m. to 06:00 p.m. on any working days except Sunday, up to and including the date of the Annual General Meeting of the Company.
- The Statutory Register under the Companies Act, 2013 (Register under Section 170, 189 and other section as required by the Companies Act, 2013) is available for inspection at the Registered office of the Company during business hours between 11.00 am to 5.00 pm except on holidays and will be made available at the venue of the meeting.
- Members/Proxies attending the meeting are requested to bring the Attendance Slip (duly completed) to the Meeting

By order of the Board of Directors,
AKSHAR SPINTEX LIMITED.

Place: Haripar (Jamnagar)

Date: 28/08/2018

ASHOK SHUKANBHAI BHALALA
Chairman & Managing Director

ITEM NO. 4

The Board of Directors appoints Mr. Nirala Indubhai Joshi as an Additional Director of the Company and also as an Independent Director, Not liable retires by rotation, for a Term of 5 Years, Subject to approval of the Members in General Meeting. Pursuant to Provision of Section 160(1) of the Act, Mr. Nirala Indubhai Joshi, Director, hold office up to date of the forthcoming Annual General Meeting of the Company to be held on Friday, 28th September, 2018, he is eligible to be appointed as a Director.

Mr. Nirala Joshi holds a Degree in Bachelor of commerce from Saurashtra University. He has completed his Secondary and Higher Secondary Education from the Gujarat State Board.

Further, Mr. Nirala Indubhai Joshi submitted declaration that he fulfills the criteria of independence as per Section 149 of the Companies Act, 2013 read with Schedule IV to the 2013 Act.

In the opinion of the Board, Mr. Nirala Indubhai Joshi fulfills the conditions specified in the Act and SEBI Listing Regulations for appointment as Independent Director and is independent of the management of the Company.

None of the Directors or the Key Managerial Personnel, or their relatives, of the Company, except the proposed appointees, is interested in the said Resolution.

ITEM NO. 5

The Board of Directors appoints Mr. Vipul Vallabhbai Patel as an Additional Director of the Company and also as an Independent Director, Not liable retire by rotation, for a Term of 5 Years, subject to approval of the Members in General Meeting. Pursuant to Provision of Section 160(1) of the Act, Mr. Vipul Vallabhbai Patel, Director, hold office upto date of the forthcoming Annual General Meeting of the Company to be held on Friday, 28th September, 2018, he is eligible to be appointed as a Director.

Mr. Vipul Vallabhbai Patel is a Member of The Bar Council of Gujarat

Further, Mr. Vipul Vallabhbai Patel submitted declaration that he fulfills the criteria of independence as per Section 149 of the Companies Act, 2013 read with Schedule IV to the 2013 Act.

In the opinion of the Board, Mr. Vipul Vallabhbhai Patel fulfils the conditions specified in the Act and SEBI Listing Regulations for appointment as Independent Director and is independent of the management of the Company.

None of the Directors or the Key Managerial Personnel, or their relatives, of the Company, except the proposed appointees, is interested in the said Resolution.

ITEM NO. 6

The Board of Directors appoints Mr. Rohit Bhanjibhai Dobariya as an Additional Director of the Company and also as an Independent Director, Not liable retires by rotation, for a Term of 5 Years, Subject to approval of the Members in General Meeting. Pursuant to Provision of Section 160(1) of the Act, Mr. Rohit Bhanjibhai Dobariya, Director, hold office upto date of the forthcoming Annual General Meeting of the Company to be held on Friday, 28th September, 2018, he is eligible to be appointed as a Director.

Mr. Rohit Bhanjibhai Dobariya holds a degree in Bachelor of Science from Saurashtra University, Gujarat.

Further, Mr. Rohit Bhanjibhai Dobariya submitted declaration that he fulfills the criteria of independence as per Section 149 of the Companies Act, 2013 read with Schedule IV to the 2013 Act.

In the opinion of the Board, Mr. Rohit Bhanjibhai Dobariya fulfils the conditions specified in the Act and SEBI Listing Regulations for appointment as Independent Director and is independent of the management of the Company.

None of the Directors or the Key Managerial Personnel, or their relatives, of the Company, except the proposed appointees, is interested in the said Resolution.

ITEM NO. 7

CHANGE IN DESIGNATION OF MRS. ILABEN DINESHBHAI PAGHDAR FROM NON-EXECUTIVE DIRECTOR TO EXECUTIVE DIRECTOR

Mrs. Ilaben Dineshbhai Paghdar is engaged with the company from 16th August 2016. Considering the devotion of time and her dedication towards the work it is decided by the Board of Directors to appoint Mrs. ILABEN DINESHBHAI PAGHDAR as an executive Director. (Change in Designation from Non-executive to executive Director) The present proposal is for seeking members' approval for the change in designation of Mrs. Ilaben Dineshbhai Paghdar as a non-executive Director to executive Director and approval of her remuneration in terms and the applicable provision of the Companies Act 2013.

The Board of Director of the Company at its meeting held on 28th August 2018 has, subject to approval of the members, approve the remuneration up to Rs. 12,00,000/- (Rupees Twelve Lacs Only) per annum subject to change as per profitability of the company. The remuneration including benefits, amenities shall nevertheless be paid and allowed to Mrs. Ilaben Dineshbhai Paghdar (Din 07591339) as remuneration for any financial year in case of absence or inadequacy of profits for such year.

Particulars required under schedule V for Appointment of Mrs. ILABEN DINESHBHAI PAGHDAR are as under:

GENERAL INFORMATION:

NATURE OF INDUSTRY	:	SPINNING INDUSTRY (Cotton Industry)
DATE OF COMMERCIAL PRODUCTION	:	28.10.2014
IN CASE OF NEW COMPANIES, EXPECTED DATE OF COMMERCIAL ACTIVITIES	:	NOT APPLICABLE
FINANCIAL PERFORMANCE	:	AS PER ANNEXURE –A
FOREIGN INVESTMENT	:	NOT APPLICABLE

INFORMATION ABOUT APPOINTEE:

- BACK GROUND DETAILS:** Ilaben Dineshbhai Paghdar, aged 42 years, she has completed Secondary Education from Gujarat Board. She was working with company since 16th October 2016. As an Executive Director she will look after all administration work at corporate office of the Company.
- PAST REMUNERATION:** Rs. 1,50,500/- (Rupees one Lacs Fifty Thousand Five Hundred Only) per Annum
- RECONGNISITION OR AWARD:** Not Applicable
- JOB PROFILE AND SUITABILITY:** She is conversant with day to day transaction of the company. Further she is competent to handle all administration work in the Company.
- PROPOSED REMUNERATION:** Rs. 12,00,000 (Rupees Twelve Lacs only) per annum subject to profitability of the company i.e the Board of Directors can mutually reduce the remuneration on the base of financial performance of the company subject to upper limit of Rs. 12,00,000 (Rupees Twenty Lacs) per annum.

6. **REMUNERATION COMPARISON:** The remuneration is proposed after comparison of remuneration package of other industry working on the same level. Further remuneration is decided after the responsibilities shouldered on her as Executive Director.
7. **PECUNIARY RELATIONSHIP:** Does not have any pecuniary relationship with the Company except remuneration drawn as an executive Director.

→ **OTHER INFORMATION:**

1. **Reason for inadequacy of profit and improving steps and expected increase in productivity and profits in measurable terms:** The Company made profit for last three financial years. But that profit is considered inadequate as per section 197 of the Companies act, 2013. The remuneration is proper as per role and responsibility casted on shoulder of Mrs. Ilaben Paghdar as an Executive Director. The Financial figures showing upward trend since last three years. It is expected to increase the profitability in recent years.

Information pursuant to 1.2.5 of the Secretarial Standard on General Meetings (SS-2) regarding Director seeking appointment / re-appointment

Mrs. ILABEN DINESHBHAI PAGHDAR

Age	42 Years
Qualifications	H.S.C.
Experience	3 Years
Terms and conditions of appointment or re-appointment	Substantial Terms and Conditions of Appointment are as under; <ol style="list-style-type: none"> 1) Tenure of this appointment shall be Three years with effect from September 28, 2018. 2) Mrs. Ilaben Dineshbhai Paghdar- as Executive Director of the Company shall liable to retire by rotation. The executive Director shall be entitled to such other privileges, allowance, facilities and amenities in accordance with rules and regulations as may be applicable to other employees of the Company and as may be decided by the Board, within the overall limits of Rs. 12,00,000/- (Rupees Twelve Lacs Only)per annum as specified. 3) The company shall pay any remuneration to the executive Director as per decision of the Board of Director which should be as prescribed by The Companies Act, 2013 or any modification or alteration or replacement of the Such Act. The company shall reimburse of actual expenses incurred by the executive Director in connection with the company's business.

	<ol style="list-style-type: none"> 4) Proposed remuneration is payable to the executive Director subject to profitability of the company i.e the Board of Directors can mutually reduce the remuneration on the base of financial performance of the company subject to upper limit of Rs. 12,00,000/- (Rupees Twelve Lacs Only)per annum as specified. 5) The appointment shall be governed by Section 196, 197, 203 read with Schedule V of the Companies Act, 2013 and rules made thereunder 6) The separation from this engagement could be effected by either side giving One months' notice
Proposed Remuneration	Rs. 12,00,000/- (Rupees Twelve Lacs) per annum
Last drawn remuneration	Rs. 1,50,500/- (Rupees one Lacs Fifty Thousand Five Hundred Only)
Date of first appointment on the Board	16 th August, 2018.
No. of share held	1602000 Shares
Relationship with Directors, Managers & KMP	Not Related with any Existing Director and KMPs
Number of Board Meeting attended during Previous Financial Year	16
Chairman/ Member of the Committees of Boards of other companies	Member in 2 Committee.

By order of the Board of Directors,
AKSHAR SPINTEX LIMITED.

Place: Haripar (Jamnagar)

Date: 28/08/2018

ASHOK SHUKANBHAI BHALALA
Chairman & Managing Director

Details of the Directors seeking Appointment /Re-Appointment in the 5th Annual General Meeting of the Company pursuant to Regulation 36 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015

MR. AMIT VALLABHBHAI GADHIYA – Whole-Time Director

Name of Director	Amit Vallabhbhai Gadhiya DIN:- 06604671
Date of Birth	28.07.1986
Date of Appointment	19.06.2013
Qualification	Higher Secondary Education from Gujarat secondary and higher secondary Board.
Expertise in Specific functional areas	Purchase, sales and Administrative Department
Number of shares held in the Company	1820100
List of other Companies in which Directorships are held	NIL
Memberships/Chairpersonships of committees of Board	3 (Member) 1. Risk Management Committee 2. Stakeholder Relationship Committee 3. Initial Public offer Committee (IPO)

2. Mr. NIRALA INDUBHAI JOSHI – Independent Director

Name of Director	NIRALA INDUBHAI JOSHI DIN:- 08055148
Date of Birth	08.07.1957
Date of Appointment	17.01.2018
Qualification	Bachelor of commerce from Saurashtra University
Expertise in Specific functional areas	NA
Number of shares held in the Company	NIL
List of other Companies in which Directorships are held	NIL
Memberships/Chairpersonships of committees of Board	2 1. Chairman of Audit Committee 2. Nomination & Remuneration Committee (Member)

3. Mr. VIPUL VALLABHBHAI PATEL– Independent Director

Name of Director	VIPUL VALLABHBHAI PATEL DIN:- 08079702
Date of Birth	07.11.1979
Date of Appointment	08.03.2018
Qualification	Bachelor of Law (LLB)
Expertise in Specific functional areas	NA
Number of shares held in the Company	NIL
List of other Companies in which Directorships are held	NIL
Memberships/Chairpersonships of committees of Board	2 1. Chairman of Stakeholder Relationship Committee. 2. Member of Audit Committee.

4. Mr. ROHIT BHANJIBHAI DOBARIYA – Independent Director

Name of Director	ROHIT BHANJIBHAI DOBARIYA DIN:- 08085331
Date of Birth	04.12.1980
Date of Appointment	14.03.2018
Qualification	Bachelor of Science (BSC)
Expertise in Specific functional areas	NA
Number of shares held in the Company	NIL
List of other Companies in which Directorships are held	NIL
Memberships/Chairpersonships of committees of Board	1 Chairman of Nomination & Remuneration Committee

DIRECTOR'S REPORT

To,
Members,
Akshar Spintex Limited,

Your Directors are pleased to present 5th Annual Report along with the audited financial statements for the year ended 31st March, 2018.

FINANCIAL RESULTS

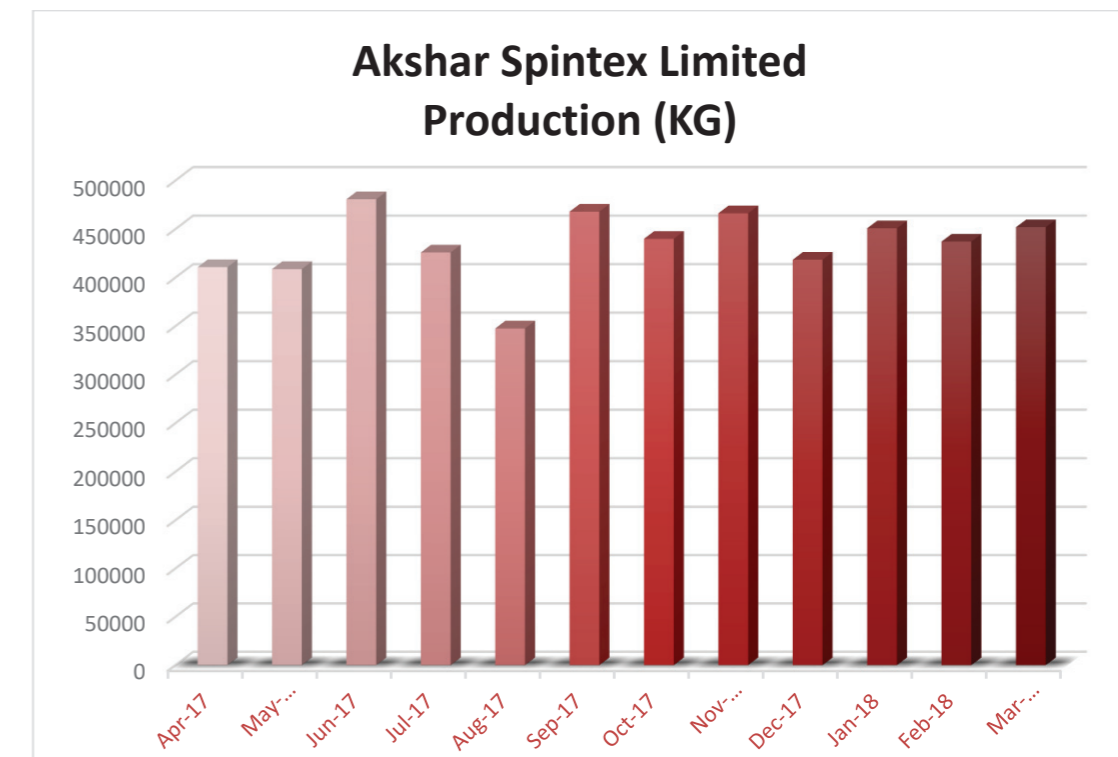
The Financials of The Company for The Year Ended On March 31, 2018. Is Summarized as under:

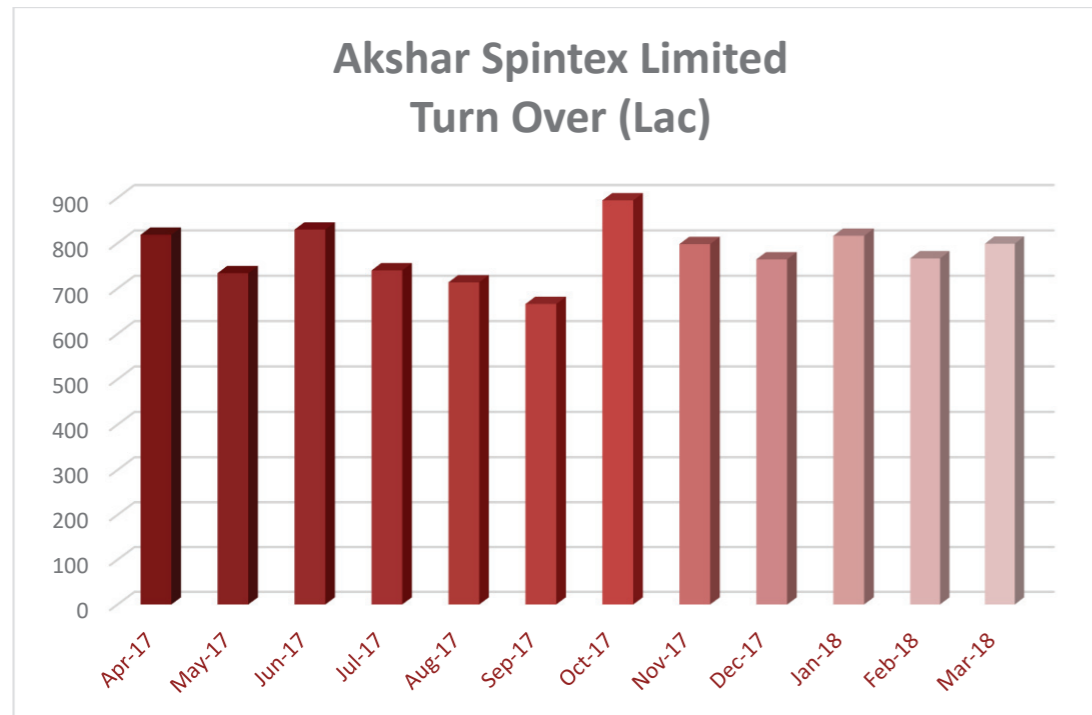
PARTICULARS	31.03.2018	31.03.2017
Revenue from Operations	93,07,59,950	86,25,04,153
Other Income	6,45,22,189	9,18,972
Total Revenue	99,52,82,139	86,34,23,125
Cost of Materials Consumed	69,04,94,669	66,43,89,170
Purchase of Stock in Trade	-	-
Changes in inventories of finished goods, WIP and Stock-in-trade	(29,44,023)	(2,28,47,259)
Employees Benefit Expenses	6,78,88,746	4,80,68,084
Finance Costs	2,27,24,752	2,53,25,703
Depreciation and Amortization Expenses	3,83,86,933	3,78,68,990
Other Expenses	9,83,50,863	8,36,51,072
Total Expenses	91,49,01,939	83,64,55,760
Profit Before Tax	8,03,80,200	2,69,67,366
Tax Expenses		
Current Tax	(94,77,117)	59,57,415
Deferred Tax	43,60,209	(47,70,339)
Total Tax Expenses	(51,16,909)	11,87,076
Profit After Tax	8,54,97,109	2,57,80,290
Earnings Per Share (EPS)	3.56	1.07

REVIEW OF BUSINESS OPERATION AND FINANCIAL HIGHLIGHTS

The key highlights pertaining to the business of the company for the year 2017-2018 are as under:

- The total revenue from operation of the company during the financial year 2017-18 is of Rs. 99,52,82,139 as compared to previous year's revenue was Rs. 86,34,23,125/-.
- The total expenses of the company during the financial year 2017-18 is of Rs. 91,49,01,939 as compared to previous year's expenses was Rs. 83,64,55,760/-.
- Profit before tax 2017-18 is of Rs. 8,03,80,200/- as compared to previous year's Profit before tax was Rs. 2,69,67,366/-.
- Net Profit of the Company for the current financial year 2017-2018 is of Rs.8,54,97,109/- as compared to previous year's Profit was Rs. 2,57,80,290/-.
- Following charts are showing month wise details of Production and Turnover during the previous year.





TRANSFER TO RESERVES

The Company has transferred the Rs. 8,54,97,109/- to Surplus and Reserve Account. Total Amount lying in the Reserve and Surplus account at the end on the year is 10,50,71,338/-

DIVIDEND

With a view to plough back of profits and using Net Profit for liquidity purpose and day-to-day operational activities, your Board of Directors does not recommend any dividend for the F.Y. 2017-18.

CAPITAL STRUCTURE

AUTHORISED SHARE CAPITAL:

During the year under review, the Company has increased its Authorised Share Capital From Rs. 24,00,00,000/- (Rupees Twenty Four Crore Only) To Rs. 25,00,00,000/- (Rupees Twenty Five Crore Only) passing an Ordinary Resolution at an Extra-Ordinary General Meeting of the Members of the Company which was held on Monday, Dec 04, 2017.

PAID-UP SHARE CAPITAL:

The Paid-Up Share Capital of the Company at the end of financial year was Rs. 24,00,00,000/- (Rupees Twenty Four Crore only) divided into 2,40,00,000 (Two crore Forty Lacs only) Equity Shares of Rs. 10/-.

After the Completion of the Financial year the Company has offered total 67,47,000 Equity Shares by way of Initial Public offer which consist of offer of New Equity Shares as well as offer of Existing Shares to the Public.

The Paid-up Share Capital of the Company w.e.f. 09th May, 2018 was 24,99,90,000/- (Rupees Twenty Four Crore Ninety Nine Lacs Ninety Thousand only) divided into 2,49,99,000 (Two Crore Fourty Nine Lacs Ninety Nine Thousand Only) Equity Shares.

CONVERSION OF COMPANY INTO PUBLIC COMPANY

During the year under review, the Company was converted its status from "Private Limited" to "Public Limited" on 05th January 2018 in pursuant to provisions of Section 14 of the Companies Act, 2013.

ADOPTION OF NEW SETS OF ARTICLES OF ASSOCIATION

The Company has adopted new sets of Articles of Association (AOA) of the Company Pursuant to Section 14 of the Companies Act, 2013, with the consent of members of the Company on 28th February, 2018 by way of a Special Resolution. Accordingly, this matter has been placed before the Members approval.

CHANGE IN THE NATURE OF BUSINESS

There was no change in the nature of business of the Company during the year under Report.

LISTING OF SECURITIES ON BOMBAY STOCK EXCHANGE-SME PLATFORM

The Equity Shares of the company has been listed on Bombay Stock Exchange SME Platform (BSE SME Platform) on Friday, May 11th, 2018.

Script Code: 541303

ISIN: INE256Z01017

The company came up with a public issue of Initial Public Offer of 67,47,000 Equity Shares of face value of 10/- Each for cash at a price of Rs. 40/- Per Equity Share (Including a share premium of Rs. 30/- Per Equity Share) Aggregating to Rs. 2698.80 Lakhs comprising a Fresh Issue of 9,99,000 Equity Shares aggregating to Rs. 399.60 Lakhs by the Company ("Fresh Issue") And An Offer For Sale of 57,48,000 Equity Shares by selling Shareholders ("Offer For Sale") aggregating to Rs. 2299.20 Lakhs. Out of which 3,45,000 Equity Shares of face value Rs. 10/- Each for cash at a price Of Rs. 40/- Per Equity Share, aggregating Rs. 138.00 Lakhs was reserved for Subscriptions by the Market Maker to the Offer (The "Market Maker Reservation Portion").

The offer Less Market Maker reservation portion i.e. net offer of 64,02,000 Equity Shares of face value Of Rs. 10/- each for cash at a price of Rs. 40/- per Equity Share, aggregating Rs. 2560.80 Lakhs (Net Offer). The offer and the Net Offer constitute 26.99 % And 25.61 % respectively of the fully diluted post offer paid up equity share capital of our Company.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

Following changes were made during the year:

➤ RESIGNATION OF DIRECTORS

Following directors were tender their resignation from the Post of Director due to their pre-occupation in other assignments.

SR. NO.	DIN	NAME OF THE DIRECTOR	APPOINTMENT DATE	RESIGNATION DATE
1	06798457	RAJDEEP MANSUKHBHAI TALA	17.02.2014	02.12.2017
2	01055985	REKHABEN HARIKRUSHNABHAI CHAUHAN	17.02.2014	02.12.2017
3	07710110	MANOJBHAI LALJIBHAI BALDHA	17.01.2017	02.12.2017
4	07710111	PARESH SHUKANBHAI BHALALA	17.01.2017	02.12.2017
5	07710114	PRAVIN SUKANBHAI BHALALA	17.01.2017	02.12.2017

➤ CHANGE IN DIRECTORSHIP

Following directors Position have been changed during the year:

SR. NO.	DIN	NAME OF THE DIRECTOR	APPOINTMENT DATE	CHANGE IN POSTION W.E.F.	POSITION
1	02003197	ASHOKBHAI SHUKANBHAI BHALALA	05.09.2013	09.01.2018	Director to Chairman & Managing Director
2	06604671	AMIT VALLABBHAI GADHIYA	19.06.2013	09.01.2018	Director to Whole-Time Director
3	07710106	HARIKRUSHNA SHAMJIBHAI CHAUHAN	17.01.2017	09.01.2018	Director to Whole-Time Director
4	07591339	ILABEN DINESHBHAI PAGHDAR	16.08.2016	09.01.2018	Executive Director to Non-Executive Director

➤ APPOINTMENT OF INDEPENDENT DIRECTORS

The following persons were appointed as Independent Director during the year:

SR. NO.	DIN	NAME OF THE DIRECTOR	APPOINTMENT DATE	RESIGNATION DATE
1	08055148	NIRALA INDUBHAI JOSHI	17.01.2018	Still Working as Director
2	08079702	VIPUL VALLABHBHAI PATEL	08.03.2018	Still Working as Director
3	08085331	ROHIT BHANJIBHAI DOBARIYA	14.03.2018	Still Working as Director
4	00127958	ASHOKBHAI ARJANBHAI VAGHASIA	17.01.2018	23.02.2018
5	08055154	RAMESHBHAI RAVJIBHAI CHAVDA	17.01.2018	23.02.2018

** Ashokbhai Vaghasia and Rameshbhai Chavda tendered their resignation due to their pre-occupation in other assignments.

➤ APPOINTMENT OF COMPANY SECRETARY

The company has appointed Ms. Ankita Popat (Membership Number A47957) as a Company Secretary & Compliance officer of the Company w.e.f. 09th January, 2018.

➤ APPOINTMENT OF CHIEF FINANCIAL OFFICER

The company has appointed Mr. Pratik Raiyani (PAN NUMBER: ANOPR1585L) as a Chief financial officer of the Company w.e.f. 09th January, 2018.

DIRECTOR RETIRE BY ROTATION

Mr. AMIT VALLABBHAI GADHIYA (DIN: 06604671), Director of the Company retires from office by rotation in accordance with the requirement of the Section 152 (6) Companies Act, 2013 and being eligible, offers himself for reappointment.

CURRENT STRUCTURE OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

Sr. No.	DIN/PAN/MEMBERSHIP NUMBER	Name of Persons	Designation	Date of Appointment
1	02003197	Ashok Shukanbhai Bhalala	Chairman & Managing Director	05.09.2013
2	06604671	Amit Vallabbhai Gadhiya	Whole-Time Director	19.06.2013
3	07710106	Harikrushna Shamjibhai Chauhan	Whole-Time Director	17.01.2017
4	07591339	Ilaben Dineshbhai Paghdar	Non-Executive Director	16.08.2016
5	08055148	Nirala Indubhai Joshi	Independent Director	17.01.2018
6	08079702	Vipul Vallabhbhai Patel	Independent Director	08.03.2018
7	08085331	Rohit Bhanjibhai Dobariya	Independent Director	14.03.2018
8	ANOPR1585L	Pratik Rameshbhai Raiyani	Chief-Financial officer	09.01.2018
9	A47957	Ankita Kiritbhai Popat	Company Secretary & Compliance officer	09.01.2018

CONSTITUTION OF COMMITTEES

The board of Directors has constituted the following Committees:



AUDIT COMMITTEE

Constitution Date: 14th March 2018.

The Audit Committee has constituted with the following persons as per section 177 of the Companies Act, 2013 and Regulation 18 of the (Listing Obligation and Disclosure Requirements), Regulations, 2015.

Sr. No.	Name of the Person	Status in Committee	Position in Company
01	Mr. Nirala Joshi	Chairman	Independent Director
02	Mr. Vipul Patel	Member	Independent Director
03	Mrs. liaben Paghdar	Member	Non-executive Director

NOMINATION AND REMUNERATION

Constitution Date: 14th March 2018.

The Nomination and Remuneration Committee has constituted with the following persons as per section 178 of the Companies Act, 2013 and Regulation 19 of the (Listing Obligation and Disclosure Requirements), Regulations, 2015.

Sr. No.	Name of the Person	Status in Committee	Position in Company
01	Mr. Rohit Dobariya	Chairman	Independent Director
02	Mr. Nirala Joshi	Member	Independent Director
03	Mrs. Illaben Paghdar	Member	Non-Executive Director

C. STAKE HOLDER RELATION COMMITTEE

Constitution Date: 14th March 2018.

The Stake Holder Relation Committee has constituted with the following persons as per section 178 of the Companies Act, 2013 and Regulation 20 of the (Listing Obligation and Disclosure Requirements), Regulations, 2015.

Sr. No.	Name of the Person	Status in Committee	Position in Company
01	Mr. Vipul Patel	Chairman	Independent Director
02	Mr. Harikrushna Chauhan	Member	Whole-Time Director
03	Mr. Amit Gadhiya	Member	Whole-Time Director

RISK MANAGEMENT COMMITTEE

Constitution Date: 17th January 2018.

The Risk Management Committee has constituted with the following persons as per Regulation 21 of the (Listing Obligation and Disclosure Requirements), Regulations, 2015.

Sr. No.	Name of the Person	Status in Committee	Position in Company
01	Mr. Ashok Bhalala	Chairman	Managing Director
02	Mr. Harikrushna Chauhan	Member	Whole Time Director
03	Mr. Amit Gadhiya	Member	Whole Time Director

IPO COMMITTEE

Constitution Date: 14th March 2018.

The Board has constituted and appoints a committee of the Board of Directors as IPO Committee (Initial Public Offering Committee) consisting with the following Persons:

Sr. No.	Name of the Person	Status in Committee	Position in Company
01	Mr. Ashok Bhalala	Chairman	Managing Director
02	Mr. Harikrushna Chauhan	Member	Whole Time Director
03	Mr. Amit Gadhiya	Member	Whole Time Director

PERFORMANCE EVALUATION

- The board of directors has carried out an evaluation of its own performance, board committees and individual directors pursuant to the provisions of the Act, SEBI Listing Regulations.
- The performance of the Board was evaluated by the Board, after seeking inputs from all the Directors, on the basis of the criteria such as the board composition and structure, effectiveness of board processes, information and functioning etc.
- The performance of the Committees was evaluated by the Board after seeking inputs from the Committee Members on the basis of the criteria such as the composition of Committees, effectiveness of Committee Meetings, etc.
- The separate Meeting of Independent Director was not held During the Year as this clause is not applicable to during current financial Year (2017-18).
- The Board and the Nomination and Remuneration Committee reviewed the performance of the individual Directors on the basis of the criteria such as the contribution of the individual Director to the Board and Committee Meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc.

DECLARATION BY INDEPENDENT DIRECTORS

The Company has received declarations from all the Independent Directors confirming that they meet the criteria of independence as prescribed under 149(6) of the Companies Act, 2013 read with Rules issued there under as well as Regulation 16(1)(b) of the Listing Regulations (including any statutory modification(s) or re-enactment(s) for the time being in force).

MEETING OF THE MEMBERS

The Members of the Company met **5 times** during the year on 30.09.2017, 04.12.2017, 26.12.2017, 15.01.2018 AND 28.02.2018 in respect of which proper Notices were given and the proceedings were properly recorded, signed and maintained in the Minutes book kept by the Company.

MEETING OF THE BOARD OF DIRECTORS

The board of Directors of the Company met **16** times during the year as under;

10.04.2017	10.05.2017	06.07.2017	25.08.2017
19.09.2017	06.11.2017	26.11.2017	02.12.2017
08.12.2017	09.01.2018	17.01.2018	05.02.2018
23.02.2018	08.03.2018	14.03.2018	20.03.2018

And the gap between any two meetings was within the period prescribed by the companies Act 2013 and the SEBI Listing Regulation. The details of which are under as

Sr. No.	Name of The Directors	Category	Meetings Held During The Tenure of The Directors	Meetings Attended	Attendance At Last AGM Held On 30.09.2017	No. of Committee/ Membership Which He Is A Member and Chairperson
1	Ashok S. Bhalala	Chairman, Managing Director & Promoter	16	16	YES	Chairman in 2 Committee
2	Amit V. Gadhiya	Promoter & Whole-Time Director	16	16	YES	Member in 4 Committee
3	Harikrushna S. Chauhan	Promoter & Whole-Time Director	16	16	YES	Member in 4 Committee
4	Ilaben D. Paghdar	Non-Executive Director	16	16	YES	Member in 2 Committee
5	Rajdeep M. Patel	Director	8	8	YES	NONE
6	Rekhaben H. Chauhan	Director	8	8	YES	NONE
7	Pareshbhai S. Bhalala	Director	8	8	YES	NONE
8	Pravinbhai S. Bhalala	Director	8	8	YES	NONE
9	Manojbhai L. Baldha	Director	8	8	YES	NONE

MEETING OF THE COMMITTEE

After constitution of the all the Committee (i.e. 14th March, 2018) all the Committee meet in once during the Financial year ended on 31stMarch, 2018

SR. NO.	NAME OF THE COMMITTEE	MEETING DATE	ATTENDANCE AT THE MEETING
1.	Audit Committee	30.03.2018	Attended by Chairman, & all the Members of the Committee
2	Nomination & Remuneration Committee	30.03.2018	Attended by Chairman, & all the Members of the Committee
3	Stake Holder Relation Committee	31.03.2018	Attended by Chairman, & all the Members of the Committee
4	Risk Management Committee	31.03.2018	
5	IPO Committee	27.03.2018	Attended by Chairman & all the Members of the Committee

DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to the requirements of Section 134(3)(c) and (5) of the Companies Act, 2013, it is hereby confirmed:

- in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and the profit or loss of the Company for the period ended 31.03.2018.
- the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- the Directors had prepared the annual accounts on a going concern basis.
- the Directors in the case of a listed company, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

NOMINATION & REMUNERATION POLICY

The Board has, on the recommendation of the Nomination & Remuneration Committee, framed a Policy for selection, appointment and remuneration of Directors and Key Managerial Personnel, including criteria for determining qualifications, positive attributes and independence of Directors.

The Policy is available on the Company's Website

Website Link: <http://www.aksharspintex.in/corporate-governance.html>

PARTICULARS OF EMPLOYEES

The provisions of Rule 5(2) & (3) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 are not applicable to the Company as none of the Employees of the Company has received remuneration above the limits specified in the Rule 5(2) & (3) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 during the financial year 2017-18.

The information required under Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 is given in the Statement annexed herewith as "**Annexure- I**".

EXTRACT OF ANNUAL RETURN

The Annual Return as on March 31, 2018 in the prescribed Form No. MGT-7, pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014 is enclosed herewith as **MGT-9** and forms part of Directors' Report.

Weblink: <http://www.aksharspintex.in/annual-return.html>

****Kindly Take the Note that the Annual Return is available on the Website after the Conclusion of the AGM.**

PUBLIC DEPOSITS

During the year under review, the Company has not accepted deposits within the meaning of Section 73 to 76 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014.

The Company has accepted unsecured loan from the directors and their relatives, Promoters and their relatives, shareholders and others. The unsecured loan was previously accepted as a private limited company. The Company started to repay the unsecured loan after conversion its status from "Private Limited" to "Public Limited".

SUBSIDIARY COMPANY

The Company has no subsidiary as on 31st March, 2018.

CORPORATE GOVERNANCE

Details regarding Corporate Governance Report of the Company, the Equity Shares of the Company are listed on SME Platform of Bombay Stock Exchange of India Limited (BSE SME) and therefore pursuant to Regulation 15(2)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Regulation 27 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Part C of Schedule V relating to compliance of Corporate Governance shall not apply to the Company. Further, The Company need not require complying with requirements as specified in Part E of Schedule II pursuant to Regulation 27(1) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and submitting Compliance Report on Corporate Governance on quarterly basis pursuant to Regulation 27(2) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Whenever this regulation becomes applicable to the Company at a later date, it will be complied comply with the requirements of those regulations within six months from the date on which the provisions become applicable to our Company.

PARTICULARS OF LOANS, GUARANTEES, ADVANCES OR INVESTMENTS MADE UNDER SECTION SECTION 186 OF THE COMPANIES ACT, 2013

The Company has not given any loans or guarantees during the year under review within the purview of Section 186 of the Companies Act, 2013. The details of the investments made by Company are given in the notes to investments in the financial statements.

PARTICULARS OF MATERIAL CONTRACTS OR ARRANGEMENTS MADE WITH THE RELATED PARTIES

During the year your Company has entered into related party transaction with related party and same was in compliance with the applicable provisions of the Act. The said transaction was at an arm's length basis and the same has been reported in Form AOC-2 as required under Section 134(3)(h) of the Companies Act, 2013 read with Rule 8 of Companies (Accounts) Rules, 2014. which is forming part of this report.

All related party transactions are placed before the Audit Committee and Board for their approval. Omnibus approval of the Audit Committee was obtained for transactions which are of repetitive nature. Transactions entered into pursuant to omnibus approval are audited by the Audit Committee and a statement giving details of all Related Party Transactions are placed before the Audit Committee and the Board for review and approval on a quarterly basis.

REPORTING ON SUSTAINABILITY

We are continuously striving to promote better and more effective sustainability policy and practices. In order to ensure transparent communication of our sustainability efforts to all our stakeholders we have made conscious efforts through technology innovation and effective communication and transparency.

VIGIL MECHANISM

Pursuant to Provisions of Section 177(9) of the Companies Act,2013 read with Rule 7 of the companies (Meeting of Board and its Powers) Rules,2014 the Board of Directors had approved the policy on Vigil Mechanism/Whistle Blower Policy. Through this policy Directors, Employees or business associates may report the unethical behavior, malpractices, wrongful conduct, frauds, violations of the company's code etc. to the chairman of Audit Committee. The policy is available on the website of the Company: <http://www.aksharspintex.in/corporate-governance.html>

PREVENTION OF INSIDER TRADING

The securities and Exchange Board of India (SEBI) has Promulgated the SEBI (Prohibition and Insider Trading) Regulations, 2015 Pursuant thereto, the Company has formulated Code for Prevention of Insider Trading.

The Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors and designated employees of the Company. The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed. The Board is responsible for implementation of the Code. All Directors and the designated employees have confirmed compliance with the Code.

DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

During the year under review, There was no case filled during the year, under the sexual harassment of women at workplace (Prevention, Prohibition & Redresser) Act, 2013. Further Company ensures that there is a healthy and safe atmosphere for every women employee at the workplace and made the necessary policies for safe and secure environment for women employee.

PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars of conservation of energy, research and development, technology absorption and foreign exchange development, technology absorption and foreign exchange earnings and outgo in terms of Section 134 of the Companies Act, 2013 read with the Rule 8 of the Companies (Accounts) Rules, 2014 for the year ended 31st March, 2018 "[Annexure-II](#)" of this Report.

HUMAN RESOURCES AND INDUSTRIAL RELATIONS

During the year under review, your company had cordial and harmonious industrial relations at all the levels of organization. The company believes that the industry has the tremendous potential to impact the society, nation and the world positively. Its employees are major stakeholders and their efforts have direct stake in the business prospects of the organizations. The employees have extended a very productive cooperation in the efforts of the management to carry the company to greater heights.

MANAGEMENT DISCUSSION AND ANALYSIS REPORTS

As per Regulation 34 (e) read with schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), the management Discussion and Analysis Report of the Company for the year ended is set out in this Annual Report as "[Annexure III.](#)"

COST AUDIT

Pursuant to the Rules made by the Central Government of India, the Company is Required to Maintain cost records as specified under section 148(1) of the Act in respect of its products.

During the year under Review, Company has Complied with this Provisions.

ADEQUACY OF INTERNAL FINANCIAL CONTROL

The Company has clearly defined organization structure and lines of authority and sufficient control is exercised through quarterly and annual business review by the Management. The Company has adopted a well-defined system to ensure adequacy and efficiency of the Internal Financial Control Function.

AUDITORS

➤ STATUTORY AUDITORS

Pursuant to Provisions of Section 139 of the Act read with the companies (Audit and Auditors) Rules, 2014 as amended from time to time H.B. KALARIA & ASSOCIATES., Chartered Accountants, (FRN: 104571W), were appointed as statutory auditors from the conclusion of the Third Annual General Meeting held on 29th September, 2016 till the Conclusion of the 7th Annual General Meeting of the company, subject to rectification of their appointment at every Annual General Meeting, if required under law. The Statutory Auditor has confirmed their eligibility to the effect that their re-appointment, if made, would be within the prescribed limits under the Act and that they are not disqualified. Accordingly, necessary resolution for ratification of appointment of auditors is included in the notice of the AGM.

There is no qualification, reservation, adverse remark or disclaimer by the Statutory Auditors in their report except The company has accepted Deposit from its Directors and Shareholder in contravention of section 73 of the act and rules framed there under.

Clarification:

The Company has accepted unsecured loan from the directors and their relatives, Promoters and their relatives, shareholders and others. The unsecured loan was previously accepted as a private limited company. The Company started to repay the unsecured loan after conversion its status from “Private Limited” to “Public Limited”.

➤ **SECRETARIAL AUDITORS**

In terms of Section 204 of the Act and Rules made there under, the Company has appointed CS Piyush Jethva, Practicing Company Secretary, Rajkot as a Secretarial Auditor of the Company in the meeting of Board of Director held on 12th June, 2018. The secretarial Audit Report is attached herewith as “**Annexure IV.**”

Further, the Board of Directors of the Company would like to make following clarifications regarding comment made by Secretarial Auditor in his Secretarial Audit Report:

Clarification:

The secretarial Auditor observed that the Company had not Filed form CHG-1 for Creation of Charge in favour of HDFC Bank for loan against vehicle. The Board of Directors would like to clarify that the Company will do the compliance of the same in future. The Secretarial Auditor observed that the company was not having a Company Secretary and KMP as per section 203 of the Act for the period before 09th January 2018. In this Regard Board of Directors would like to clarify that the Company has already appointed the KMP and Company Secretary and complied with Section 203 of the Companies Act as on date. The Secretarial Auditor Observed that the company has accepted unsecured loan from the directors and their relatives, Promoters and their relatives, shareholders and others. Board of Directors would like to clarify that the unsecured loan was previously accepted as a private limited company. The Company started to repay the unsecured loan after conversion its status from “Private Limited” to “Public Limited”. The Secretarial Auditor observed that some forms was not filed/ filed late in time with additional fees and some forms were revised during the year. The Board of Director would like to clarify there were some clerical mistakes in filled form, so for better compliance company has filed revised form during the year. Non filing or Filing the form with additional fess is only procedural mistakes.

➤ **INTERNAL AUDITORS**

In terms of section 138 of the Companies Act, 2013 read with Rule 13 of the Companies (Accounts) Rules, 2014 the Company has appointed Mr. Ankit Makwana as an Internal Auditor of the Company in the Meeting of Board of Directors held on 12th June, 2018.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS

The Company has not received any significant or material orders passed by any regulatory authority, court or tribunal which shall affect the going concerns status of the Company's Operations.

RISK MANAGEMENT

Generally we believe that High Risk gives high Return but it fails without appropriate RiskManagement. An appropriate Risk Managing Policy minimizes the risk and maximizes the return.

Therefore, The Company has established a well-Defined risk Management Policy as well as Company has Constituted Risk Management Committee who Identify the Risk of Internal Factors as well as Outside Risk Factor, Analysis of the Risk, Monitoring the Risk, Review the Risk Factor and established a Risk Mitigation Process. The Risk Management Policy is available on the website of the Company <http://www.aksharspintex.in/corporate-governance.html>

CORPORATE SOCIAL RESPONSIBILITY

(CSR)

Section 135 (1) of the Companies Act, 2013 and framed Rules there under provides that certain Companies are required to spend 2% of its average net profit during 3 preceding years on CSR activities. It also provides formation of CSR committee of the Board. The Rules prescribe the activities qualify under CSR and the manner of spending the amount. The company is not covered under section 135 of the Companies Act, 2013 and the Rules framed there under for the financial year under report. CSR Committee of the Board will be constituted at the time of applicability, of section 135 of the Act. Hence CORPORATE SOCIAL RESPONSIBILITY report is not required to be annexed.

DEMATERIALIZATION OF SHARES

During the year under review, the company has entered into Tripartite Agreement with both the Depositories, National Securities Depository Limited and Central Depository Services (India) Limited for providing Demat Facility to its Shareholders. For the purpose the Company has appointed M/s. Bigshare Services Pvt. Ltd. as a Registrar and Transfer Agent.

TRADE MARK

To Protect the Brand Value of the Company's Goods and Services during the year under review The Company has made Trademark Application under the class of 23(Cotton Yarn) as per The Trade Marks Act, 199. (Application Number: **3771191**). The Trade Mark application has been published by the Department in Trade Mark Journal No 1844 as on 9.04.2018. Further, Trade Mark Application has been accepted by the Department under the Provision of Section 20(1) of the Trade Marks Act, 1999.

TRADE MARK: ASL LOGO WITH AKSHAR SPINTEX LIMITED.



AKSHAR SPINTEX LIMITED

GENERAL DISCLOSURE RELATED TO SHARE CAPITAL

➤ BUY BACK OF SHARES

The Company has not bought back any of its securities during the year under review.

➤ BONUS SHARES

No Bonus shares were issued during the Year.

➤ SWEAT EQUITY SHARES

The Company has not issued any sweat equity shares during the year under Review.

➤ EMPLOYEE STOCK OPTION SCHEME

The company has not provided any stock options scheme to the employees.

POLICIES OF THE COMPANY

The Board of Directors of the Company has framed and approved various policies as required under the companies Act 2013 read with rules there under and SEBI (Listing Obligations and Disclosure

Requirements) Regulations 2015. The policies and code of conduct review from time to time by Board of Directors as and when required. The Policies are as under:

SR. No.	Particulars	Link of All The Policy
1	BOARD DIVERSITY POLICY	
2.	CODE OF CONDUCT FOR INDEPENDENT DIRECTORS	
3.	CODE OF CONDUCT FOR SENIOR MANAGEMENT	
4.	NOMINATION & REMUNERATION POLICY	WEB LINK OF THE POLICY
5.	DIVIDEND DISTRIBUTION POLICY	
6.	MATERIALITY EVENT	
7	RELAED PARTY POLICY	
8.	WHISTEL BLOWER POLICY	www.aksharspintex.in/corporate-governance.html
9	TERMS OF APPOINTMENT OF DIRECTORS	
10	WEB ARCHIVAL POLICY	
11	FAMALISATION POLICY	
12	INSIDER TRADING POLICY	
13	PRESERVATION DOCUMENT POLICY	
14	RISK MANAGEMENT POLICY	
15	CSR POLICY	

APPRECIATION

Your Directors wishes to place on records their appreciations for the contribution made by all the employees at all levels for their hard work, cooperation, dedicating services enabling company to achieve a satisfactory performance during the year,

Your Directors also take this opportunity to place on records the valuable co-operation and continued support extended by the Company's Bankers, and other business associates.

For and on Behalf of Board of Directors

AKSHAR SPINTEX LIMITED.

Date: 28/08/2018

Place: Haripar (Jamnagar)

**ASHOK SHUKANBHAI
BHALALA**

Managing Director
Din : 02003197

**HARIKRUSHNA
SHAMJIBHAI CHAUHAN**

Whole Time Director
Din :07710106

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

Sr. No.	Particulars	Information
A	Name(s) of the related party and nature of relationship	NOT APPLICABLE
B	Nature of contracts/arrangements/transactions	NOT APPLICABLE
C	Duration of the contracts / arrangements/transactions	NOT APPLICABLE
D	Salient terms of the contracts or arrangements or transactions including the value, if any	NOT APPLICABLE
E	Justification for entering into such contracts or arrangements or transactions	NOT APPLICABLE
F	Date(s) of approval by the Board	NOT APPLICABLE
G	Amount paid as advances, if any:	NOT APPLICABLE
H	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	NOT APPLICABLE

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

1. Transaction of Salary paid to the Relative of Director cum member

Name of Related Party	Nature of Relationship	Duration of Contract	Nature of Transaction	Approval by Board
Pareshbhai Jethva	Relative of Director	Continues Contracts	Salary	10.04.2017
Sarojben Bhalala	Relative of Director	Continues Contracts	Salary	10.04.2017
Shukanbhai Bhalala	Relative of Director	Continues Contracts	Salary	10.04.2017
Abhishek Tala	Relative of Director	Continues Contracts	Salary	10.04.2017
Chetnaben Bhalala	Relative of Director	Continues Contracts	Salary	10.04.2017
Jalpaben Bhalala	Relative of Director	Continues Contracts	Salary	10.04.2017
Poojaben Gadhiya	Relative of Director	Continues Contracts	Salary	10.04.2017
Pareshbhai Bhalala	Relative of Director	Continues Contracts	Salary	10.04.2017
Pravinaben Gohil	Relative of Director	Continues Contracts	Salary	10.04.2017
Rekhaben Chauhan	Relative of Director	Continues Contracts	Salary	10.04.2017
Gordhanbhai Gadhiya	Relative of Director	Continues Contracts	Salary	10.04.2017

2. Transaction of Rent Paid to Promoter and Shareholder

Name of Related Party	Nature of Relationship	Duration of Contract	Nature of Transaction	Amount	Approval by Board
Rekhaben Chauhan and Sonalben Sorathiya (Joint Holder of the Property)	Promoter- Rekhaben Chauhan Sonalben Sorathiya- Shareholder	Continues Contracts	Renting of Premises	3,60,000 (1,80,000 each)	08.12.2017

For and on Behalf of Board of Directors
AKSHAR SPINTEX LIMITED.

Date: 28/08/2018

Place: Haripar (Jamnagar)

ASHOK SHUKANBHAI BHALALA

**Managing Director
Din : 02003197**

HARIKRUSHNA SHAMJIBHAI CHAUHAN

**Whole Time Director
Din :07710106**

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31st March, 2018
[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

SR. NO.	PARTICULARS	INFORMATION
I	Corporate Identification Number	L17291GJ2013PLC075677
II	Registration Date	19.06.2013
III	Name of the Company	AKSHAR SPINTEX LIMITED
IV	Category / Sub-Category of the Company	Company Limited by Shares Indian Non-Government Company
V	Address of the Registered office and contact details	REVENUE SURVEY NO.102/2 PAIKI, PLOT NO. - 2 VILLAGE: HARIPAR, RANUJA ROAD. TAL: KALAVAD. JAMNAGAR -361013, GUJARAT.INDIA Phone: +91 7574887001, E-mail: aksharspintex@gmail.com Web: www.aksharspintex.in
VI	Whether listed company	YES (BSE SME as on 11th May,2018)
VII	Name, Address and Contact details of Registrar and Transfer Agent, if any	BIGSHARE SERVICES PRIVATE LIMITED A/802,Samudra Complex, Near Klassic Gold Hotel, Girish Cold Drink, off.C.G. Road, Ahmedabad-380009, Gujarat. India

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sr. No.	Name and Description of main products /services	NIC / HSN Code of the Product/service	% to total turnover of the Company
1	Spinning of Cotton Yarn	1311	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –

Sr.No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associates	% of the Shares Held	Applicable Section.
1	N.A.	N.A.	N.A.	N.A.	N.A.

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

i) Category-wise Share Holding

Category of Share - Holders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change During the Year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
g) Individual/HUF	NIL	24000000	24000000	100.00%	24000000	NIL	24000000	100.00%	NIL
h) Central Govt.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
i) State Govt(s)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
j) Bodies Corp.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
k) Banks / F.I.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
l) Any Other	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sub-total (A) (1):-	24000000	24000000	24000000	100.00%	24000000	0	24000000	100.00%	NIL
(2) Foreign									
a) NRIs -Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b) Other-Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c) Bodies Corp.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d) Banks / F.I.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
e) Any Other	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sub-total(A) (2):-	0	0	0	0.00%	0	0	0	0.00%	NIL
Total shareholding of Promoter	0	24000000	24000000	100%	24000000	0	24000000	100%	NIL
(A) = (A)(1)+(A)(2)	0	24000000	24000000	100%	24000000	0	24000000	100%	NIL

B. Public Shareholding									
1 Institutions									
a) Mutual Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b) Banks / F.I.	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) F.I.I.s	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
Sub-total (B)(1):-	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
2. Non- Institutions									
a) Bodies Corp.									
i) Indian	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
ii) Overseas	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	NIL	24000000	24000000	100%	24000000	NIL	24000000	100%	NIL
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh									
c) Others (specify)									
Sub-total (B)(2):-	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Total Public Shareholding (B)=(B)(1)+ (B)(2)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
C. Shares held by Custodian for GDRs & ADRs									
Grand Total (A+B+C)	NIL	24000000	24000000	100%	24000000	0	24000000	100%	NIL

i) Shareholding of Promoters

Sr. No.	Name of Share holder	Shareholding at the beginning of the year			Share holding at the end of the year			% Change in shareholding 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	Amit Vallabhghai Gadhiya	1820100	7.58%	NIL	1820100	7.58%	NIL	N.A.
2	Ashokbhai Shukanbhai Bhalala	1680000	7.00%	NIL	1680000	7.00%	NIL	N.A.
3	Harikrishna Shamjibhai Chauhan	600000	2.50%	NIL	600000	2.50%	NIL	N.A.
4	Illaben Dineshbhai Pagadhar	1602000	6.68%	NIL	1602000	6.68%	NIL	N.A.
5	Rekhaben Harikrushnabhai Chauhan	2400000	10.00%	NIL	2400000	10.00%	NIL	N.A.
6	Charmi Nayanbhai Gadhiya	525000	2.19%	NIL	525000	2.19%	NIL	N.A.
7	Nayanbhai Vallabhghai Gadhiya	1369900	5.71%	NIL	1369900	5.71%	NIL	N.A.
8	Pooja Amit Gadhiya	535000	2.23%	NIL	535000	2.23%	NIL	N.A.
9	Pareshbhai Shukanbhai Bhalala	1590000	6.63%	NIL	1590000	6.63%	NIL	N.A.
10	Pravinbhai Sukanbhai Bhalala	1630000	6.79%	NIL	1630000	6.79%	NIL	N.A.
11	Nipaben Vikasbhai Sorathia	2705273	11.27%	NIL	2705273	11.27%	NIL	N.A.
12	Sonal Prakashkumar Sorathia	2412727	10.05%	NIL	2412727	10.05%	NIL	N.A.
13	Narmadaben S Chauhan	400000	1.67%	NIL	400000	1.67%	NIL	N.A.
14	Harikrishna Shamjibhai Chauhan-HUF	600000	2.50%	NIL	600000	2.50%	NIL	N.A.
15	Manubhai Jivrjibhai Gajera	480000	2.00%	NIL	480000	2.00%	NIL	N.A.
16	Ashokbhai Bhalala HUF	200000	0.83%	NIL	200000	0.83%	NIL	N.A.
17	Chetana Ashokbhai Bhalala	270000	1.13%	NIL	270000	1.13%	NIL	N.A.
18	Parshbhai Sukanbhai Bhalala	230000	0.96%	NIL	230000	0.96%	NIL	N.A.
19	Jalpaben Pareshbhai Bhalala	330000	1.38%	NIL	330000	1.38%	NIL	N.A.
20	Sukanbhai Bhalala-HUF	270000	1.13%	NIL	270000	1.13%	NIL	N.A.
21	Pravinbhai Sukanbhai Bhalala-HUF	230000	0.96%	NIL	230000	0.96%	NIL	N.A.
22	Sarojben Pravinbhai Bhalala	290000	1.21%	NIL	290000	1.21%	NIL	N.A.
23	Kantaben Vallabhghai Gadhiya	550000	2.29%	NIL	550000	2.29%	NIL	N.A.
24	Pareshbhai Babulal Jethva	400000	1.67%	NIL	400000	1.67%	NIL	N.A.
25	Pravinaben Giridharbhai Gohil	400000	1.67%	NIL	400000	1.67%	NIL	N.A.
26	Prakashkumar Ramjibhai Sorathia	480000	2.00%	NIL	480000	2.00%	NIL	N.A.
	Total	24000000	100%	0	24000000	100%	0	0.0%

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

Sr. No.	Particulars	Shareholding at the beginning of the year / At the End 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)	At the beginning of the year	6500100	27%	6500100	27%
(2)	Date wise Increase /Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease (e.g.allotment /transfer /bonus /sweat equity etc.)				
(3)	At the End of the year	6500100	27%	6500100	27%

There is no change in the share holding of promoters during the year

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

Sr. No.	For Each of 10 shareholders	Shareholding at the beginning of the year		Change in the Shareholding		Cumulative shareholding during the year		Shareholding at the end of the Year	
		No. of Shares	% of total shares of the company	Date And Reason	Increase/ Decrease in No. of shares	No. of Shares	% of total shares of the company.	No. of Shares	% of total shares of the company
1	Nipaben Vikasbhai Sorathia	2705273	11.27%		NO CHANGE	2705273	11.27%	2705273	11.27%
2	Sonal Prakashkumar Sorathia	2412727	10.05%		NO CHANGE	2412727	10.05%	2412727	10.05%
3	Pravinbhai Sukanbhai Bhalala	1630000	6.79%		NO CHANGE	1630000	6.79%	1630000	6.79%
4	Parashbhai Shukanbhai Bhalala	1590000	6.63%		NO CHANGE	1590000	6.63%	1590000	6.63%
5	Nayan Vallabbhai Gadhiya	1369900	5.71%		NO CHANGE	1369900	5.71%	1369900	5.71%
6	Kantaben Vallabbhai Gadhiya	550000	2.29%		NO CHANGE	550000	2.29%	550000	2.29%
7	Harikrishna Shamjibhai-HUF	600000	2.50%		NO CHANGE	600000	2.50%	600000	2.50%
8	Charmi Nayanbhai Gadhiya	525000	2.19%		NO CHANGE	525000	2.19%	525000	2.19%
9	Prakashkumar Ramjibhai Sorathia	480000	2.00%		NO CHANGE	480000	2.00%	480000	2.00%
10	Manubhai Jivrajibhai Gajera	480000	2.00%		NO CHANGE	480000	2.00%	480000	2.00%

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

Sr. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Change in the Shareholding		Cumulative shareholding during the year		Shareholding at the end of the Year	
		No. of Shares	% of total shares of the company	Date And Reason	Increase/ Decrease in No. of shares	No. of Shares	% of total shares of the company.	No. of Shares	% of total shares of the company
1	Ashokbhai S Bhalala	1680000	7.00%		NO CHANGE	NO CHANGE	NO CHANGE	1680000	7.00%
2	Amit Vallabbhai Gadhiya	1820100	7.58%		NO CHANGE	NO CHANGE	NO CHANGE	1820100	7.58%
3	Harikrishna Shamjibhai Chauhan	600000	2.50%		NO CHANGE	NO CHANGE	NO CHANGE	600000	2.50%
4	Ilaben Dineshbhai Paghdar	1602000	6.68%		NO CHANGE	NO CHANGE	NO CHANGE	1602000	6.68%
5	Pratik Rameshbhai Raiyani	NIL	NIL		NA	NA	NA	NIL	NIL
6	Ankita Kiribhai Popat	NIL	NIL		NA	NA	NA	NIL	NIL

V. INDEBTEDNESS

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	360936823	59848951	NIL	420785774
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	360936823	59848951	NIL	420785774
Change in the Indebtedness during the financial year				
Addition		0	NIL	
Reduction	-40533106	-15580228	NIL	-56113334
Net Change	-40533106	-15580228	NIL	-56113334
Indebtedness at the end of the financial year				
i) Principal Amount	320403717	44268723	NIL	364672440
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	320403717	44268723	NIL	364672440

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sr. No.	Particulars of Remuneration	Name of MD / WTD / Manager / Director									
		Ashokbhai Bhalala	Amit Gadhiya	Harikrishna Chauhan	Illaben Pagdhar	Rekhaben Chauhan	Pareshbhai Bhalala	Pravinbhai Bhalala	Manojbhai Bhaladha	Rajdeepbhai Tala	Total Amount
1	Gross Salary (a) Salary as per Provisions contained in section 17(1) of the Income-Tax Act, 1961. (b) Value of perquisites u/s 17(2) of the Income-tax Act, 1961 (c) Profits in lieu of salary u/s 17(3) of the Income-tax Act, 1961	1285000	997500	1375000	650000	885000	675000	675000	750000	622500	7915000
2	Stock Option	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
3	Sweat Equity	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
4	Commission - As % of Profit - Others, Specify.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
5	Others, please specify	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
	Total of A.	1285000	997500	1375000	650000	885000	675000	675000	750000	622500	7915000
	Ceiling as per the Act	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

B. Remuneration to other directors:

Sr. No.	Particulars of Remuneration	Name of Directors			Total Amount
		NIRALA INDUBHAI JOSHI w.e.f.17.01.2018	VIPUL VALLABHBHAI PATEL W.e.f.08.03.2018	ROHIT BHANJIBHAI DOBARIYA W.e.f.14.03.2018	
1	Independent Directors	NIL	NIL	NIL	NIL
	(a) Fee for attending board / committee meetings	NIL	NIL	NIL	NIL
	(b) Commission				
	(c) Others, please specify				
	Total (1)				
2	Other Directors	NIL	NIL	NIL	NIL
	(a) Fee for attending Board /committee meetings	NIL	NIL	NIL	NIL
	(b) Commission	NIL	NIL	NIL	NIL
	(c) Others, please specify.	NIL	NIL	NIL	NIL
	Total of B. = (1)+(2)				
	Total Managerial Remuneration	NIL	NIL	NIL	NIL
	Overall Ceiling as per the Act.	N.A.	N.A.	N.A.	N.A.

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C. Remuneration to Key Managerial Personnel other than MD/ Manager/ WTD:

Sr. No.	Particulars of Remuneration	Key Managerial Personnel			Total Amount
		CEO	Company Secretary	CFO	
		Ankita Popat			
1	Gross salary	N.A.	N.A.	N.A.	NIL
	(a) Salary as per Provisions contained in section 17(1) of the Income-Tax Act, 1961.	NIL	68000	308000	376000
	(b) Value of perquisites u/s 17(2) of the Income-tax Act,1961	NIL	NIL	NIL	NIL
	(c) Profits in lieu of salary u/s 17(3) of the Income-tax Act,1961	NIL	NIL	NIL	NIL
	Stock Option	NIL	NIL	NIL	NIL
3	Sweat Equity	NIL	NIL	NIL	NIL
4	Commission - As % of Profit - Others, Specify.	NIL	NIL	NIL	NIL
5	Others, please specify	N.A.	N.A.	N.A.	N.A.
	Total of C.	NIL	68000	308000	376000

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VII. Penalties / Punishment / Compounding of offences:

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

For and on Behalf of the Board
AKSHAR SPINTEX LIMITED.

Date: 28/08/2018

Place: Haripar (Jamnagar)

**ASHOK SHUKANBHAI
BHALLA**

Managing Director
Din : 02003197

**HARIKRUSHNA
SHAMJIBHAI CHAUHAN**

Whole Time Director
Din : 07710106

ANNEXURE-I

Statement of Disclosures under section 197 of the companies Act, 2013, and rule 5(1) of the companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

I) The Ratio of the Remuneration of each Director to the Median employee's remuneration for the financial year and such other Details as prescribed is as given below:

NAME OF DIRECTORS	DESIGNATION	RATIO
Ashokbhai S. Bhalala	Managing Director	3.98:1
Amit V. Gadhiya	Whole-Time Director	3.09:1
Harikrishna S. Chauhan	Whole-Time Director	4.26:1
Illaben D. Pagdhar	Non-Executive Director	2.01:1
Pravinbhai Bhalala	Director	2.09:1
Rajdeepbhai Tala	Director	1.93:1
Manojbhai Baldha	Director	2.32:1
Rekhaben Chauhan	Director	2.74:1
Pareshbhai Bhalala	Director	2.09:1
Ankita Popat	Company Secretary	0.21:1
Pratik Raiyani	Chief Financial officer	0.95:1

- Calculation of Median employee was based on actual salary paid to all employees. The Employees who left company in between financial year and the employees joined company in between financial year is actually considered.
- Ratio of Ms. Ankita Popat – Company Secretary (Who is appointed in month of January, 2018) is taken on base of actually payment to her
- Ratio of Mr. Pratik Raiyani – Chief Financial officer (Who is appointed in month of January, 2018) is taken on base of actually payment to him.
- Ratio of Mr. Pravinbhai Bhalala, Mr. Rajdeepbhai Tala, Mr. Manojbhai Baldha, Mr. Pareshbhai Bhalala and Mrs. Rekhaben Chauhan (all the Directors was Resigned as on 02nd December, 2018) Ration was taken till 02nd December, 2018 on the basis of actually payment to them.
- The Independent Directors of the Company are entitled to sitting fees and commission as per the statutory provisions however no sitting fees is paid to them for the financial year 2017-18

II) The Percentage increase in remuneration of each Director, Chief Financial officer, Chief Executive officer, Company Secretary or Manager, if any, in the financial year:

NAME OF DIRECTORS	DESIGNATION	% INCREASE/ DECREASE
Ashok Bhalala	Managing Director	5.35 Times
Amit Gadhiya	Whole-Time Director	4.15 Times
Harikrushna Chauhan	Whole-Time Director	NIL
Illaben Pagdhar	Non-Executive Director	4.31 Times
Pravin Bhalala	Director	4.50 Times
Rajdeep Tala	Director	2.59 Times
Manoj Baldha	Director	5.Times
Rekhaben Chauhna	Director	3.68Times
Paresh Bhalala	Director	4. 50 Times
Ankita Popat	Company Secretary	NIL
Pratik Raiyani	Chief Financial officer	NIL

III) The Percentage increase/ decrease in the Median Remuneration of the employees of the Company during the financial year:160.57%

IV) The Number of Permanent employees on the rolls of the Company: 49

V) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration; 110.44%

VI) Affirmation that the remuneration is as per the remuneration policy of the company.

It is hereby affirmed that the remuneration paid to the Directors and employees is as per the Remuneration Policy of the Company.

For and on Behalf of Board of Directors
AKSHAR SPINTEX LIMITED.

Date: 28/08/2018
Place: Haripar (Jamnagar)

**ASHOK SHUKANBHAI
BHALALA**
Managing Director
Din : 02003197

**HARIKRUSHNA
SHAMJIBHAI CHAUHAN**
Whole Time Director
Din :07710106

ANNEXURE-II

Conservation of energy, research and development, technology, absorption, foreign exchange earnings and outgo

A. Conservation of Energy:

- I. The steps taken or impact on conservation of energy;No Specific steps has been taken by company for conservation of Energy
- II. The steps taken by the company for utilizing alternate sources of energy: - Energy conservation is an ongoing process and new areas are continuously identified and suitable investments are made, wherever necessary.
- III. The capital investment on energy conservation equipment: -The Company has not made any capital investment on energy conservation equipment.

B) Technology Absorption:

- I. The efforts made towards technology absorption; N.A.
- II. The benefits derived like product improvement, cost reduction, product development or import substitution; N.A.
- III. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)- Company has not imported any technologies during the year.

C) Foreign Exchange earnings and Outgo:

There was no Foreign Exchange earnings and Outgo for the Current Year as well as for the Previous Year.

For and on Behalf of Board of Directors
AKSHAR SPINTEX LIMITED.

Date: 28/08/2018
Place: Haripar (Jamnagar)

**ASHOK SHUKANBHAI
BHALALA**
Managing Director
Din : 02003197

**HARIKRUSHNA
SHAMJIBHAI CHAUHAN**
Whole Time Director
Din :07710106

ANNEXURE-III

MANAGEMENT DISCUSSION AND ANALYSIS

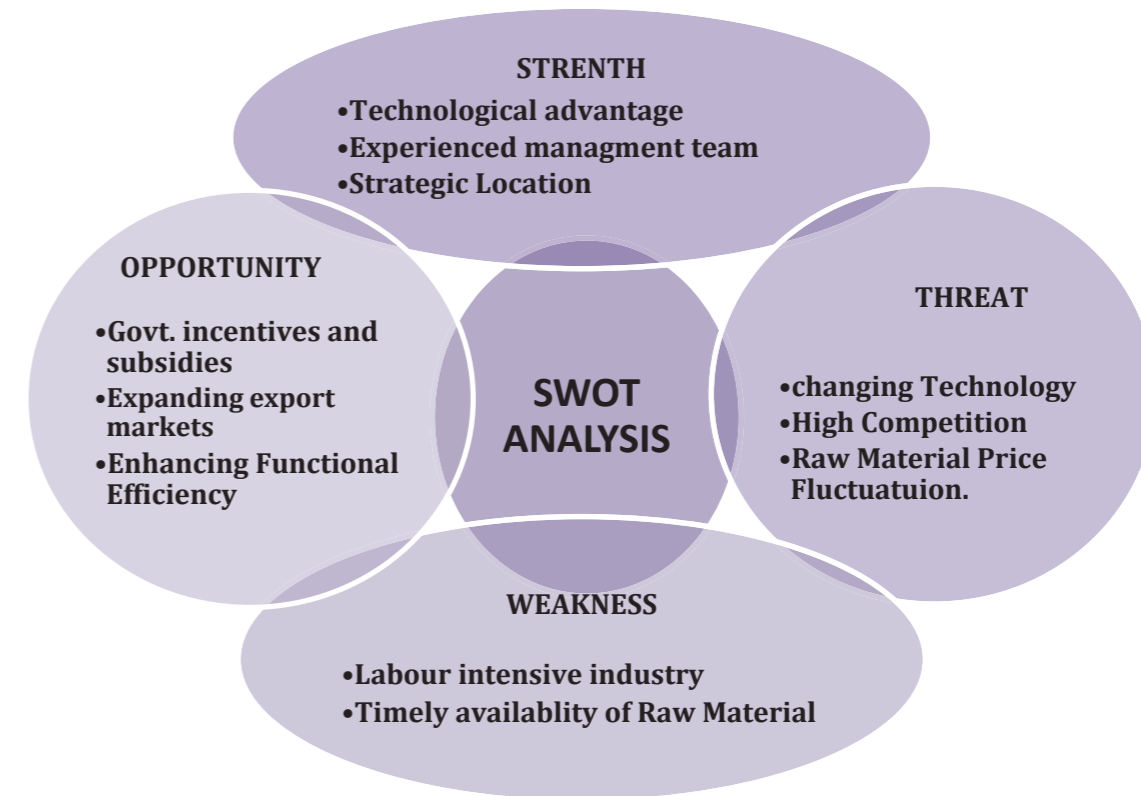
INDUSTRY STRUCTURE AND DEVELOPMENTS

The international monetary fund (IMF) projects the world growth to rise from 3.1% in 2016 to 3.5% in 2017 and further to 3.6% in 2018 as the long awaiting cyclical recovery in manufacturing and trade is currently underway with support from buoyant financial markets worldwide. It expects growth to be board based across the globe with developed economies expected to grow at 2.0% in 2017 (1.7% in 2016) and emerging & developing economies at 4.5% in 2017 (4.1% in 2016).

- * Textile plays a major role in the Indian economy
 - (i) It contributes 14 per cent industrial production and 4 per cent to GDP
 - (ii) with over 45 million people, the industry is of the largest source of employment generation in the country
- * The size of India's textile market as of July 2017 was around us\$ 150 billion, which is expected to touch us\$ 250 billion market by 2019, growing at a cagr of 13.58 per cent between 2009-19.
- * The central government is planning to finalise and launch the new textile policy in the next three months¹. The policy aims to achieve us\$ 300 billion worth of textile exports by 2024-25 and create an additional 35 million jobs.

Cotton plays an important role in the indian economy as the country's textile industry is predominantly cotton based. India is one of the largest producers as well as exporters of cotton yarn. The indian textile industry contributes around 5 per cent to country's gross domestic product (gdp), 14 per cent to industrial production and 11 per cent to total exports earnings. The industry is also the second-largest employer in the country after agriculture, providing employment to over 51 million people directly and 68 million people indirectly, including unskilled women. The textile industry is also expected to reach us\$ 223 billion by the year 2021.

OPPERTUNITIES AND THREATS



SEGMENT-WISE OR PRODUCT

1. Carded yarn: - we are making a count range for carded yarn quality is 16's to 44's carded weaving and hosiery yarn as per market required parameter and quantity.
2. Semi combed yarn: - we are making a count range for semi combed yarn quality is 16's to 44's semi combed weaving and hosiery yarn as per market required parameter and quantity.
3. Combed yarn: - we are making a count range for combed yarn quality is 16's to 44's combed weaving and hosiery yarn as per market required parameter and quantity.
4. Blended yarn:- we are having a set up for making a blended yarn like polyester/cotton blend, cotton/viscose blend, cotton/modal blend and cotton/excel blend etc.
5. Organic and BCI certified yarn: - we are having a license and set up for using organic and BCI certified cotton and making a certified yarn.
6. Other yarn: - we are having a scope of making Eli twist yarn, TFO doubling yarn, mélange yarn, fancy yarn and slub yarn.

OUTLOOK OF TEXTILE INDUSTRIES

India's textiles sector is one of the oldest industries in Indian economy dating back several centuries. Even today, textiles sector is one of the largest contributors to India's exports with approximately 13 per cent of total exports. The textiles industry is also labour intensive and is one of the largest employers. The textile industry has two broad segments. First, the unorganized sector consists of handloom, handicrafts and sericulture, which are operated on a small scale and through traditional tools and methods. The second is the organized sector consisting of spinning, apparel and garments segment which apply modern machinery and techniques such as economies of scale.

The textile industry employs about 105 million people directly and indirectly. India's overall textile exports during FY 2017-18 stood at US\$ 37.74 billion.

The future of textile industry looks promising, buoyed by both strong domestic consumption as well as export demand. High economic growth has resulted in higher disposable income. This has led to rise in demand for products creating a huge domestic market. The domestic market for apparel and lifestyle products, currently estimated at US\$ 85 billion, is expected to reach US\$ 160 billion by 2025.

Against all odds The Indian cotton textile industry is expected to showcase a stable growth in FY2017-18, supported by stable input prices, healthy capacity utilization and steady domestic demand*.

RISK AND AREAS OF CONCERN

Indian spinning industry a part from profitability pressure, high cotton prices will translate into higher working capital requirements and hence borrowings, and will translate into weaker credit metrics.

As far as Indian Spinning Industries is concerned, the domestic cotton shortage, subsequent to weak production and higher export, has resulted in a steep increase in domestic prices, to a level higher than abroad. This has adversely impacted the competitiveness of spinners in the export market, as reflected by the 14 per cent decline in export volume. Given the warmish rise in domestic consumption and weak prospects of textile export, yarn demand is unlikely to get any support. Thus, spinners will need to sacrifice profitability to maintain capacity utilization

In our nation after start GST taxation implementation a transaction facility will smoothly running in domestic market. On export front, our government will give export promotion and import duty will rise so automatically export business will run smooth. The company is also exposed to the risk associated with the policies, related to the norms prescribed for our product range. The role of textile industry in India GDP has been increase up to 19% and giving a last scope of generates new employment so our state/central governments every time declare good policies for textile sector. The company requires sizable investment to comply with strict norms and to adopt new product. Any increase in interest rate will affect the spending decisions of the buyer.

FINANCIAL PERFORMANCE WITHRESPECT TO OPERATIONAL PERFORMANCE

- ♣ The Total Gross revenue from operations of the Company during the Financial year 2017-18 was **93,07,59,950/-** against the total revenue of **86,25,04,153/-** in the previous financial year 2015-16.
- ♣ The Total expenses of the Company during the financial year 2017-18 was **91,49,01,939/-** against the expenses of **83,64,55,760/-** in the previous financial year 2016-17.
- ♣ The Profit after tax is **8,54,97,109/-** for the financial year 2017-18 as compare to **2,57,80,290/-** in the previous financial year 2016-17.

INTERNAL CONTROL SYSTEMS AND ITS ADEQUACY

The Company has implemented proper system for safeguarding the operations/ business of the Company, through which the assets are verified and frauds, errors are reduced and accounts, information connected to it are maintained such, so as to timely completion of the statements. The Company has adequate systems of Internal Controls commensurate with its size and operations to ensure orderly and efficient conduct of business. These controls ensure safeguarding of assets, reduction and detection of fraud and error, adequacy and completeness of the accounting records and timely preparation of reliable financial information.

The Company gets internal audit and verification done at regular intervals. The requirement of having internal auditor compulsory by statue in case of listed and other classes of companies as prescribed shall further strengthen the internal control measures of Company.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/INDUSTRIAL RELATIONS FRONT

The Company had cordial and harmonious industrial relations at all levels of organizations. The company believes that the industry has the tremendous potential to impact the society, nation and the world positively. Its employees are major stakeholders and their efforts have direct stake in the business prospectus of the organization. The employees have extended a very productive cooperation in the efforts of the management to carry the company to greater heights. Further, The Management feels proud to state that there were no instances of strikes, lockouts or any other action on part of the employees that affected the functioning of the Company.

The Company has undertaken Employee's development initiatives, which have very positive impact on the morale and team spirit of the employees. The Company has continued to give special attention to human resources and overall development.

CAUTIONARY STATEMENT

Certain statement made in this report describing Company's Objective, Projects, estimates and expectations may be forward looking statement within the applicable laws and Regulations. Actual results may differ from such expectations and forward looking statement due to various risk and uncertainties. Several factors affecting company's operation like economic condition affecting demand and supply, Government regulations and Tax Laws, Competitions prevailing at the relevant time, natural calamities etc. The Company assumes no responsibility to publicly amend, modify or revise any of these statements on the basis of any subsequent developments, information or events.

For and on Behalf of Board of Directors

AKSHAR SPINTEX LIMITED.

Date: 28/08/2018

Place: Haripar (Jamnagar)

**ASHOK SHUKANBHAI
BHALALA**

Managing Director
Din : 02003197

**HARIKRUSHNA
SHAMJIBHAI CHAUHAN**

Whole Time Director
Din :07710106

ANNEXURE-IV

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2018

Form No. MR-3

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

To,
The Members,
AKSHAR SPINTEX LIMITED
Revenue Survey No.102/2 Paiki,
Plot No. – 2, Village: Haripar,
Ranuja Road. Tal: Kalavad.
Jamnagar 360013,
Gujarat (India).

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **AKSHAR SPINTEX LIMITED (CIN: L17291GJ2013PLC075677)** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts /statutory compliances and expressing my opinion thereon.

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

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

- I. The Companies Act, 2013 (the Act) and the Rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under; **(Not Applicable to the Company during the audit period)**
- III. The Depositories Act, 1996 and the Regulations & Bye-laws framed thereunder; **(Not Applicable to the Company during the audit period)**
- IV. Foreign Exchange Management Act, 1999 (FEMA) & the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- V. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

The Company was not listed on 31st March 2018 so regulation and guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (SEBI Act) is not applicable during the Audit Period

VI As confirmed and identified by the company, the following laws as specifically applicable to the Company.

- a. The Trade Mark Act, 1999
- However, our Report does not in any way comment upon the compliance of the above laws and also not being qualified too.

VII Based on the representation made by the Company and its officers, the Company has proper system and process in place for compliance under the other applicable Laws, Acts, Rules, Regulations and Guidelines. Major heads/groups of Acts, Laws, Rules, Regulations, Guidelines and Standards as applicable to the Company are given below:

- a. Labour Laws and other incidental laws related to labour and employees appointed by the Company either on its payroll or on contractual basis as related to wages, provident fund, ESIC, compensation etc.

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

- Secretarial Standards issued by the Institute of Company Secretaries of India.
- The Listing Agreements entered into by the Company with the Bombay Stock Exchange Limited (SME Platform) (**Not Applicable to the Company during the audit period**)

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. except below:

- The Company had purchased a Vehicle against hypothecation of same with the HDFC BANK LTD; however the Company had not filed necessary Form with the Registrar, for registration of Creation of Charge.
- The company has appointed Key Managerial Personnel and Company Secretary on 09th January 2018. Till that date no Key Managerial Personnel or Company secretary were appointed as per Section 203 of the Companies Act, 2013
- The Company has accepted unsecured loan form the Directors and their relatives, Promoters and their relative, Share Holder and others.
- The Company has not filed/ filed some forms in Late by time with Additional Fees. Further during the year Company has filed some revised form under the Companies Act, 2013.

I further report that compliance of applicable financial laws including Direct and Indirect Tax laws by the Company has not been reviewed in this Audit since the same has been subject to review by the Statutory Auditors and other designated professionals.

I further report that:

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the year, if any, under review were carried out in compliance with the provisions of the Act. It is further to note that the company has listed its security on SME Platform; clause 17 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is not applicable to company.

Adequate notice is given to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance or lesser days as agreed by all directors pursuant to clause no. 1.3.7 of Secretarial Standard 1 ("SS 1"), circulated separately or placed at the Meetings of the Board and the Committees, after due compliance with the SS 1 and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting

- Minutes of the meeting are duly recorded and signed by the Chairman, Decision of Board is unanimous and no dissenting views had been recorded.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, Rules, Regulations and Guidelines.

I further report that during the Audit Period the company has done transaction as under which can be considered material in nature:

- The Company had listed its security on SME Platform of "Bombay Stock Exchange Limited "on May 11, 2018. (Though company get listed after completion of audit period but information is given for better compliance)
- The Company had changed its Status from "Private Limited" to "Public Limited". The Approval of Registrar of Companies was received on January 5, 2018 vide New Certificate of Incorporation Consequent upon conversion to Public Limited Company with CIN U17291GJ2013PLC075677.

This report is to be read with letter dated 09th August, 2018 which is annexed as " **Annexure- A**" and forms an integral part of this report.

Date: 09/08/2018

Place: Rajkot

Piyush Jethva
Practising Company Secretary
FCS 6377 CP 5452

ANNEXURE –A

To,
The Members,
AKSHAR SPINTEX LIMITED
Revenue Survey No.102/2 Paiki,
Plot No. – 2, Village: Haripar,
Ranuja Road. Tal: Kalavad.
Jamnagar 360013,
Gujarat (India).

Secretarial Audit Report dated 09th August 2018 is to be read along with this letter.

1. The Company's Management is responsible for preparation and maintenance of Secretarial Records and for devising proper systems to ensure compliance with the provision of applicable laws and regulations. Our responsibility is to express an opinion on the secretarial records, standards and procedures followed by the Company with respect to secretarial compliances by inspecting the records, documents return etc. on random basis
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis and in random manner to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Wherever required, we have obtained the Management representation about the compliance of Laws, Rules and Regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable Laws, Rules, Regulations, Standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Date: 09/08/2018

Place: Rajkot

Piyush Jethva
Practising Company Secretary
FCS 6377 CP 5452

CFO CERTIFICATION

To,
Board of Directors,
AKSHAR SPINTEX LIMITED

Subject: Compliance Certificate pursuant to Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir,

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

Thanking You,
Yours Faithfully,

For, AKSHAR SPINTEX LIMITED.

Pratik Raiyani
Chief Financial officer

Place: Haripar
Date: 28.8.2018

INDEPENDENT AUDITORS' REPORT

To the Members of **Akshar Spintex Limited**

Report on the Standalone Financial Statements

1. We have audited the accompanying standalone financial statements of Akshar Spintex Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit & Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 143(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements to give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with 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; the selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and the 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.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these standalone financial statements based on our audit.
4. While conducting the audit, we have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.
5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone financial statements are free from material misstatement.

6. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone 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 Board of Directors, as well as evaluating the overall presentation of the standalone financial statements.
7. We believe that audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give 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, 2018, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

9. As required by the Companies (Auditors' Report) Order, 2016, issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in **Annexure B** a statement on the matters specified in paragraphs 3 and 4 of the Order.
10. As required by Section 143(3) of the Act, we report, to the extent applicable that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid standalone financial statements.
 - b. In our opinion, proper books of account as required by law maintained by the Company, including relevant records relating to preparation of the aforesaid standalone financial statements have been kept so far as it appears from our examination of those books and records of the Company.
 - 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 relevant books of account maintained by the Company.

- d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of the written representations received from the directors of the Company as on 31st March, 2018 taken on record by the Board of Directors of the Company, none of the directors of the Company is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **Annexure A**.
- g. With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our opinion and to the best of our information and according to the explanation given to us:
- i. The financial statements disclose the impact, if any, of pending litigations as at 31st March, 2018 on the standalone financial position of the Company.
 - ii. The Company does not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education Protection Fund by the Company.

Place: Rajkot
Date: 14/07/2018

For **H. B. Kalaria & Associates**
Firm Reg. No. 104571W
Chartered Accountants

(Hasmukh B. Kalaria)
Partner
Mem. No. 042002

Annexure A to Independent Auditors' Report

Referred to in paragraph 10(f) of the Independent Auditors' Report of even date to the members of Akshar Spintex Limited on the standalone financial statements for the year ended 31st March, 2018

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

1. In conjunction with our audit of the standalone financial statements of the Company as of and for the year ended 31st March, 2018, we have audited the internal financial controls over the financial reporting of Akshar Spintex Limited ("the Company") as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

3. 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") issued by the ICAI and the Standards on Auditing deemed to be prescribed under Section 143(10) of the Act, 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 ICAI. Those Standards and the Guidance Note require that we comply with the 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.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system 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 assessed risk. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. 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

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

7. 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 control 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

8. 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 31st March, 2018, 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 issued by ICAI.

Place: Rajkot
Date: 14/07/2018

For H. B. Kalaria & Associates
Firm Reg. No. 104571W
Chartered Accountants

(Hasmukh B. Kalaria)
Partner
Mem. No. 042002

Annexure B to Independent Auditors' Report

Referred to in paragraph 9 of the Independent Auditors' Report of even date to the members of Akshar Spintex Limited on the standalone financial statements as of and for the year ended 31st March, 2018

- i.
 - a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.
 - b) The fixed assets are physically verified by the Management from time to time. However, the Company *has not maintained a phased program for the physical verification of the fixed assets of the Company owing to company operating at single location*. The management has not noticed any material discrepancies during the year.
 - c) The title deeds of immovable properties, as disclosed in the notes on fixed assets to the financial statements, are held in the name of the Company.
- ii. The physical verification of inventory excluding stocks with third parties have been conducted as reasonable intervals by the Management during the year. In respect of inventory lying with third parties, if any, have been substantially confirmed by them. The discrepancies noticed on physical verification of inventory as compared to book records were not material. We have relied mostly on the management representations in this matter.
- iii. The Company has not granted any loans to any parties covered in the register maintained under section 189 of the Companies Act, 2013 ("the Act").
- iv. The Company has not granted any loans or made any investments, or provided any guarantee or security to the parties covered under Sections 185 and 186. Therefore, the provisions of Clause 3(iv) of the said Order are not applicable to the Company.
- v. The Company has accepted deposits from its director and shareholder in contravention of Sections 73 of the Act and the Rules framed there under to the extent notified.
- vi. Pursuant to the Rules made by the Central Government of India, the Company is required to maintain cost records as specified under Section 148(1) of the Act in respect of its products.
- vii.
 - a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues in respect of income-tax, sales tax, VAT and service tax, and including provident fund, employees' state insurance, duty of customs, duty of excise, cess and any other material statutory dues, as applicable, with the appropriate authorities except outline below.

Name of Statute	Nature of Dues	Amount of Demand Raised (In Rs.)	Period to which the amount relates
Income Tax Act	Tax on Assessment	1,96,160	A.Y.16-17
Gujarat Professional Tax Act	Employee Deduction	14,02,060	Up to F.Y. 17-18

- b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income-tax, sales tax, wealth tax, VAT and any other material dues which have been disputed and not paid except as outlined below:

Name of Statute	Nature of Dues	Disputed Amount (in Rs.)	Period to which the amount relates	Forum where Dispute is pending
	Not Applicable			

- viii. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowings to any financial institution or bank or Government or dues to debenture holders as at the balance sheet date.
- ix. The Company has raised moneys by way of term loans and via initial public offering post the reporting period. According to the information and explanations provided by the management of the Company, prima facie, it appears that the funds raised have been utilized for their stated purpose. We have mostly relied on management representations in this matter.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the 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 on or by the Company, noticed or reported during the year, nor have we been informed of such case by the Management.
- xi. The Company has paid managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V of the Act.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. The details of related party transactions, if any, have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Account) Rules, 2014.

- xiv. 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 provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

Place: Rajkot
Date: 14/07/2018

For **H. B. Kalaria & Associates**
Firm Reg. No. 104571W
Chartered Accountants

(Hasmukh B. Kalaria)
Partner
Mem. No. 042002



STANDALONE BALANCE SHEET

as at March 31, 2018

(in Rs.)

Particulars	Note	As at March 31, 2018	As at March 31, 2017
I. Equity and Liabilities			
Shareholders' funds			
Share capital	3	240,000,000	240,000,000
Reserves and surplus	4	105,071,338	19,574,229
Money received against share warrants		-	-
		345,071,338	259,574,229
Non-current liabilities			
Long-term borrowings	5	240,181,020	306,356,818
Deferred tax liabilities (net)	6	22,189,099	17,828,889
Other long-term liabilities		-	-
Long-term provisions	7	1,279,331	-
		263,649,449	324,185,707
Current liabilities			
Short-term borrowings	8	55,765,923	55,520,761
Trade payables		-	-
Total outstanding dues of MSMEs		32,925,217	36,531,906
Total outstanding dues of creditors other than MSMEs		82,374,981	62,889,260
Other current liabilities	9	7,455,562	10,665,533
Short-term provisions	10	178,521,683	165,607,459
Total		787,242,469	749,367,395

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II. Assets

Particulars	Note	As at March 31, 2018	As at March 31, 2017
Non-current assets			
Fixed assets			
Tangible assets	11	523,877,183	558,048,561
Intangible assets		-	-
Capital work-in-progress		-	-
Intangible assets under development		523,877,183	558,048,561
Non-current investments		-	-
Long-term loans and advances	12	94,937	94,937
Other non-current assets	13	12,381,416	11,723,916
		536,353,536	569,867,413
Current assets			
Current investments	14	-	-
Inventories	15	120,061,695	99,323,750
Trade receivables	16	51,389,962	56,238,785
Cash and cash equivalents (incl. other bank balances)		1,146,861	1,035,377
Short-term loans and advances	17	78,290,415	22,902,069
Other current assets		-	-
		250,888,933	179,499,981
Total		787,242,469	749,367,395

Summary of significant accounting policies

Contingent liabilities and commitments

The accompanying notes are an integral part of the financial statements

This is the balance sheet referred to in our report of even date

For and on behalf of the Board of Directors,

For, **H. B. Kalaria & Associates**
Chartered Accountants
Firm Registration No. 104571W

Ashokbhai Bhalala
Managing Director
DIN: 02003197

Harikrishna Chauhan
Director
DIN: 07710106

Hasmukh B. Kalaria
Partner
Mem. No. 042002

Pratik Raiyani
CFO

Ankita Popat
CS

Rajkot, July 14, 2018

Haripar, July 14, 2018

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STANDALONE STATEMENT OF PROFIT AND LOSS

for the period ended March 31, 2018

Particulars	Note	Period ended March 31, 2018	Period ended March 31, 2017
1 Income			(in Rs.)
Revenue from operations	19	930,759,950	862,504,153
Other income	20	64,522,189	918,972
Total revenue		995,282,139	863,423,125
2 Expenses			
Cost of materials consumed	21	690,494,669	664,389,170
Purchase of stock-in-trade		-	-
Changes in inventories of finished goods, work-in-progress and stock-in-trade	22	(2,944,023)	(22,847,259)
Employee benefit expense	23	67,888,746	48,068,084
Finance costs	24	22,724,752	25,325,703
Depreciation and amortisation expense	11	38,386,933	37,868,990
Other expenses	25	98,350,863	83,651,072
Total expenses		914,901,939	836,455,760
3 Profit/(Loss) before tax		80,380,200	26,967,366
4 Less: Tax expense			
Current tax		(9,477,117)	5,957,415
Deferred tax		4,360,209	(4,770,339)
5 Profit/(loss) for continuing operations		85,497,109	25,780,290
6 Profit/(loss) from discontinuing operations (after tax)		-	-
7 Profit/(loss) for the period		85,497,109	25,780,290
8 Earnings per share (FV Rs. 10 per share)	26		
Basic		3.56	1.07
Diluted		3.56	1.07

The accompanying notes are an integral part of the financial statements

This is the balance sheet referred to in our report of even date

For and on behalf of the Board of Directors,

For, **H. B. Kalaria & Associates**

Chartered Accountants

Registration No. 104571W

Ashokbhai Bhalala

Managing Director

DIN: 02003197

Harikrishna Chauhan Firm

Director

DIN: 07710106

Hasmukh B. Kalaria

Partner

Mem. No. 042002

Pratik Raiyani

CFO

Ankita Popat

CS

Rajkot, July 14, 2018

Haripar, July 14, 2018

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STANDALONE CASH FLOW STATEMENT

for the period ended March 31, 2018

Particulars	Period ended March 31, 2018	Period ended March 31, 2017
A. Cash flow from operating activities		
Profit/(Loss) before tax	80,380,200	26,967,366
Adjustments for		
Finance costs	22,724,752	25,325,703
Depreciation and amortisation costs	38,386,933	37,868,990
Interest income from non-current investments	(950,935)	(888,338)
Other excess provisions written back	(347,176)	-
Other miscellaneous expenditure written off	198,344	198,344
Loss on disposal/discarding/demolishment/destruction of tangible assets	53,809	-
Operating profit/(loss) before working capital changes	140,445,928	89,472,065
Adjustment for changes in working capital		
Adjustments for (increase)/decrease in operating assets	(20,737,945)	(17,280,431)
Inventories	4,848,823	(36,135,680)
Trade receivables	-	19,563
Long-term loans and advances	(28,483,398)	1,165,644
Short-term loans and advances	(3,606,689)	21,955,329
Adjustments for increase/(decrease) in operating liabilities	2,300,251	53,583
Trade payables	1,279,331	-
Short-term provisions	(1,638,646)	2,395,406
Long-term provisions	94,407,656	61,645,478
Other current liabilities	-	-
Cash generated from/(used in) operating activities	(22,590,877)	(4,572,886)
Income classified as operating activities	71,816,779	57,072,592
Direct taxes paid (net of refunds)		
Net cash generated from/(used in) operating activities	71,816,779	57,072,592
Exceptional items		
Extraordinary items		
Net cash generated from/(used in) operating activities	71,816,779	57,072,592

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B. Cash flow from investing activities			
Proceeds from sale of tangible assets	585,000	35,114	
Purchase of tangible assets	(4,854,364)	(12,477,751)	
Interest received	950,935	888,338	
Cash and bank balances not classified as cash and cash equivalents	(855,844)	(799,497)	
Cash generated from/(used in) investing activities	(4,174,274)	(12,353,796)	
Direct tax paid (net of refunds)	-	-	
Net cash generated from/(used in) investing activities	(4,174,274)	(12,353,796)	
Exceptional items			
Extraordinary items			
Net cash generated from/(used in) investing activities	(4,174,274)	(12,353,796)	
C. Cash flow from financing activities			
Repayment of long-term borrowings	(47,479,179)	(55,421,222)	
Proceeds from short-term borrowings	245,162	34,013,077	
Finance costs paid	(20,297,004)	(25,325,703)	
Cash generated from/(used in) financing activities	(67,531,021)	(46,733,848)	
Direct taxes paid (net of refunds)	-	-	
Net cash generated from/(used in) financing activities	(67,531,021)	(46,733,848)	
Exceptional items			
Extraordinary items			
Net cash generated from/(used in) financing activities	(67,531,021)	(46,733,848)	
Net increase/(decrease) in cash and cash equivalents (A+B+C)	111,484	(2,015,052)	
Cash and cash equivalents at the beginning of the period	1,035,377	3,050,429	
Cash and cash equivalents at the end of the period	1,146,861	1,035,377	

Notes:

1. The above cash flow statement has been prepared under the "Indirect Method" as set out in Accounting Standard 3.
2. Previous year figures have been regrouped and recanted wherever necessary to conform to current year's classification.
3. For composition of cash and cash equivalents, see note 16 of the financial statements.

This is the balance sheet referred to in our report of even date

For, **H. B. Kalaria & Associates**
Chartered Accountants
Firm Registration No. 104571W

Hasmukh B. Kalaria
Partner
Mem. No. 042002

Rajkot, July 14, 2018

For and on behalf of the Board of Directors,

Ashokbhai Bhalala
Managing Director
DIN: 02003197

Harikrishna Chauhan
Director
DIN: 07710106

Pratik Raiyani
CFO

Ankita Popat
CS

Haripar, July 14, 2018

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NOTES TO STANDALONE FINANCIAL STATEMENTS

for the period ended March 31, 2018

1. General Information

Akshar Spintex Limited (the 'Company') is engaged in the business of manufacturing and trading of spun cotton yarn. The Company is a public limited company and is listed on the BSE.

2. Summary of Significant Accounting Policies

2.1. Basis of Preparation

The standalone financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. The financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 211 (3C) of the Companies Act, 1956 (Companies (Accounting Standards) Rules, 2006, as amended) and other relevant provisions of the Companies Act, 2013 except as stated in the notes below.

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

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

2.2. Presentation of Financial Statements

The Balance Sheet and the Statement of Profit and Loss are prepared and presented in the format prescribed in the Schedule III to the Companies Act, 2013 ("the Act"). The Cash Flow Statement has been prepared and presented as per the requirements of Accounting Standard (AS) 3 "Cash Flow Statements". The disclosure requirements with respect to items in the Balance Sheet and Statement of Profit and Loss, as prescribed in the Schedule III to the Act, are presented by way of notes forming part of accounts along with the other notes required to be disclosed under the notified Accounting Standards and the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

2.3. Fixed Assets and Depreciation

2.3.1. Fixed Assets

a. Tangible Assets

All fixed assets are stated at cost of acquisition, less accumulated depreciation and accumulated impairment losses, if any. Direct costs are capitalised until the assets are ready for use and includes freight, duties, taxes and expenses to acquisition and installation.

Subsequent expenditures related to an item of fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Losses arising from the retirement of, and gains or losses arising from disposal of fixed assets which are carried at cost are recognised in the Statement of Profit and Loss.

2.3.2. Depreciation

a. Tangible Assets

Depreciation is provided on a pro-rata basis on the straight line method ('SLM') over the useful lives of the assets specified in Schedule II of the Companies Act, 2013.

b. Intangible Assets

Intangible Assets, if any are amortized on a straight line basis over their estimated useful lives.

c. Impairment

The Company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. For the purposes of assessing impairment, the smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or groups of assets, is considered as a cash generating unit. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Statement of Profit and Loss. If at the Balance Sheet date there is an indication that if a previously assessed impairment loss no longer exists or may have decreased, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

2.3.3. Inventories

Inventories comprise of Raw and Packing Materials, Work in Progress, Finished Goods (Manufactured and Traded). Inventories are valued at the lower of cost and the net realisable value after providing for obsolescence and other losses, where considered necessary. Cost is determined on Weighted Average basis. Cost includes all charges in bringing the goods to their present location and condition, including octroi and other levies, transit insurance and receiving charges. The cost of Work-in-progress and Finished

Goods comprises of materials, direct labour, other direct costs and related production overheads as applicable.

Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

2.3.4. Employee Benefits

a. Defined Contribution Plans

The Company's contribution to provident fund (in case of contributions to the Regional Provident Fund office), pension and employee state insurance scheme are considered as defined contribution plans, as the Company does not carry any further obligations apart from the contributions made on a monthly basis and are charged as an expense based on the amount of contribution required to be made.

b. Defined Benefit Plans

The Company contributes to Defined Benefit Plans comprising of Gratuity Fund.

Gratuity

The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan"), administered by an insurer, covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognized in the Statement of Profit and Loss in the year in which they arise.

Leave Encashment

The Company provides for leave encashment on payment basis only.

c. Short-term Employee Benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees is recognised in the year during which the employee rendered the services.

2.3.5. Provisions and Contingent Liabilities

Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

2.3.6. Revenue Recognition

Sale of goods: Sales are recognised when the significant risks and rewards of ownership in the goods are transferred to the buyer as per the terms of the contract and are recognised net of trade discounts, rebates and sales taxes.

2.3.7. Government Grants

Government grants in the nature of revenue receipts are recognised in the Statement of Profit and Loss when there is reasonable certainty of its receipt from the Government in the period to which they relate.

Government grants in the nature of capital receipts are deducted from the cost of assets against which such grants have been received. Such grants are recognised when there is reasonable certainty of its receipt from the Government.

2.3.8. Taxes on Income

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing in the respective jurisdictions.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses, deferred tax assets are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise the assets. Deferred tax assets are reviewed at each balance sheet date for their realisability.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

Minimum Alternate Tax credit is recognised as an asset only when and to the extent that there is convincing evidence that the company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit is written down to the extent that there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

2.3.9. Cash and Cash Equivalents

In the cash flow statement, cash and cash equivalents includes cash in hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less.

2.3.10. Borrowing Costs

Borrowing costs directly attributable to acquisition or construction of qualifying assets (i.e. those fixed assets which necessarily take a substantial period of time to get ready for their intended use) are capitalised. Other borrowing costs are recognised as an expense in the period in which they are incurred.

2.3.11. Deferred Revenue and Unbilled Revenue

Amounts received from customers or billed to customers, in advance of services performed are recorded as deferred revenue under Other Current Liabilities. Unbilled revenue included in Other Current Assets, represents amounts recognised in respect of services performed in accordance with contract terms, not yet billed to customers as at the year end.

2.3.12. Segment Reporting

The Company has a single reportable segment and hence segment reporting is not applicable as per Accounting Standard (AS) - 17 - Segment Reporting.

2.3.13. Prior Period Items, Exceptional and Extraordinary Items

The Company follows the practice of making adjustments through 'prior year adjustments' in respect of all material transactions pertaining to the period prior to the current accounting year.

Exceptional and Extra Ordinary Items are shown separately as per applicable accounting standards.

2.3.14. Earnings per Share

The Company reports basic and diluted Earnings per Share (EPS) in accordance with Accounting Standard 20.

NOTES TO STANDALONE FINANCIAL STATEMENTS

for the period ended March 31, 2018

Particulars	As at March 31, 2018 Amount in Rs.	As at March 31, 2017 Amount in Rs.
3. Share capital		
Authorised		
25,000,000 (24,000,000) Equity shares of Rs. 10 each	250,000,000	240,000,000
Issued, subscribed and paid up		
24,000,000 (24,000,000) Equity shares of Rs. 10 each	240,000,000	240,000,000
3.1 Reconciliation of shares outstanding at the beginning and end of the period		
Particulars	As at March 31, 2018	As at March 31, 2017
	No. of shares	No. of shares
At the commencement of the period	24,000,000	24,000,000
Addition during the period	-	-
Total	-	-
Reduction during the period	-	-
Total	-	-
At the end of the period	24,000,000	24,000,000

3.2 Details of shareholders holding more than 5% shares in the Company

Particulars	As at March 31, 2018 No. of shares	% holding	As at March 31, 2017 No. of shares	% holding
Amit Vallabhghai Gadhiya	1,820,100	7.58%	1,820,100	7.58%
Ashokbhai Sukanbhai Bhalala	1,680,000	7.00%	1,680,000	7.00%
Nipaben Vikashbhai Sorathiya	2,705,273	11.27%	2,705,273	11.27%
Pareshbhai Sukanbhai Bhalala	1,590,000	6.63%	1,590,000	6.63%
Ilaben Dineshbhai Paghdar	1,602,000	6.68%	1,602,000	6.68%
Pravinbhai Shukanbhai Bhalala	1,630,000	6.79%	1,630,000	6.79%
Rekhaben Harikrishna Chauhan	2,400,000	10.00%	2,400,000	10.00%
Sonal Prakashkumar Sorathiya	2,412,727	10.05%	2,412,727	10.05%
Nayan Vallabhghai Gadhiya	1,369,900	5.71%	1,369,900	5.71%

3.3 Aggregate no. of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years (or lesser) immediately preceding the reporting date - not applicable

3.4 Rights, preferences and restrictions attached to shares

Equity shares

The Company has one class of equity shares having a face value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

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4. Reserves and surplus

Particulars	As at March 31, 2018 Amount in Rs.	As at March 31, 2017 Amount in Rs.
Surplus/(Deficit) in Statement of Profit and Loss		
As per last Balance Sheet	19,574,229	(6,206,061)
Profit/Loss for the period	85,497,109	25,780,290
Total	105,071,338	19,574,229
	105,071,338	19,574,229

5. Long-term borrowings

Particulars	As at March 31, 2018 Amount in Rs.	As at March 31, 2017 Amount in Rs.
Secured		
Rupee term loans		
from banks	186,865,232	245,927,065
Loans for assets		
Vehicle loans	174,885	580,802
Unsecured		
Rupee term loans		
from banks	2,889,596	-
from others	5,982,584	-
Loans and advances from related parties		
from directors	12,571,654	16,094,152
from others	31,697,069	43,754,799
Total	240,181,020	306,356,818
	240,181,020	306,356,818

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5.1 Terms of repayment, nature of security and rate of interest in case of secured loans		Terms of repayment	Personal security of promoters, shareholders, third parties etc.	Rate of interest	Guaranteed by Directors	Guaranteed by Others
Financier/ Category	Nature of security					
State Bank of India	of Hypothecation of plant & machinery and equipments of Company and mortgage of land and buildings situated at Plot No. 2, Survey No. 102/2, Vill Haripar, Tal: Kalawad, Dist Jamnagar	Repayable in 84 Installments	Personal security of directors and relatives thereof	MCLR+3.75 %	Yes	Yes
HDFC Bank	Hypothecation of Vehicle	Repayable in 36 Installments	Nil	9.50%	No	No
5.2 Amount of secured loans outstanding						
Financier/ Category	Outstanding (in Rs.)*					
	As at March 31, 2018	As at March 31, 2017				
State Bank of India	245,149,232	304,211,065				
HDFC Bank	667,628	1,197,860				
Total	245,816,860	305,408,925				

*includes current portion of long-term borrowings, if any. See note 9 of the financial statements.

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5.3 Terms of repayment and rate of interest in case of unsecured loans		Terms of repayment	Personal security of promoters, shareholders, third parties etc.	Rate of interest	Guaranteed by Directors	Guaranteed by Others	Outstanding (in Rs.)*
Financier/ Category	Terms of repayment						As at March 31, 2018
Bejaj Limited	Repayable in 12 months	-	-	18.00%	No	No	1,809,818
Capital Limited	Repayable in 24 months	-	-	18.80%	No	No	6,136,781
HDFC Bank	Repayable in 12 months	-	-	15.50%	No	No	1,805,881
ICICI Bank	Repayable in 36 months	-	-	15.50%	No	No	2,678,406
Edelweiss Retail Finance Limited	Repayable in 25 months	-	-	18.75%	No	No	3,674,560
India Infoline Finance Limited	Repayable in 24 months	-	-	19.50%	No	No	2,849,976
Kotak Mahindra Bank	Repayable in 24 months	-	-	18.50%	No	No	3,092,408
Magma Fincorp Limited	Repayable in 12 months	-	-	20.50%	No	No	1,800,028
Shriram City Union Finance Limited	Repayable in 24 months	-	-	18.00%	No	No	2,030,320
RBL Bank Limited	Repayable in 12 months	-	-	18.25%	No	No	1,814,935
From directors	Repayable at the option of the Company post completion of repayment of secured loans	-	-	0%-12%	No	No	12,571,654
From other related parties	Repayable at the option of the Company post completion of repayment of secured loans	-	-	0%-12%	No	No	31,697,069
Total							71,961,837

*includes current portion of long-term borrowings, if any. See note 9 of the financial statements.

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6. Deferred tax liabilities (net)		As at March 31, 2018		As at March 31, 2017	
Particulars		Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
Deferred tax liabilities on account of timing differences					
Depreciation		41,284,538	41,284,538	33,797,754	33,797,754
Deferred tax assets on account of timing differences					
Employee benefits		397,068	-	-	-
Unabsorbed depreciation		18,698,371	19,095,439	15,968,864	15,968,864
Total			22,189,099		17,828,889
6.1 Notes					
1. Deferred tax assets and deferred tax liabilities have been offset as they relate to the same governing taxation laws.					
7. Long-term provisions		As at March 31, 2018		As at March 31, 2017	
Particulars		Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
Provision for employee benefits		1,279,331	1,279,331	-	-
Total			1,279,331		-
8. Short-term borrowings		As at March 31, 2018		As at March 31, 2017	
Particulars		Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
Secured					
Working capital loans from banks		55,765,923	55,765,923	55,520,761	55,520,761
Total			55,765,923		55,520,761
8.1 Terms of repayment, nature of security and rate of interest in case of secured loans					
Financier/ Category	Nature of security	Terms of repayment	Personal security of promoters, shareholders, third parties etc.	Rate of interest	Guaranteed by Directors Others
State Bank of India	Hypothecation of stock, book debts, other receivables and all other current assets of the Company	Repayable on demand	Yes	MCLR+3.75 %	Yes Yes
8.2 Amount of secured loans outstanding					
Financier/ Category	Outstanding (in Rs.)				
	As at March 31, 2018	As at March 31, 2017			
State Bank of India	55,765,923	55,520,761			
Total	55,765,923	55,520,761			

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9. Other current liabilities		As at March 31, 2018		As at March 31, 2017	
Particulars		Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
Current maturities of long-term debt (see note 5)					
Interest accrued and due on borrowings		77,597,677	77,597,677	58,901,058	58,901,058
Statutory dues (including withholding taxes)		2,427,748	2,427,748	-	-
Advances from customers		2,349,556	2,349,556	3,425,702	3,425,702
Employee related liabilities		-	-	202,000	202,000
Total		82,374,981	82,374,981	62,889,260	62,889,260
10. Short-term provisions		As at March 31, 2018		As at March 31, 2017	
Particulars		Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
Provision for employee benefits		3,495,082	3,495,082	1,602,908	1,602,908
Provision for income-tax (net)		-	-	5,563,215	5,563,215
Other provisions		3,960,480	3,960,480	3,499,410	3,499,410
Total		7,455,562	7,455,562	10,665,533	10,665,533
12. Long-term loans and advances		As at March 31, 2018		As at March 31, 2017	
Particulars		Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
Unsecured					
Security deposits		94,937	94,937	94,937	94,937
Considered good		94,937	94,937	94,937	94,937
Total		94,937	94,937	94,937	94,937

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13. Other non-current assets		As at March 31, 2018		As at March 31, 2017	
Particulars	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
Long-term deposits with banks having maturity period more than 12 months					
Considered good	12,183,072			11,327,228	
	<u>12,183,072</u>			<u>11,327,228</u>	
Other non-current assets					
Considered good	198,344			396,688	
	<u>198,344</u>			<u>396,688</u>	
Total		12,381,416		11,723,916	
		12,381,416		11,723,916	
14. Inventories		As at March 31, 2018		As at March 31, 2017	
Particulars	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
Raw materials		66,961,043		49,167,121	
Work-in-progress		34,810,626		23,883,120	
Finished goods		18,290,026		26,273,509	
Total		120,061,695		99,323,750	
		120,061,695		99,323,750	
14.1 Details of inventories		As at March 31, 2018		As at March 31, 2017	
Particulars	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
Raw materials					
Cotton Bales	60,528,563			48,719,111	
Packing Material	<u>6,432,480</u>			<u>448,010</u>	
		66,961,043		49,167,121	
Work-in-progress					
Semi-Finished Yarn	<u>34,810,626</u>			<u>23,883,120</u>	
		34,810,626		23,883,120	
Finished goods					
Cotton Yarn	16,586,754			24,412,299	
Cotton Waste Bales	<u>1,703,272</u>			<u>1,861,209</u>	
		18,290,026		26,273,509	
Total		120,061,695		99,323,750	
		120,061,695		99,323,750	
14.2 Notes					
1. Inventories have been certified by the management of the Company					

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15. Trade receivables		As at March 31, 2018		As at March 31, 2017	
Particulars	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
Outstanding for a period exceeding six months from the date they are due for payment					
Unsecured					
Considered good	2,797,012			3,900,078	
	<u>2,797,012</u>			<u>3,900,078</u>	
Others		2,797,012		3,900,078	
Unsecured					
Considered good	48,592,950			52,338,707	
	<u>48,592,950</u>			<u>52,338,707</u>	
Total		51,389,962		56,238,785	
		51,389,962		56,238,785	
16. Cash and cash equivalents (incl. other bank balances)		As at March 31, 2018		As at March 31, 2017	
Particulars	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
Cash and cash equivalents					
Balances with banks		312,789		136,501	
Other bank balances		<u>312,789</u>		<u>136,501</u>	
Cash on hand		834,073		898,876	
		1,146,861		1,035,377	
Total		1,146,861		1,035,377	
		1,146,861		1,035,377	

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Particulars	As at March 31, 2018		As at March 31, 2017	
	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
17. Short-term loans and advances				
Unsecured				
Advances to suppliers				
Considered good	52,456	-		
Loans/Advances to employees				
Considered good	16,048	-		
Advances recoverable in cash or in kind or for value to be received				
Considered good	1,045,507	399,488		
Prepaid expenses				
Considered good	315,312	399,488		
Other loans and advances				
Considered good	34,252,196	22,013,429		
Others				
Advance tax	503,402	-		
Advance income-tax paid (net)	503,402	-		
MAT credit entitlement	26,401,546	-		
CENVAT receivable	162,154	162,154		
Other taxes receivable	9,100,576	-		
Balances with statutory authorities	6,441,218	-		
Total	78,290,415	22,902,069	78,290,415	22,902,069
18. Contingent liabilities and commitments				
Particulars	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
A. Contingent liabilities				
Indemnity provided in favour of the govt. under EPCG Scheme (net of bank guarantees)	77,953,816		77,953,816	

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Particulars	Period ended March 31, 2018		Period ended March 31, 2017	
	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
19. Revenue from operations				
Revenue from sale of products	930,672,110	930,672,110	862,504,153	862,504,153
Other operating revenue				
Other misc. operating revenue	87,840	87,840	-	-
Total	930,759,950	930,759,950	862,504,153	862,504,153
19.1 Disclosure of categories of products/services				
Revenue from products (net of excise duty)				
Particulars	Period ended March 31, 2018	Period ended March 31, 2017	Period ended March 31, 2018	Period ended March 31, 2017
	Manufactured (Rs.)	Traded (Rs.)	Manufactured (Rs.)	Traded (Rs.)
Revenue from export sales				
Sub-total (A)	-	-	-	-
Revenue from domestic sales				
Cotton Yarn Sales	910,170,409	-	836,928,542	-
Cotton Waste Bales Sales	20,062,606	-	25,400,526	-
Scrap Sales	439,095	-	175,085	-
Sub-total (B)	930,672,110	-	862,504,153	-
Total (A)+(B)	930,672,110	-	862,504,153	-
20. Other income				
Particulars	Period ended March 31, 2018	Period ended March 31, 2017	Period ended March 31, 2018	Period ended March 31, 2017
	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
Interest income from investments				
Classified as non-current	950,935	950,935	888,338	888,338
Income from government grants/subsidies				
Income from insurance claims	63,198,174	-	-	-
Other excess provisions written back	4,486	-	-	-
Misc. other non-operating income	347,176	-	-	-
Total	21,418	63,571,254	30,634	30,634
Total	64,522,189	64,522,189	918,972	918,972
21. Cost of materials consumed				
Particulars	Period ended March 31, 2018	Period ended March 31, 2017	Period ended March 31, 2018	Period ended March 31, 2017
	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
Opening inventory	49,167,121	54,733,949	49,167,121	54,733,949
Add: Purchases (net)	708,288,590	658,822,342	708,288,590	658,822,342
Less: Closing inventory	66,961,043	49,167,121	66,961,043	49,167,121
Total	690,494,669	664,389,170	690,494,669	664,389,170

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21.1 Materials consumed consist of			
Particulars	Period ended March 31, 2018 Amount in Rs.	Period ended March 31, 2017 Amount in Rs.	Period ended March 31, 2017 Amount in Rs.
Cotton Bales	685,944,927	653,860,110	653,860,110
Packing Material	4,549,742	10,529,061	10,529,061
Total	690,494,669	664,389,170	664,389,170
22. Changes in inventories of finished goods, work-in-progress and stock-in-trade			
Particulars	Period ended March 31, 2018 Amount in Rs.	Period ended March 31, 2017 Amount in Rs.	Period ended March 31, 2017 Amount in Rs.
Opening inventory			
Finished goods	26,273,509	12,674,869	12,674,869
Work-in-progress	23,883,120	14,634,500	14,634,500
Closing inventory			
Finished goods	18,290,026	26,273,509	26,273,509
Work-in-progress	34,810,626	23,883,120	23,883,120
Total	53,100,652	50,156,629	27,309,370
	(2,944,023)	(22,847,259)	(22,847,259)
23. Employee benefit expense			
Particulars	Period ended March 31, 2018 Amount in Rs.	Period ended March 31, 2017 Amount in Rs.	Period ended March 31, 2017 Amount in Rs.
Salaries and wages	63,213,141	45,767,797	45,767,797
Contribution to provident fund and other funds	658,336	584,029	584,029
Other employee related expenses	4,017,269	1,716,258	1,716,258
Total	67,888,746	48,068,084	48,068,084
24. Finance costs			
Particulars	Period ended March 31, 2018 Amount in Rs.	Period ended March 31, 2017 Amount in Rs.	Period ended March 31, 2017 Amount in Rs.
Interest expense			
On long-term loans from banks	9,207,893	12,492,112	12,492,112
On short-term loans from banks	6,382,147	6,353,769	6,353,769
On deposits	6,452,752	6,479,822	6,479,822
On other borrowings/late payments	681,960	-	-
Total	22,724,752	25,325,703	25,325,703
24.1 Notes	22,724,752	25,325,703	25,325,703

Interest expense on long-term loans is net of interest subsidy recognised of Rs. 2,37,73,745 (P.Y. Rs. 2,86,94,148)

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25. Other expenses			
Particulars	Period ended March 31, 2018 Amount in Rs.	Period ended March 31, 2017 Amount in Rs.	Period ended March 31, 2017 Amount in Rs.
Consumption of stores and spares	4,470,019	511,150	511,150
Power and fuel	81,784,913	74,518,327	74,518,327
Water charges	14,000	185,725	185,725
Rent expense	360,000	360,000	360,000
Repairs and maintenance			
Buildings	234,042	-	-
Plant and machinery	22,698	247,267	247,267
Others	268,253	100,271	100,271
Insurance	524,993	347,538	347,538
Rates and taxes	598,307	591,439	591,439
Subscription and membership fees	243,200	21,218	21,218
Telephone and postage	162,460	29,530	29,530
Printing and stationery	98,470	139,659	139,659
Books and periodicals	148,340	100,970	100,970
Registration and filing fees	4,150	3,125	3,125
Legal and professional charges	384,859	75,900	75,900
Bank charges	2,276,805	404,670	404,670
Travelling and conveyance	1,177,225	531,002	531,002
Vehicle running expenses	334,927	382,758	382,758
Safety and security expenses	564,642	580,050	580,050
Information technology expenses	964,136	1,223,023	1,223,023
Payment to auditors	193,500	174,240	174,240
Audit services	140,000	90,000	90,000
Company law matters	15,000	7,125	7,125
Payments for technical services	155,000	97,125	97,125
Advertising and sales promotion expenses	8,150	48,641	48,641
Freight expenses	-	1,913	1,913
Export Licences Fees	3,385,649	2,769,501	2,769,501
Other miscellaneous expenditure written off	15,000	-	-
Loss on disposal/discarding/demolishment/destruction of tangible assets	198,344	198,344	198,344
	53,809	-	-
Miscellaneous expenses	229,965	355,223	355,223
Total	98,350,863	83,651,072	83,651,072

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25.1 Notes
Power and fuel expense is net of power subsidy recognized of Rs. 1,42,77,980 (P. Y. Rs. 1,44,76,589)

26. Earnings per share	Particulars	Period ended March 31, 2018	Period ended March 31, 2017
	Net profit/(loss) for basic EPS calculation	85,497,109	25,780,290
	Weighted average no. of equity shares for basic EPS calculation	24,000,000	24,000,000
	Basic EPS	3.56	1.07
	Diluted EPS	3.56	1.07

27.	Particulars	Period ended March 31, 2018	Period ended March 31, 2017
		Amount in Rs.	Amount in Rs.
		%	%
Materials consumed			
Indigenous	690,494,669	100.00%	664,389,170
	690,494,669	100.00%	664,389,170
Stores and spares consumed			
Indigenous	4,470,019	100.00%	511,150
	4,470,019	100.00%	511,150

28. Disclosures as required by the Micro, Small and Medium Enterprises Development Act, 2006 are as under

The Company has requested its suppliers to give information about their status as Micro, Small or Medium Enterprises as defined under the MSMED Act, 2006. In absence of this information, the Company is unable to provide the details regarding the over dues to such enterprises.

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29. Related party transactions

1. List of related parties

Other related parties where common control exists

A. Patel/Alloys#
Tricot Impex Pvt Ltd#

Key Management Personnel ("KMP") and their relatives
Whole-time directors ("WTDs")/Executive directors etc.

Ashokbhai Bhalala
Amitbhai Gadhiya
Harikrishna Chauhan
Ilaben Paghadar

Relative of WTDs/Executive directors

Chefnaben Bhalala
Harikrishna Chauhan HUF
Rekhaben Harikrishna Chauhan
Ashokbhai Bhalala HUF
Pooja Amitbhai Gadhiya

Other KMPs and their relatives

Pratik Raiyani
Ankita Popat
Prakahkumar Sorathia
Rajdeep Patel
Rekhaben Chauhan
Manojbhai Baldha
Paresh Bhalala
Pravin Bhalala
Jalpaben Bhalala
Kantaben Gadhiya
Manubhai Gajera
Narmadaben Chauhan
Nayan Gadhiya
Nipaben Sorathiya
Pareshbhai Jethva
Pareshbhai Bhalala HUF
Pravinaben Gohil
Pravinbhai Bhalala HUF
Sarojben Bhalala
Shukanbhai Bhalala HUF
Sonal Sorathia
Abhishek Patel
Dineshbhai Paghadar
Shukanbhai Bhalala

There are no transactions during the year with the above entities

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2. Details of transactions with related parties	Subsidiaries/JCEs/Asso./ Other related parties						Total	
	Details of transactions		Controlling Co./Intermediates		Personnel and relatives		Total	
	2018	2017	2018	2017	2018	2017	2018	2017
Rent paid								
Rekhaben Chauhan	-	-	-	-	180,000	180,000	180,000	180,000
Sonalben Sorathiya	-	-	-	-	180,000	180,000	180,000	180,000
Interest paid								
Rekhaben Chauhan	-	-	-	-	525,679	884,908	525,679	884,908
Pareeshbhai Jethva	-	-	-	-	20,186	9,838	20,186	9,838
Pareeshbhai Bhalala	-	-	-	-	139,416	251,031	139,416	251,031
Pareeshbhai Bhalala HUF	-	-	-	-	70,929	109,312	70,929	109,312
Poojaben Gadhiya	-	-	-	-	107,622	193,783	107,622	193,783
Prakash Sorathia	-	-	-	-	85,700	259,308	85,700	259,308
Pravinaben Gohil	-	-	-	-	7,707	9,122	7,707	9,122
Pravinbhai Bhalala	-	-	-	-	62,211	112,017	62,211	112,017
Pravinbhai Bhalala HUF	-	-	-	-	82,699	131,425	82,699	131,425
Rajdeephbhai Tala	-	-	-	-	-	814,582	-	814,582
Sarojben Bhalala	-	-	-	-	72,358	106,988	72,358	106,988
Shukanbhai Bhalala HUF	-	-	-	-	76,041	207,364	76,041	207,364
Shukanbhai Bhalala	-	-	-	-	64,123	20,647	64,123	20,647
Abhishek Tala (Patel)	-	-	-	-	-	19,070	-	19,070
Amitbhai Gadhiya	-	-	-	-	533,288	1,027,185	533,288	1,027,185
Ashokbhai Bhalala	-	-	-	-	393,778	808,045	393,778	808,045
Ashokbhai Bhalala HUF	-	-	-	-	118,342	313,721	118,342	313,721
Chetnaben Bhalala	-	-	-	-	140,493	144,351	140,493	144,351
Harikrishna Chauhan	-	-	-	-	116,257	2,493	116,257	2,493
Harikrishna Chauhan HUF	-	-	-	-	95,073	2,361	95,073	2,361
Jalpaben Bhalala	-	-	-	-	84,402	151,973	84,402	151,973
Kantaben Gadhiya	-	-	-	-	126,383	232,004	126,383	232,004
Manojbhai Baldha	-	-	-	-	185,700	101,589	185,700	101,589
Narmadaben Chauhan	-	-	-	-	2,260	4,359	2,260	4,359
Nayanbhai Gadhiya	-	-	-	-	71,700	135,060	71,700	135,060
Nipaben Sorathiya	-	-	-	-	156,365	284,669	156,365	284,669
Manubhai Gejera	-	-	-	-	28,033	50,475	28,033	50,475
Sonalben Sorathiya	-	-	-	-	50,753	92,142	50,753	92,142

Other income/expense transactions with related parties								
Pareeshbhai Jethva	-	-	-	-	481,200	201,000	481,200	201,000
Sarojben Bhalala	-	-	-	-	605,000	-	605,000	-
Shukanbhai Bhalala	-	-	-	-	605,000	-	605,000	-
Abhishek Tala (Patel)	-	-	-	-	225,000	-	225,000	-
Chetnaben Bhalala	-	-	-	-	605,000	-	605,000	-
Ilaben Paghdar	-	-	-	-	-	200,000	-	200,000
Jalpaben Bhalala	-	-	-	-	605,000	-	605,000	-
Pratik Raiyani	-	-	-	-	-	252,000	-	252,000
Poojaben Gadhiya	-	-	-	-	412,500	-	412,500	-
Pareeshbhai Bhalala	-	-	-	-	200,000	-	200,000	-
Pravinaben Gohil	-	-	-	-	481,200	201,000	481,200	201,000
Rekhaben Chauhan	-	-	-	-	200,000	-	200,000	-
Gordhanbhai Gadhiya	-	-	-	-	300,000	-	300,000	-
Remuneration to KMPs								
Rekhaben Chauhan	-	-	-	-	885,000	240,000	885,000	240,000
Ankita Popat	-	-	-	-	68,000	-	68,000	-
Pratik Raiyani	-	-	-	-	308,000	-	308,000	-
Ilaben Paghdar	-	-	-	-	650,000	150,500	650,000	150,500
Ashokbhai Bhalala	-	-	-	-	1,285,000	240,000	1,285,000	240,000
Amitbhai Gadhiya	-	-	-	-	997,500	240,000	997,500	240,000
Pareeshbhai Bhalala	-	-	-	-	675,000	150,000	675,000	150,000
Manojbhai Baldha	-	-	-	-	750,000	150,000	750,000	150,000
Harikrishna Chauhan	-	-	-	-	1,375,000	150,000	1,375,000	150,000
Pravinbhai Bhalala	-	-	-	-	675,000	150,000	675,000	150,000
Rajdeephbhai Tala	-	-	-	-	622,500	240,000	622,500	240,000

Account balances	(in Rs.)						
	Subsidiaries/JCEs/Asso./ Controlling Co./Intermediates		Other related parties		Key Management Personnel and relatives		Total
	2018	2017	2018	2017	2018	2017	
Loans from related parties							
Rekhaben Chauhan	-	-	-	-	8,188,990	8,188,990	8,188,990
Pareshbhai Jethva	-	-	-	-	89,692	89,692	89,692
Pareshbhai Bhalala	-	-	-	-	2,323,601	2,323,601	2,323,601
Pareshbhai Bhalala HUF	-	-	-	-	1,182,143	1,182,143	1,182,143
Poojaben Gadhiya	-	-	-	-	1,793,696	1,793,696	1,793,696
Prakash Sorathia	-	-	-	-	1,444,170	1,444,170	1,444,170
Pravinaben Gohil	-	-	-	-	86,062	86,062	86,062
Pravinbhai Bhalala	-	-	-	-	1,036,851	1,036,851	1,036,851
Pravinbhai Bhalala HUF	-	-	-	-	1,378,316	1,378,316	1,378,316
Rajdeepbhai Tala	-	-	-	-	3,539,953	3,539,953	3,539,953
Sarojben Bhalala	-	-	-	-	1,205,966	1,205,966	1,205,966
Shukanbhai Bhalala HUF	-	-	-	-	1,219,409	1,219,409	1,219,409
Shukanbhai Bhalala	-	-	-	-	1,118,582	1,118,582	1,118,582
Abhishek Tala (Patel)	-	-	-	-	176,517	176,517	176,517
Amitbhai Gadhiya	-	-	-	-	6,008,687	6,008,687	6,008,687
Ashokbhai Bhalala	-	-	-	-	6,562,967	6,562,967	6,562,967
Ashokbhai Bhalala HUF	-	-	-	-	1,903,877	1,903,877	1,903,877
Chetnaben Bhalala	-	-	-	-	2,412,792	2,412,792	2,412,792
Harikrishna Chauhan	-	-	-	-	22,498	22,498	22,498
Harikrishna Chauhan HUF	-	-	-	-	22,087	22,087	22,087
Jalpaben Bhalala	-	-	-	-	1,406,701	1,406,701	1,406,701
Kantaben Gadhiya	-	-	-	-	1,147,457	1,147,457	1,147,457
Manojbhai Baldha	-	-	-	-	1,891,430	1,891,430	1,891,430
Narmadaben Chauhan	-	-	-	-	39,407	39,407	39,407
Nayanbhai Gadhiya	-	-	-	-	1,195,007	1,195,007	1,195,007
Nipaben Sorathiya	-	-	-	-	2,634,962	2,634,962	2,634,962
Manubhai Gajera	-	-	-	-	467,211	467,211	467,211
Sonalben Sorathiya	-	-	-	-	852,891	852,891	852,891

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Remuneration payable to KMPs							
Rekhaben Chauhan	-	-	-	-	90,000	-	90,000
Ilaben Paghdar	-	-	-	-	500	-	500
Ashokbhai Bhalala	-	-	-	-	90,000	-	90,000
Amitbhai Gadhiya	-	-	-	-	90,000	-	90,000
Rajdeepbhai Tala	-	-	-	-	90,000	-	90,000
Trade receivables							
A. Patel Alloys	-	-	-	3,900,078	-	-	3,900,078
Account balances	Subsidiaries/JCEs/Asso./ Controlling Co./Intermediates		Other related parties		Key Management Personnel and relatives		Total
	2018	2017	2018	2017	2018	2017	2017
Other balances- Interest Payable							
Rekhaben Chauhan	-	-	-	-	473,111	-	473,111
Ashokbhai Bhalala HUF	-	-	-	-	106,508	-	106,508
Chetnaben Bhalala	-	-	-	-	126,444	-	126,444
Jalpaben Bhalala	-	-	-	-	75,962	-	75,962
Kantaben Gadhiya	-	-	-	-	113,745	-	113,745
Nayanbhai Gadhiya	-	-	-	-	64,530	-	64,530
Manubhai Gajera	-	-	-	-	25,230	-	25,230
Sonalben Sorathiya	-	-	-	-	65,122	-	65,122
Pareshbhai Bhalala	-	-	-	-	125,474	-	125,474
Pareshbhai Bhalala HUF	-	-	-	-	63,836	-	63,836
Poojaben Gadhiya	-	-	-	-	96,860	-	96,860
Pravinbhai Bhalala	-	-	-	-	55,990	-	55,990
Pravinbhai Bhalala HUF	-	-	-	-	74,429	-	74,429
Shukanbhai Bhalala HUF	-	-	-	-	68,437	-	68,437
Shukanbhai Bhalala	-	-	-	-	57,711	-	57,711
Amitbhai Gadhiya	-	-	-	-	479,959	-	479,959
Ashokbhai Bhalala	-	-	-	-	354,400	-	354,400

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30. Employee benefits

The Company has one scheme for long-term benefit - Gratuity. In case of funded schemes, the funds are recognized by the Income tax authorities and administered through trustees. The Company's defined contribution plans are Provident Fund (in case of certain employees), Employees State Insurance Fund. The Company has no further obligation beyond making the contributions to such plans. The Company's defined benefit plans include Gratuity only.

30.1 Change in defined benefit obligation		Period ended March 31, 2018	Period ended March 31, 2017
Particulars		Amount in Rs.	Amount in Rs.
Gratuity (Non-funded)			
Current service cost		1,314,368	-
Interest cost		46,164	-
Actuarial (gain)/loss		(79,128)	-
Past service cost		3,607	-
Present value of defined benefit obligation as at the end of the period		1,285,011	-
1. Current service cost includes prior period expenditure of Rs. 6,85,130 on recognition of gratuity liability during the current reporting period.			
30.2 Changes in fair value of plan assets		Period ended March 31, 2018	Period ended March 31, 2017
Particulars		Amount in Rs.	Amount in Rs.
Gratuity (Non-funded)			
Fair value of plan assets as at the end of the period		-	-
30.3 Reconciliation of present value of defined benefit obligation and fair value of plan assets			
Particulars		As at March 31, 2018	As at March 31, 2017
		Amount in Rs.	Amount in Rs.
Gratuity (Non-funded)			
Present value of funded obligation as at the end of the year		1,285,011	-
Unfunded liability/(assets) recognised in the balance sheet		1,285,011	-
30.4 Reconciliation of present value of defined benefit obligation and fair value of plan assets			
Particulars		As at March 31, 2018	As at March 31, 2017
		Amount in Rs.	Amount in Rs.
Gratuity (Non-funded)			
Current service cost		1,314,368	-
Interest cost		46,164	-
Net actuarial (gain)/loss		(79,128)	-
Past service cost		3,607	-
Total expense/(income) recognised in the Statement of Profit and Loss		1,285,011	-

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30.5 Actual return on plan assets		As at March 31, 2018	As at March 31, 2017
Particulars		Amount in Rs.	Amount in Rs.
Gratuity (Non-funded)			
Actual return on plan assets		-	-
30.6 Major category of plan assets		As at March 31, 2018	As at March 31, 2017
Particulars		Amount in Rs.	Amount in Rs.
Gratuity (Non-funded)			
Total		0.00%	0.00%
30.7 Principal actuarial assumptions used		As at March 31, 2018	As at March 31, 2017
Particulars		Amount in Rs.	Amount in Rs.
Gratuity (Non-funded)			
Discount rate (per annum)		7.30%	0.00%
Expected rate of return on plan assets		Not Applicable	Not Applicable
Expected rate of increase in salaries		7.00%	0.00%
Medical cost trend rates		Not Applicable	Not Applicable
30.10 Contribution to defined contribution plans			
Particulars		Period ended March 31, 2018	Period ended March 31, 2017
		Amount in Rs.	Amount in Rs.
Provident Fund		658,336	584,029
Total		658,336	584,029

31. Other Notes

1. Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.
2. The Company has not conducted any transactions in foreign currency during the reporting period.

Signature to note 1 to 31 of the financial statements.

For, H. B. Kalaria & Associates
Chartered Accountants
Firm Registration No. 104571W

For and on behalf of the Board of Directors,

Ashokbhai Bhalala
Managing Director
DIN: 02003197

Harikrishna Chauhan
Director
DIN: 07710106

Hasmukh B. Kalaria
Partner
Mem. No. 042002

Pratik Raiyani
CFO

Ankita Popat
CS

Rajkot, July 14, 2018

Haripar, July 14, 2018

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11. Fixed assets

Particulars	Gross Block				Depreciation/Amortization				Net Block	
	Opening as at 01/04/2017	Additions	Deductions	Other adjustments	As at 31/03/2018	Opening as at 01/04/2017	Depreciation/ Amortization	Deductions Other adjustments	As at 31/03/2018	As at 31/03/2017
Tangible assets										
Land										
Freehold	6,359,610	-	-	-	6,359,610	-	-	-	6,359,610	6,359,610
<i>Sub-total</i>	<i>6,359,610</i>	-	-	-	<i>6,359,610</i>	-	-	-	<i>6,359,610</i>	<i>6,359,610</i>
Buildings										
Owned	99,870,271	1,625,363	-	-	101,495,634	7,579,461	3,171,356	-	10,750,817	90,744,817
<i>Sub-total</i>	<i>99,870,271</i>	<i>1,625,363</i>	-	-	<i>101,495,634</i>	<i>7,579,461</i>	<i>3,171,356</i>	-	<i>10,750,817</i>	<i>90,744,817</i>
Plant and equipment										
Owned	516,633,983	2,457,211	-	-	519,091,194	73,545,701	32,782,956	-	106,328,657	412,762,537
<i>Sub-total</i>	<i>516,633,983</i>	<i>2,457,211</i>	-	-	<i>519,091,194</i>	<i>73,545,701</i>	<i>32,782,956</i>	-	<i>106,328,657</i>	<i>412,762,537</i>
Furniture and fixtures										
Owned	1,896,785	141,604	-	-	2,038,389	365,952	183,638	-	549,590	1,488,799
<i>Sub-total</i>	<i>1,896,785</i>	<i>141,604</i>	-	-	<i>2,038,389</i>	<i>365,952</i>	<i>183,638</i>	-	<i>549,590</i>	<i>1,488,799</i>
Motor vehicles										
Owned	3,406,356	52,997	998,809	-	2,460,544	681,513	371,160	360,000 -	692,673	1,767,871
<i>Sub-total</i>	<i>3,406,356</i>	<i>52,997</i>	<i>998,809</i>	-	<i>2,460,544</i>	<i>681,513</i>	<i>371,160</i>	<i>360,000 -</i>	<i>692,673</i>	<i>1,767,871</i>
Computer equipment										
Owned	1,288,359	14,322	-	-	1,302,681	894,396	407,152	-	1,301,549	1,132
<i>Sub-total</i>	<i>1,288,359</i>	<i>14,322</i>	-	-	<i>1,302,681</i>	<i>894,396</i>	<i>407,152</i>	-	<i>1,301,549</i>	<i>393,963</i>
Office equipment										
Owned	14,890,599	562,868	-	-	15,453,467	3,230,380	1,470,671	-	4,701,051	10,752,416
<i>Sub-total</i>	<i>14,890,599</i>	<i>562,868</i>	-	-	<i>15,453,467</i>	<i>3,230,380</i>	<i>1,470,671</i>	-	<i>4,701,051</i>	<i>10,752,416</i>
Total (I)	644,345,963	4,854,364	998,809	-	648,201,518	86,297,402	38,386,933	360,000 -	124,324,336	558,048,561
Intangible assets										
Grand total (I)+(II)	644,345,963	4,854,364	998,809	-	648,201,518	86,297,402	38,386,933	360,000 -	124,324,336	558,048,561

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11A. Fixed assets

Particulars	Gross Block				Depreciation/Amortization				Net Block	
	Opening as at 01/04/2016	Additions	Deductions	Other adjustments	As at 31/03/2017	Opening as at 01/04/2016	Depreciation/ Amortization	Deductions Other adjustments	As at 31/03/2017	As at 31/03/2016
Tangible assets										
Land										
Freehold	6,359,610	-	-	-	6,359,610	-	-	-	6,359,610	6,359,610
<i>Sub-total</i>	<i>6,359,610</i>	-	-	-	<i>6,359,610</i>	-	-	-	<i>6,359,610</i>	<i>6,359,610</i>
Buildings										
Owned	99,253,809	616,462	-	-	99,870,271	4,428,275	3,151,186	-	7,579,461	92,290,810
<i>Sub-total</i>	<i>99,253,809</i>	<i>616,462</i>	-	-	<i>99,870,271</i>	<i>4,428,275</i>	<i>3,151,186</i>	-	<i>7,579,461</i>	<i>92,290,810</i>
Plant and equipment										
Owned	506,939,534	9,729,563	35,114	-	516,633,983	41,181,693	32,364,008	-	73,545,701	443,088,282
<i>Sub-total</i>	<i>506,939,534</i>	<i>9,729,563</i>	<i>35,114</i>	-	<i>516,633,983</i>	<i>41,181,693</i>	<i>32,364,008</i>	-	<i>73,545,701</i>	<i>443,088,282</i>
Furniture and fixtures										
Owned	1,642,798	253,987	-	-	1,896,785	189,607	176,345	-	365,952	1,530,833
<i>Sub-total</i>	<i>1,642,798</i>	<i>253,987</i>	-	-	<i>1,896,785</i>	<i>189,607</i>	<i>176,345</i>	-	<i>365,952</i>	<i>1,530,833</i>
Motor vehicles										
Owned	1,782,336	1,624,020	-	-	3,406,356	350,042	331,471	-	681,513	2,724,843
<i>Sub-total</i>	<i>1,782,336</i>	<i>1,624,020</i>	-	-	<i>3,406,356</i>	<i>350,042</i>	<i>331,471</i>	-	<i>681,513</i>	<i>2,724,843</i>
Computer equipment										
Owned	1,253,808	34,551	-	-	1,288,359	486,523	407,873	-	894,396	393,963
<i>Sub-total</i>	<i>1,253,808</i>	<i>34,551</i>	-	-	<i>1,288,359</i>	<i>486,523</i>	<i>407,873</i>	-	<i>894,396</i>	<i>393,963</i>
Office equipment										
Owned	14,671,431	219,168	-	-	14,890,599	1,792,272	1,438,108	-	3,230,380	11,660,219
<i>Sub-total</i>	<i>14,671,431</i>	<i>219,168</i>	-	-	<i>14,890,599</i>	<i>1,792,272</i>	<i>1,438,108</i>	-	<i>3,230,380</i>	<i>11,660,219</i>
Total (I)	631,903,326	12,477,751	35,114	-	644,345,963	48,428,412	37,868,990	-	86,297,402	583,474,914
Total (II) -	-	-	-	-	-	-	-	-	-	-
Grand total (I)+(II)	631,903,326	12,477,751	35,114	-	644,345,963	48,428,412	37,868,990	-	86,297,402	583,474,914

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ATTENDANCE SLIP

Registered Folio	
Name and Address of the Shareholder	

1. I hereby record my /our presence at the **ANNUAL GENERAL MEETING** of the Company being held on **Friday, September 28, 2018 at 9:30 a.m. at Revenue Survey No.102/2 Paiki, Plot No. - 2 Village: Haripar, Ranuja Road. Tal: Kalavad. Jamnagar 361013 Gujarat India.**

2. Signature of the shareholders/ Proxy

Present

3. Shareholder/ Proxy holder wishing to attend the meeting must bring the Attendance Slip to the meeting and handover at the entrance duly signed.

4. Shareholder/Proxy holder desiring to attend the meeting may bring his /her copy of the Notice of the AGM for reference at the meeting.

Note: Please fill in this attendance slip and hand it over to **ENTRANCE OF THE MEETING HALL**

PROXY FORM

FORM NO: MGT-11

[Pursuant to Section 105 (96) of the Companies Act, 2013 and Rules 19(3) of the Companies Management and Administration Rules 2014]

Name of the Company	AKSHAR SPINTEX LIMITED [CIN: L17291GJ2013PLC075677]
Registered office	Revenue Survey No.102/2 Paiki, Plot No. – 2, Village: Haripar, Ranuja Road, Tal: Kalavad, Jamnagar 361013. Gujarat India

Name of the Member (s)	
Registered Address	
E-mail Id	
Folio No. / Client Id	
DP/ ID	

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

(1)	Name:		Address:
	E-Mail Id		Signature: Or falling him;
(2)	Name:		Address:
	E-Mail Id		Signature: Or falling him;
(3)	Name:		Address:
	E-Mail Id		Signature: Signature:

as my /our proxy to attend and vote (on a poll) for me/us and on my /our behalf at the Annual General Meeting of the Company to be held on Friday, September 28, 2018 at 9:30 a.m. at **Revenue Survey No.102/2 Paiki, Plot No. - 2 Village: Haripar, Ranuja Road. Tal: Kalavad. Jamnagar 361013 Gujarat India.** and any adjournment thereof in respect of such resolutions as are indicated below:

1. To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the F.Y. 2017-18, together with Directors' Report and Audit Report thereto.
2. To appoint a Director in place of Mr. Amit Vallabhbhai Gadhiya (DIN:- 06604671), who retires by rotation and being eligible, offers himself for re-appointment.
3. Rectification of Appointment of Auditors.
4. Appointment of Mr. Nirala Indubhai Joshi as an Independent Director.
5. Appointment of Mr. Vipul Vallabhbhai Patel as an Independent Director.
6. Appointment of Mr. Rohit Bhanjibhai Dobariya as an Independent Director

Signed this day of..... 2018

Signature of Shareholder (s)

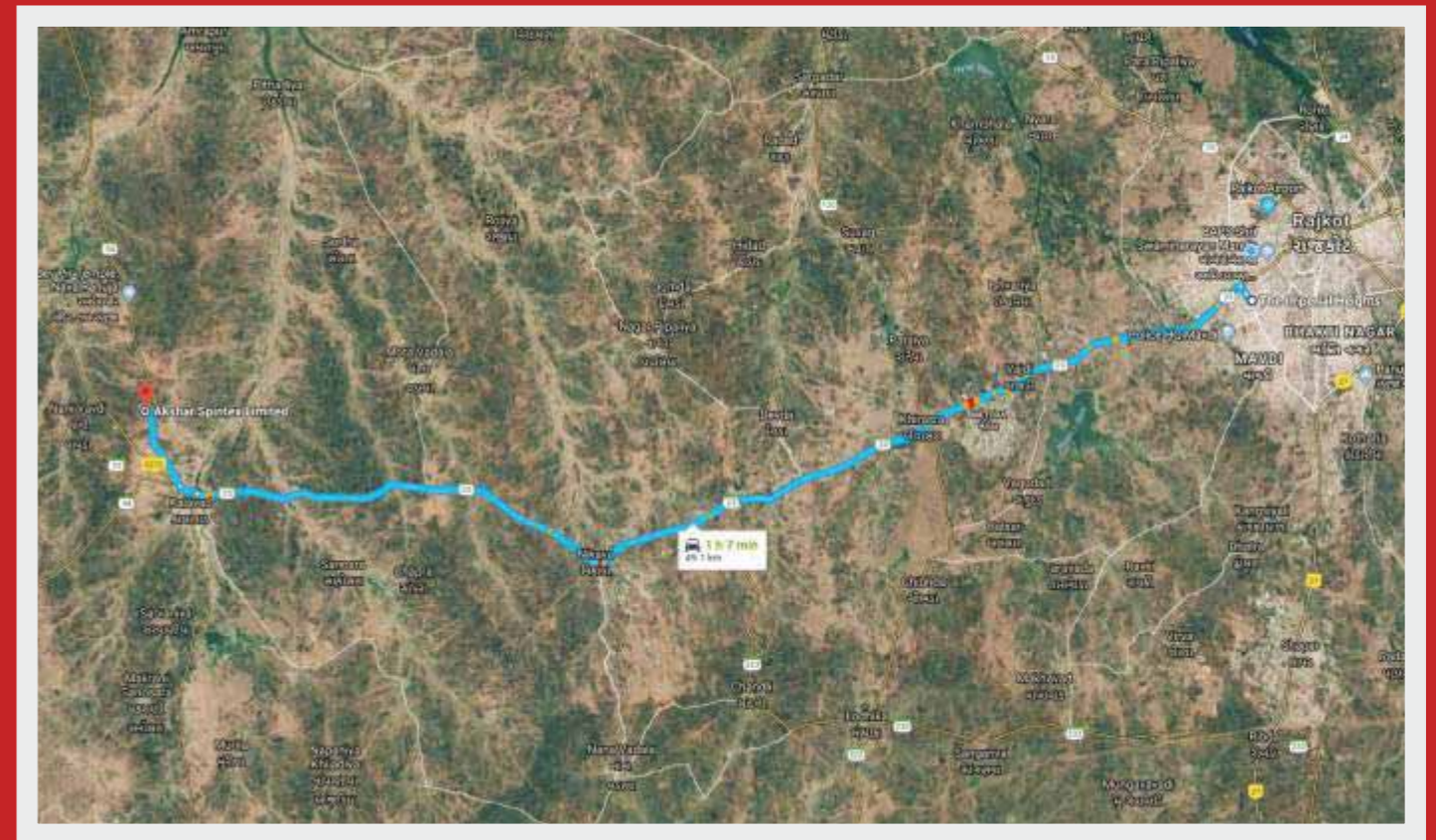
Signature of Proxy holder(s)

Affix
Revenue
Stamp of
Rs.1/-

Notes: This form of proxy in order to be effective should be duly completed and deposited at the registered office of the Company, not less than 48 hours before the Commencement of the meeting.

ROUTE MAP OF THE AGM VENUE

(From our Administrative Office)





Regd. Office & Factory :

Survey no.102/2, Plot no. 2, At-Haripar, Kalavad - Ranuja Road, Tal. Kalavad, Dist - Jamnagar, Pin - 361013. Gujarat (India).

T : +91 2894 291114 / 5 / 6, +91 94260 84066, E : aksharspintex@gmail.com, W: aksharspintex.in

Administrative Office:

C-704, The Imperial Heights, 150 feet Ring Road, Opp. Big Bazaar, Rajkot, Gujarat 360005.

T : +91 8000 777 671