DYNEMIC
COLOURING LIVES

27th September, 2017

BSE Limited
PJ Towers, Dalal Street,
Mumbai 400 001

National Stock Exchange of India Limited
Exchange Plaza, Plot No. C/1, G Block
Bandra-Kurla Complex, Bnadra (East)
Mumbai – 400 051

Scrip code : 532707

Trading Symbol : DYNPRO

Dear Sir,

Sub : Submission of Annual Report of the Company

Pursuant to Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the 27th Annual Report of the Company.

Please take the above on record.

Thanking you,

Yours faithfully,

For Dynemic Products Limited

Varsha Mehta
Company Secretary & Compliance Officer

Encl : as above

DYNEMIC

COLOURING LIVES

27th ANNUAL REPORT
2016 - 2017

DYNEMIC PRODUCTS LIMITED



Bhagwandas K. Patel
Managing Director



Dear Members,

I am pleased to present the 27th Annual Report of our Company for the financial year 2016-17. It gives me great pleasure to inform you that Your Company performed well during 2016-17 with steady growth in its revenues and profitability. Clarity of purpose aligned with consistent performance and profitable growth is the first step towards building a successful business.

During the year we achieved a sales turnover of Rs. 157 crores as against Rs. 136 crores previous year showing an increase in turnover by 15%. Comparing to previous year the turnover had marginally increased but net profits are high by 80% appx. The impact is due to raw material which we are producing in-house and also due to favourable market conditions. Also our cost has reduced due to permission from GPCB to discard the waste water through ETL.

The Board of Directors has recommended a dividend of Rs. 1.50 per equity share of Rs. 10 for the year 2016-17 amounting to Rs. 169.93 Lacs.

Further setting up of Unit-III in Dahej is in pipeline. We are waiting for Environment Clearance from GPCB and as soon as the EC is received we will start the plant work.

The earnings per share rose to Rs. 11.86 per share from Rs. 6.64 per share of last year.

As far as year 2017-18 is concerned, your Management is much positive looking to the results of Q-1 wherein we had achieved a turnover of Rs. 42 crores which was Rs. 30 crores last year.

On behalf of Board and the Management team, we wish to thank you for your undivided commitment, trust and faith in us. We will continue to build and deliver attractive returns. We would also like to thank our customers, vendors, bankers, insurance companies, consultants and advisors who always stood by us and extended strong support to us in all circumstances. We also take this opportunity to appreciate our employees who with their powerful sense of commitment and belonging helped the company to achieve the desired results.

Bhagwandas K. Patel
Managing Director

"The ability to convert ideas to things is the secret to outward success."
–Henry Ward Beecher

CORPORATE INFORMATION

BOARD OF DIRECTORS

Bhagwandas K. Patel	-	Managing Director
Dashrathbhai P. Patel	-	Whole Time Director
Rameshbhai B. Patel	-	Whole Time Director
Dixit B. Patel	-	Whole Time Director
Jagdishbhai S. Shah	-	Independent Director
Shankarlal B. Mundra	-	Independent Director
Ashishbhai R. Joshi	-	Independent Director
Rashmi A. Aahuja	-	Independent Director

COMMITTEES OF DIRECTORS

Audit Committee
Ashish R. Joshi
Jagdishbhai S. Shah
Bhagwandas K. Patel

Nomination and Remuneration Committee
Shankarlal B. Mundra
Jagdishbhai S. Shah
Rashmi A. Aahuja

Stakeholders Relationship Committee
Shankarlal B. Mundra
Bhagwandas K. Patel

Corporate Social Responsibility Committee
Bhagwandas K. Patel
Jagdishbhai S. Shah
Ashish R. Joshi

Company Secretary
Varsha Mehta

Chief Financial Officer
Amisha Patel

Registered Office
B-301, Satyamev Complex-1,
Opposite Gujarat High Court,
S.G. Road, Sola, Ahmedabad - 380060.
Telephone No. : 079-27663071/76 Fax No. : 079-27662176
Email : cs@dynemic.com Website : www.dynemic.com

Plant Location
Unit-1 : 6401, 6402, 6415, 6416, 6400, 6400/1,
GIDC Estate, Ankleshwar - 393 002.

Unit-2 : 3709/6, 3710/1, 3710/3, GIDC Estate,
Ankleshwar - 393 002.

IMPORTANT COMMUNICATION TO MEMBERS

The Ministry of Corporate Affairs ("MCA"), Government of India, through its Circular No. 17/2011 dated 21st April, 2011and Circular No. 18/2011 dated 29th April, 2011, has allowed companies to send Annual Report comprising of Balance Sheet, Statement of the Profit & Loss, Boards' Report, Auditors' Report and Explanatory Statement etc., through electronic mode to the registered e-mail address of the members. Keeping in view the underlying theme and the circulars issued by MCA, we propose to send future communications in electronic mode to the e-mail address provided by you to the depositories and made available by them being the registered address. By opting to receive communication through electronic mode you have the benefit of receiving communications promptly and avoiding loss in postal transit.

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TWENTYSEVENTH ANNUAL GENERAL MEETING

DATE : September 25, 2017
DAY : Monday
TIME : 4.00 P.M.
PLACE : Prasang Presidency
R.C.T.I College Road, Opp. Unique City Homes,
Ghatlodia, Ahmedabad - 380 061.

NOTE :
1. Shareholders are requested to bring their copy of the Annual Report with them to the Annual General Meeting.
2. No gifts or coupons would be given to the shareholders for attending the Annual General Meeting.
3. Members desirous of getting any information on any items of business of this Meeting are requested to address their queries to Ms. Varsha Mehta, Company Secretary at the Registered Office of the Company at least ten days prior to the date of the Meeting, so that the information required can be made readily available at the Meeting.

DYNEMIC
COLOURING LIVES

DYNEMIC PRODUCTS LTD.

Registered Office : B-301, Satyamev Complex-1, Opp. Gujarat High Court,
S.G. Road, Sola, Ahmedabad - 380 060. Website : www.dynemic.com

CIN - L24100GJ1990PLC013886

Notice

Notice is hereby given that the 27th Annual General Meeting of the Company will be held at Prasang Presidency, R.C.T.I. College Road, Opp. Unique City Homes, Ghatlodia, Ahmedabad – 380 061 on Monday, 25th September, 2017, at 4.00 p.m. to transact the following business :

Ordinary Business :

1. To receive, consider and adopt the audited financial statement of the Company for the financial year ended March 31, 2017, the reports of the Board of Directors and Auditors thereon; and the audited consolidated financial statement of the Company for the financial year ended March 31, 2017.

2. To declare dividend of Rs. 1.50 per Equity Share i.e. 15% per Equity Share for the year ended 31st March, 2017.

3. To appoint a Director in place of Shri Dashrathbhai P. Patel, (holding DIN No. 00008160), liable to retire by rotation in terms of Section 152(6) of the Companies Act, 2013 and, being eligible, offers himself for re-appointment.

4. To appoint statutory auditors and fix their remuneration.

   "RESOLVED THAT, pursuant to provisions of Section 139, 141 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit & Auditors) Rules, 2014, as may be applicable and pursuant to the recommendations of the Audit Committee, M/s Asim Ravindra & Associates, Chartered Accountants, Ahmedabad (Firm Reg. No. 118775W), be appointed as the Statutory Auditor(s) of the Company, in place of retiring auditors M/s Shah Rajesh & Associates, Chartered Accountants, (Firm Registration No. 109767W) to hold office from the conclusion of the 27th Annual General Meeting until the conclusion of the 32nd AGM, subject to ratification by members every year, as applicable, at such remuneration and out of pocket expenses, as may be decided by the Board of Directors of the Company.

Special Business :

5. To Consider and if thought fit to pass the following resolution with or without modification as an Ordinary Resolution:-

   To ratify payment of remuneration to the Cost Auditors of the Company for FY 2017-18

   "RESOLVED THAT pursuant to the provisions of Section 148 (3) and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder, the Remuneration payable to M/s S.A. and Associates, Cost Accountants Ahmedabad ((having firm registration No. 000347), appointed by the Board of Directors as Cost Auditors to conduct the audit of the cost records of the Company for the financial year ending 31st March, 2018, amounting to Rs. 85,000 (Rupees Eighty Five Thousand only) (apart from reimbursement of out-of pocket expenses incurred for the purpose of Audit), be and is hereby ratified and confirmed."

   RESOLVED FURTHER THAT Mr. Bhagwandas K. Patel, Managing Director of the company be and is hereby authorized to file the necessary forms as and when required.

6. To re-appoint Shri Dixitbhai B. Patel (DIN : 00045883) as a Wholetime Director and in this regard 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 197, 203 and 197 read with Schedule V and all other applicable provisions, if any, of the Companies Act, 2013, the relevant provisions of the Articles of Association of the Company and all applicable guidelines as applicable from time to time, approval be and is hereby accorded to the re-appointment of Shri Dixitbhai B. Patel as a Whole Time Director of the Company, for a period of 5 (five) years with effect from January 1, 2018, on the terms and conditions including remuneration as set out in the Explanatory Statement annexed to the Notice convening this Meeting, with liberty to the Board of Directors (hereinafter referred to as "the Board" which term shall be deemed to include any Committee of the Board constituted to exercise its powers, including the powers conferred by this Resolution) to alter and vary the terms and conditions of appointment and / or remuneration, subject to the same not exceeding the limits specified under Schedule V to the Companies Act, 2013 or any statutory modification(s) or reenactment thereof. Upon re-appointment as a Whole time Director his office shall be liable to retire by rotation and the reappointment as such director shall not be deemed to constitute a break in his office of Whole Time Director."

   RESOLVED FURTHER THAT the Board be and is hereby authorized to do all acts and take all such steps as may be necessary proper or expedient to give effect to this Resolution."

By Order of the Board

Varsha R. Mehta
Company Secretary
Membership No. A24312

Ahmedabad
29th July, 2017

Notes

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF / HERSELF, SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY**.**
2. Proxies, in order to be effective, must be received at the Company's Registered Office not later than 48 hours before the commencement of the meeting.
3. **Members desirous of getting any information on any items of business of this Meeting are requested to address their queries to Ms. Varsha Mehta, Company Secretary at the Registered Office of the Company at least ten days prior to the date of the Meeting, so that the information required can be made readily available at the Meeting.**
4. All documents referred to in the notice and annexures thereto along with other mandatory registers / documents are open for inspection at the registered office of the Company on all working days (except Saturdays and Sundays) between 11.00 a.m. to 1.00 p.m. prior to the date of Annual General Meeting.
5. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 which sets out details relating to Special Business at the meeting, is annexed hereto.
6. **The instructions for members for voting electronically are as under:-**

   (i) The voting period begins on Thursday, September, 21, 2017 (9.00 am) and ends on Sunday, September, 24, 2017 (5.00 pm). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of Monday, September 18, 2017, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

   (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

   (iii) The shareholders should log on to the e-voting website www.evotingindia.com.

   (iv) Click on "Shareholders" tab.

   (v) Now Enter your User ID

   a. For CDSL: 16 digits beneficiary ID,

   b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,

   c. Members holding shares in Physical Form should enter Folio Number registered with the Company.

   (vi) Next enter the Image Verification as displayed and Click on Login.

   (vii) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.

   (viii) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number (Serial No. on the Address sticker / Postal Ballot Form / Email) in the PAN field. • In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
Dividend Bank Details **OR** Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. • If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).

   (ix) After entering these details appropriately, click on "SUBMIT" tab.

   (x) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

   (xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

   (xii) Click on the EVSN for the relevant <Company Name> on which you choose to vote.

   (xiii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xiv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(xv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

(xvi) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

(xvii) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

(xviii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xix) Note for Non – Individual Shareholders and Custodians

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

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

(xx) The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of Monday, September 18, 2017.

7. Mr. Rajesh Shah, Chartered Accountant of M/s Shah Rajesh & Associates, (Membership No. 036232, FRN 109767W), C-113-B, Ganesh Meridian, Opposite Kargil Petrol Pump, Near Gujarat High Court, S.G. Road, Sola, Ahmedabad – 380060 has been appointed as the Scrutinizer to scrutinize the e-voting process and voting through ballot papers at the AGM, in a fair and transparent manner.

8. The Register of Members and Share Transfer Books will remain closed from 14th September, 2017 to 23rd September, 2017 (both days inclusive), for the purpose of payment of Dividend, if declared.

9. The Dividend, as recommended by the Board of Directors, if declared at the 27th Annual General Meeting, will be paid within the prescribed statutory period to those Members who hold Shares in physical form and whose name appears on the Company's Register of Members as holders of Equity Shares on 13th September, 2017.

   In respect of Shares held in electronic form, to the Beneficial Owners of the Shares as at the close of business hours on 13th September, 2017, as per details to be furnished by National Securities Depository Limited and Central Depository Services (India) Limited.

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 AND UNDER SECRETRIAL STANDARD ON GENERAL MEETINGS FOR ITEM 5 & 6

ITEM No. 5

The Board, on the recommendation of the Audit Committee, has approved the appointment and remuneration of the Cost Auditors to conduct the audit of the cost records of the Company for the financial year ending March 31, 2018.

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors as recommended by the Audit Committee and approved by the Board of Directors, has to be ratified by the members of the Company. Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 5 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending March 31, 2018.

None of the Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 5 of the Notice.

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

ITEM No. 6

As the existing tenure of Shri Dixitbhai B. Patel will be expiring on 31st December 2017, Board of Directors of the Company on the recommendation of Nomination and Remuneration Committee in its meeting held on 11.02.2017 has proposed to re-appoint him as Whole Time Directors, for a further period of five years with effect from 01.01.2018, subject to the approval of Members and that of the Central Government, if required on the terms and conditions as set out hereunder.

A brief profile of Shri Dixitbhai B. Patel is setout hereunder :-

Shri Dixit B. Patel aged 37 years is Bachelor of Science and had done Diploma in Export Management. He is young and enthusiastic Director, mainly looking after exports which contributes nearly about 75% of Company's turnover. Shri Dixitbhai Patel was appointed Director in Board meeting dated 01.01.2003. Again he was re-appointed as Whole-time Director at the 17th AGM of the members held on 20.08.2007. He was again re-appointed as Whole Time Director of the Company for a period of 5 years with effect from 01.01.2013 which was approved by the shareholders in the 22nd Annual General Meeting held on 21.09.2012. During the year he attended all the Board meetings.

He holds Directorship in Dynamic Overseas (India) Private Limited. Shri Dixitbhai B. Patel is holding 138175 Equity Shares in the Company.

It is proposed to seek Members' approval for the re-appointment of and remuneration payable to Shri Dixitbhai B. Patel, as Whole Time Director, in terms of the applicable provisions of the Act.

Broad particulars of the terms of re-appointment of and remuneration payable to Shri Dixitbhai B. Patel are as under :

(A) Salary :

Gross Salary Rs. 136000/- (Rupees One Lac Thirty Six Thousand only) per month (in the scale of Rs. 200000/- to Rs. 400000/-), Bonus, Encashment of leave and Gratuity as per company's rule.

Period :

From 01.01.2018 to 31.12.2022

The remuneration proposed to be paid to the Whole Time Director is comparable with the remuneration being paid for similar assignments in the industry. In the event of the Company not earning any profit / earning inadequate profits during any financial year during the currency of the tenure of Shri Dixitbhai B. Patel, as Whole Time Director, the remuneration payable shall be as per limit prescribed in Schedule V of the Companies Act, 2013.

SITTING FEES : As long as Shri Dixitbhai B. Patel functions as the Whole Time Director, he shall not be paid any sitting fees for attending the meetings of the Board of Directors / Committee thereof.

(B) General :

(i) Shri Dixitbhai B. Patel satisfies all the conditions set out in Part-I of Schedule V to the Act for being eligible for the re-appointment.

(ii) The office of Whole Time Director may be terminated by the Company or the concerned Director by giving the other 1 (one) month prior notice in writing.

(iii) The employment of Whole Time Director may be terminated by the Company without notice or payment in lieu of notice :

- if the Director is found guilty of any gross negligence, default or misconduct in connection with or affecting the business of the Company or any subsidiary or associate company to which he is required to render services; or
- in the event of any serious repeated or continuing breach or non-observance by the Director of any of the stipulations contained in the terms of employment with the Company; or
- in the event the Board expresses its loss of confidence in the Director.

(iv) Upon termination by whatever means of the Whole Time Director's employment :

- The Director shall immediately tender his resignation from the office as Director of the Company and from such other offices held by him in the Company, in any subsidiary and associate company and other entities without claim for compensation for loss of office,
- The Director shall not without the consent of the Company at any time thereafter represent himself as connected with the Company or any of its subsidiary or associate company.

(v) The Whole Time Director will perform his duties as such with regard to all work of the Company and he will manage and attend to such business and carry out the orders and directions given by the Board from time to time in all respects and conform to and comply with all such directions and regulations as may from time to time be given and made by the Board and his functions will be under the overall authority of the Managing Director.

(vi) The Whole Time Director shall adhere to the Company's Code of Business Conduct and Ethics for Directors and Management personnel.

The above may be treated as a written memorandum setting out the terms of re-appointment of Shri Dixitbhai B. Patel as Whole Time Director under Section 190 of the Act.

Your Directors commend the Resolution at Item No. 6 for your approval.

Shri Bhagwandas K. Patel, Managing Director of the Company may be considered as concerned and interested as being relative of Shri Dixit B. Patel and Shri Dixit B. Patel may be considered as concerned and interested as the resolution pertains to himself. None of the other Directors is interested or concerned in the resolution.

STATEMENT AS PER REGULATION 27 OF SEBI (LODR) REGULATION, 2015 WITH REGARDING TO THE DIRECTORS PROPOSED FOR APPOINTMENT – REAPPOINTMENT:-

Shri Dashrathbhai P. Patel :- DIN 00008160

Shri Dashrathbhai P. Patel aged 66 years is Bachelor of Science having rich experience in colour & chemical industry and is one of the promoter of the Company. He is technological sound person and at present is Director-Maintenance of both the plants at Ankleshwar. He was appointed as Whole Time Director of the Company for a period of 5 years with effect from 01.09.2015 which was approved by the shareholders in the 25th Annual General Meeting held on 25.09.2015.

Except for Shri Dashrathbhai P. Patel, none of the other Directors, Key Managerial Personnel and relatives thereof are in any way, concerned or interested in the resolution at Item no. 3.

By Order of the Board

Varsha R. Mehta
Company Secretary
Membership No. A24312

Ahmedabad
29th July, 2017

Boards' Report

Dear Shareholders,

Your Directors have pleasure in presenting the 27th Annual Report together with the audited Statement of Accounts of the Company for the year ended March 31, 2017.

FINANCIAL RESULTS

(Amount in Rs.)

PARTICULARS	YEAR ENDED ON MARCH 31, 2017	YEAR ENDED ON MARCH 31, 2016
Sales And Other Operating Income	1,48,39,48,250	1,29,06,62,309
Other Income	20,02,351	2,34,627
(a) Total Income :	1,48,59,50,601	1,29,08,96,936
(b) Total Expenditure :	1,23,30,24,679	1,12,37,65,756
(c) Gross Profit :		
Before Interest, Depreciation & Amortisation Charges : (c) = (a) - (b)	**25,29,25,922**	**16,71,31,179**
Less : Interest	1,50,11,622	2,09,01,517
Gross Profit after Interest but before Depreciation and Amortisation Charges	23,79,14,300	14,62,29,662
Less : Depreciation & Amortisation Charges	3,17,08,807	3,14,08,129
Operational Profit / Profit Before Tax	**20,62,05,493**	**11,48,21,533**
Less : Current Tax	7,14,25,000	3,98,00,000
Deferred Tax	3,99,953	320636
(Excess)/Short provision for taxes for earlier years	0	(4,74,206)
Profit After Tax	**13,43,80,539**	**7,51,75,104**
Add : Profit brought forward from previous year	37,61,32,986	32,64,09,853
Profit available for appropriation	**51,05,13,525**	**40,15,84,957**
Transfer to General Reserve	**50,00,000**	**50,00,000**
Proposed Dividend	**1,69,92,674**	**1,69,92,674**
Tax on Dividend	**34,59,297**	**34,59,297**
Balance Carried to Balance Sheet	**48,50,61,554**	**37,61,32,986**

DIVIDEND & RESERVES

Your Directors are pleased to recommend dividend of 15% i.e. Rs. 1.50 each on 11328449 equity shares of Rs. 10/- each, for your final approval. The total outflow on dividend will be Rs. 1,69,92,674 and tax on dividend Rs. 34,59,297. Appx. 4% of the Net Profit Rs. 50,00,000 has been transferred to General Reserves.

COMPANY'S OPERATIONS

Information on operational and financial performance, etc. of the Company for the financial year is given in the Management Discussion and Analysis which is setout as Annexure F to the Boards' Report.

CREDIT RATING

Company has got its credit rating through CRISIL, and CRISIL has assigned CRISIL BBB/Stable on the long-term and short-term bank facilities.

ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE

The information to be disclosed under Section 134 (3) (m) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014, are set out in Annexure A to this Report.

CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

As part of its initiatives under "corporate social responsibility" (CSR), the company has contributed funds for the scheme Awareness and Eradication of Thalassemia and Gunjala Gram Panchyat. The contributions in this regard has been made to the registered trust which is undertaking these scheme.

The Annual Report on CSR activities is annexed herewith as : Annexure B.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

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

DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Pursuant to requirement of the Companies Act, 2013, Shri Dashrathbhai P. Patel shall retire at the forthcoming Annual General Meeting and being eligible offers himself for re-appointment. The details of Directors seeking appointment/re-appointment at the ensuing Annual General Meeting has been provided in the Notice of the Annual General Meeting, forming part of the Annual Report.

The Independent Directors hold office for a fixed term of five years and are not liable to retire by rotation. In accordance with Section 149(7) of the Act, each independent director has given a written declaration to the Company confirming that he/she meets the criteria of independence as mentioned under Section 149(6) of the Act and SEBI Regulations.

Board Evaluation

Pursuant to the provisions of the Companies Act, 2013 and Listing Regulations, the Board has carried out an evaluation of its own performance and the Directors individually. A process of evaluation was followed by the Board for its own performance and that of its Committees and individual Directors. A familiarization programme was conducted for Independent Directors to familiarize them with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model of the Company and related matters and the said was updated on website of the Company.

Remuneration and Nomination Policy

Company's Policy on Directors, KMP and other employees as per Section 134(3) of Companies Act, 2013 is given in Corporate Governance Section forming part of Annual Report.

Meetings

The Board of Directors duly met 4 (Four) times respectively on 28.05.2016, 06.08.2016, 25.10.2016 and 11.02.2017 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed.

INSURANCE

All movable and immovable properties as owned by the Company continued to be adequately insured against risks.

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

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013 and also has constituted Internal Complaints Committee (ICC). All employees (permanent, contractual, temporary, trainees) are covered under this policy.

The following is a summary of sexual harassment complaints received and disposed off during the year.

- No. of complaints received. - NIL
- No. of complaints disposed off – Not Applicable.

DIRECTORS RESPONSIBILITY STATEMENT

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

- in the preparation of the annual accounts for the financial year ended 31st March 2017, the applicable accounting standards had been followed and that there are no material departures;
- the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit / loss of the Company for the year under review;
- the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- the Directors have prepared the accounts for the financial year ended 31st March, 2017 on a going concern basis;
- the Directors 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 are adequate and operating effectively.

RELATED PARTY TRANSACTIONS

All related party transactions that were entered into during the financial year were on arm's length basis and were in the ordinary course of the business. There are no materially significant related party transactions made by the company with Promoters, Key Managerial Personnel or other designated persons which may have potential conflict with interest of the company at large. The Company had also taken members' approval at its Annual General Meeting held on 11th September, 2014 for entering into the transactions with Related Parties. The policy on Related Party Transactions as approved by the Board is uploaded on the Company's website www.dynemic.com/financial_shareholding_pattern.php

Accordingly, the disclosure of Related Party Transactions as required under Section 134(3)(h) of the Companies Act, 2013 in Form AOC-2 is not applicable.

Material Changes:

There have been no material changes and commitments affecting the financial position of the Company since the close of financial year i.e. since 31st March, 2017. Further, it is hereby confirmed that there has been no change in the nature of business of the Company.

AUDITORS :-

(A) STATUTORY AUDITORS:-

Pursuant to Section 139 of the Companies Act, 2013, M/s Shah Rajesh & Associates, Chartered Accountants, (Firm Registration No. 109767W) are holding office of the auditors up to the conclusion of the 27th AGM. Your Directors have on the recommendation of the Audit Committee proposed M/s Asim Ravindra & Asscoiates, Chartered Accountants, Ahmedabad (Firm Reg. No. 118775W) as the Statutory Auditor(s) of the Company to hold office from the conclusion of the 27th Annual General Meeting until the conclusion of the 32nd AGM, subject to ratification by members every year.

The Report given by the Auditors on the financial statements of the Company is part of the Annual Report. There has been no qualification, reservation, adverse remark or disclaimer given by the Auditors in their Report.

(B) SECRETARIAL AUDITOR:-

Pursuant to provisions of section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the company has appointed M/s. Ashok Pathak & Associates, Company Secretary in practice to undertake the Secretarial Audit of the Company. The Secretarial Audit report is annexed herewith as "Annexure C" for the financial year ended on 31st March, 2017. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

(C) COST AUDITOR:-

Pursuant to Section 148 of the Companies Act, 2013 read with The Companies (Cost Records and Audit) Amendment Rules, 2014, the Cost Audit records maintained by the Company are required to be audited by a qualified Cost Accountant.

Your Directors have on the recommendation of the Audit Committee, appointed M/s S.A. & Associates, Cost Accountants (Firm Registration number 000347) to audit the cost accounts of the Company for the Financial Year 2017-2018. As required under the Act, the remuneration payable to the Cost Auditor is required to be placed before the Members in a General Meeting for their ratification.

A Resolution seeking appointment and remuneration payable to M/s S.A. & Associates, Cost Accountants is included in the Notice convening the Annual General Meeting.

EXTRACT OF ANNUAL RETURN:

As required by Section 92(3) of the Companies Act, 2013 and the Rules framed there under, the extract of the Annual Return in Form MGT 9 is annexed herewith as "Annexure D"

RISK MANAGEMENT POLICY:

Pursuant to section 134 (3) (n) of the Companies Act, 2013, the company has framed Risk Management Policy. The details of the policy are as updated on website of the company. At present the company has not identified any element of risk which may threaten the existence of the company.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT :

As per Clause 34(2) (e) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Management Discussion and Analysis Report, is appended to this report.

CORPORATE GOVERNANCE:

A separate section on Corporate Governance practices followed by the Company, together with a certificate from the Company's Auditors confirming compliance forms an integral part of this Report, as per SEBI Regulations.

PARTICULARS OF EMPLOYEES

There was no employee drawing salary in excess of limits described under Section 134 of the Companies Act, 2013 read with Companies (Appointment & Remuneration of Managerial Personnel) Rules 2014.

FIXED DEPOSITS

The Company has not accepted any fixed deposits during the year under report.

CONSOLIDATED FINANCIAL STATEMENT

The Consolidated Financial Statements of the Company for the Financial Year 2016-17 are prepared in compliance with the applicable provisions of the Act, Accounting Standards and Regulations as prescribed by Securities and Exchange Board of India (SEBI) under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to the provisions of Section 136 of the Companies Act, 2013, the Financial Statements of the Company, the Consolidated Financial Statements along with all relevant documents and the Auditor's Report thereon form part of this Annual Report. The Financial Statements as stated above are also available on the website www.dynemic.com of the Company.

SUBSIDIARY AND ASSOCIATE COMPANY

A report on the performance and financial position of subsidiary and associate company as per Companies Act, 2013 is provided in Annexure – E.

INTERNAL FINANCIAL CONTROL SYSTEM AND THIER ADEQUACY:

The details in respect of internal financial control and their adequacy are included in the Management and Discussion & Analysis, which forms part of this report.

Vigil Mechanism and Whistle Blower Policy

The Company has a WHISTLE BLOWER POLICY to deal with instance of unethical behaviour, actual or suspected fraud or violation of the Company's code of conduct, if any. The details of the WHISTLE BLOWER POLICY are posted on the website of the Company. During the year under review, no employee was denied access to the Audit Committee. www.dynemic.com/financial_shareholding_pattern.php

GENERAL

No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

ACKNOWLEDGEMENT

The Board wishes to express appreciation and place on record its gratitude for the faith reposed in and co-operation extended to the Company by all customers, vendors, investors, bankers, insurance companies, consultants and advisors of the Company. Your Directors place on record their appreciation of the dedicated and sincere services rendered by the employees of the company.

For and on Behalf of the Board of Directors

Ahmedabad
29th July, 2017

Bhagwandas K. Patel
Managing Director

Dixitbhai B. Patel
Director

DETAILS PERTAINING TO EMPLOYEES AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT 2013

DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

(i) The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary during the financial year 2016-17, ratio of the remuneration of each Director to the median remuneration of the employees of the company for the financial year 2016-17 and the comparison of remuneration of each Key Managerial Personnel (KMP) against the performance of the Company are as under :

Sr. No.	Name of Director/KMP and Designation	Remuneration of Director/KMP for FY 2016-17 (Rs. in Lacs)	% increase in Remuneration in the FY 2016-17	Ratio of remuneration of each Director / to median remuneration of employees
1	Bhagwandas K. Patel Managing Director	24.51 (Excluding commission & Leave Pay)	0%	105.71
2	Dashrathbhai P. Patel Whole Time Director	20.14	0%	80.47
3	Rameshbhai B. Patel Whole Time Director	23.83	0%	98.41
4	Dixitbhai B. Patel Whole Time Director	15.73 (Excluding Leave Pay)	0%	67.85
5	Varsha R. Mehta Company Secretary and Compliance Officer	6.31	0%	26.91
6	Amisha R. Patel Chief Financial Officer	5.12	0%	22.09

i) The median remuneration of employees of the Company during the financial year was 0.23 lakh

ii) In the financial year, there was no increase in the median remuneration of employees as no increment was given;

iii) There were 170 permanent employees on the rolls of Company as on March 31, 2017;

iv) Average percentile increase made in the salaries of employees other than the managerial personnel in the last financial year i.e. 2016-17 was Nil.

v) The key parameters for the variable component of remuneration availed by the directors are considered by the Board of Directors based on the recommendations of the Nomination and Remuneration Committee as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.

vi) The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year – Not Applicable; and

vii) It is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.

viii) The disclosure require as per Rule 5(2) Section 197 is not applicable as there were no employees drawing remuneration exceeding the limit.

ANNEXURE A - TO THE BOARDS' REPORT

Particulars of Energy Conservation, Technology Absorption and Foreign Exchange Earnings and Outgo as required under Section 134 (3) (m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014

A. CONSERVATION OF ENERGY :

(i) Steps taken for conservation of energy

The Company has adopted several energy conservation measures besides what had been carried out earlier. Periodical testing is being taken for each unit of power supply to verify that the energy consumed is minimized.

(ii) Steps taken by the Company for utilizing alternate sources of energy – N.A.

(iii) The Capital investment on energy conservation equipments - Nil

B. TECHNOLOGY ABSORPTION :

(i) Efforts towards technology absorption – Continuous endeavor to improve Product Quality & Process Yield.

(ii) The benefits derived like product improvement, cost reduction, product development or import Substitution – The Company is able to market its value added products in Domestic as well as International Market

(iii) Information regarding imported technology (Imported during last three years) - Nil

(iv) Expenditure incurred on Research and Development - Nil

C. FOREIGN EXCHANGE EARNING AND OUTGO :

	Current Year Rs.	Previous Year Rs.
Foreign Exchange earned	74,63,12,082	70,33,60,754
Foreign Exchange used	71,18,373	65,89,436

For and on Behalf of the Board of Directors

Ahmedabad
29th July, 2017

Bhagwandas K. Patel
Managing Director

Dixitbhai B. Patel
Director

FORM - A

DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY :

1] Power and Fuel Consumption :

PARTICULARS		31/3/2017	31/3/2016
i] Electricity :			
Purchase Units :	Units	6444008	6266138
Total Amount :	Rs.	46868331	47625588
Rate / Unit :	Rs.	7.27	7.60
ii] Own (Diesel) Generator			
Total Ltrs.	Ltrs.	38281	29018
Total Amount	Rs.	2336651	1521616
Rate / Ltrs.	Rs.	61.04	52.44
iii] GAS :			
Total SCM.	SCM	2612651	2934670
Total Amount	Rs.	71671629	90324213
Rate / SCM.	Rs.	27.43	30.78

2] Consumption per unit of production :

PARTICULARS		31/3/2017	31/3/2016
1 Production : Dyes,Chemicals & Food Colours	Kgs.	11211967	8326991
2 Electricity	Units	0.575	0.753
3 Diesel	Ltrs.	0.003	0.003
4 Gas	Scm.	0.233	0.352

Annexure B to Board Report

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

1. A brief outline of the companys CSR policy, including overview of projects or programmes proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programmes.

CSR policy is stated herein below :

CSR Policy

(Approved by the Board of Directors on 08.11.2014)

Our aim is to be one of the most respected companies in India delivering superior and everlasting value to all our customers, associates, shareholders, employees and Society at large.

The CSR initiatives focus on holistic development of host communities and create social, environmental and economic value to the society. To pursue these objectives we will continue to spend the required amount as provided in Schedule VII of the Companies Act, 2013

Web Link : www.dynemic.com/financial_shareholding_pattern.php

2. Composition of CSR committee

Name of The Member	**Designation**
Shri Bhagwandas K. Patel	Chairman
Shri Jagdish Shah	Member
Shri Ashish Joshi	Member

3. Average net profit of the company for last three financial years:

Average net profit : Rs. 13.29 Crores

4. Prescribed CSR Expenditure (Two percent of the amount as in item 3 above)

The company is required to spend Rs. 26.59 Lacs and unspent CSR amount of last year Rs. 2.85 Lacs

5. Details of CSR spend for the financial year :

a) Total amount spent for the financial year : Rs. 29,47,486/-

b) Amount unspent if any : Nil

c) Manner in which the amount spent during the financial year is detailed below:

Sr. No.	Projects / Activities	Sector	Locations	Amount spent on the project (Rs. Lacs)	Amount spent: Direct or through implementing agency* (Rs. Lacs)
1.	Project of Awareness and Eradication of Thalassemia	Healthcare	All over India	29.00	29.00
2.	Gunjala Gram Panchyat	Swach Bharat Abhiyan	Mehsana, Gujarat	0.47	0.47

* Details of implementing agency : Shri Arvindo Institute of Applied Scientific Research Trust for serial no. 1 above.

The implementation and monitoring of CSR policy is in compliance with CSR objectives and Policy of the Company.

B.K. Patel	J.S. Shah	A.R. Joshi
(Chairman of CSR Committee)	(Member of CSR Committee)	(Member of CSR Committee)

ANNEXURE :- I

TO DIRECTORS' REPORT

CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE AS PER REQUIREMENT UNDER REGULATION 34(3) READ WITH SCHEDULE V OF SEBI (LODR) Regulations, 2015.

1] We have examined the Compliance of conditions of Corporate Governance by **Dynemic Products Limited ("the Company")** for the year ended 31st March, 2017 as stipulated in Regulation 34(3) read with Schedule V (E) of SEBI (LODR) Regulations, 2015

2] The compliance of conditions of corporate governance is the responsibility of the management. Our examination has been limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

3] In our opinion and to the best of our information and according to the explanations given to us, and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance.

4] As required by the Guidance Note issued by the Institute of Chartered Accountant of India we have to state that based on the report given to the Registrar of the Company by the Investor's Grievance Committee, as on 31st March, 2017, there were no investor grivence matter against the Company remaining unattended /pending for more than 30 days.

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

For, **SHAH RAJESH & ASSOCIATES**
CHARTERED ACCOUNTS
FRN. 109767W

[RAJESH D. SHAH]
PROPRIETOR
M. No. 036232

Place : Ahmedabad
Date : 26/05/2017

Annexure C to Board Report
FORM NO. MR.3
SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2017
[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Dynemic Products Limited
B-301, Satyamev Complex-1
Gandhinagar-Sarkhej Highway Road Court,
Sola. Ahmedabad.380 060

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Dynemic Products Limited** (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Dynemic Products Limited's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2017 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter :

We 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, 2017 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 thereunder;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

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

  (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

  (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

  (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

  (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;

  (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

  (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

  (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and

  (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

(vi) The following are other laws specifically applicable to the company :

  (a) Food Safety and Standards Act, 2006;

  (b) Export (Quality Control and Inspection) Act, 1963 as Amended by Export (Quality Control And Inspection) Amendment Act, 1984;

  (c) Indian Boiler Act, 1923

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India.

(ii) The Listing Agreement entered into by the Company with the Bombay Stock Exchange Limited, and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;

We hereby report that during the period under review, the company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We 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. No changes in the composition of the Board of Directors took place during the period under review.

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

There were no dissenting views on any matter.

We 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.

We further report that during the audit period the company has no specific events / actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc. referred to above.

Place : Ahmedabad
Date : 06/07/2017

For, Ashok P. Pathak & Co.
Company Secretaries
UCN : S1997GJ020700

Ashok P. Pathak
ACS No. 9939
C P No.: 2662

Note :
This report is to be read with our letter of even date which is annexed as **Annexure I** and forms an integral part of this report.

ANNEXURE- I to Secretarial Audit Report

To,
The Members
Dynemic Products Limited
B-301, Satyamev Complex-1
Gandhinagar-Sarkhej Highway Road Court,
Sola. Ahmedabad-380 060.

Our report of 06th July, 2017 is to be read along with this letter

1. Maintenance of Secretarial records is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain responsible assurance about the correctness of the contents of secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we follow provide a responsible 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 provision of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to verification of procedures on test basis.
6. The secretarial audit report is neither an assurance as to the future viability of the company nor the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place : Ahmedabad
Date : 06/07/2017

For, Ashok P. Pathak & Co.
Company Secretaries
UCN : S1997GJ020700

Ashok P. Pathak
ACS No. 9939
C P No.: 2662

Annexure D to Board Report
Form No. MGT-9
EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31st March, 2017

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

I. REGISTRATION AND OTHER DETAILS :

i)	CIN	:	L24100GJ1990PLC013886
ii)	Registration Date	:	14/06/1990
iii)	Name of the Company	:	DYNEMIC PRODUCTS LIMITED
iv)	Category / Sub-Category of the Company	:	Company Limited by Shares
v)	Address of the Registered office and contact details	:	B-301, SATYAMEV COMPLEX-1, OPPOSITE GUJARAT HIGH COURT, S.G. ROAD, SOLA, AHMEDABAD – 380 060.
vi)	Whether listed company	:	YES
vii)	Name, Address and Contact details of Registrar and Transfer Agent	:	**Bigshare Services Pvt. Ltd.** 1st Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri(E), Mumbai - 400 059. **Tel :** 91-022-62638200 **Fax :** 91-22-62638299

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 Code 2004 of the Product / Service	% to total turnover of the Company
1	Food Colour	24113	72%
2	Dye Intermediates	24117 & 24119	28%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Sr. No.	Name and Address of the Company	CIN/GLN	Holding / Subsidiary / Associate	% of shares held	Applicable Section
1.	Dynamic Overseas (India) Pvt Ltd B-302, Satyamev Complex-1, Opp: Gujarat High Court, S.G. Highway, Ahmedabad.	U51909GJ1999PTC037037	Subsidiary	98.09%	Section 2(87)
2.	Dynemic Holdings Private Limited B-309, Satyamev Complex-1, Opp: Gujarat High Court, S.G. Highway, Ahmedabad.	U65993GJ2007PTC052280	Associate	49.22%	Section 2(6)

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

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (As on 01-04-2016)				No. of Shares held at the end of the year (As on 31-03-2017)				% Change during the year
	Demat	Physical	Total	%of Total Shares	Demat	Physical	Total	%of Total Shares	
A. Promoters									
a) Individuals/ HUF	4321811	Nil	4321811	38.15	4338732	Nil	4338731	38.30	0.15
b) Central Govt.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	0
c) State Govt (s)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	0
d) Bodies Corporate	135120	Nil	135120	1.19	152220	Nil	152220	1.34	0.15
e) Banks / FI	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	0
f) Any Other…	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	0
Sub Total(A)(1)	**4456931**	**Nil**	**4456931**	**39.34**	**4490951**	**Nil**	**4490951**	**39.64**	**0.30**
(2) Foreign									
a) NRI – Individual	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Other – Individual	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Bodies Corp.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
d) Banks / FI	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)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Total shareholding of Promoter (A)=(A)(1)+(A)(2)	**4456931**	**Nil**	**4456931**	**39.34**	**4490951**	**Nil**	**4490951**	**39.64**	**0.30**
B. Public Shareholding									
a) Mutual Fund/Banks/FI	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Central Govt.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) State Govt.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
d) Venture Capital Fund	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
e) Insurance Cos.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
f) FIIs	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
g) Foreign Venture Capital Investors	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
h) Others(specify)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Sub Total (B)(1)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
B2 Non-Institutions									
a) Bodies Corporate	368399	Nil	368399	3.25	558265	Nil	558265	4.93	1.68
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 2 lacs	3916631	190711	4107342	36.26	4107109	169761	4276870	37.75	1.49
ii) Individual shareholders holding nominal share capital in excess of Rs. 2 lacs	2095525	50000	2145525	18.94	1613040	50000	1663040	14.68	4.26
c) Trusts	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

c-i) Clearing Member	34323	Nil	34323	0.30	68477	Nil	68477	0.60	0.30
c-ii) NRI (Repat)	215929	Nil	215929	1.91	5469	Nil	5469	0.05	-1.86
c-iii) NRI	Nil	Nil	Nil	Nil	194673	Nil	194673	1.72	1.72
c-iv)NRI (Non-Repat)	Nil	Nil	Nil	Nil	70704	Nil	70704	0.62	0.62
Sub-Total (B)(2)	6630807	240711	6871518	60.66	6617737	219761	6837498	60.36	-0.30
(B) Total Public Shareholding (B)= (B)(1)+(B)(2)	6630807	240711	6871518	60.66	6617737	219761	6837498	60.36	-0.30
TOTAL (A)+(B)	11087738	240711	11328449	100	11108688	219761	11328449	100	0
(C) Shares held by Custodians and against which Depository Receipts have been issued									
1) Promoter and Promoter Group	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
2) Public	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Sub-Total (C)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
GRAND TOTAL (A)+(B)+(C)	11087738	240711	11328449	100	11108688	219761	11328449	100	0

(ii) Shareholding of Promoters

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged/encumbered to total shares	
1.	BHAGWANDAS KALIDAS PATEL	1207182	10.66	Nil	1207182	10.66	Nil	Nil
2.	DASHRATHBHAI PRAHLADDAS PATEL – HUF	550347	4.86	Nil	550347	4.86	Nil	Nil
3.	RAMESHKUMAR BHAGWANDAS PATEL	671018	5.92	Nil	673241	5.94	Nil	0.02
4.	MAHENDRA KALIDAS PATEL	28200	0.25	Nil	28200	0.25	Nil	Nil
5.	KANTILAL KALIDAS PATEL	55150	0.49	Nil	55150	0.49	Nil	Nil
6.	JAYANTILAL KALIDAS PATEL	23950	0.21	Nil	23950	0.21	Nil	Nil
11.	KIRTI BHAGWANDAS PATEL	107903	0.95	Nil	107903	0.95	Nil	Nil
12.	VIMLA BHAGWANDAS PATEL	77930	0.69	Nil	90730	0.80	Nil	0.11
13.	RAJULABEN JAYANTIBHAI PATEL	24113	0.21	Nil	24133	0.21	Nil	Nil
14.	SOBHANABEN M. PATEL	25543	0.22	Nil	25543	0.22	Nil	Nil
15.	VISHNU BHAGWANDAS PATEL	85406	0.75	Nil	85406	0.75	Nil	Nil
16.	DALSHIBEN B. PATEL	41100	0.36	Nil	41100	0.36	Nil	Nil
17.	LILABEN DASARATHBHAI PATEL	104730	0.92	Nil	104730	0.92	Nil	Nil
18.	DASHARATHBHAI P. PATEL	689975	6.09	Nil	689975	6.09	Nil	Nil
19.	PALAK DASHRATHBHAI PATEL	98000	0.87	Nil	98000	0.87	Nil	Nil
20.	MUKESHKUMAR BHAGWANDAS PATEL	114581	1.01	Nil	114581	1.01	Nil	Nil
21.	CHETNA MUKESHKUMAR PATEL	132000	1.16	Nil	132000	1.16	Nil	Nil
22.	DIXIT BHAGWANBHAI PATEL	136075	1.20	Nil	138175	1.22	Nil	0.02
24.	BHAGWATIBEN K. PATEL	43465	0.38	Nil	43465	0.38	Nil	Nil
25.	KAMINIBEN V. PATEL	49074	0.43	Nil	49074	0.43	Nil	Nil
26.	MITTAL D PATEL	2450	0.02	Nil	2450	0.02	Nil	Nil
27.	HANSABEN RAMESHBHAI PATEL	20425	0.18	Nil	18202	0.16	Nil	-0.02
28.	DYNEMIC HOLDINGS PRIVATE LIMITED	135120	1.19	Nil	152220	1.34	Nil	0.15
29.	BHAGWANDAS K. PATEL (HUF)	33194	0.29	Nil	35194	0.31	Nil	0.02
	Total	**4456931**	**39.34**	**Nil**	**4490951**	**39.64**	**Nil**	**0.30**

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

	Shareholding at the beginning of the year (As on 01-04-2016)		Cumulative Shareholding during the year (01-04-2016 to 31-03-2017)	
	No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
At the beginning of the year	4456931	39.34		
Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment/transfer/bonus/ sweat equity etc):	#		#	
At the End of the year	4490951	39.64		

 # Details of Purchase / Transfer / Inter-se Transfer

Sr. No.	Name	Shareholding		Date	Increase/Decrease in shareholding	Reason	Cumulative Shareholding during the year (01-04-16 to 31-03-17)	
		No. of Shares at the beginning (01-04-16) / end of the year (31-03-17)	% of total shares of the Company				No. of Shares	% of total shares of the Company
1	Vimla B. Patel	77930	0.69	08.07.16	40	Purchase	77970	0.69
2	Vimla B. Patel	77970	0.69	11.07.16	1000	Purchase	78970	0.70
3	Vimla B. Patel	78970	0.70	12.07.16	1000	Purchase	79970	0.71
4	Vimla B. Patel	79970	0.71	14.07.16	1000	Purchase	80970	0.71
5	Vimla B. Patel	80970	0.71	15.07.16	1000	Purchase	81970	0.72
6	Vimla B. Patel	81970	0.72	18.07.16	4000	Purchase	85970	0.76
7	Vimla B. Patel	85970	0.76	19.07.16	1260	Purchase	87230	0.77
8	Hansa R. Patel	20425	0.18	09.11.16	2223	Sell	18202	0.16
9	Rameshbhai B. Patel	671018	5.92	18.11.16	1000	Purchase	672018	5.93
10	Rameshbhai B. Patel	672018	5.93	21.11.16	1223	Purchase	673241	5.94
11	Vimla B. Patel	87230	0.77	23.01.17	1500	Purchase	88730	0.78
12	Dynemic Holdings P. Ltd.	135120	1.19	23.01.17	1000	Purchase	136120	1.20
13	Vimla B. Patel	88730	0.78	24.01.17	2000	Purchase	90730	0.80
14	Dynemic Holdings P. Ltd.	136120	1.20	24.01.17	5000	Purchase	141120	1.25
15	Dixitbhai B. Patel	136075	1.20	25.01.17	2100	Purchase	138175	1.22
16	Dynemic Holdings P. Ltd.	141120	1.25	25.01.17	11000	Purchase	152120	1.34
17	Dynemic Holdings P. Ltd.	152120	1.34	31.01.17	100	Purchase	152220	1.34
18	Bhagwandas K. Patel(HUF)	33194	0.29	10.03.17	2000	Purchase of Shares	35194	0.31

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

Sr. No.	Name	Shareholding at the beginning of the year		Date	Increase/ Decrease in shareholding	Reason	Cumulative Shareholding during the year (01-04-16 to 31-03-17)	
		No. of Shares	% of total shares of the Company				No. of Shares	% of total shares of the Company
1	Dahyabhai Nathabhai Patel	289919	2.56	15.04.16	-4919	Sale	285000	2.52
		285000	2.52	06.05.16	-1687	Sale	283313	2.50
		283313	2.50	10.06.16	-5000	Sale	278313	2.46
		278313	2.46	17.06.16	-10000	Sale	268313	2.37
		268313	2.37	15.07.16	-3700	Sale	264613	2.34
		264613	2.34	22.07.16	-1613	Sale	263000	2.32
		263000	2.32	29.07.16	-3000	Sale	260000	2.30
		260000	2.30	26.08.16	-11702	Sale	248298	2.19
		248298	2.19	02.09.16	-2298	Sale	246000	2.17
		246000	2.17	23.09.16	-11000	Sale	235000	2.07
		235000	2.07	28.10.16	-5000	Sale	230000	2.03
		230000	2.03	11.11.16	-15000	Sale	215000	1.90
		215000	1.90	18.11.16	-1500	Sale	213500	1.88
		213500	1.88	25.11.16	-3500	Sale	210000	1.85
		210000	1.85	09.12.16	-5000	Sale	205000	1.81
		205000	1.81	17.02.17	-3450	Sale	201550	1.78
		201550	1.78	17.03.17	-2626	Sale	198924	1.76
		198924	1.76	24.03.17	-1100	Sale	197824	1.75
		197824	1.75	31.03.17	-12824	Sale	185000	1.63
2	Shashikant P. Patel	203629	1.80	19.08.16	-1000	Sale	202629	1.79
		202629	1.79	23.09.16	-1500	Sale	201129	1.78
		201129	1.78	25.11.16	-3000	Sale	198129	1.75
		198129	1.75	09.12.16	-5000	Sale	193129	1.70
		193129	1.70	20.01.17	-3406	Sale	189723	1.67
		189723	1.67	03.02.17	-774	Sale	188949	1.67
3	Sarita Gupta	0	0	29.04.16	33000	Purchase	33000	0.29
		33000	0.29	23.09.16	75299	Purchase	108299	0.96
		108299	0.96	07.10.16	11333	Purchase	119632	1.06
		119632	1.06	21.10.16	2400	Purchase	122032	1.08
		122032	1.08	28.10.16	10950	Purchase	132982	1.17
		132982	1.17	04.11.16	7350	Purchase	140332	1.24
		140332	1.24	17.03.17	-1500	Sale	138832	1.23
4	Sanjay Katkar	99781	0.88	28.10.16	-99781	Sale	0	0
5	Kamlaben Babulal Jain	99732	0.88	-	-	-	99732	0.88
6	Kolon Investment Pvt. Ltd.	0	0	11.11.16	57862	Purchase	57862	0.51
		57862	0.51	25.11.16	12138	Purchase	70000	0.62
		70000	0.62	17.02.17	25000	Purchase	95000	0.84
7	Jollyben Bharatkumar Jain	88290	0.78	-	-	-	88290	0.78
8	Kailash Sahebrao Katkar	87469	0.77	28.10.16	-87469	Sale	0	0
9	Lincoln P. Coelho	80000	0.71	-	-	-	80000	0.71
10	G V Nagabrahma	77132	0.68	-	-	-	77132	0.68
11	KLB Securities Pvt. Ltd.	66797	0.59	-	-	-	66797	0.59
12	Sanjeev Chopra	61604	0.54	11.11.16	-6581	Sale	55023	0.49
		55023	0.49	02.12.16	-1000	Sale	54023	0.48
		54023	0.48	09.12.16	-12500	Sale	41523	0.37
		41523	0.37	16.12.16	-3625	Sale	37898	0.33
		37898	0.33	30.12.16	-3500	Sale	34398	0.30
		34398	0.30	06.01.17	-10487	Sale	23911	0.21
		23911	0.21	13.01.17	-3266	Sale	20645	0.18
		20645	0.18	20.01.17	-7583	Sale	13062	0.12
		13062	0.12	27.01.17	-13062	Sale	0	0
13	Bharatkumar Babulal	60273	0.53	-	-	-	60273	0.53

(v) Shareholding of Directors and Key Managerial Personnel :

Sr. No.	Name	Shareholding at the beginning of the year		Date	Increase/Decrease in shareholding	Reason	Cumulative Shareholding during the year (01-04-16 to 31-03-17)	
		No. of Shares	% of total shares of the Company				No. of Shares	% of total shares of the Company
1	BHAGWANDAS K. PATEL	1207182	10.66	-	-	-	1207182	10.66
2	RAMESHKUMAR BHAGWANDAS PATEL	671018	5.92	18.11.16 21.11.16	1000 1223	Purchase Purchase	673241	5.94
3	DASHARATHBHAI P. PATEL	689975	6.09	-	-	-	689975	6.09
4	DIXIT BHAGWANBHAI PATEL	136075	1.20	25.01.17	2100	Purchase	138175	1.22
5	AMISHA PATEL	1700	0.01	-	-	-	1700	0.01

(V) INDEBTNESS (in Rs.)

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits*	Total Indebtness
Indebtness at the beginning of the financial year	310863121	0	2371342	310863121
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	310863121	0	2371342	310863121
Change in Indebtness during the financial year				
Addition	0	0	0	0
Reduction	58634539		1393523	58634539
Net Change Indebtness				
At the end of the financial year	252228582	0	977819	252228582
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	252228582	0	977819	252228582

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager (Rs. In Lacs)

Sr. No.	Particulars of Remuneration	Name of MD/WTD/Manager				Total Amount
		B.K. Patel	D.P. Patel	R.B. Patel	D.B. Patel	
1	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	24.51	20.14	23.83	15.73	84.21
2	Commission	42.50	0	0	0	42.50
	Total	**67.01**	**20.14**	**23.83**	**15.73**	**126.71**

B. Remuneration to other Directors (Amount in Rs.)

Sr. No.	Particulars of Remuneration	Name of MD/WTD/Manager				Total Amount
		Jagdish Shah	Shankarlal Mundra	Ashish Joshi	Rashmi Aahuja	
1	Sitting Fees	32000	32000	24000	32000	120000
	Total	**32000**	**32000**	**24000**	**32000**	**120000**

C. Remuneration to KMP other than MD/MANAGER/WTD (Rs. IN Lacs)

Sr. No.	Particulars of Remuneration	Key Managerial Personnel		Total Amount
		Company Secretary	CFO	
1	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	6.31	5.12	11.43
	Total	**6.31**	**5.12**	**11.43**

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES :

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

ANNEXURE E

[Pursuant to first proviso to sub-section [3] of section 129 read with rule 5 of Companies [Accounts] Rules, 2014]

Statement containing salient features of the Financial Statement of Subsidiary / Associate as per Companies Act, 2013

(in Rs.)

PART "A" SUBSIDIARY	
Name of the subsidiary	Dynamic Overseas (India) Pvt. Ltd.
Reporting period for the subsidiary concerned, if different from the holding company's reporting period	01.04.2016 to 31.03.2017
Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	N.A.
Share capital	2100000
Reserves & surplus	6477235
Total assets	8924650
Total Liabilities	8924650
Investments	0
Turnover	6935798
Profit before taxation	757605
Provision for taxation	236336
Profit after taxation	521269
Proposed Dividend	Nil
% of shareholding	98.09%

1. Names of subsidiaries which are yet to commence operations – N.A.
2. Names of subsidiaries which have been liquidated or sold during the year – N.A.

(in Rs.)

PART "B" ASSOCIATE – Statement pursuant to Section 129(3) of the Companies Act, 2013	
Name of Associate	Dynemic Holdings Private Limited
Latest audited Balance Sheet Date	31/03/2017
Shares of Associates held by the Company on the year end	
No.	1010000
Amount of Investment in Associates (in Rs.)	10100000
Extend of Holding (%)	49.22%
Description of how there is significant influence	There is significant influence due to percentage(%) of Share Capital
Reason why the associate/joint venture is not consolidated	N.A.
Net worth attributable to shareholding as per latest audited Balance Sheet	8642954
Profit/Loss for the year	
i. Considered in Consolidation	17615
ii. Not Considered in Consolidation	0

1. Names of associates or joint ventures which are yet to commence operations – N.A.
2. Names of associates or joint ventures which have been liquidated or sold during the year – N.A.

For and on Behalf of the Board of Directors

Ahmedabad
29th July, 2017

Bhagwandas K. Patel
Managing Director

Dixitbhai B. Patel
Director

ANNEXURE F - Management Discussion and Analysis Report

Industry Structure & Development

A Food Colour is any substance that is added to food or drink to change its colour. Food Colours are basically divided into two categories based on their production process. The Food Colours which are derived from chemical synthesis are termed as Synthetic Food Colours & the one derived through extraction from natural sources are termed as Natural Food Colours.

With vibrant colours and tonal hues, food can be more like art. People are basically drawn to foods that appeal and engage their visual senses. The Colours can help correct for colour loss and natural variations in colour; enhance the existing colours in food; and provide colour to colourless foods.

An astonishing fact is that the Food habit throughout the universe is changing & people are becoming more reliant on Processed Food and Processed Food Industry use verities of products to enhance the colour value & stability of food for a prolong period of time.

Food colouring is used both in commercial food production and in domestic cooking. Food colourants are also used in a variety of non-food applications including cosmetics, pharmaceuticals, home craft projects, and medical devices.

Some of the primary reasons for adding food colouring include:

- Offsetting colour loss due to light, air, extremes of temperature, moisture, and storage conditions.
- Masking natural variations in colour.
- Enhancing naturally occurring colours.
- Providing identity to foods.
- Protecting flavors and vitamins from damage by light.
- Decorating, such as cake icing.

Global Industry

The food colors market size is projected to reach USD 3.75 Billion by 2022, at a CAGR of 8.40% from 2016. Asia-Pacific is the fastest-growing region in the food colors market. Consumers in countries such as India, China, Indonesia, Australia, and Japan are gradually demanding better food products with increased shelf-life, texture, and appearance. Increase in consumer expenditures in these countries for food & beverages has been driving the market in the region. The market is expected to be of great potential in the region in the next five years and projected to grow significantly at the highest growth rate between 2016 and 2022.

Strengths & Opportunities

- Make in India campaign to supplement industry growth
- Several initiatives underway by GOI addressing challenges of Infrastructure, Regulations & Licenses, availability of feedstock and taxes
- Indian Companies, in addition to catering to domestic demand growth, would also benefit for various products as Import substitutes and also increase global market share.

Threats, Risks and Concerns

- Volatility of the Rupees vis-à-vis the Dollar and the Euro may affect our realizations.
- Strict regulations regarding the inclusion of synthetic colors are restraining the market growth.
- Fluctuating and volatile prices of key raw materials.
- Increasingly stringent regulatory environment.

Financial Highlights

(a) Net Sales and Other Income

Sales during the year ended 31st March, 2017 were Rs. 14422 Lacs as against Rs. 12630 Lacs in the previous year, an increase of Rs. 1792 Lacs in comparison over the previous year. During the year Operating Income grew by 51% from Rs. 277 Lacs to Rs. 417 Lacs and other income increased from Rs. 2.33 Lacs to Rs. 20.02 Lacs.

(b) Expenditure

The total expenditure increased from Rs. 11761 Lacs to Rs. 12797 Lacs for the year under review showing a increase of Rs. 1036 Lacs over the previous financial year.

(c) Profit

Profit before tax increased from Rs. 1148 Lacs to Rs. 2062 Lacs this year. The Company's net profit after tax is Rs. 1344 Lacs as compared to previous year Rs. 752 Lacs.

Segment wise or Product wise performance

The Company is engaged in manufacturing and marketing of Dyes & Intermediates. There is only one reportable segment i.e. "Dyes & Dyes Intermediates". So the segment wise or product wise performance report is not given in the report.

Environmental & Hazardous Safety And Quality Assurance

In pursuit of excellence & meeting the changes that happen time to time & also to fulfill the requirements received from customers,

your Company continued to integrate its ISO 9001:2015, ISO:14001:2015, ISO:22000:2005, HACCP and other certification. Your Company is committed to ensuring the highest standards of environment management and strict compliance with regulatory requirements at all times. All the products manufactured by Dynemic meet the regulatory requirement under FSSAI, EU, JECFA, USFDA and also fulfill criteria of Kosher & Halal, & WHO-GMP Certification.

Your company is committed to socio-environmental aspects and go beyond compliance norms of competitive authorities.

Internal Control Systems And its Adequacy

Your Company has a comprehensive system of internal controls to safeguard the Company's assets against loss from unauthorized use and ensure proper authorization of financial transactions. The Company has an exhaustive budgetary control system to monitor all expenditures against approved budgets on an ongoing basis. The Company maintains a system of internal controls designed to provide assurance regarding the effectiveness and efficiency of operations, the reliability of financial controls and compliance with applicable laws and regulations as applicable in the various jurisdictions in which the Company operates.

Human Resources

Our employees are our most precious assets and we value their commitment. Relations with the employees at all levels remained cordial during the year. Your Company has 170 permanent employees as on 31st March, 2017.

Cautionary Statement

Certain statements under "Management Discussion & Analysis" may be forward looking statement within the meaning of applicable securities laws and regulations. The forward looking statements are based on certain assumptions and expectations of future events. Actual results may differ materially from those expressed or implied from the statement since the Company's operations are influenced by many external and internal factors beyond the control of the Company.

For and on Behalf of the Board of Directors

Ahmedabad
29th July, 2017

Bhagwandas K. Patel
Managing Director

Dixitbhai B. Patel
Director

CORPORATE GOVERNANCE REPORT

The Directors present the Company's report on Corporate Governance which sets out systems and processes of the Company, as prescribed in Regulation 17 to 27 of Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015 and some of the practices followed by the Company on Corporate Governance, for the financial year ended 31st March, 2017.

The Company has complied with all the requirements of the Corporate Governance.

1. Company's Philosophy on Corporate Governance

Your Company believes that adhering to global standards of Corporate Governance is essential to enhance shareholder value and achieve long term corporate goals. The Company's philosophy on Corporate Governance stresses the importance of transparency, accountability and protection of shareholder interests. The Board conducts periodic review of business plans, monitors performance and compliance to regulatory requirements.

2. Board of Directors

The composition of the Board is in conformity with Regulation 17 of the Listing Regulations as well as the Companies Act, 2013 the required details are given below :

Name	Category	No. of Board Meetings Held / Attended		Attendance at the last AGM	Directorships in other Indian Public Companies* as at 31st March 2017	Other Mandatory Committee** membership as at 31st March 2017	
		Held	Attended			Chairman	Member
Bhagwandas K. Patel DIN : 00045845	MD-Executive (Promoter)	4	4	Yes	NIL	NIL	NIL
Dashrath P. Patel DIN : 00008160	WTD-Executive (Promoter)	4	4	Yes	NIL	NIL	NIL
Ramesh B. Patel DIN : 00037568	WTD-Executive (Promoter)	4	4	Yes	NIL	NIL	NIL
Dixit B. Patel DIN : 00045883	WTD-Executive (Promoter)	4	4	Yes	NIL	NIL	NIL
Jagdish S. Shah DIN : 00037826	Independent	4	4	Yes	NIL	NIL	NIL
Shankarlal B. Mundra DIN : 00388204	Independent	4	4	Yes	NIL	NIL	NIL
Ashish R. Joshi DIN : 03373074	Independent	4	3	Yes	NIL	NIL	NIL
Rashmi A. Aahuja DIN : 06976600	Independent	4	4	Yes	3	NIL	4

* Excludes Directorships in private/foreign companies and companies incorporated under Section 8 of the Companies Act, 2013.

** Represents Membership/Chairmanship of the Audit Committee, Stakeholders Relationship Committee of other Companies.

☐ MD – Managing Director, WTD – Whole Time Director

Minimum four Board meetings are held in each year. Apart from the four prescheduled Board meetings, the meetings are also convened by giving appropriate notice to address the specific needs of the Company.

During the Financial Year ended on 31st March, 2017, 4 (Four) meetings of the Board of Directors were held on the following dates :-

28th May, 2016, 6th August, 2016, 25th October, 2016 and 11th February, 2017.

The time gap between any two board meetings was not more than 4 months.

3. Audit Committee

The Audit Committee comprised of 3 members viz : Shri Ashish R. Joshi, Shri Jagdish S. Shah and Shri Bhagwandas K. Patel. Generally Shri Ashish R. Joshi, chairs the meetings of the Committee. The terms of reference of the Audit Committee are as set out in Regulation 18 of the Listing Regulations, Section 177 of the Companies Act and with any other applicable laws.

During the financial year 2016-17, the Committee met four times on 28th May, 2016, 6th August, 2016, 25th October, 2016 and 11th February, 2017. Except Shri Ashishbhai R. Joshi all the Committee members were present in all meetings.

4. Stakeholders Relationship Committee

The Stakeholders Relationship Committee comprised of 2 members viz : Shri Shankarlal B. Mundra and Shri Bhagwandas K. Patel. Shri Shankarlal B. Mundra, chairs the meetings of the Committee. The composition of the Stakeholder Relationship Committee is in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of the Listing Regulations.

During the financial year 2016-17, the Committee met Two times on 28.10.2016 and 10.02.2017 at registered office of the Company. All the Committee members attended all the meetings.

During the financial year, 4 complaints were received and all complaints were resolved. As of 31st March, 2017, NIL complaints were pending. Ms. Varsha Mehta is designated as Company Secretary & Compliance Officer of the Company.

5. Nomination and Remuneration Committee (NRC)

The role of the Nomination and Remuneration Committee is governed by its Charter and its composition is in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of the Listing Regulations.

The Nomination and remuneration committee has 3 Independent Directors as members viz : Shri Shankarlal B. Mundra, Shri Jagdish S. Shah and Ms. Rashmi A. Aahuja.

Two meetings were held during the year 2016-17 on 28.05.2016 and 11.02.2017 and attended by all members. Shri Shankarlal B. Mundra chairs the meetings. The terms of reference of Nomination and Remuneration Committee include review, determination, increase / decrease and approval of remuneration, determination of terms of appointment, Company's policy for specific remuneration packages, etc. for the Executive Directors, Directors and other employees.

POLICY FOR SELECTION AND APPOINTMENT OF DIRECTORS AND THEIR REMUNERATION

The NRC has adopted a policy which deals with the manner of selection of Managing Director & Whole Time Director and their remuneration. In case of appointment of Independent Directors, the NRC shall satisfy itself with regard to the independent nature of the Directors vis-à-vis the Company so as to enable the Board to discharge its function and duties effectively. The NRC shall ensure that the candidate identified for appointment as a Director is not disqualified for appointment under Section 164 of the Companies Act, 2013. The NRC shall consider the following attributes / criteria, whilst recommending to the Board the candidature for appointment as Director.

i. Qualification, expertise and experience of the Directors in their respective fields;

ii. Personal, Professional or business standing;

iii. Diversity of the Board.

Managing Director and Whole Time Director - Criteria for selection / re-appointment

For the purpose of selection of the Managing Director and Whole Time Director, the NRC shall identify persons of integrity who possess relevant expertise, experience and leadership qualities required for the position and shall take into consideration recommendation, if any, received from any member of the Board.

The Committee will also ensure that the incumbent fulfills such other criteria with regard to age and other qualifications as laid down under the Companies Act, 2013 or other applicable laws.

Remuneration for Managing Director and Whole Time Director

At the time of appointment or re-appointment, the Managing Director and Whole Time Director shall be paid such remuneration as may be mutually agreed between the Company (which includes the NRC Committee and the Board of Directors) and the Managing Director and Whole Time Director within the overall limits prescribed under the Companies Act, 2013. The remuneration shall be subject to the approval of the Members of the Company in General Meeting. The remuneration of the Managing Director and Whole Time Director comprises only of fixed component except Managing Director who is been paid Commission. The fixed component comprises of salary and allowances as per companies policy.

Remuneration Policy for the Senior Employees

In determining the remuneration of the Senior and Other Employees, the grades assigned to each employee according to their qualifications and work experience, competencies as well as their roles and responsibilities in the organization is taken into account. Individual remuneration shall be determined within the appropriate grade and shall be based on various factors such as job profile, skill sets, seniority, experience and prevailing remuneration levels for equivalent jobs. The NRC Committee shall ensure the relationship of remuneration and performance benchmark. The Managing Director will carry out the individual performance review and shall take into account the appraisal score card and other factors mentioned herein-above, whilst recommending the annual increment to the NRC Committee for its review and approval.

There is no other pecuniary relationship or transaction by the Company with Independent Directors.

The Company does not have any scheme for grant of stock option to its Directors or Employees.

6. Corporate Social Responsibility Committee

The composition of the CSR Committee is in alignment with provisions of Section 135 of the Companies Act, 2013.

The Committee comprising of Shri B K Patel as Chairman and Shri Jagdish Shah and Shri Ashish Joshi as other members. The said committee has been entrusted with the responsibility of formulating and recommending to the Board a Corporate Social Responsibility Policy indicating the activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013 and ruled made there under, and the amount to be spent on CSR activity. During the year the Committee met once on 25.01.17 and all the members were present in all the meetings.

7. Familiarisation programmes for Board Members

The Board members are provided with necessary documents/brochures, reports and internal policies to enable them to familiarise

with the Company's procedures and practices. Periodic presentations are made at the Board and Board Committee Meetings, on business and performance updates of the Company, global business environment, business strategy and risks involved. Detailed presentations on the Company's business segments were made at the separate meeting of the Independent Directors held during the year. The details of such familiarization programmes for Independent Directors are posted on the website of the Company.

8. Meetings of Independent Directors

During the year under review, all the Independent Directors met on March 10, 2017, inter alia, to discuss :

1. Evaluation of the performance of Non Independent Directors and the Board of Directors as a Whole;
2. Evaluation of the performance of the M.D. of the Company, taking into account the views of the Executive and Independent Directors.
3. Evaluation of the quality, content and timelines of flow of information between the management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

9. General Body Meeting

(a) Annual General Meetings

The date, time and venue of the last three Annual General Meetings and special resolutions passed at the meetings are given below :

Year	Category – Date and Time	Venue	Special Resolutions passed
2015-16	Annual General Meeting 24th September, 2016 at 4.00 p.m.	The White Leaf Hotel, 10/2, Opposite The Grand Bhagwati, S.G. Road, Bodakdev, Ahmedabad – 380054.	No
2014-15	Annual General Meeting 25th September, 2015 at 4.00 p.m.	The White Leaf Hotel, 10/2, Opposite The Grand Bhagwati, S.G. Road, Bodakdev, Ahmedabad – 380054.	No
2013-14	Annual General Meeting 11th September, 2014 at 4.00 p.m.	The White Leaf Hotel, 10/2, Opposite The Grand Bhagwati, S.G. Road, Bodakdev, Ahmedabad – 380054.	(1) Authorizing Board of Directors to borrow money under Section 180(1)(c) (2) Authorizing Board of Directors to mortgage and/or charging Company's assets under Section 180(1)(a) (3) Authorizing Board of Directors to enter into related party transaction under Section 188

During the year under review no resolution(s) were transacted through Postal Ballot.

10. Disclosures :

i. The Managing Director and the CFO of the Company have certified to the Board that the Financial Results of the Company for the year ended 31st March, 2017 do not contain any false or misleading statements or figures and do not omit any material facts which may make the statements or figures contained therein misleading as required by Regulations 33 of SEBI Listing Regulations.

ii. There were no instances of non-compliance on any matter related to the capital markets, during the last three years.

iii. There were no materially significant transactions with promoters, directors or the management, their subsidiaries, associates or relatives that may have potential conflict with the interest of the Company at large. A disclosure of all related party transactions has been presented in the Note No. 28.3, Notes to the accounts of this Annual Report.

iv. The Company has adopted accounting treatments which are prescribed by the Accounting Standards.

v. The quarterly / half yearly financial statements are available on Company's, BSE's and NSE's website and being published in Financial Express and Indian Express.

11. Means of communication

i. The quarterly/half yearly financial statements are announced within 45 days of the end of the quarter and are regularly submitted / published to Stock Exchange in accordance with the SEBI (LODR) Regulations, 2015.

ii. The Company has its official website namely www.dynemic.com which is providing all the product related and general information about the Company. The Company is regular in submitting all the relevant information with BSE, NSE and updating in website as per Regulation 46 of the SEBI (LODR) Regulations, 2015.

iii. Management Discussion and Analysis Report, in compliance with the requirements of Regulation 34(2)(e) of the SEBI (LODR) Regulations, 2015, is annexed to the Boards' Report which forms part of the Annual Report being sent to all the members of the Company.

iv. The Company has not issued any ADR/GDR.

12. General Shareholders' Information

i. Date of Book Closure :-

From 14th September, 2017 to 23rd September, 2017 (both days inclusive) for Annual General Meeting and payment of final dividend.

Dividend payment :-

The Board of Directors at their meeting held on 26/05/2017 recommended a final dividend of Rs. 1.50 per equity share on the face value of Rs. 10/- each for the financial year 2016-2017, subject to approval of the shareholders. Final dividend, if approved by the shareholders will be paid within prescribed statutory period.

ii. Financial Calendar 2017-2018 :-
(tentative schedule)

Financial year	:	1st April 2017 to 31st March 2018.
Board meetings for approval of quarterly results		
Quarter ended on June 30, 2017	:	On or before 14th August, 2017
Quarter ended on September 30, 2017	:	On or before 15th November, 2017
Quarter ended on December 31, 2017	:	On or before 14th February, 2018
Quarter ended on March 31, 2018	:	On or before 30th May, 2018 (Audited)
Annual General Meeting for the year 2017-18	:	In accordance with Section 96 of Companies Act, 2013.

iii. Listing of equity shares on Stock Exchanges :-

The equity shares of the Company are listed at Bombay Stock Exchange Limited. The Company has paid the annual listing fees for the financial year 2017-18.

iv. Stock code :- BSE : 532707 NSE : DYNPRO ISIN : INE256H01015

v. Dematerializational Information :-

As on 31st March 2017, 98.06 % of the Company's total shares, i.e. 11108688 no. of shares were held in dematerialized form and 1.94 % i.e. 219761 shares were held in physical form.

vi. Registrar & Share Transfer Agent :-

The Company has appointed Bigshare Services Pvt. Ltd. as the Share Transfer Agent. For any assistance, request or instruction regarding transfer or transmission of shares, dematerialization of shares, change of address, non-receipt of annual report and any other query relating to the shares of the Company, please write to the following address :

Bigshare Services Pvt. Ltd.

1st Floor, Bharat Tin Works Building,
Opp. Vasant Oasis, Makwana Road, Marol,
Andheri(E), Mumbai - 400 059.
Tel: 91-022-62638200
Fax: 91-22-62638299
E-mail : investor@bigshareonline.com

vii. Share Transfer System :-

The Company's shares are traded on the Stock Exchange compulsorily in dematerialized mode. Physical shares, which are lodged for transfer with the Transfer Agent are processed and returned to the shareholders within stipulated time.

viii. Share Market Price data :-

The Monthly High and Low prices and volumes of Dynemic Products Limited at Bombay Stock Exchange Limited for the year ended on 31st March, 2017 are as under :-

Month	Monthly High	Monthly Low	No. of Shares Traded
April'16	65.90	52.00	471431
May'16	59.35	52.70	267581
June'16	64.55	53.10	645683
July'16	67.60	57.00	637220
August'16	69.90	60.00	743788
September'16	84.40	62.60	1183912
October'16	99.70	74.60	1833118
November'16	130.95	87.20	3824554
December'16	155.00	116.00	3192459
January'17	159.90	140.00	1199568
February'17	151.90	135.10	881338
March'17	144.90	130.55	610965

ix. Distribution of Shareholding as on 31st March, 2017 (in Rupees)

No. of Equity shares held	No. of share holders	% of shareholders	Share Amount (in Rs.)	% of holding
1 – 5000	7984	81.88	12901460	11.39
5001 – 10000	804	8.25	6682320	5.90
10001 – 20000	468	4.80	7163580	6.32
20001 – 30000	178	1.83	4671550	4.12
30001 – 40000	59	0.61	2134750	1.88
40001 – 50000	69	0.71	3234980	2.86
50001 – 100000	96	0.98	7007710	6.19
100001 & above	93	0.95	69488140	61.34
TOTAL	**9751**		**113,284,490**	100.0000

Shareholding pattern of the Company as on 31st March, 2017

Category	No. of Shares	% of Shares
A Promoter's Holding		
1 Indian Promoters	4490951	39.64
2 Foreign Promoters	----	----
Sub Total	**4490951**	**39.64**
B Public Shareholding		
1 Institutions	----	----
2 Non-Institutions		
Private Corporate Bodies	558265	4.93
Indian Public	5939910	52.44
NRIs / OCBs	270846	2.39
Directors	----	----
Clearing Members	68477	0.60
Sub Total	**6871518**	**60.36**
GRAND TOTAL	**11328449**	**100.0000**

x. Details of Shares held by Independent Directors as on 31st March, 2017

Name of the Independent Director	Shares Held
Mr. Jagdish S. Shah	Nil
Mr. Shankarlal B. Mundra	Nil
Mr. Ashish R. Joshi	Nil
Ms. Rashmi A. Aahuja	Nil

xi. Outstanding Shares in Unclaimed Suspense Account of the Company as on 31st March, 2017

Particulars	No. of Shareholders	No. of shares
Aggregate number of shareholders and the outstanding shares in the suspense account lying at the beginning of the year i.e. as on April 1, 2016	3	450
Number of shareholders who approached to Issuer / Registrar for transfer of shares from suspense account during the year 2016-17	0	0
Number of shareholders to whom shares were transferred from suspense account during the year 2016-17	0	0
Aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year i.e. as on March 31, 2017	3	450

that the voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares.

xii. Plant Location

Unit-1 : 6401, 6402, 6415, 6416, 6400, 6400/1 GIDC Estate, Ankleshwar – 393 002.

Unit-2 : 3709/6, 3710/1, 3710/3, GIDC Estate, Ankleshwar – 393 002.

xiii. Information pursuant to Regulation 53(f) of SEBI (LODR) Regulations, 2015 :-

Loans and Advances in the nature of loan to subsidiaries and associates :

Name of the Company	Balance as at 31st March, 2017	Maximum outstanding during the year
	NIL	NIL

xiv. Investor Correspondence :-

All enquiries, clarification and correspondence should be addressed to the Company Secretary and Compliance Officer at the registered office of the Company :-

Ms. Varsha Mehta
Dynemic Products Limited
B-301, Satyamev Complex-1, Opp. Gujarat High Court,
S.G. Road, Ahmedabad – 380060.
Tel. Nos. : 079-27663071/76
Fax No. : 079-27662176 Email : cs@dynemic.com

For and on Behalf of the Board of Directors

Ahmedabad
29th July, 2017

Bhagwandas K. Patel
Managing Director

Dixitbhai B. Patel
Director

CONFIRMATION ON CODE OF CONDUCT

This is to confirm that the Board has laid down a code of conduct for all Board members and senior management of the Company. It is further confirmed that all directors and senior management personnel of the Company have affirmed compliance with the code of conduct of the Company as at March 31, 2017.

For and on behalf of the Board of Directors

Ahmedabad
29th July, 2017

Sd/-
Bhagwandas K. Patel
Managing Director

INDEPENDENT AUDITOR'S REPORT

To
The Members of,
Dynemic Products Limited

Report on the Standalone Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

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 a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2017; and of the Statement of Profit and Loss, of the profit for the year ended on that date; and of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) order, 2016 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
   (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
   (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
   (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
   (d) In our opinion, the aforesaid 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 as on 31st March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 27.1 to the financial statements.

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

iv. The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management – Refer Note No. 27.10

For, **SHAH RAJESH & ASSOCIATES**
CHARTERED ACCOUNTANTS
FRN. 109767W

[RAJESH D. SHAH]
PROPRIETOR
M. No. 036232

Place : Ahmedabad
Date : 26/05/2017

ANNEXURE A TO

TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph 1 under the heading of "Report on other legal and regulatory requirements" of our report of even date)

(i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets;

(b) Fixed Assets have been physically verified by the management periodically in a phased manner and no material discrepancies have been noticed on physical verification as confirmed by the management;

(c) The title deeds of the immovable properties are held in the name of the company.

(ii) As explained to us, inventories have been physically verified by the management, at reasonable intervals, except for minor items and the inventories lying with outside parties which have been confirmed by them. As explained to us, the material discrepancies, if any noticed have been properly dealt with in the books of accounts by the management.

(iii) The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.

(iv) In our opinion and according to the information and explanation given to us, the company has complied with the provisions of Section 185 and 186 of the Companies Act 2013, in respect of the loans, investments, security and guarantees.

(v) In our opinion and according to the information and explanation given to us, the company has complied with the provisions of Section 73 to 76 or any relevant provisions of the Act and its Rules, and also the directives of Reserve Bank of India with regard to acceptance of deposits.

(vi) According to the information and explanation given to us, the maintenance of cost records has been specified by the Central Government under sub section (1) of section 148 of the Companies Act 2013, and we have broadly reviewed the accounts and records maintained by the company as prescribed by the Government for the maintenance of the cost records under section 148 (1) of the Companies Act, and we are of the opinion that prima facie the prescribed accounts and records have been maintained. We have not however, made detailed examination of the records with a view to determine whether they are accurate and complete. The company has obtained the Cost Audit Report from the Cost Accountants.

(vii) (a) According to the information and explanation given to us and on the basis of our examination of books of accounts, the Company is regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Sales Tax, Income Tax,Custom Duty, Excise Duty, Wealth tax, Service tax and other statutory dues with the appropriate authorities;

(b) According to the information and explanation given to us, the dues of Excise Duty and Income tax, which have not been deposited on account of any dispute and the forum where the dispute is pending are as under :-

Sr. no	Name of the Statute	Nature of Dues	Amount ₹	Period to which matter relates	Forum where dispute is pending
1	Central Excise Act, 1944	Service Tax & Excise Duty	63992	2004-05 & 2005-06	Appeal pending with CESTAT, West Banch Ahmedabad
2	Central Excise Act, 1944	Service Tax & Excise Duty	215278	2012-13	Appeal pending with Commissioner (Appeals) Surat-II
3	Income Tax Act 1961	Income Tax	603570	AY 2011-12	Apeal pending with CIT(A)-I

(viii) According to the information and explanation given to us, the company has not defaulted in repayment of dues to financial institutions and banks.

(ix) Based on the information and explanation given to us by the management, term loans were applied for the purpose for which the loans were taken. No moneys have been raised by way of initial public offer during the year under review.

(x) According to the information and explanation given to us and to the best of our knowledge and belief, no fraud on or by the company has been noticed or reported by the company during the year.

(xi) According to the information and explanation given to us and to the best of our knowledge and belief, the managerial remuneration has been paid or provided in accordance with the requisite mandated by the provisions of Section 197 read with Schedule V to the Companies Act.

(xii) The company is not Nidhi Company and so the clause is not applicable.

(xiii) According to the information and explanation given to us and to the best of our knowledge and belief, all the transactions with the related parties are in compliance with Section 177 and 188 of Companies Act 2013, where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.

(xiv) According to the information and explanation given to us and to the best of our knowledge and belief, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.

(xv) According to the information and explanation given to us and to the best of our knowledge and belief, the company has not entered into any non-cash transactions with directors or persons connected with him.

(xvi) According to the information and explanation given to us and to the best of our knowledge and belief, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1943.

For, **SHAH RAJESH & ASSOCIATES**
CHARTERED ACCOUNTANTS
FRN. 109767W

[RAJESH D. SHAH]
PROPRIETOR
M. No. 036232

Place : Ahmedabad
Date : 26/05/2017

ANNEXURE "B"

TO THE INDEPENDENT AUDITORS' REPORT

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

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

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

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

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

AUDITORS' RESPONSIBILITY

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

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

OPINION

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

For, **SHAH RAJESH & ASSOCIATES**
CHARTERED ACCOUNTANTS
FRN. 109767W

[RAJESH D. SHAH]
PROPRIETOR
M. No. 036232

Place : Ahmedabad
Date : 26/05/2017

BALANCE SHEET AS AT 31ST MARCH 2017

Sr. No.	Particulars	Note	31/03/2017 Rupees	31/03/2017 Rupees	31/03/2016 Rupees	31/03/2016 Rupees
A.	**EQUITIES AND LIABILITIES :**					
1	**SHAREHOLDER'S FUNDS :**					
	[a] Share Capital	1	113284490		113284490	
	[b] Reserves and surplus	2	633959575	747244065	520031007	633315497
2	**NON CURRENT LIABILITIES :**					
	[a] Long-term borrowings	3	1226010		1813672	
	[b] Deferred tax liabilities (net)		46552366		46152413	
	Refer Note No. 28.5					
	[c] Other long-term liabilities	4	559503		538763	
	[d] Long Term Provisions		0	48337878	0	48504848
3	**CURRENT LIABILITIES :**					
	[a] Short Term Borrowings	5	251980391		311420791	
	[b] Trade Payables	6	34298045		45409184	
	[c] Other current liabilities	7	12120304		25102579	
	[d] Short Term Provisions	8	93611572	392010312	41318043	423250597
	TOTAL - EQUITY AND LIABILITIES			**1187592256**		**1105070942**
B.	**ASSETS :**					
1	**NON CURRENT ASSETS :**					
	[a] Fixed Assets	9				
	(i) Tangible Assets		344548529		339572615	
	(ii) Intangible Assets		204252		473499	
	Net Block		344752781		340046114	
	Capital Work in Progress		98203073		94401039	
			442955854		434447153	
	[b] Non Current Investments	10	14066255		14499401	
	[c] Long-term loans and advances	11	33645282		36264732	
	[d] Other non-current assets	12	70000	490737390	1191802	486403089
2	**CURRENT ASSETS:**					
	[a] Current investments		0		0	
	[b] Inventories	13	220844413		199810903	
	[c] Trade receivables	14	279968808		258884943	
	[d] Cash and cash equivalents	15	14312315		17281902	
	[e] Short-term loans and advances	16	177017674		137285760	
	[f] Other current assets	17	4711657	696854866	5404344	618667853
	TOTAL - ASSETS			**1187592256**		**1105070942**
Significant Accounting Policies						
Notes on Financial Statements		1 to 28				

As per our Report of even date
For : SHAH RAJESH & ASSOCIATES
CHARTERED ACCOUNTANTS.
FRN. 109767W

(Rajesh. D. Shah)
PROPRIETOR
M. No. 036232

Place : Ahmedabad
Date : 26/05/2017

For : DYNEMIC PRODUCTS LIMITED

(B. K. Patel) Managing Director
(D. P. Patel) Director

(R. B. Patel) Director
(D. B. Patel) Director

(Varsha Mehta) Company Secretary
(Amisha Patel) Chief Financial Officer

DYNEMIC
COLOURING LIVES

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31-03-2017

Sr. No.	Particulars	Note	31/03/2017 Rupees	31/03/2017 Rupees	31/03/2016 Rupees	31/03/2016 Rupees
	REVENUE					
A.	[a] Sales of Products	18	1570186658		1360816979	
	[b] Other Operating Income	18A	41725565		27676908	
			1611912222		1388493887	
	Less :- Excise Duty		127963972		97831578	
	INCOME FROM OPERATIONS			1483948250		1290662309
	[c] Other Income	19		2002351		234627
	TOTAL REVENUE ₹			**1485950601**		**1290896936**
B.	**EXPENSES :**					
	[a] Cost of Materials Consumed	20		850579445		674157279
	[b] Purchases of Stock-in-Trade			22379196		36374068
	[c] Changes in Inventories	21		(31606970)		43900067
	[d] Employee Benefits Expenses	22		60536303		59436200
	[e] Finance Costs	23		15011622		20901517
	[f] Depreciation & Amortisations			31708807		31408129
	[g] **Other Exps:-**					
	Other Manufacturing Exps.	24	253062952		242041861	
	Repairs & Maintenance	25	36135752		35512909	
	Administrative, Selling & Other Exps.	26	41938002	331136706	32343372	309898142
	TOTAL EXPENSES ₹			**1279745108**		**1176075402**
	Profit before Taxation			206205493		114821534
	Less: Provision for Taxation					
	Current Tax			71425000		39800000
	Deferred Tax			399953		320636
	Add/(Less):- Taxation of earlier years					
	(Refunds/Paid)			0		(474206)
	16 **Net Profit for the Year**			**134380539**		**75175104**
	Earning Per Share					
	Basic			11.86		6.64
	Diluted			11.86		6.64
Significant Accounting Policies						
Notes on Financial Statements		1 to 28				

As per our Report of even date
For : SHAH RAJESH & ASSOCIATES
CHARTERED ACCOUNTANTS.
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(Varsha Mehta) Company Secretary
(Amisha Patel) Chief Financial Officer

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31/03/2017

Sr.	Particulars	31/03/2017	31/03/2016
A]	**CASH FLOW FROM OPERATING ACTIVITIES**		
	Net Profit Before Tax & Extra Ordinary Items	206205493	114821533
	Adjustments For :-		
	Depreciation & Amortisations	31708807	31408129
	Depreciation Written Back	(4254612)	(761619)
	Finance Costs	15011622	20901517
	Profit/Loss on Sale/Replacement of Fixed Assets	2076427	399172
	Interest / Dividend / Capital Gains Income	(2002351)	(234627)
	OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	**248745386**	**166534106**
	Adjustments For :-		
	Trade Receivables	(19962062)	(42280051)
	Inventories	(21033510)	35710448
	Trade Payables	28220854	(40279159)
	Loans, Advances & Other Receivables	(36419776)	19168481
	CASH GENERATED FROM OPERATIONS	**199550892**	**138853825**
	Direct Taxes Paid	(71425000)	(39800000)
	NET CASH FROM OPERATING ACTIVITIES	**128125892**	**99053825**
B]	**CASH FLOW FROM INVESTING ACTIVITIES**		
	Purchase of Fixed Assets	(43611747)	(32170055)
	Sale of Fixed Assets	5572425	1375544
	Sale of Investments	433147	2348354
	Income Tax Refund / Paid For Earlier Years	0	474206
	Interest / Dividend / Capital Gains Income Received	2002351	234627
	NET CASH USED IN INVESTING ACTIVITIES	**(35603825)**	**(27737323)**
C]	**CASH FLOW FROM FINANCING ACTIVITIES**		
	Proceeds From Borrowings	(60028062)	(23845185)
	Interest & Fincanical Charges Paid	(15011622)	(20901517)
	Dividend & Dividend Tax Paid	(20451971)	(20451971)
	NET CASH USED FROM FINANCING ACTIVITIES	**(95491654)**	**(65198675)**
D]	**NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)**	**(2969587)**	**6117827**
E]	**CASH AND CASH EQUIVALENTS(OPENING)**	**17281902**	**11164076**
F]	**CASH AND CASH EQUIVALENTS(CLOSING) (D + E)**	**14312315**	**17281904**

As per our Report of even date
For : SHAH RAJESH & ASSOCIATES
CHARTERED ACCOUNTANTS.
FRN. 109767W

(Rajesh. D. Shah)
PROPRIETOR
M. No. 036232

Place : Ahmedabad
Date : 26/05/2017

For : DYNEMIC PRODUCTS LIMITED

(B. K. Patel) Managing Director
(D. P. Patel) Director

(R. B. Patel) Director
(D. B. Patel) Director

(Varsha Mehta) Company Secretary
(Amisha Patel) Chief Financial Officer

Significant Accounting Policies :

1] BASIS OF PREPARATION OF FINANCIAL STATEMENT & ACCOUNTING :-

(i) The Annual Accounts have been prepared on the Historical cost basis and confirms to the statutory provisions of Companies Act, 2013 and General Accounting practices prevailing in the country, and the Accounting Standards issued by the Institute of Chartered Accountants of India and the guidelines issued by the Securities and Exchange Board of India.

(ii) The Accounts have been prepared on accrual basis.

2] FIXED ASSETS, DEPRECIATION AND CAPITAL WORK IN PROGRESS:-

(i) Fixed Assets have been accounted for at their Historical Cost.

(ii) During the year, the company has provided the depreciation on straight line method at rates for single shift specified in Schedule II of the Companies Act, 2013 (the Act) on the prorata basis for the additions to the Fixed Assets on the life of the Fixed Assets as specified in the Schedule II of the Act.. During the year, the company re-evaluated the requirement of Schedule II of the Companies Act, 2013, in respect of the useful lives of its fixed assets.

(iii) All Fixed Assets are valued at Cost Less Accumulated depreciation (Other than land where no depreciation is charged). All costs relating to the acquisition and installations and initial financing costs relating to the borrowed funds attributable to acquisition of Fixed Assets up to date, the assets is put to use, have been capitalised.

3] INVESTMENTS :-

Long-term investments are stated at cost less provision for other than temporary diminution in value in the opinion of the management. Current investments comprising, investments in mutual funds, equities, and other instruments are stated at the lower of cost and fair market value, determined on a portfolio basis. Gain/Loss arising on disposal of investments are recognised as income/expenditure in the year of disposal.

4] RETIREMENT BENEFITS :-

Repayment for present liability of future payment of gratuity is being made to Approved Gratuity which fully cover the same under Group Gratuity Policy or Cash Accumulation Policy with Life Insurance Corporation of India. The Gratuity trusts are covered with Life Insurance Corporation of India (LIC) and premiums are paid on advise from LIC, which determines the same on the basis of actuarial valuation. Provision for Leave Encashments is made as at the year end as per the financial figures and other details provided and certified by the Actuaries M/s. K. A. PANDIT, as per their report dtd. 02/05/2017 The disclosures as per AS 15R is annexed sperately.

5] INVENTORIES :-

All Inventories are valued at lower of Cost or Net realisable value and the cost is ascertained on First in First Out basis wherever applicable. The cost of inventories comprises of the cost of purchases, cost of conversion and the manufacturing overheads incurred in bringing them to their present condition.

6] SALES & REVENUE RECOGNITION :-

Sales are exclusive of Excise Duties and Sales tax. Revenue(Income) is recognised when no significant uncertainty as to determination / realization exists. Dividend income is recognised when the right to receive payment is established. Interest income is recognised on a time proportion basis taking into account the amount outstanding and the interest rate applicable.

7] TREATMENT OF EXCISE DUTY & SERVICE TAX :-

Excise duty / Service tax is accounted on the basis of both, payments made in respect of goods cleared / services provided. Excise Modvate credit on purchase have been transferred to Excise Modvate Receivable a/c.which has been transferred or set off against Excise duties payable on sales and balance have been shown as Excise Modvate Receivable A/c. under the head Current Assets, Loans and Advances in Balance sheet.

8] TREATMENT OF SERVICE TAX PAYABLE ON TRANSPORTATION EXPENSES :-

Service tax payable on Transportation expenses has been credited to Service tax payable a/c. which has been set off agaist Modvate receivable for service tax paid on various exps. and balance of modvate receivable for Service tax paid on various exps. has been shown under the head Loans & Advances in Current Assets side of Balance Sheet.

9] FOREIGN CURRENCY TRANSACTIONS :-

Transactions in foreign currencies are recorded at the original rates of exchange in force at the time the transactions are effected. Balance in form of current assets and current liabilities in foreign currency, outstanding at the close of the year, are converted in Indian Currency at the appropriate rate of exchange prevailing on the date of the Balance Sheet. The resultant gain or loss is accounted during the year.

10] INTER DIVISIONAL TRANSFER :-

Interdivisional transfer of goods of ₹ 197806296/- (PYF 141324310/-) of independent marketable products for further processing are being included in respective heads of account at market value to reflect the true working of the respective unit. Any un- realised profit on stock is being eliminated while valuing the inventories.

11] TAXES ON INCOME :-

(i) Current tax is determined as tax payable in respect of taxable income of current year.

(ii) Deferred tax for the year is recognised on timing difference,being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

(iii) Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or subsequently enacted by the Balance sheet date.Deferred tax assets / liabilities arising on account of unabsorbed depreciation under tax laws are recognised on to the extent there is virtual certainity of its realisation supported by convincing evidence. Deferred tax assets on account of other timing differences are recongnised only to the extent there is reasonable certainity of its realisation. At each Balance sheet date, the carrying amount of Deferred Tax are revived to reassure realisation.

(iv) Tax on distributed profits payable in accordance with the provisions of the Income Tax Act, 1961 is disclosed in accordance with the Guidance Note on Accounting for Corporate Dividend Tax issued by ICAI.

12] IMPAIRMENT LOSS:-

As required by the Accounting Standards (AS 28) "Impairment of Assets" issued by ICAI, as informed to us, the company has carried out the assessment of impairment of assets. There has been no impairment loss during the year.

13] Contigent Liability :-

These, if any, are disclosed in the notes on accounts. Provision is made in accounts if it becomes probable that an out flow of resources embodying economic benefits will be required to settle the obligation.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2017

Particulars	31/03/2017 Rupees	31/03/2017 Rupees	31/03/2016 Rupees	31/03/2016 Rupees
NOTE : 1 : SHARE CAPITAL :				
[a] **Authorised Share Capital**		130000000		130000000
[13000000 Equity Share of ₹ 10/- each]				
[PYF 13000000 Equity Shares]				
		130000000		**130000000**
[b] **Issued, Subscribed and paid up :**				
[11328449 Equity Shares of ₹ 10/- each fully		113284490		113284490
paid up (PYF 11328449)].				
Total ₹		**113284490**		**113284490**

1.1 Details of shareholders holding more than 5% shares

Name of Shareholder	As at 31-03-2017 Nos of Shares	As at 31-03-2017 % held	As at 31-03-2016 Nos of Shares	As at 31-03-2016 % held
Bhagwandas Kalidas Patel	1207182	10.66	1207182	10.66
Rameshkumar Bhagwandas Patel	673241	5.94	671018	5.92
Dashrathbhai P Patel	689975	6.09	689975	6.09

1.2 The reconciliation of the number of share outstanding is set out below

Particulars	As at 31-03-2017 Nos of Shares	As at 31-03-2016 Nos of Shares
Equity shares at the beginning of the year	11328449	11328449
Add:- NIL	0	0
Less:- NIL	0	0
Equity shares at the end of the year	11328449	11328449

NOTE : 2 : RESERVES & SURPLUS :				
[a] **General Reserves :-**				
Opening Balance	40217820		35217820	
Add : Transferred from Profit & Loss A/c.	5000000	45217820	5000000	40217820
[b] **Share Premium on issue of Equity Shares**		103680201		103680201
[c] **Profit & Loss A/c.**				
Balance Carried forward from earlier year	376132986		326409853	
Less:- Transferred To Depreciation Fund	0		0	
Add:- Transfer from DTL	0		0	
Transfer of Transitional amount Ref Note No 27.2	376132986		326409853	
ADD:- Transferred from Profit & Loss A/c	134380539		75175104	
	510513525		401584957	
LESS:- Appropriations out of Profit & Loss A/c				
General Reserves	5000000		5000000	
Interim Dividend Paid	0		16992674	
Proposed Dividend	16992674		0	
Dividend Per Share ₹ 1.50 per share (PY ₹ 1.50)				
Tax on Proposed / Interim Dividend	3459297		3459297	
	25451971	485061554	25451971	376132986
Total ₹		**633959575**		**520031007**

Particulars	31/03/2017 Rupees	31/03/2017 Rupees	31/03/2016 Rupees	31/03/2016 Rupees
NOTE : 3 : LONG TERM BORROWINGS :				
FROM BANKS:- SECURED- TERM LOANS FROM				
[a] * ICICI Bank Ltd.- Car Loans	1226010		0	
(Secured against the specific cars)				
Defaults:- NIL				
Principal Amount- ₹ 2000000/-				
Date of start of repayments- 15/01/2017				
Nos of Installments- 36 monthly installments				
Due Date of Last Installment- 15/12/2019				
Rate of Interest- 9.10% p.a.				
[b] Citibank NA Term Loan FCTL	0	1226010	922263	922263
[Foreign Currency Term loan A/c. Secured against pari passu mortgage/charge on all immovable & movable properties & personal guarantee of Directors]				
Defaults:- NIL				
Principal Amount- USD 169926.53 = ₹ 10000000/-				
Date of start of repayments- 8/09/2014				
Nos of Installments- 12 quarterly installments				
Due Date of Last Installment- 8/06/2017				
Rate of Interest- LIBOR+4 p.a.				
(The installment due in the next year for all the above long term borrowings are shown in the current maturities under Other Current Liabilities)				
FROM OTHER PARTIES:- UNSECURED				
[a] Fixed Deposits from Share holders	0	0	891409	891409
Total ₹		**1226010**		**1813672**
NOTE : 4 : OTHER LONG TERM LIABILITIES:-				
Employee Bond A/c- Repayable after one year	32000		10000	
OTHERS- Payables	0		1260	
OTHERS- Capital & Imported Goods	527503	559503	527503	538763
Total ₹		**559503**		**538763**
NOTE : 5 : SHORT TERM BORROWINGS :				
FROM BANKS:- SECURED				
[a] C.C.Hypo A/c. :				
* Citi Bank N.A.	66753138		107424150	
* Axis Bank Ltd.	77743604		79841743	
[HP. C.C. A/c. Secured against pari passu mortgage/ charge on all immovable properties & stocks of Raw Materials, Stores, Finished Goods etc. & personal guarantee of Directors.]				
[b] P.C.F.C.A/c. :				
* Citi Bank N.A.	106505830		122674965	
[P. C. F. C. A/c. Secured against mortgage/charge on all immovable properties & book debts relating to to mfg. units, office premises & personal guarantee of Directors.]		251002572		309940858
FROM OTHER PARTIES:- UNSECURED				
[a] Fixed Deposits from Share holders	977819	977819	1479933	1479933
Total ₹		**251980391**		**311420791**

Particulars	31/03/2017		31/03/2016	
	Rupees	Rupees	Rupees	Rupees
NOTE : 6 : TRADE PAYABLES :				
* Micro, Small & Medium Enter. (For Goods- Unsecured)		3782118		10421012
* Others (For Goods- Unsecured)		13022488		18527737
* Others (For Capital Goods & Imported Goods- Unsecured)		17493439		16460435
Total ₹		**34298045**		**45409184**

Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

The company is required to make certain disclosures regarding outstanding dues and the payments made to Sundry Creditors under The Micro, Small and Medium Enterprises Development Act, 2006. On the basis of the information and the records available with the Company, the following disclosures are made for the amount due to the Micro Small and Medium enterprises who have registered with the competent authorities:-

Sr.	Particulars	31/03/2017	31/03/2016
1	Amount of interest paid by the Company in terms of Section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year.	0.00	0.00
2	Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the day during the year) but without adding the interest specified under the MSMED.	0.00	0.00
3	Amount of interest accrued and remaining unpaid at the year end of the accounting year.	0.00	0.00

NOTE : 7 : OTHER CURRENT LIABILITIES :

Particulars	31/03/2017		31/03/2016	
	Rupees	Rupees	Rupees	Rupees
Other Payables-Sundry Creditors (For Others- Unsecured)	9132917		6970983	
* Unclaimed Dividend	699422		3299306	
* Group Gratuity Ins Premium Payable	360134		0	
* Advance from Customers	361862		928833	
* Employee Bond A\c	43000		62000	
Refer Note No. 3				
* Citi Bank N.A.- FCTL & INR	901306		3689039	
* GIDC Lease Loans-for Land -Dahej	0		9719754	
* ICICI Bank Ltd.- Car Loans	621664		413954	
* Interest accrued but not due on borrowings-FCTL	0		18710	
Total ₹		**12120304**		**25102579**
NOTE : 8 : SHORT TERM PROVISIONS:-				
* Leave Encashment Salary Provisions	1734601		1518043	
Refer Note No. 28.1				
* Proposed Dividend	16992674		0	
* Tax on Proposed Dividend	3459297		0	
* Provision for Taxation for current tax	71425000		39800000	
Total ₹		**93611572**		**41318043**

NOTE : 9 : FIXED ASSETS

Sr No.	NAME OF THE ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As on 01/04/16 ₹	Addition during the Year ₹	Deduction during the Year ₹	As on 31/03/17 ₹	As on 01/04/16 ₹	Addition during the Year ₹	Deduction during the Year ₹	As on 31/03/17 ₹	As on 31/03/16 ₹	As on 31/03/17 ₹
1	Lease Hold Land	14718842	185726	0	14904568	0	0	0	0	14718842	14904568
	OWN ASSETS										
2	Building	141594705	940904	0	142535609	37188887	4696833	0	41885720	104405818	100649889
3	Machineries	235530152	24752012	3792219	256489945	82730215	17301846	1897092	98134969	152799937	158354976
4	Furniture	8434298	0	0	8434298	7334877	261834	0	7596711	1099421	837587
5	Motor Cycle	307790	0	0	307790	160685	26949	0	187634	147105	120156
6	Motor Car	6681197	4369327	2076059	8974465	2863576	959541	1497230	2325887	3817621	6648578
7	Office Equipments	3129272	225382	513675	2840979	2739205	163070	510417	2391858	390067	449121
8	Computer	1879948	66450	26699	1919699	1555115	204056	26579	1732592	324833	187107
9	Electric Fitting & Install.	17474931	1884929	0	19359860	9507303	2097089	0	11604392	7967628	7755468
10	Lab Equipments	9688328	396058	63200	10021186	5440438	824582	16594	6248426	4247890	3772760
11	Office Premises	5886491	0	0	5886491	1043010	98361	0	1141371	4843481	4745120
12	Pollu.Eff Treatment	50022939	4812274	1177000	53658213	16864285	3274899	306700	19832484	33158654	33825729
13	Resi.Premises	836390	0	0	836390	150550	13877	0	164427	685840	671963
14	Electric Motor & Pumps	2714541	425919	0	3140460	1911855	216222	0	2128077	802686	1012383
15	Fire fighting Equipments	585145	0	0	585145	251020	43666	0	294686	334125	290459
16	Gas Inst. & Fab	2311104	0	0	2311104	1374065	156354	0	1530419	937039	780685
17	Pipes & Valve Fittings	10314560	1160732	0	11475292	4284582	835968	0	5120550	6029978	6354742
18	Storage Tank	4213683	590000	0	4803683	1417352	252461	0	1669813	2796331	3133870
19	Dies	280160	0	0	280160	214841	11952	0	226793	65319	53367
	Total ₹	516604476	39809713	7648852	548765337	177031861	31439560	4254612	204216809	339572615	344548529
	Previous Years	488854257	29524935	1774716	516604476	146665545	31127935	761619	177031861	342188712	339572615
B	***INTANGIBLES:-***										
1	Software	2647392	0	0	2647392	2173893	269247	0	2443140	473499	204252
	TOTAL	2647392	0	0	2647392	2173893	269247	0	2443140	473499	204252
	Previous Years	2647392	0	0	2647392	1893699	280194	0	2173893	753693	473499
C	***Capital Work In Progress- Project under Implementation***										
1	Lease Hold Land	94401039	1543851	0	95944890	0	0	0	0	94401039	95944890
	Pre operative Exps- Dahej (At Dahej GIDC)	0	1795000	0	1795000	0	0	0	0	0	1795000
	Staff Housing Colony (Under Const)	0	463183	0	463183	0	0	0	0	0	463183
	TOTAL	94401039	3802034	0	98203073	0	0	0	0	94401039	98203073
	Previous Years	91755919	2645120	0	94401039	0	0	0	0	91755919	94401039

Notes:-

1 Opening balances have been regrouped wherever required

Particulars	31/03/2017 Rupees	31/03/2017 Rupees	31/03/2016 Rupees	31/03/2016 Rupees
NOTE : 10 : NON CURRENT INVESTMENTS :				
[a] **INVESTMENTS IN EQUITY (At Cost)**				
Trade Investments:-				
Unquoted Investments- Equity Shares				
(i) Investments in Subsidiary				
(1) Dynamic Overseas (India) P. Ltd. Shares	2060000		2060000	
[20600 Shares of ₹ 100 each (P.Y.F.20600)]		2060000		2060000
(ii) Investments in Associates				
* Dynemic Holdings Pvt.Ltd.	10100000		10100000	
[1010000 Shares Of ₹ 10 each (P.Y.F.1010000)]		10100000		10100000
(iii) Investments in Others				
* Enviro Technology Ltd. Shares	150000		150000	
[15000 Shares of ₹ 10 each(P.Y.F.15000)]				
* Bharuch Enviro Infrastructure Ltd.	12600		12600	
[1260 Shares of ₹ 10 each(P.Y.F.1260)]				
* Bharuch Eco-Aqua Infra.Ltd	784500		784500	
[78450 Shares of ₹ 10 each (P.Y.F.78450)]				
* Forum (Chandolidia) Aawas Owner's Asso.	100		100	
[1 Share of ₹ 100 each (P.Y.F.100)]				
* Ank.Res. &.Analy.Inf.Ltd.	10000		10000	
[1000 Shares of ₹ 10 each (P.Y.F.1000)]				
		957200		957200
[b] **Investments in Mutual Funds**				
Non-Liquid Dividend Plan (Balance)				
List for purchases & sales of MF is given seperately				
IndiaReit Fund Scheme IV	949055		1382201	
(The list is attached as Annexure showing	949055		1382201	
cost and market value of all MF)		949055		1382201
Total ₹		**14066255**		**14499401**
NOTE : 11 : LONG TERM LOANS & ADVANCES:-				
[a] Deposits- Deposits with govt bodies & others	9321267		12998048	
[b] Capital Advance	20669235		20669235	
[c] Other Loans & Advances	3654780		2597449	
(Unsecured, considered good)				
Total ₹		**33645282**		**36264732**
NOTE : 12: OTHER NON CURRENT ASSETS :				
(Unsecured, Considered Good)				
* Trade Receivables	70000		1191802	
Total ₹		**70000**		**1191802**
NOTE: 13: INVENTORIES :				
Valued at Cost or Net realisable value whichever is lower				
[As per Inventory taken, valued and Certified by				
Directors of the Company]				
* Raw Materials	50008431		59528607	
* Packing Material	1102112		2155368	
* ETP stock	15875		15313	
* Trading Materials	0		590	
* Work in progress	19989392		12435981	
* Finished Goods	148862217		124651305	
* Finished Goods (Captive)	866385		1023739	
Total ₹		**220844413**		**199810903**

Particulars	31/03/2017 Rupees	31/03/2017 Rupees	31/03/2016 Rupees	31/03/2016 Rupees
NOTE : 14 : TRADES RECEIVABLES				
(Unsecured Considered Good)				
* Due Over Six Months.	0		545081	
* Others (Less Than 6 Months)	279968808		258339862	
Total ₹		**279968808**		**258884943**
NOTE: 15 : CASH AND CASH EQUIVALENTS :				
* Cash-in-hand	162391		187704	
(Includes Foreign Currency US $ 73834/-)				
* Balance with Schedule Bank in current a/c#	4798489		8987470	
# Balance include Unclaimed Dividend of ₹ 699422/-				
(PY ₹ 3299306/-)				
* Balance with Non-Schedule Bank in current a/c	103803		67877	
* Fixed Deposits with Banks *	9247631		8038851	
* Fixed deposits include deposits of ₹ 8859198/-				
(PY ₹ 189947/-) with maturity of more than 12 months				
Total ₹		**14312315**		**17281902**
NOTE : 16: SHORT TERM LOANS AND ADVANCES :				
(Unsecured, Considered Good)				
* With Excise & Vat Authorities	92949093		88796294	
* Deposits- Deposits with govt bodies & others	8941135		1871305	
* Other Loans & Advances	2693810		2728980	
* Advance Income tax	71500000		40500000	
* Advances given for expenses	824467		2764181	
* Advances given for goods	109169		625000	
Total ₹		**177017674**		**137285760**
NOTE : 17: OTHER CURRENT ASSETS :				
(Unsecured, Considered Good)				
* Other Receivables	4711657		5404344	
Total ₹		**4711657**		**5404344**
NOTE : 18 : SALE OF PRODUCTS :				
Particulars of sale of Products				
Dyes & Intermediates	439302718		363226210	
Sythetic Food Colours	1103242465		954850575	
Others	27641475		42740195	
TOTAL		**1570186658**		**1360816979**
NOTE : 18A : OTHER OPERATING INCOME :				
* Cash Discount Received	415743		207966	
* Foreign Exchange Gain & Loss- Exports & Imports	7714693		1731785	
* Export Incentive Income	31287750		23381866	
* Misc. Income	2811		5034	
* Quantity Discount	1004703		968924	
* Scrap Sale Income	1299865		1381332	
TOTAL		**41725565**		**27679658**

Particulars	31/03/2017 Rupees	31/03/2017 Rupees	31/03/2016 Rupees	31/03/2016 Rupees
NOTE: 19 : OTHER INCOME				
* Office Rent Income	44000		108000	
* Interest On GEB & ETL Deposit	898469		502002	
* Interest on Gas Security Deposit	151709		0	
* Interest& Capital Gain-India Reit	58000		267033	
* Interest on HDFC Real Estate Fund	0		538110	
* Interest on FD (Bank)	906174		707706	
* Interest on Staff Loan	2815		15834	
TOTAL		2061167		2138684
LESS:- EXPENDITURE RELATING TO INCOME ON INVESTMENTS				
* HDFC Real Estate - Interest Expenses	0		1046314	
* Performance Fees (HDFC Real Estate)	0		833204	
* Management Cons. Fees & Entry Load	58816		24539	
TOTAL	58816		1904057	
TOTAL OTHER INCOME (NET)		**2002351**		**234627**
NOTE: 20 : COST OF RAW MATERIALS CONSUMED				
* Opening Stock	59529197		50856392	
Add. : Purchase during the year	841058678		682829494	
	900587876		733685886	
Less : Closing Stock	50008431		59528607	
Total ₹		**850579445**		**674157279**
NOTE : 21 : CHANGES IN INVENTORIES				
OPENING INVENTORIES :				
* Finished Goods	124651305		162709171	
* Finished Goods (Captive)	1023739		1340680	
* Trading Materials	0		568	
* Work-in-Progress	12435981		17961263	
		138111025		182011682
CLOSING INVENTORIES :				
* Finished Goods	148862217		124651305	
* Finished Goods (Captive)	866385		1023739	
* Trading Materials	0		590	
* Work-in-Progress	19989392		12435981	
		169717995		138111615
CHANGES IN INVENTORIES		**-31606970**		**43900067**

Particulars	31/03/2017		31/03/2016	
	Rupees	Rupees	Rupees	Rupees
NOTE : 22 : EMPLOYEES BENEFITS EXPS. :-				
* Salary & Wages to Employees	33283473		33156489	
* Salaries & Bonus to Directors	8170418		8140430	
* Commission to Managing Director	4250000		2352000	
Refer Note No. 27.3				
* Contribution to PF	2394456		2390336	
* Other Salary & Wages Expense	1110850		2529352	
* Leave Salary (Inc. Provisions-unpaid)	1441874		1718488	
Refer Note No. 28.1- Inc. paid to Directors- ₹ 250269/- (PYF ₹ 547980/-)				
Gratuity Inurance Premium Paid to LIC	360134		1135610	
* Bonus & other expenses	9525098		8013495	
Total ₹		**60536303**		**59436200**
NOTE : 23 : FINANCE COSTS :-				
* Interest	11243914		16880999	
* Forex Gain Loss on FCTL	81422		529878	
* Other Financial Charges	3686286		3490640	
Total ₹		**15011622**		**20901517**
NOTE : 24 : OTHER MANUFACTURING EXPS:-				
A **PACKING MATERIAL CONSUMED**				
* Op. Stock	2155368		2531227	
Add: Purchases during the year	27759507		24196423	
	29914876		26727650	
Less : Closing stock	1102112		2155368	
Total ₹		**28812763**		**24572282**
B **E.T.P MATERIAL CONSUMED**				
* Op. Stock	15313		122051	
Add: Purchases during the year	1233030		1281654	
	1248343		1403705	
Less : Closing stock	15875		15313	
Total ₹		**1232468**		**1388392**
C **POWER & FUEL CONSUMED**				
* Electric Power & Burning	46868331		47625588	
* Fuel Purchased & Consumed	2336651		1521616	
* Gas Consumption Charges	71671629		90324213	
Total ₹		**120876611**		**139471417**
D **OTHER MFGS. EXPENSES**				
* Transportation	10145200		8535235	
* Conversion/Job Charges.	7364077		3135366	
* Factory Exp	6097030		3830617	
* Labour Charges	27649015		25095922	
* Forwarding & Handling Charges	21046009		18029147	
* Pallatisation Charges	124410		157792	
* ETP Expense	21776944		11435293	
* R & D Exps.	0		47470	
* Cst on Purchase	1425606		1084626	
* Safety Exps.	536780		540475	
* Consumable Stores	5976039		4717827	
Total ₹		**102141110**		**76609770**
TOTAL:- MANUFACTURING COST		**253062952**		**242041861**

Particulars	31/03/2017		31/03/2016	
	Rupees	Rupees	Rupees	Rupees
NOTE : 25 : REPAIRS AND MAITENANCE EXPS:-				
* Electrical Parts & Maintenance	241744		339467	
* ETP Parts & Maintenaces	9853466		8049069	
* Machinery Parts Repairs & Maintenance	7662067		7326095	
* Building Repairing	1599110		2342858	
* Computer Maintenance & Consumables	303237		295778	
* Vehicle Repairing Exp	128292		166408	
* Furniture, Office Reparing & Maintenance	181969		160636	
* Consumable Stores (Plant, Mee & Electricals)	16165867		16832598	
Total ₹		**36135752**		**35512909**
NOTE : 26 : ADMINISTRATIVE AND OTHER EXPS:-				
* Consultancy, Legal & Professional Fees	2390540		1268393	
* Exhibition Expense	2242255		1209332	
* Donation to Charitable Institutes	3612486		2182000	
* Insurance Premium	1775353		1474009	
* Petrol Exps	361999		309270	
* Sitting Fees to Directors	120000		120000	
* Selling Commission	4561445		2686162	
* Staff Welfare Expense	3007274		2753447	
* Telephone Expense-Others	273111		245361	
* Travelling & Conveyance	97705		137144	
* Bad Debts	1091633		0	
* Angadia & Courier Expense	1185061		1126473	
* Audit Fees	375000		375000	
* Cost Audit Fees	85000		85000	
* FDA Approval Fees	4354396		4224351	
* Lab-Testing Expense	700539		916458	
* Misc Office Expense	203518		172009	
* Rates & Quality Difference.	1665407		0	
* Office Electric Bill Expense	338678		371780	
* Security Expense	1301131		1147074	
* Stationery & Printing Exp- Incl (Annual Reports)	651002		868087	
* Water Charges	701443		702281	
* Sales Promotion Expense	295142		1882419	
* Regi. Certification, Renewal & Filing Fees	1323293		1251295	
* Advertisement Expense	286597		216388	
* Loss/Profits on sale/w/o of assets	2076427		399172	
* Other Administrative & Establishment Expense	6861567		6220468	
Total ₹		**41938002**		**32343372**

Notes on Financial Statements for the Year ended 31st March 2017 :

Note 27 Additional information to the financial statements

27.1 Contingent Liabilities and Commitments:-

		As at 31 March, 2017	As at 31 March, 2016
I	**Contingent Liabilities:-**		
	Claims against the company / disputed liabilities not acknowledged as debts*		
	(a) Letter of Credits & Bank Guarantees- Citi Bank	3214325	3964463
	(b) Letter of Credits & Bank Guarantees- Axis Bank	8536802	6227987
	(c) In respect of Tax matters of the company:-		
	(i) Rebate claims submited by us rejected by Excise Dept. and the revision appeal is pending with Joint Secretary, Ministry of Finance, New Delhi	1605754	1605754
	(ii) Deduction of interest from our refund amount of vat credit appeal is pending with Dy Commissioner of Commercial Tax, Vadodara.	1046875	1046875
	(iii) Cenvat credit taken on invoice of dealer in which RG 23 D entry No. not mentioned, appeal is pending with Commissioner (Appeals) Surat-II	215278	215278
	(iv) S.tax Credit availed on payment of service tax on Commission income on purchase of DEO on the ground that it is not input services, appeal is pending with CESTAT, Ahmedabad	63992	63992
	(v) Disallowance U/s 14A Rule 8D & 40(a)(ia) of Income Tax Act 1961, for AY 2011-12, appeal is pending with CIT Apeals-I	603570	0
II	**Commitments:-**		
	(a) Estimated amount of contracts remaining to be executed on capital account and not provided for Tangible assets	1607485	1607485
	Intangible assets	0	0
	(b) Uncalled liability on shares and other investments partly paid	0	0
	(c) Other commitments (specify nature)	0	0

27.2 Calculation of Managerial Remunerations:-

A Net profit available for calculation of commission payable to Managing Director:-

(As per Section 198 of The Companies Act 2013)

Sr. no	Particulars	Amt. ₹
1	Net profit before tax as per Profit & Loss A/c	206205493
	Add:- 1. Loss on sale of Assets	2076427
	2. Commission to Managing Director	4250000
	Net Profit available for calculation of Commission	212531920
2	2% Commission payable to Managing Director	4250638
	Actual Commission paid or payable as per the approval given by AGM dated. 25/09/2015	4250000

B Over all managerial Remuneration paid or payable during the year:-

Sr. no	Particulars	Amt. ₹
1	Salaries and other benefits paid	8420687
2	Commission paid to Managing Director	4250000
	Total ₹	12670687

C.	The limit as per Section 197 of the Companies Act 2013, which is 11% of the Net profit	22911011

Notes on Financial Statements for the Year ended 31st March 2017 :

27.3 Calculation of Contribution towards Corporate Social Responsibility:
(As per requirement of Section 135 of the Companies Act 2013)

Year	2015-16	2014-15	2013-14
Net Sales	1262985401	1250356724	1138378551
Other Operating Income	26295576	33210648	25266774
Total	**1289280977**	**1283567372**	**1163645325**
Other Income	234627	2814734	285885
Total Revenue	**1289515604**	**1286382106**	**1163931210**
Total Expenses	**1175676230**	**1158154594**	**1007191861**
PBT	**113839374**	**128227512**	**156739349**

Note

* From Other Operating Income, the Old Machinery Scrap Income has been deducted.

* From Other Income, the Prov for Diminution in value of Investment has been deducted.

* From Expenses, the Loss on sale of assets has been deducted.

Average of three years PBT	**132935412**
2% of above	**2658708**
Contribution made during the year	**2947486**
Amount overspent if any	**288778**
Last year Unspent amount as on 31-03-2016	**284856**
Total Overspent amount as on 31-03-2017	**3922**
(Given to Shri Arvindo Institute of Applied Scientific Research Trust- ₹ 29 lacs and to Gunjala Gram Panchayat - ₹ 0.47 lac.)	

27.4 Disclosure as per Regulation 34(3) and 53(f) of SEBI (LODR), 2015

Loans and advances in the nature of loans given to subsidiaries, associates and others and investment in shares of the Company by such parties:

Name of the party	Relationship	As at 31 March, 2017	As at 31 March, 2016
Dynamic Overseas (India) Pvt Ltd	Subsidiary Company	0	0

27.5 Value of imports calculated on CIF basis @:

Particulars	As at 31 March, 2017	As at 31 March, 2016
Raw Materials	112460015	94030958
Stores & Spares	NIL	NIL
Capital Goods	NIL	NIL

27.6 Expenditure in foreign currency :

Sr. No	Particulars	As at 31 March, 2017	As at 31 March, 2016
1	Exibition Expenses	1408026	720752
2	FDA Approval Fees	4354396	4224351
3	Travelling Exps	447578	756778
4	Lab Testing	0	0
5	Certification, Legal & Professional Fees	213094	209344
6	Selling Commission	695279	678211.6
	TOTAL	**7118373**	**6589436**

27.7 Amounts remitted in foreign currency during the year on account of dividend:

Sr. No	Particulars	As at 31 March, 2017	As at 31 March, 2016
1		0	0
	TOTAL	**0**	**0**

Notes on Financial Statements for the Year ended 31st March 2017 :

27.8 Earnings in foreign exchange:

Sr. No	Particulars	As at 31 March, 2017	As at 31 March, 2016
1	Export of goods calculated on FOB basis	737412276	703488569
2	Other income, indicating the nature thereof.	0	0
	TOTAL	**737412276**	**703488569**

27.9 Remuneration to Auditors

Particulars	Current Year Amount ₹	Previous Year Amount ₹
As Audit Fees	300000	300000
As Tax Audit Fees	75000	75000
For Taxation	335000	250000
For Other Matters- Certification	125000	100000
For Service Tax	122750	95350

27.10 RECONCILATION OF CASH BALANCE FROM 08/11/2016 TO 30/12/2016

(As per the notifications dated March 30, 2017, MCA has amended the Companies (Audit and Auditors) Amendment Rules, 2017 and Amendment to Schedule III to the Companies Act, 2013.)

Sr No	Particulars	SBN		Other Denomination Notes		Total	
		Denomination	Amount	Denomination	Amount	Denomination	Amount
1	Closing Cash Balance as at 8 November 2016	1000*114 & 500*718	473000	NA	88235	0	561235
2	Transactions between 9th November 2016 and 30th December 2016	0	0	0	0	0	0
3	Add: Withdrawal from Bank accounts	0	0	NA	586000	0	586000
4	Add : Receipts for permitted transactions	0	0	NA	25241	0	25241
5	Add : Receipts for non-permitted transactions (if any)	0	0	0	0	0	0
6	Less : Paid for permitted transactions	0	0	NA	547377	0	547377
7	Less : Paid for non-permitted transactions (if any)	0	0	0	0	0	0
8	Less: Deposited in bank accounts	1000*114 & 500*718	473000	0	0	0	473000
9	Closing Cash balance as at 30 December 2016	0	0	NA	152099	0	152099

Note:- The details of denomination of other notes,i.e. other than SBN is not made available and so not given.

27.10 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification/ disclosure. Paise have been rounded upto the nearest rupee.

NOTE 28 DISCLOSURES UNDER ACCOUNTING STANDARDS:

28.1 DISCLOSURES AS PER AS 15R- Employees Benefits

The disclosures of "Employee Benefits" defined as per accounting standard AS 15 are given as below :-

Defined Contribution Plans:-

Contribution to Defined Contribution Plans, recognised as expense for the year is as under:-

Particulars	2016-17	2015-16
Employer's Contribution to Provident & Other funds	2394456	2390336
Group Gratuity Insurance Premium paid to LIC	360134	1135610

(Group Gratuity Fund is managed by the LIC and the company pay the defined contribution as premium to the LIC of India.)

Notes on Financial Statements for the Year ended 31st March 2017 :

Defined Benefits Plans:-

The present value of obligation is determined based on actuarial valuation using Projected Unit Credit Method. The Leave encashment is recognised on the basis of the actuarial valuation, valued by actuary, M/s K.A. PANDIT.

1) Acturial assumptions of Defined Benefit Obligations

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Discount Rate Current Period	7.52%	8.01%	7.52%	8.01%
Rate of Return on Plan Assets Current Period	NA	NA	7.52%	8.01%
Salary Escalation Current Period	7.00%	7.00%	7.00%	7.00%
Attrition Rate Current Period	2.00%	2.00%	2.00%	2.00%

2) Reconcilation of opening and closing balances of Defined Benefit Obligations

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Liability at the beginning of the year	1,518,043	1315386	7,648,910	5613059
Interest Cost	121595	104442	612678	445677
Current Service Cost	986195	822906	737347	593450
Benefit Paid	(1225316)	(1515831)	(314441)	(19038)
Acturial (Gain)/ Loss on Obligation Due to change in Financial Assumptions	90,455	(11,524)	454,306	(61,776)
Actuarial (gain)/loss on obligations	243629	802664	(554556)	1077538
Liability at the end of the year	1,734,601	1,518,043	8,584,245	7,648,910

3) Reconcilation of opening and closing balances of the fair value of the plan assets

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Fair Value of Plan Assets at the beginning of the year	-	-	6779502	5368354
Expected Return on Plan Assets	-	-	543038	426247
Contributions	-	-	1135005	936044
Expected Contribution by the Employer	-	-		
Assets Transferred in/ Acquisitions	-	-	-	-
(Assets Transferred out/ Divestments)	-	-	-	-
Benefit Paid	-	-	(314441)	(19038)
Actuarial gain/(loss) on Plan Assets	-	-	1537	67895
Fair Value of Plan Assets at the end of the year	-	-	8144641	6779502
Total Actuarial Gain/(Loss) To Be Recognised	-	-	-	-

4) Reconcilation of Acturial (Gain)/Losses Recognised in the Statement of Profit or Loss

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Acturial (Gain)/Loss on Obligation for the period	334084	791140	(100249)	1015762
Acturial (Gain)/Loss on Plan Assets for the period	0	0	(1537)	(67895)
Sub Total	334084	791140	(101786)	947867
Acturial (Gain)/Loss Recognised in the Profit and Loss	334084	791140	(101786)	947867

5) Actual Return on Plan Assets

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Expected Return on Plan Assets	-	-	543048	426247
Actuarial gain/(loss) on Plan Assets	-	-	1537	67895
Actual Return on Plan Assets	-	-	544575	494142

Notes on Financial Statements for the Year ended 31st March 2017 :

6) Reconcilation of the amount recognised in the balance sheet

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Liability at the end of the year	(1734601)	(1518043)	(8584245)	(7648910)
Fair Value of Plan Assets at the end of the year	-	-	8144641	6779502
Funded Status (Surplus/Deficit)	(1734601)	(1518043)	(439604)	(869408)
Unrecognised Past Service Cost	-	-	-	-
Amount Recognisable in the Balance Sheet (As per Acturial)	-	-	(439604)	(869408)
Amount Recognised in the Balance Sheet	(1734601)	(1518043)	(360134)	(1135610)

7) Reconcilation of the expenses recognised in the statement of Profit or Loss

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Current Service Cost	986195	822906	737347	593450
Interest Cost	121595	104442	69640	19430
Expected Return on Plan Assets	-	-	-	-
Past Service Cost (Non Vested Benefit) Recognised	-	-	-	-
Past Service Cost (Vested Benefit) Recognised	-	-	-	-
Recognition of Transition Liability	-	-	-	-
Acturial (Gain) or Loss	334084	791140	(101786)	947867
Expense Recogniseable in P& L- as per actuarial valuation	1441874	1718488	705201	1560747
Expense Recognised in P& L	1441874	1718488	360134	1135610

8) Balance Sheet Reconcilation

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Opening Net Liability	1518043	1315386	869408	244705
Expense as above	1441874	1718488	705201	1135610
Transfer from other company	-	-	-	-
Transfer to other company	-	-	-	-
Employers Contribution	(1225316)	(1515831)	(1135005)	(936044)
Amount Recogniseable in Balance Sheet	1734601	1518043	439604	869408

9) Other Reconcilations

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
NO OF MEMBERS	170	161	170	161
SALARY PM	3389782	3394112	1695420	1697055
Projected Benefit Obligation (PBO)	1734601	1518043	8584245	7648910
CONTRIBUTION FOR NEXT YEAR	-	-	1232442	1606755

10) Category of the assets - Investment Details

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Government of India Assets	-	-	-	-
Corporate Bonds	-	-	-	-
Special Deposits Scheme	-	-	-	-
State Govt	-	-	-	-
Property	-	-	-	-
Other	-	-	-	-
Insurer Managed Funds	-	-	8144641	6779502
Total	-	-	8144641	6779502

Notes on Financial Statements for the Year ended 31st March 2017 :

11) Reconcilation of Experience Adjustments

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Experience adjustments on plan liabilities (Gain)/Loss	243629	802664	(554556)	1077538
Experience adjustments on plan Assets Gain/(Loss)	0	0	1537	67895

28.2 DISCLOSURES AS PER AS 17- Segment Reporting

Segmental Reporting :-

Segment information for primary reporting (by business segment).

In accordance with the Accounting Standard -17 on "Segment Reporting" issued by the Institute of Chartered Accountants of India, the Company has its operation in manufacturing, and marketing of Dyes & Dyes Intermediates. The primary reporting segment for the company, therefore is the business segment, viz., Dyes & Dyes Intermediates.

Segment information for secondary reporting (by geographical segments)

The secondary reporting segment for the company is the geographical segment based on the location of customers which is :- 1) Domestic, 2) Export

Information about secondary segments:-

Particulars	Domestic	Exports	Unallocated	Total
Revenue by geographical market	488661643	953561043	0	1442222686
	(410525419)	(852459982)	(0)	(1262985401)
Carrying amount of Segment Assets (Gross)	1028162576	159429680	0	1187592256
(Exports Receivables)	(931889046)	(173181896)	(0)	(1105070942)

Figures in brackets are for the previous year.

28.3 DISCLOSURES AS PER AS 18- Related Party Transactions

A] List of parties where control exist

(i) Subsidiary Company

* Dynamic Overseas (India) Pvt.Ltd.

B] Other related parties with whom transactions have taken place during the year

(ii) Associates :-

* Dynemic Holdings Pvt Ltd

(iii) Key management personnel :-

Mr. B.K.Patel	Managing Director
Mr. Rameshbhai B.Patel	Wholetime Director
Mr. Dasharathbhai P.Patel	Wholetime Director
Mr. Dixit B.Patel	Wholetime Director
Mrs. Varsha Mehta	Company Secretary
Mrs. Amisha Patel	Chief Financial Officer

Notes on Financial Statements for the Year ended 31st March 2017 :

C] Transactions with related parties :-

Nature of Transaction	Key Managerial Personnel & their Relatives ₹		Subsidiary Companies Amt.₹		Associates Amt.₹	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
Fixed Deposits taken						
Taken during the period	0	0	0	0	0	0
Repaid during the period	202847	3359455	0	0	0	0
Closing Balance	426739	657628	0	0	0	0
Loans & Advances						
Given during the period	0	0	0	0	0	0
Settled during the period	0	0	0	0	0	0
Closing Balance	0	0	0	0	0	
Investments						
Given during the period	0	0	0	0	0	0
Settled during the period	0	0	0	0	0	0
Closing Balance	0	0	2060000	2060000	10100000	10100000
Sundry Debtors	0	0	0	0	0	0
Sundry Creditors	0	0	0	0	0	0
Purchase of Goods	0	887250	0	0	0	0
Conversion Charges	0	562276	0	0	0	0
Amount Expended on behalf of	15118008	13452507	0	0	0	0
Rent Income	0	0	0	0	44000	108000
Sales	0	55105	1499500	0	0	0

28.4 DISCLOSURES AS PER AS 20- Earning Per Share

The Earning per share, computed as per requirement under Accounting Standard-20 on Earning per Share, issued by the Institute of Chartered Accountants of India, is as under :

Particulars	2016-17	2015-16
Net Profit after tax (Amt.₹)	134380539	75175104
Weighted Average Nos. of Shares	11328449	11328449
Basic Earning per Share on nominal value of ₹ 10/-per share	11.86	6.64

28.5 DISCLOSURES AS PER AS 22- Accounting for Taxes on Income:

Deferred Tax :- The break up of deferred tax liability are as under :

Nature of timing difference	Deferred Tax Liability / Assets		
	Balance As on 31st March 2016	Debit/(Credit) for the year ₹	Balance As on 31st March 2017
(a) Depreciation	46152413	399953	46552366
Total	**46152413**	**399953**	**46552366**

As per our Report of even date
For : SHAH RAJESH & ASSOCIATES
CHARTERED ACCOUNTANTS.
FRN. 109767W

(Rajesh. D. Shah)
PROPRIETOR
M. No. 036232

Place : Ahmedabad
Date : 26/05/2017

For : DYNEMIC PRODUCTS LIMITED

(B. K. Patel) Managing Director
(D. P. Patel) Director

(R. B. Patel) Director
(D. B. Patel) Director

(Varsha Mehta) Company Secretary
(Amisha Patel) Chief Financial Officer

INDEPENDENT AUDITOR'S REPORT

To
The Members of
Dynemic Products Limited

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of DYNEMIC PRODUCTS LIMITED ("The Holding Company"), and it's subsidiary Dynamic Overseas (India) Pvt Ltd and it's associate Dynemic Holdings Pvt Ltd(collectively refered to as "The Group"), comprising of the Consolidated Balance Sheet as at March 31, 2017, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information. (hereinafter referred to as Consolidated Financial Statements)

Management's Responsibility for the Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act")that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its Subsidiary and Associates entities in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

The respective Board of Directors of the companies included in the Group and of its subsidiares and associates entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the Holding Company has an adequate internal financial controls system over financial reporting in place and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

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

Report on Other Legal and Regulatory Requirements

1 As required by the Companies (Auditor's Report) Order, 2015 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, based on the comments in the auditors' reports of the Holding company, subsidiary companies, associate companies and jointly controlled companies incorporated in India, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2 As required bySection143(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 purposesof our audit of the aforesaid consolidated financial statements.

(b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.

(c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

(d) In our opinion, the aforesaid consolidated 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 Holding Company as on 31st March, 2017 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, and associate companies incorporated in India, none of the directors of the Group companies, its subsidiary and its associate company incorporated in India is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our Report in "Annexure A", which is based on the auditors' reports of the Holding company, subsidiary companies, associate companies and jointly controlled companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Holding company's / subsidiary company's / associate company's / jointly controlled company's incorporated in India internal financial controls over financial reporting.

(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group, its associates and jointly controlled entities– Refer Note 27.1 to the consolidated financial statements.

ii. The Group, its subsidiary and its associate entities did not have any material foreseeable losses on long-term contracts including derivative contracts.

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and in case of its subsidiary company and associate company incorporated in India, it is not appliacble at present.

iv. The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management – Refer Note No. 27.10

For, **SHAH RAJESH & ASSOCIATES**
CHARTERED ACCOUNTANTS
FRN. 109767W

[RAJESH D. SHAH]
PROPRIETOR
M. No. 036232

Place : Ahmedabad
Date : 26-05-2017

ANNEXURE "A"
TO THE INDEPENDENT AUDITORS' REPORT

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

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act") In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended 31st March, 2017, we have audited the internal financial controls over financial reporting of Dynemic Products Limited (hereinafter referred to as "the Holding Company") and its subsidiary company and its associate company which are companies incorporated in India, as of that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The respective Board of Directors of the Holding company, its subsidiary company and its associate company which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the 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 Companies Act, 2013.

AUDITORS' RESPONSIBILITY

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

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

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

OPINION

In our opinion to the best of our information and according to the explanations given to us, the Holding Company, its subsidiary company, and its associate company which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For, **SHAH RAJESH & ASSOCIATES**
CHARTERED ACCOUNTANTS
FRN. 109767W

[RAJESH D. SHAH]
PROPRIETOR
M. No. 036232

Place : Ahmedabad
Date : 26-05-2017

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2017

Sr. No.	Particulars	Note	31/03/2017 Rupees	31/03/2017 Rupees	31/03/2016 Rupees	31/03/2016 Rupees
A.	**EQUITIES AND LIABILITIES :**					
1	**SHAREHOLDER'S FUNDS :**					
	[a] Share Capital	1	113284490		113284490	
	[b] Reserves and surplus	2	641275350	754559840	526818323	640102813
2	**MINORITY INTEREST**			655437		645012
3	**NON CURRENT LIABILITIES :**					
	[a] Long-term borrowings	3	1226010		1813672	
	[b] Deferred tax liabilities (net)		46625420		46222131	
	Refer Note No. 28.10					
	[c] Other long-term liabilities	4	559503		538763	
	[d] Long Term Provisions		0	48410933	0	48574566
4	**CURRENT LIABILITIES :**					
	[a] Short Term Borrowings	5	251980391		311420791	
	[b] Trade Payables	6	34298045		45409184	
	[c] Other current liabilities	7	12161665		25799163	
	[d] Short Term Provisions	8	93844572	392284673	41550143	424179280
	TOTAL - EQUITY AND LIABILITIES			**1195910883**		**1113501671**
B.	**ASSETS :**					
1	**NON CURRENT ASSETS :**					
	[a] Fixed Assets	9				
	(i) Tangible Assets		344950786		339983253	
	(ii) Intangible Assets		3115218		3384465	
	Net Block		348066004		343367719	
	Capital Work in Progress		98203073		94401039	
			446269077		437768758	
	[b] Non Current Investments	10	10549265		10964796	
	[c] Long-term loans and advances	11	33676152		36304610	
	[d] Other non-current assets	12	70000	490564493	1191802	486229966
2	**CURRENT ASSETS:**					
	[a] Current investments		0		0	
	[b] Inventories	13	220844414		199810903	
	[c] Trade receivables	14	279968808		258884943	
	[d] Cash and cash equivalents	15	22598047		25726987	
	[e] Short-term loans and advances	16	177223464		137444526	
	[f] Other current assets	17	4711657	705346390	5404344	627271704
	TOTAL - ASSETS			**1195910883**		**1113501671**
Significant Accounting Policies						
Notes on Financial Statements		1 to 28				

As per our Report of even date
For : SHAH RAJESH & ASSOCIATES
CHARTERED ACCOUNTANTS.
FRN. 109767W

(Rajesh. D. Shah)
PROPRIETOR
M. No. 036232

Place : Ahmedabad
Date : 26/05/2017

For : DYNEMIC PRODUCTS LIMITED

(B. K. Patel) Managing Director
(D. P. Patel) Director

(R. B. Patel) Director
(D. B. Patel) Director

(Varsha Mehta) Company Secretary
(Amisha Patel) Chief Financial Officer

CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31-03-2017

Sr. No.	Particulars	Note	31/03/2017 Rupees	31/03/2017 Rupees	31/03/2016 Rupees	31/03/2016 Rupees
	REVENUE					
A.	[a] Sales of Products	18	1577122455		1366002695	
	[b] Other Operating Income	18A	41906472		27948508	
			1619028928		1393951203	
	Less :- Excise Duty		127963972		97831578	
	INCOME FROM OPERATIONS			1491064956		1296119625
	[c] Other Income	19		2504150		668051
	TOTAL REVENUE ₹			**1493569105**		**1296787676**
B.	**EXPENSES :**					
	[a] Cost of Materials Consumed	20		850578855		674157279
	[b] Purchases of Stock-in-Trade			28284846		40707693
	[c] Changes in Inventories	21		-31606380		43900067
	[d] Employee Benefits Expenses	22		60568803		59468700
	[e] Finance Costs	23		15098871		20967526
	[f] Depreciation & Amortisations			31717188		31416510
	[g] **Other Exps:-**					
	Other Manufacturing Exps.	24	253486242		242245839	
	Repairs & Maintenance	25	36135752		35512909	
	Administrative, Selling & Other Exps.	26	42324216	331946210	32705096	310463844
	TOTAL EXPENSES ₹			**1286588392**		**1181081619**
	Profit before Taxation			206980713		115706055
	Less: Provision for Taxation					
	Current Tax			71658000		40032100
	Deferred Tax			403289		324630
	Add/ (Less):- Taxation of earlier years (Refunds/Paid)			0		(474206)
16	**Net Profit for the Year (Before adjustment for Minority Interest**			**134919424**		**75823532**
	Less:- Share of Profit Transferred to Minority Interest- DOPL			10425		10294
17	**Net Profit for the Year (After adjustment for Minority Interest**			**134908999**		**75813238**
	Earning Per Share					
	Basic			11.91		6.69
	Diluted			11.91		6.69
Significant Accounting Policies						
Notes on Financial Statements		1 to 28				

As per our Report of even date
For : SHAH RAJESH & ASSOCIATES
CHARTERED ACCOUNTANTS.
FRN. 109767W

(Rajesh. D. Shah)
PROPRIETOR
M. No. 036232

Place : Ahmedabad
Date : 26/05/2017

For : DYNEMIC PRODUCTS LIMITED

(B. K. Patel) Managing Director
(D. P. Patel) Director

(R. B. Patel) Director
(D. B. Patel) Director

(Varsha Mehta) Company Secretary
(Amisha Patel) Chief Financial Officer

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31/03/2017

Sr.	Particulars	31/03/2017	31/03/2016
A]	**CASH FLOW FROM OPERATING ACTIVITIES**		
	Net Profit Before Tax & Extra Ordinary Items	206963098	115572311
	Adjustments For :-		
	Depreciation & Amortisations	31717188	31416510
	Depreciation Written Back	(4254612)	(761619)
	Finance Costs	15098871	20967526
	Profit / Loss on Sale / Replacement of Fixed Assets	2076427	399172
	Interest / Dividend / Capital Gains Income	(2530535)	(642306)
	OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	**249070437**	**166951592**
	Adjustments For :-		
	Trade Receivables	(19962062)	(41401974)
	Inventories	(21033510)	35710448
	Trade Payables	27566532	(39598508)
	Loans, Advances & Other Receivables	(36457792)	19289301
	CASH GENERATED FROM OPERATIONS	**199183605**	**140950860**
	Direct Taxes Paid	(71658000)	(40032100)
	NET CASH FROM OPERATING ACTIVITIES	**127525605**	**100918760**
B]	**CASH FLOW FROM INVESTING ACTIVITIES**		
	Purchase of Fixed Assets	(43611747)	(32170055)
	Sale of Fixed Assets	5572425	1375544
	Sale of Investments	433147	2348354
	Income Tax Refund / Paid For Earlier Years	0	474206
	Interest / Dividend / Capital Gains Income Received	2530535	642306
	NET CASH USED IN INVESTING ACTIVITIES	**(35075641)**	**(27329644)**
C]	**CASH FLOW FROM FINANCING ACTIVITIES**		
	Proceeds From Borrowings	(60028062)	(23845185)
	Interest & Fincanical Charges Paid	(15098871)	(20967526)
	Dividend & Dividend Tax Paid	(20451971)	(20451971)
	NET CASH USED FROM FINANCING ACTIVITES	**(95578904)**	**(65264684)**
D]	**NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)**	**(3128939)**	**8324432**
E]	**CASH AND CASH EQUIVALENTS(OPENING)**	**25726987**	**17402555**
F]	**CASH AND CASH EQUIVALENTS(CLOSING) (D + E)**	**22598047**	**25726987**

As per our Report of even date
For : SHAH RAJESH & ASSOCIATES
CHARTERED ACCOUNTANTS.
FRN. 109767W

(Rajesh. D. Shah)
PROPRIETOR
M. No. 036232

Place : Ahmedabad
Date : 26/05/2017

For : DYNEMIC PRODUCTS LIMITED

(B. K. Patel) Managing Director
(D. P. Patel) Director

(R. B. Patel) Director
(D. B. Patel) Director

(Varsha Mehta) Company Secretary
(Amisha Patel) Chief Financial Officer

SIGNIFICANT ACCOUNTING POLICIES ON CONSOLIDATED ACCOUNTS

A PRINCIPLES OF CONSOLIDATION :-

The financial statements of the subsidiary companies used in the consolidation are drawn up to the same reporting date as of the company.

The consolidated financial statements have been prepared on following basis :-

(i) The financial statements of the Company and its subsidiary company have been combined on a line-by-line basis by adding to gether like items of assets, liabilities, income and expenses. after fully eliminating intra-group balances and intra-group transactions in accordance with Accounting Standard (AS 21)- "Consolidated Financial Statements" unrealised profit or losses have been fully eliminated.

(ii) The excess of cost to the Company of its investments in the subsidiary company over its share of equity of the subsidiary companies at the dates on which the investments in the subsidiary companies are made, is recognised as "Goodwill" being an assets in the consolidated financial statements.

(iii) Minority interest in the net assets of consolidated subsidiary consist of the amount of equity attributable to the minority shareholders at the dates on which investments are made by the Company and further movements in their share in the equity, subsequent to the dates of investments,

(iv) Investment in Associate Companies has been accounted under the equity method as per Accounting Standard (AS) 23 - "Accounting for Investments in Associates in Consolidated Financial Statements".

(v) The Company accounts for its share of post acquisition changes in net assets of associates, after eliminating unrealised profits and losses resulting from transactions between the Company and its associates to the extent of its share, through its Consolidated Profit and Loss Statement, to the extent such change is attributable to the associates' Profit and Loss Statement and through its reserves for the balance based on available information.

(vi) As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the Company's separate financial statements.

B Other Significant Accounting Policies :

1] BASIS OF PREPARATION OF FINANCIAL STATEMENT & ACCOUNTING :-

(i) The Annual Accounts have been prepared on the Historical cost basis and confirms to the statutory provisions of Companies Act, 2013 and General Accounting practices prevailing in the country, and the Accounting Standards issued by the Institute of Chartered Accountants of India and the guidelines issued by the Securities and Exchange Board of India.

(ii) The Accounts have been prepared on accrual basis.

2] FIXED ASSETS, DEPRECIATION AND CAPITAL WORK IN PROGRESS:-

(i) Fixed Assets have been accounted for at their Historical Cost.

(ii) During the year, the company has provided the depreciation on straight line method at rates for single shift specified in Schedule II of the Companies Act, 2013 (the Act) on the prorata basis for the additions to the Fixed Assets on the life of the Fixed Assets as specified in the Schedule II of the Act.. During the year, the company evaluated the requirement of Schedule II of the Companies Act, 2013, in respect of the useful lives of its fixed assets, and accordingly depreciation has been provided.

(iii) All Fixed Assets are valued at Cost Less Accumulated depreciation (Other than land where no depreciation is charged). All costs relating to the acquisition and installations and initial financing costs relating to the borrowed funds attributable to acquisition of Fixed Assets up to date, the assets is put to use, have been capitalised.

3] INVESTMENTS :-

Long-term investments are stated at cost less provision for other than temporary diminution in value in the opinion of the management. Current investments comprising, investments in mutual funds, equities, and other instruments are stated at the lower of cost and fair market value, determined on a portfolio basis. Gain/Loss arising on disposal of investments are recognised as income / expenditure in the year of disposal.

4] RETIREMENT BENEFITS :-

Repayment for present liability of future payment of gratuity is being made to Approved Gratuity which fully cover the same under Group Gratuity Policy or Cash Accumulation Policy with Life Insurance Corporation of India. The Gratuity trusts are covered with Life Insurance Corporation of India (LIC) and premiums are paid on advise from LIC, which determines the same on the basis of actuarial valuation. Provision for Leave Encashments is made as at the year end as per the financial figures and other details provided and certified by the Actuaries M/s. K. A. PANDIT, as per their report dtd. 02/05/2017 The disclosures as per AS 15 is annexed sperately.

5] INVENTORIES :-

All Inventories are valued at lower of Cost or Net realisable value and the cost is ascertained on First in First Out basis wherever applicable.

6] SALES & REVENUE RECOGNITION :-

Sales are exclusive of Excise Duties and Sales tax. Revenue(Income) is recognised when no significant uncertainty as to determination / realization exists. Dividend income is recognised when the right to receive payment is established. Interest income is recognised on a time proportion basis taking into account the amount outstanding and the interest rate applicable.

7] TREATMENT OF EXCISE DUTY & SERVICE TAX :-

Excise duty / Service tax is accounted on the basis of both, payments made in respect of goods cleared / services provided. Excise Modvate credit on purchase have been transferred to Excise Modvate Receivable a/c.which has been transferred or set off against Excise duties payable on sales and balance have been shown as Excise Modvate Receivable A/c. under the head Current Assets, Loans and Advances in Balance sheet.

8] TREATMENT OF SERVICE TAX PAYABLE ON TRANSPORTATION EXPS. :-

Service tax payable on Transportation exps.has been credited to Service tax payable a/c. which has been set off agaist Modvate receivable for service tax paid on various exps.and balance of modvate receivable for Service tax paid on various exps. has been shown under the head Loans & Advances in Current Assets side of Balance Sheet.

9] FOREIGN CURRENCY TRANSACTIONS :-

Transactions in foreign currencies are recorded at the original rates of exchange in force at the time the transactions are effected. Balance in form of current assets and current liabilities in foreign currency, outstanding at the close of the year, are converted in Indian Currency at the appropriate rate of exchange prevailing on the date of the Balance Sheet. The resultant gain or loss is accounted during the year.

10] INTER DIVISIONAL TRANSFER :-

Interdivisional transfer of goods of ₹ 197806296/- (PYF 141324310/-) of independent marketable products for further processing are being included in respective heads of account at market value to reflect the true working of the respective unit. Any un-realised profit on stock is being eliminated while valuing the inventories.

11] TAXES ON INCOME :-

(i) Current tax is determined as tax payable in respect of taxable income of current year.

(ii) Deferred tax for the year is recognised on timing difference, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

(iii) Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or subsequently enacted by the Balance sheet date. Deferred tax assets / liabilities arising on account of unabsorbed depreciation under tax laws are recognised on to the extent there is virtual certainity of its realisation supported by convincing evidence. Deferred tax assets on account of other timing differences are recongnised only to the extent there is reasonable certainity of its realisation. At each Balance sheet date, the carrying amount of Deferred Tax are reveived to reassure realisation.

(iv) Tax on distributed profits payable in accordance with the provisions of the Income Tax Act, 1961 is disclosed in accordance with the Guidance Note on Accounting for Corporate Dividend Tax issued by ICAI.

12] IMPAIRMENT LOSS:-

As required by the Accounting Standards (AS 28) “Impairment of Assets” issued by ICAI, as informed to us, the company has carried out the assessment of impairment of assets. There has been no impairment loss during the year.

13] Contigent Liability :-

These, if any, are disclosed in the notes on accounts. Provision is made in accounts if it becomes probable that an out flow of resources embodying economic benefits will be required to settle the obligation.

Notes on Consolidated Financial Statements for the Year ended 31st March 2017

Particulars	31/03/2017 Rupees	31/03/2017 Rupees	31/03/2016 Rupees	31/03/2016 Rupees
NOTE : 1 : SHARE CAPITAL :				
[a] **Authorised Share Capital**		130000000		130000000
[13000000 Equity Share of ₹ 10/- each]				
[PYF 13000000 Equity Shares]				
		130000000		**130000000**
[b] **Issued, Subscribed and paid up :**				
[11328449 Equity Shares of ₹ 10/- each fully		113284490		113284490
paid up (PYF 11328449)].				
Total ₹		**113284490**		**113284490**

1.1 Details of shareholders holding more than 5% shares

Name of Shareholder	As at 31-03-2017 Nos of Shares	As at 31-03-2017 % held	As at 31-03-2016 Nos of Shares	As at 31-03-2016 % held
Bhagwandas Kalidas Patel	1207182	10.66	1207182	10.66
Rameshkumar Bhagwandas Patel	673241	5.94	671018	5.92
Dashrathbhai P Patel	689975	6.09	689975	6.09

1.2 The reconcilation of the number of share outstanding is set out below

Particulars	As at 31-03-2017 Nos of Shares	As at 31-03-2016 Nos of Shares
Equity shares at the beginning of the year	11328449	11328449
Add:-NIL	0	0
Less:-NIL	0	0
Equity shares at the end of the year	11328449	11328449

NOTE : 2 : RESERVES & SURPLUS :				
[a] **General Reserves :-**				
Opening Balance	40217820		35217820	
Add : Transferred from Profit & Loss A/c.	5000000	45217820	5000000	40217820
[b] **Share Premium on issue of Equity Shares**		103680201		103680201
[c] **Profit & Loss A/c.**				
Balance Carried forward from earlier year	382920302		332559036	
Less:- Transferred To Depreciation Fund	0		0	
Add:- Transfer from DTL	0		0	
Transfer of Transitional amount Ref Note No 27.2	382920302		332559036	
ADD:- Transferred from Profit & Loss A/c	134908999		75813238	
	517829300		408372273	
LESS:- Appropriations out of Profit & Loss A/c				
General Reserves	5000000		5000000	
Interim Dividend Paid	0		16992674	
Proposed Dividend	16992674		0	
Dividend Per Share ₹ 1.50 per share (PY ₹ 1.50)				
Tax on Proposed / Interim Dividend	3459297		3459298	
	25451971	492377329	25451972	382920302
Total ₹		**641275350**		**526818323**

Particulars	31/03/2017 Rupees	Rupees	31/03/2016 Rupees	Rupees
NOTE : 3 : LONG TERM BORROWINGS :				
[a] * ICICI Bank Ltd.- Car Loans	1226010		0	
(Secured against the specific cars)				
Defaults:- NIL				
Principal Amount- ₹ 2000000/-				
Date of start of repayments- 15/01/2017				
Nos of Installments- 36 monthly installments				
Due Date of Last Installment- 15/12/2019				
Rate of Interest- 9.10% p.a.				
[b] Citibank NA Term Loan FCTL	0	1226010	922263	922263
[Foreign Currency Term loan A/c. Secured against pari passu mortgage/ charge on all immovable & movable properties & personal guarantee of Directors.]				
Defaults:- NIL				
Principal Amount- USD 169926.53= ₹ 10000000/-				
Date of start of repayments- 8/09/2014				
Nos of Installments- 12 quarterly installments				
Due Date of Last Installment- 8/06/2017				
Rate of Interest- LIBOR+4 p.a.				
(The installment due in the next year for all the above long term borrowings are shown in the current maturities under Other Current Liabilities)				
FROM OTHER PARTIES:- UNSECURED				
[a] Fixed Deposits from Share holders	0	0	891409	891409
Total ₹		**1226010**		**1813672**
NOTE : 4 : OTHER LONG TERM LIABILITIES:-				
TRADE PAYABLES	0		0	
Sundry Creditors (For Goods- Unsecured)	0		0	
(Outstanding for more than one year)				
Micro, Small & Medium Enter. (For Goods- Unsecured)	0		0	
Advances from Customers (outstanding for more than one year)	0		0	
Employee Bond A/c- Repayble after one year	32000		10000	
OTHERS- Expenses	0		1260	
OTHERS- Capital Goods	527503	559503	527503	538763
Total ₹		**559503**		**538763**

Particulars		31/03/2017 Rupees	Rupees	31/03/2016 Rupees	Rupees
NOTE : 5 : SHORT TERM BORROWINGS :					
FROM BANKS:- SECURED					
[a]	**C.C.Hypo A/c. :**				
	* Citi Bank N.A.	66753138		107424150	
	* Axis Bank Ltd.	77743604		79841743	
	[HP. C.C. A/c. Secured against pari passu mortgage/ charge on all immovable properties & stocks of Raw Materials, Stores, Finished Goods etc. & personal guarantee of Directors.]				
[b]	**P.C.F.C.A/c. :**				
	* Citi Bank N.A.	106505830		122674965	
	[P. C. F. C. A/c. Secured against mortgage/ charge on all immovable properties & book debts relating to mfg. units, office premises & personal guarantee of Directors.]		251002572		309940858
	FROM OTHER PARTIES:- UNSECURED				
[a]	Fixed Deposits from Share holders	977819	977819	1479933	1479933
	Total ₹		**251980391**		**311420791**
NOTE : 6 : TRADE PAYABLES :					
*	Micro, Small & Medium Enter. (For Goods- Unsecured)	3782118		10421012	
*	Others (For Goods- Unsecured)	13022488		18527737	
*	Others (For Capital Goods & Imported Goods- Unsecured)	17493439		16460435	
	Total ₹		**34298045**		**45409184**

Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

The company is required to make certain disclosures reagarding outstanding dues and the payments made to Sundry Creditors under The Micro, Small and Medium Enterprises Development Act, 2006. On the basis of the information and the records available with the Company, the following disclosures are made for the amount due to the Micro Small and Medium enterprises who have registered with the competent authorities:-

Sr.	Particulars	31/03/2017	31/03/2016
1	Amount of interest paid by the Company in terms of Section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year.	0.00	0.00
2	Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the day during the year) but without adding the interest specified under the MSMED.	0.00	0.00
3	Amount of interest accrued and remaining unpaid at the year end of the accounting year.	0.00	0.00

Particulars	31/03/2017		31/03/2016	
	Rupees	Rupees	Rupees	Rupees
NOTE : 7 : OTHER CURRENT LIABILITIES :				
* Other Payables-Sundry Creditors (For Others-Unsecured)	9174279		7022780	
* Unclaimed Dividend	699422		3299306	
* Group Gratuity Ins Premium Payable	360134		0	
* Advance from Customers	361862		1573620	
* Employee Bond A\c	43000		62000	
Refer Note No. 3				
* Citi Bank N.A.- FCTL & INR	901306		3689039	
* GIDC Lease Loans-for Land -Dahej	0		9719754	
* ICICI Bank Ltd.- Car Loans	621664		413954	
* Interest accrued but not due on borrowings-FCTL	0		18710	
Total ₹		**12161665**		**25799163**
NOTE : 8 : SHORT TERM PROVISIONS :-				
* Leave Encashment Salary Provisions	1734601		1518043	
Refer Note No. 28.1				
* Proposed Dividend	16992674		0	
* Tax on Proposed Dividend	3459297		0	
* Provision for Taxation for current tax	71658000		40032100	
Total ₹		**93844572**		**41550143**

NOTE : 9 : FIXED ASSETS

Sr No.	NAME OF THE ASSETS TANGIBLES	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As on 01/04/16 ₹	Addition during the Year ₹	Deduction during the Year ₹	As on 31/03/17 ₹	As on 01/04/16 ₹	Addition during the Year ₹	Deduction during the Year ₹	As on 31/03/17 ₹	As on 31/03/16 ₹	As on 31/03/17 ₹
1	Lease Hold Land	14718842	185726	0	14904568	0	0	0	0	14718842	14904568
	OWN ASSETS										
2	Building	142205805	940904	0	143146709	37389349	4705214	0	42094563	104816456	101052146
3	Machineries	235530152	24752012	3792219	256489945	82730215	17301846	1897092	98134969	152799937	158354976
4	Furniture	8434298	0	0	8434298	7334877	261834	0	7596711	1099421	837587
5	Motor Cycle	307790	0	0	307790	160685	26949	0	187634	147105	120156
6	Motor Car	6681197	4369327	2076059	8974465	2863576	959541	1497230	2325887	3817621	6648578
7	Office Equipments	3129272	225382	513675	2840979	2739205	163070	510417	2391858	390067	449121
8	Computer	1879948	66450	26699	1919699	1555115	204056	26579	1732592	324833	187107
9	Electric Fitting & Install.	17474931	1884929	0	19359860	9507303	2097089	0	11604392	7967628	7755468
10	Lab Equipments	9688328	396058	63200	10021186	5440438	824582	16594	6248426	4247890	3772760
11	Office Premises	5886491	0	0	5886491	1043010	98361	0	1141371	4843481	4745120
12	Pollu.Eff Treatment	50022939	4812274	1177000	53658213	16864285	3274899	306700	19832484	33158654	33825729
13	Resi.Premises	836390	0	0	836390	150550	13877	0	164427	685840	671963
14	Electric Motor & Pumps	2714541	425919	0	3140460	1911855	216222	0	2128077	802686	1012383
15	Fire fighting Equipments	585145	0	0	585145	251020	43666	0	294686	334125	290459
16	Gas Inst. & Fab	2311104	0	0	2311104	1374065	156354	0	1530419	937039	780685
17	Pipes & Valve Fittings	10314560	1160732	0	11475292	4284582	835968	0	5120550	6029978	6354742
18	Storage Tank	4213683	590000	0	4803683	1417352	252461	0	1669813	2796331	3133870
19	Dies	280160	0	0	280160	214841	11952	0	226793	65319	53367
	Total ₹	517215576	39809713	7648852	549376437	177232323	31447941	4254612	204425652	339983253	344950786
	Previous Years	489465357	29524935	1774716	517215576	146857626	31136316	761619	177232323	342607731	339983253
B	***INTANGIBLES:-***										
1	Software	2647392	0	0	2647392	2173893	269247	0	2443140	473499	204252
2	Goodwill (on Consolidation)	2910966	0	0	2910966	0	0	0	0	2910966	2910966
	TOTAL	5558358	0	0	5558358	2173893	269247	0	2443140	3384465	3115218
	Previous Years	5558358	0	0	5558358	1893698	280194	0	2173892	3664660	3384466
C	***Capital Work In Progress-Project under Implementation***										
1	Lease Hold Land	94401039	1543851	0	95944890	0	0	0	0	94401039	95944890
	Pre operative Exps- Dahej	0	1795000	0	1795000	0	0	0	0	0	1795000
	(At Dahej GIDC)	0	0	0	0	0	0				
	Staff Housing Colony (Under Const)	0	463183	0	463183	0	0	0	0	0	463183
	TOTAL	94401039	3802034	0	98203073	0	0	0	0	94401039	98203073
	Previous Years	91755919	2645120	0	94401039	0	0	0	0	91755919	94401039

Notes:-

1 Opening balances have been regrouped wherever required.

Particulars	31/03/2017 Rupees	Rupees	31/03/2016 Rupees	Rupees
NOTE : 10 : NON CURRENT INVESTMENTS :				
[a] **INVESTMENTS IN EQUITY (At Cost)**				
Trade Investments:-				
Unquoted Investments- Equity Shares				
(i) Investments in Associates				
*Dynemic Holdings Pvt.Ltd.	10100000		10100000	
[1010000 Shares Of ₹ 10 each (P.Y.F.1010000)]				
At original cost ₹ 10100000/-				
Add/Less :- Share of Acumulated Profit or (loss)	(1456990)		(1474605)	
Net Investments in Associate		8643010		8625395
(ii) Investments in Others				
* Enviro Technology Ltd. Shares	150000		150000	
[15000 Shares of ₹ 10 each(P.Y.F.15000)]				
* Bharuch Enviro Infrastructure Ltd.	12600		12600	
[1260 Shares of ₹ 10 each(P.Y.F.1260)]				
* Bharuch Eco-Aqua Infra.Ltd	784500		784500	
[78450 Shares of ₹ 10 each (P.Y.F.78450)]				
* Forum (Chandolidia) Aawas Owner's Asso.	100		100	
[1 Share of ₹ 100 each (P.Y.F.100)]				
* Ank.Res. &.Analy.Inf.Ltd.	10000		10000	
[1000 Shares of ₹ 10 each (P.Y.F.1000)]		957200		957200
[b] **Investments in Mutual Funds**				
Non-Liquid Dividend Plan (Balance)				
List for purchases & sales of MF is given seperately				
IndiaReit Fund Scheme IV	949055		1382201	
(The list is attached as Annexure showing		949055		1382201
cost and market value of all MF)				
Total ₹		**10549265**		**10964796**
NOTE : 11 : LONG TERM LOANS & ADVANCES:-				
[a] Deposits- Deposits with govt bodies & others	9322767		12999548	
[b] Capital Advance	20669235		20669235	
[c] Other Loans & Advances	3684150		2635827	
(Unsecured, considered good)				
Total ₹		**33676152**		**36304610**
NOTE : 12 : OTHER NON CURRENT ASSETS :				
(Unsecured, Considered Good)				
* Trade Receivables	70000		1191802	
Total ₹		**70000**		**1191802**

Particulars	31/03/2017 Rupees	Rupees	31/03/2016 Rupees	Rupees
NOTE : 13 : INVENTORIES :				
Valued at Cost or Net realisable value whichever is lower				
[As per Inventory taken, valued and Certified by Directors of the Company]				
* Raw Materials	50008431		59528607	
* Packing Material	1102112		2155368	
* ETP stock	15875		15313	
* Trading Materials	0		590	
* Work in progress	19989392		12435981	
* Finished Goods	148862217		124651305	
* Finished Goods (Captive)	866385		1023739	
Total ₹		**220844414**		**199810903**
NOTE : 14 : TRADES RECEIVABLES				
(Unsecured Considered Good)				
* Due Over Six Months.	0		545081	
* Others	279968808		258339862	
Total ₹		**279968808**		**258884943**
NOTE: 15 : CASH AND CASH EQUIVALENTS :				
* Cash-in-hand (Includes Foreign Currency US $ 73834/-)	168493		229206	
* Balance with Schedule Bank in current a/c# # Balance include Unclaimed Dividend of ₹ 699422/- (PY ₹ 3299306/-)	6086739		10874901	
* Balance with Non-Schedule Bank in current a/c	103803		67877	
* Fixed Deposits with Banks * * Fixed deposits include deposits of ₹ 8859198/- (PY ₹ 189947/-) with maturity of more than 12 months	16239012		14555002	
Total ₹		**22598047**		**25726987**
NOTE : 16 : SHORT TERM LOANS AND ADVANCES :				
(Unsecured, Considered Good)				
* With Excise & Vat Authorities	92949093		88796294	
* Deposits- Deposits with govt bodies & others	8941135		1871305	
* Other Loans & Advances	2746614		2771377	
* Advance Income tax	71640000		40615000	
* Advances given for expenses	837453		2765550	
* Advances given for goods	109169		625000	
Total ₹		**177223464**		**137444526**
NOTE : 17: OTHER CURRENT ASSETS :				
(Unsecured, Considered Good)				
* Other Receivables	4711657		5404344	
Total ₹		**4711657**		**5404344**

Particulars	31/03/2017 Rupees	Rupees	31/03/2016 Rupees	Rupees
NOTE : 18 : SALE OF PRODUCTS :				
Particulars of sale of Products				
Dyes & Intermediates	439302718		363226210	
Sythetic Food Colours	1103242465		954850575	
Others	34577273		47925911	
TOTAL		**1577122455**		**1366002695**
NOTE : 18A : OTHER OPERATING INCOME :				
* Cash Discount Received	415743		207966	
* Foreign Exchange Gain & Loss- Exports & Imports	7761580		1870704	
* Export Incentive Income	31391770		23514547	
* Rates & Quality Difference	30000		2750	
* Misc. Income	2811		2284	
* Quantity Discount	1004703		968924	
* Scrap Sale Income	1299865		1381332	
TOTAL		**41906472**		**27948508**
NOTE: 19 : OTHER INCOME :				
* Interest On GEB & ETL Deposit	898469		502002	
* Creditors W/o	151709		0	
* Share in Income of associates	17615		133745	
* Interest-India Reit	58000		267033	
* Interest on HDFC Real Estate Fund	0		538110	
* Interest on FD (Bank)	1434208		1115385	
* Interest on Staff Loan	2815		15834	
* Kasar	150		0	
TOTAL		**2562966**		**2572108**
LESS:- EXPENDITURE RELATING TO INCOME ON INVESTMENTS				
* HDFC Real Estate - Interest Expenses	0		1046314	
* Performance Fees (HDFC Real Estate)	0		833204	
* Management Cons. Fees & Entry Load	58816		24539	
TOTAL	58816		1904057	
TOTAL OTHER INCOME (NET)		**2504150**		**668051**
NOTE: 20 : COST OF RAW MATERIALS CONSUMED :				
* Opening Stock	59528607		50856392	
Add. : Purchase during the year	841058678		682829494	
	900587286		733685886	
Less : Closing Stock	50008431		59528607	
Total ₹		**850578855**		**674157279**

Particulars	31/03/2017 Rupees	Rupees	31/03/2016 Rupees	Rupees
NOTE : 21 : CHANGES IN INVENTORIES :				
OPENING INVENTORIES :				
* Finished Goods	124651305		162709171	
* Finished Goods (Captive)	1023739		1340680	
* Trading Materials	590		568	
* Work-in-Progress	12435981		17961263	
		138111615		182011682
CLOSING INVENTORIES :				
* Finished Goods	148862217		124651305	
* Finished Goods (Captive)	866385		1023739	
* Trading Materials	0		590	
* Work-in-Progress	19989392		12435981	
		169717995		138111615
CHANGES IN INVENTORIES		**-31606380**		**43900067**
NOTE : 22 : EMPLOYEES BENEFITS EXPS. :				
* Salary & Wages to Employees	33283473		33156489	
* Salaries & Bonus to Directors	8170418		8140430	
Commission to Managing Director	4250000		2352000	
* Contribution to PF	2394456		2390336	
* Other Salary & Wages Expense	1140850		2559352	
* Leave Salary (Inc. Provisions -unpaid)	1441874		1718488	
Refer Note No. 28.1- Inc. paid to Directors-				
Directors - ₹ 250269/- (PYF ₹ 547980/-)				
Gratuity Inurance Premium Paid to LIC	360134		1135610	
* Bonus & other expenses	9527598		8015995	
Total ₹		**60568803**		**59468700**
NOTE : 23 : FINANCE COSTS :				
* Interest	11243914		16880999	
* Forex Gain Loss on FCTL	81422		529878	
* Other Financial Charges	3773535		3556649	
Total ₹		**15098871**		**20967526**

Particulars		31/03/2017 Rupees	31/03/2017 Rupees	31/03/2016 Rupees	31/03/2016 Rupees
NOTE : 24 : OTHER MANUFACTURING EXPS:-					
A	**PACKING MATERIAL CONSUMED**				
*	Op. Stock	2155368		2531227	
	Add: Purchases during the year	27759507		24196423	
		29914876		26727650	
	Less : Closing stock	1102112		2155368	
	Total ₹		**28812763**		**24572282**
B	**E.T.P MATERIAL CONSUMED**				
*	Op. Stock	15313		122051	
	Add: Purchases during the year	1233030		1281654	
		1248343		1403705	
	Less : Closing stock	15875		15313	
	Total ₹		**1232468**		**1388392**
C	**POWER & FUEL CONSUMED**				
*	Electric Power & Burning	46868331		47625588	
*	Fuel Purchased & Consumed	2336651		1521616	
*	Gas Consumption Charges	71671629		90324213	
	Total ₹		**120876611**		**139471417**
D	**OTHER MFGS. EXPENSES**				
*	Transportation	10145200		8535235	
*	Conversion/Job Charges.	7364077		3135366	
*	Factory Exp	6097030		3830617	
*	Labour Charges	27649015		25095922	
*	Forwarding & Handling Charges	21469299		18233126	
*	Pallatisation Charges	124410		157792	
*	ETP Expense	21776944		11435293	
*	R & D Exps.	0		47470	
*	Cst on Purchase	1425606		1084626	
*	Safety Exps.	536780		540475	
*	Consumable Stores	5976039		4717827	
	Total ₹	**102564400**		**76813749**	
	TOTAL:- MANUFACTURING COST		**253486242**		**242245839**
NOTE : 25 : REPAIRS AND MAITENANCE EXPS:-					
*	Electrical Parts & Maintenance	241744		339467	
*	ETP Parts & Maintenaces	9853466		8049069	
*	Machinery Parts Repairs & Maintenance	7662067		7326095	
*	Building Repairing	1599110		2342858	
*	Computer Maintenance & Consumables	303237		295778	
*	Furniture Repairing & Maintenance	181969		160636	
*	Vehicle Repairing Exp	128292		166408	
*	Consumable Stores (Plant)	16165867		16832598	
	Total ₹		**36135752**		**35512909**

Particulars	31/03/2017		31/03/2016	
	Rupees	Rupees	Rupees	Rupees
NOTE : 26 : ADMINISTRATIVE AND OTHER EXPS:-				
* Consultancy, Legal & Professional Fees	2447221		1331895	
* Exhibition Exp.	2242255		1209332	
* Insurance Premium	1776718		1475314	
* Donation to Charitable Institutes	3612486		2182000	
* Petrol Exps	361999		309270	
* Sitting Fees to Directors	120000		120000	
* Selling Commission	4698688		2859134	
* Staff Welfare Exps.	3007274		2753447	
* Telephone Exps-Others	273111		245361	
* Travelling & Conveyance	97705		137144	
* Bad Debts	1091633		0	
* Angadia & Courier Exp	1190865		1128479	
* Audit Fees	409500		409500	
* Cost audit Fees	85000		85000	
* FDA Approval Fees	4354396		4224351	
* Lab-Testing Exp	715030		923264	
* Misc Office Exp	203518		172009	
Rates & Quality Difference.	1665407		0	
* Office Electric Bill Exp.	389038		427540	
* Security Exp	1301131		1147074	
* Stationery & Printing Exp- Incl (Annual Reports)	661002		876187	
* Water Charges	701443		702281	
* Sales Promotion Exps	295142		1882419	
* Regi. Certification, Renewal & Filing Fees	1340786		1277831	
* Advertisement Expense	286597		216388	
* Profit / Loss on Sale of DEPB, FMS & VKUY	0		6147	
* Loss/Profits on sale/w/o of assets	2076427		399172	
* Other Administrative & Estabishment Exps	6919844		6204558	
Total ₹		**42324216**		**32705096**

Note 27 Additional information to the financial statements

27.1 Contingent Liabilities and Commitments:-

		As at 31 March, 2017	As at 31 March, 2016
I	**Contingent Liabilities:-**		
	Claims against the company / disputed liabilities not acknowledged as debts*		
	(a) Letter of Credits- Citi Bank	3214325	3964463
	(b) Letter of Credits- Axis Bank	8536802	6227987
	(c) In respect of Tax matters of the company:-		
	(i) Rebate claims submited by us rejected by Excise Dept. and the revision appeal is pending with Joint Secretary, Ministry of Finance, New Delhi	1605754	1605754
	(ii) Deduction of interest from our refund amount of vat credit appeal is pending with Dy Commissioner of Commercial Tax, Vadodara.	1046875	1046875
	(iii) Cenvat credit taken on invoice of dealer in which RG 23 D entry No. not mentioned, appeal is pending with Commissioner (Appeals) Surat-II	215278	215278
	(iv) S.tax Credit availed on payment of service tax on Commission income on purchase of DEO on the ground that it is not input services, appeal is pendnig with CESTAT, Ahmedabad	63992	63992
	(v) Disallowance U/s 14A Rule 8D & 40(a)(ia) of Income Tax Act 1961, for AY 2011-12, appeal is pendnig with CIT Apeals-I	603570	0
II	**Commitments:-**		
	(a) Estimated amount of contracts remaining to be executed on capital account and not provided for Tangible assets	1607485	1607485
	Intangible assets	0	0
	(b) Uncalled liability on shares and other investments partly paid	0	0
	(c) Other commitments (specify nature)	0	0

27.3 Calculation of Contribution towards Corporate Social Responsibility :

(As per requirement of Section 135 of the Companies Act 2013)

Year	**2015-16**	**2014-15**	**2013-14**
Net Sales	1262985401	1250356724	1138378551
Other Operating Income	26295575.55	33210648	25266774
Total	**1289280977**	**1283567372**	**1163645325**
Other Income	234627.13	2814734	285885
Total Revenue	**1289515604**	**1286382106**	**1163931210**
Total Expenses	**1175676230**	**1158154594**	**1007191861**
PBT	**113839374**	**128227512**	**156739349**

Note:

* From Other Operating Income, the Old Machinery Scrap Income has been deducted.

* From Other Income, the Prov for Diminution in value of Investment has been deducted.

* From Expenses, the Loss on sale of assets has been deducted.

Particulars	**Amount ₹**
Average of three years PBT	**132935412**
2% of above	**2658708**
Contribution made during the year	**2947486**
Amount Overspent if any	**288778**
Last year Unspent amount as on 31-03-2016	**284856**
Total Overspent amount as on 31-03-2017	**3922**
(Given to Shri Arvindo Institute of Applied Scientific Research Trust- ₹ 29 lacs and to Gunjal Gram Panchayat - ₹ 0.47 lac.)	

27.4 Disclosure as per Regulation 34(3) and 53(f) of SEBI (LODR), 2015

Loans and advances in the nature of loans given to subsidiaries, associates and others and investment in shares of the Company by such parties:

Name of the party	Relationship	As at 31 March, 2017	As at 31 March, 2016
Dynamic Overseas (India) Pvt Ltd	Subsidiary Company	0	0
Dynemic Holdings Pvt Ltd	Associate	0	0

27.5 Remuneration to Auditors

Particulars	Current Year Amount ₹	Previous Year Amount ₹
As Audit Fees	330000	330000
As Tax Audit Fees	75000	75000
For Taxation	365000	280000
For Other Matters- Apeals	125000	100000
For Service Tax	128312	100912

27.6 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure. Paise have been rounded upto the nearest rupee.

27.10 RECONCILATION OF CASH BALANCE FROM 08/11/2016 TO 30/12/2016

(As per the notifications dated March 30, 2017, MCA has amended the Companies (Audit and Auditors) Amendment Rules, 2017 and Amendment to Schedule III to the Companies Act, 2013.)

Sr No	Particulars	SBN		Other Denomination Notes		Total	
		Denomination	Amount	Denomination	Amount	Denomination	Amount
1	Closing Cash Balance as at 8 November 2016	0	473000	0	112840	0	585840
2	Transactions between 9th November 2016 and 30th December 2016	0	0	0	0	0	0
3	Add: Withdrawal from Bank accounts	0	0	0	586000	0	586000
4	Add: Receipts for permitted transactions	0	0	0	25241		25241
5	Add : Receipts for non-permitted transactions (if any)	0	0	0	0	0	0
6	Less : Paid for permitted transactions	0	0	0	549977	0	549977
7	Less : Paid for non-permitted transactions (if any)	0	0	0	0	0	0
8	Less: Deposited in bank accounts	0	473000	0	0	0	473000
9	Closing Cash balance as at 30 December 2016	0	0	0	196109	0	196109

Note:- The details of denomination of other notes,i.e. other than SBN is not made available and so not given.

NOTE 28 DISCLOSURES UNDER ACCOUNTING STANDARDS:

28.1 DISCLOSURES AS PER AS 15- Employees Benefits

The disclosures of "Employee Benefits" defined as per accounting standard AS 15 are given as below :-

Defined Contribution Plans:-

Contribution to Defined Contribution Plans, recognised as expense for the year is as under:-

Particulars	2016-17	2015-16
Employer's Contribution to Provident & Other funds	2394456	2390336
Group Gratuity Insurance Premium paid to LIC	360134	1135610
(Group Garuity Fund is managed by the LIC and the company pay the defined contribution as premium to the LIC of India.)		

Defined Benefits Plans:-

The present value of obligation is determined based on actuarial valuation using Projected Unit Credit Method. The Leave encashment is recognised on the basis of the actuarial valuation, valued by actuary, M/s K.A. PANDIT.

1) Acturial assumptions of Defined Benefit Obligations

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Discount Rate Current Period	7.52%	8.01%	7.52%	8.01%
Rate of Return on Plan Assets Current Period	NA	NA	7.52%	8.01%
Salary Escalation Current Period	7.00%	7.00%	7.00%	7.00%
Attrition Rate Current Period	2.00%	2.00%	2.00%	2.00%

2) Reconcilation of opening and closing balances of Defined Benefit Obligations

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Liability at the beginning of the year	1,518,043	1315386	7,648,910	5613059
Interest Cost	121595	104442	612678	445677
Current Service Cost	986195	822906	737347	593450
Benefit Paid	(1225316)	(1515831)	(314441)	(19038)
Acturial (Gain)/ Loss on Obligation Due to change in Financial Assumptions	90,455	(11,524)	454,306	(61,776)
Actuarial (gain)/loss on obligations	243629	802664	(554556)	1077538
Liability at the end of the year	1,734,601	1,518,043	8,584,245	7,648,910

3) Reconcilation of opening and closing balances of the fair value of the plan assets

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Fair Value of Plan Assets at the beginning of the year	-	-	6779502	5368354
Expected Return on Plan Assets	-	-	543038	426247
Contributions	-	-	1135005	936044
Expected Contribution by the Employer	-	-		
Assets Transferred in / Acquisitions	-	-	-	-
(Assets Transferred out / Divestments)	-	-	-	-
Benefit Paid	-	-	(314441)	(19038)
Actuarial gain/(loss) on Plan Assets	-	-	1537	67895
Fair Value of Plan Assets at the end of the year	-	-	8144641	6779502
Total Actuarial Gain/(Loss) To Be Recognised	-	-	-	-

4) Reconcilation of Acturial (Gain)/Losses Recognised in the Statement of Profit or Loss

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Acturial (Gain) / Loss on Obligation for the period	334084	791140	(100249)	1015762
Acturial (Gain) / Loss on Plan Assets for the period	0	0	(1537)	(67895)
Sub Total	334084	791140	(101786)	947867
Acturial (Gain) / Loss Rcognised in the Profit and Loss	334084	791140	(101786)	947867

5) Actual Return on Plan Assets

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Expected Return on Plan Assets	-	-	543048	426247
Actuarial gain / (loss) on Plan Assets	-	-	1537	67895
Actual Return on Plan Assets	-	-	544575	494142

6) Reconcilation of the amount regognised in the balance sheet

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Liability at the end of the year	(1734601)	(1518043)	(8584245)	(7648910)
Fair Value of Plan Assets at the end of the year	-	-	8144641	6779502
Funded Status (Surplus/Deficit)	(1734601)	(1518043)	(439604)	(869408)
Unrecognised Past Service Cost	-	-	-	-
Amount Recognisable in the Balance Sheet (As per Acturial)	-	-	(439604)	(869408)
Amount Recognised in the Balance Sheet	(1734601)	(1518043)	(2394456)	(2390336)

7) Reconcilation of the expenses recognised in the statement of Profit or Loss

Particulars	Compensated Leaves-Unfunded		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Current Service Cost	986195	822906	737347	593450
Interest Cost	121595	104442	69640	19430
Expected Return on Plan Assets	-	-	-	-
Past Service Cost (Non Vested Benefit) Recognised	-	-	-	-
Past Service Cost (Vested Benefit) Recognised	-	-	-	-
Recognition of Transition Liability	-	-	-	-
Acturial (Gain) or Loss	334084	791140	(101786)	947867
Expense Recogniseable in P& L- as per actuarial valuation	1441874	1718488	705201	1560747
Expense Recognised in P& L	1441874	1718488	360134	1135610

8) Balance Sheet Reconcilation

Particulars	Compensated Leaves		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Opening Net Liability	1518043	1315386	869408	244705
Expense as above	1441874	1718488	705201	1135610
Transfer from other company	-	-	-	-
Transfer to other company	-	-	-	-
Employers Contribution	(1225316)	(1515831)	(1135005)	(936044)
Amount Recogniseable in Balance Sheet	1734601	1518043	439604	869408

9) Other Reconcilations

Particulars	Compensated Leaves		Gratuity	
	2016-17	2015-16	2016-17	2015-16
NO OF MEMBERS	170	161	170	161
SALARY PM	3389782	3394112	1695420	1697055
Projected Benefit Obligation (PBO)	1734601	1518043	8584245	7648910
CONTRIBUTION FOR NEXT YEAR	-	-	1232442	1606755

10) Category of the assets - Investment Details

Particulars	Compensated Leaves		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Government of India Assets	-	-	-	-
Corporate Bonds	-	-	-	-
Special Deposits Scheme	-	-	-	-
State Govt	-	-	-	-
Property	-	-	-	-
Other	-	-	-	-
Insurer Managed Funds	-	-	8144641	6779502
Total	-	-	8144641	6779502

11) Reconcilation of Experience Adjustments

Particulars	Compensated Leaves		Gratuity	
	2016-17	2015-16	2016-17	2015-16
Experience adjustments on plan liabilities (Gain) / Loss	243629	802664	(554556)	1077538
Experience adjustments on plan Assets Gain / (Loss)	0	0	1537	67895

28.2 DISCLOSURES AS PER AS 17- Segment Reporting

Segmental Reporting :-

Segment information for primary reporting (by business segment)

In accordance with the Accounting Standard-17 on "Segment Reporting" issued by the Institute of Chartered Accountants of India, the Company has its operation in manufacturing, and marketing of Dyes & Dyes Intermediates The primary reporting segment for the company, therefore is the business segment, viz., Dyes & Dyes Intermediates.

Segment information for secondary reporting (by geographical segments)

The secondary reporting segment for the company is the geographical segment based on the location of customers which is :- 1) Domestic, 2) Export

Information about secondary segments:-

Particulars	Domestic	Exports	Unallocated	Total
Revenue by geographical market	488661643 (410525419)	960496841 (857645698)	0 (0)	1449158483 (1268171117)
Carrying amount of Segment Assets (Gross)	1036481204 (940319776)	159429680 (173181896)	0 (0)	1195910883 (1113501671)

Figures in brackets are for the previous year.

28.3 DISCLOSURES AS PER AS 18- Related Party Transactions

A] List of parties where control exist

(i) Subsidiary Company

* Dynamic Overseas (India) Pvt.Ltd.

B] Other related parties with whom transactions have taken place during the year

(ii) Associates :-

* Dynemic Holdings Pvt Ltd

(iii) Key management personnel :-

Mr. B.K.Patel	Managing Director
Mr. Rameshbhai B.Patel	Wholetime Director
Mr.Dasharathbhai P.Patel	Wholetime Director
Mr.Dixit B.Patel	Wholetime Director
Mrs. Varsha Mehta	Company Secretary
Mrs. Amisha Patel	Chief Financial Officer

C] Transactions with related parties :-

Nature of Transaction	Key Managerial Personnel & their Relatives ₹		Subsidiary Companies Amt.₹		Associates Amt.₹	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
Fixed Deposits taken						
Taken during the period	0	0	0	0	0	0
Repaid during the period	202847	3359455	0	0	0	0
Closing Balance	426739	657628	0	0	0	0
Loans & Advances						
Given during the period	0	0	0	0	0	0
Settled during the period	0	0	0	0	0	0
Closing Balance	0	0	0	0	0	0
Investments						
Given during the period	0	0	0	0	0	0
Settled during the period	0	0	0	0	0	0
Closing Balance	0	0	2060000	2060000	10100000	10100000
Sundry Debtors	0	0	0	0	0	
Sundry Creditors	0	0	0	0	0	0
Purchase of Goods	0	887250	0	0	0	0
Conversion Charges	0	562276	0	0	0	0
Amount Expended on be half of	15118008	13452507	0	0	44000	108000
Rent Income	0	0	0	0	0	0
Sales	0	55105	1499500	0	0	0

28.4 DISCLOSURES AS PER AS 20- Earning Per Share

The Earning per share, computed as per requirement under Accounting Standard-20 on Earning per Share, issued by the Institute of Chartered Accountants of India, is as under :

Particulars	2016-17	2015-16
Net Profit after tax (Amt.₹)	134908999	75813238
Weighted Average Nos. of Shares	11328449	11328449
Basic Earning per Share on nominal value of ₹ 10/-per share	11.91	6.69

28.5 Enterprises consolidated as subsidiary in accordance with Accounting Standard 21-Consolidated Financial Statements

Name of the Enterprise	Proportion of ownership interest
Dynamic Overseas (India) Pvt Ltd	98.09%

28.6 Significant Enterprises consolidated as Associates in accordance with Accounting Standard 23 - Accounting for Investments in Associates in Consolidated Financial Statements

Name of the Enterprise	Proportion of ownership interest
Dynemic Holdings Pvt Ltd	49.22%

28.7 Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary / Associates / Joint Ventures.

Name of the Enterprise	Net Assets i.e. total assets minus total liabilities		Share in profit or loss	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount
Parent				
Dynemic Products Ltd				
Subsidiary				
Dynamic Overseas (India) Pvt Ltd	98.09%	8413410	98.09%	511313
Associate				
Dynemic Holdings Pvt Ltd	49.22%	8642954	49.22%	17615

28.8 Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Company.

Sr no	Name of Associate Company	Dynemic Holdings Pvt Ltd
1	Shares of Associate/Joint Ventures held by the company on the year end	
	Latest Audited Balance Sheet Date	31/03/2017
	Nos Of Shares	1010000
	Amount of Investment in Associate	10100000
	Extend of Holding in %	49.22%
	Networth attributable to Share holding as per latest Audited Balance Sheet	8642954
2	Profit/Loss for the year	
	Considered in Consolidation	17615
	Not Considered in Consolidation	0
	Description how there is significant influence	There is significant influence due to percentage(%) of Share Capital.
	Reason why the associate is not consolidated	NA

28.9 The associate Dynemic Holdings Pvt Ltd has invested ₹ 6691083/- (PYF ₹ 4197890/-) in the 152220 nos (PYF 135120 nos) of shares of the company i.e Dynemic Products Ltd, hence, out of the net worth of ₹ 17559842/- attributable to the shareholding of the company, ₹ 6691083/- is invested in the shares of the company.

28.10 DISCLOSURES AS PER AS 22- Accounting for Taxes on Income:

Deferred Tax :- The break up of deferred tax liability are as under :

Nature of timing difference	Deferred Tax Liability / Assets		
	Balance As on 1st April 2016	Debit/(Credit) for the year ₹	Balance As on 31st March 2017
(a) Depreciation	46222131	403289	46625421
Total	46222131	403289	46625421

As per our Report of even date
For : SHAH RAJESH & ASSOCIATES
CHARTERED ACCOUNTANTS.
FRN. 109767W

(Rajesh. D. Shah)
PROPRIETOR
M. No. 036232

Place : Ahmedabad
Date : 26/05/2017

For : DYNEMIC PRODUCTS LIMITED

(B. K. Patel) Managing Director
(D. P. Patel) Director

(R. B. Patel) Director
(D. B. Patel) Director

(Varsha Mehta) Company Secretary
(Amisha Patel) Chief Financial Officer

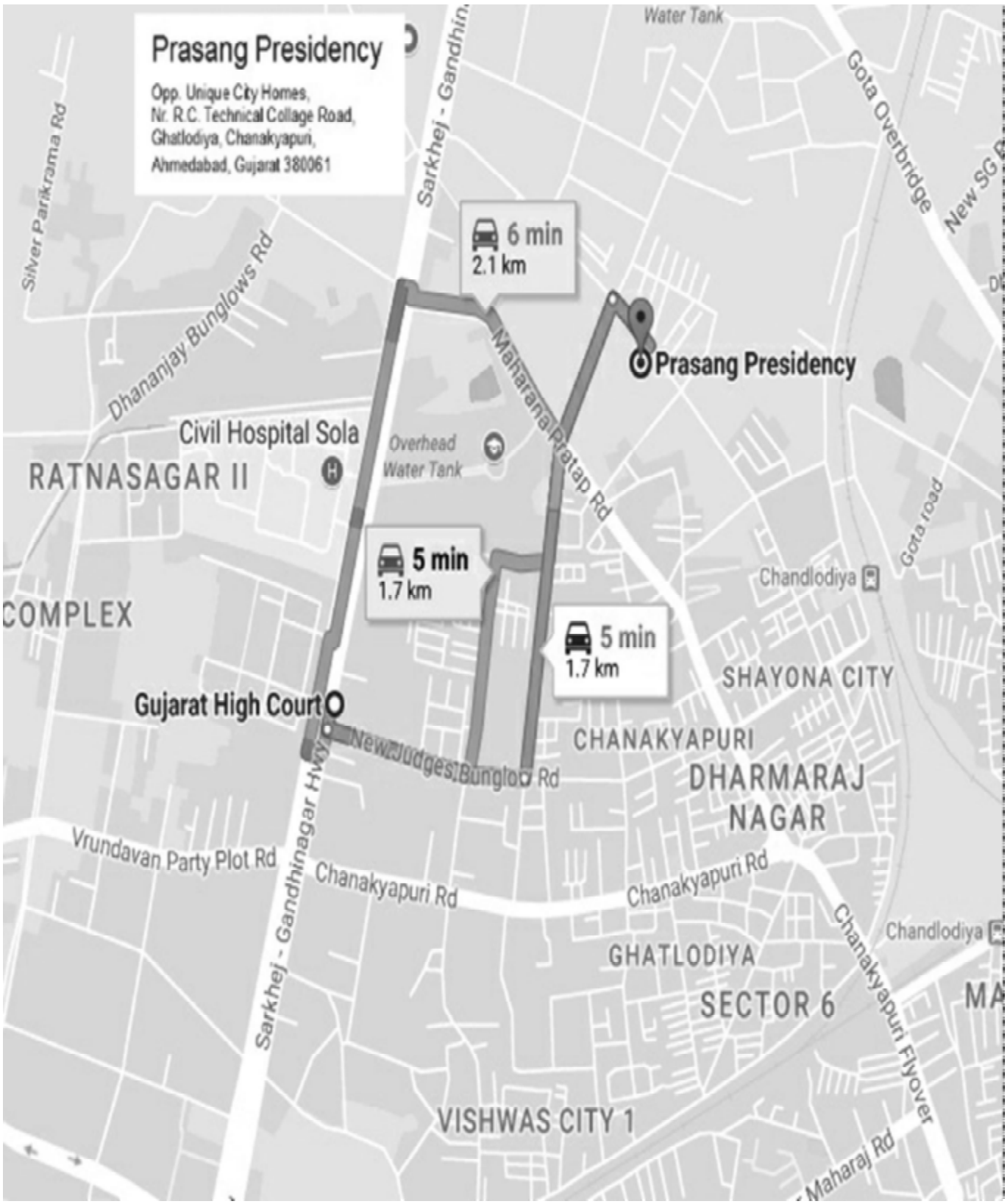
Annexure - II

LIST OF INVESTMENT IN MUTUAL FUND SHOWING MARKET VALUE AND COST VALUE

Scheme	Units	Cost Price	Hldg. Cost	Mkt. Price	Mkt. Value
India Reit Fund Scheme IV	9.490 (13.822)	1,00,000 (1,00,000)	9,49,054.54 (13,82,201.00)	9.490 (13.822)	9,49,054.54 (13,82,201.00)
Total Portfolio Value			**9,49,054.54 (13,82,201.00)**		**9,49,054.54 (13,82,201.00)**

The figures in the brackets relates to the previous year i.e. 2015-16.

Venue of AGM : Route Map : Pursuant to SS-2 : Secretarial Standard on General Meeting.



DYNEMIC PRODUCTS LTD.

CIN - L24100GJ1990PLC013886

Registered Office : B-301, Satyamev Complex-1, Opp. Gujarat High Court, S.G. Road, Sola, Ahmedabad - 380 060. Website : www.dynemic.com

ATTENDANCE SLIP

NAME & ADDRESS OF THE REGISTERED SHAREHOLDER	D.P. I.D.	
	Client Id/ Folio No.	
	No. of Shares	

I hereby record my presence at the 27th Annual General Meeting held at Prasang Presidency, R.C.T.I. College Road, Opp. Unique City Homes, Ghatlodia, Ahmedabad - 380 061 on Monday, 25th September, 2017, at 4.00 p.m. as a Shareholder / Proxy*.

*Name of the Proxy

Signature of the Member / Proxy attending

Notes :

1. Member/Proxy holder wishing to attend the meeting must bring duly signed attendance slip to the meeting and handover the same at the entrance.
2. Member/Proxy holder desiring to attend the meeting should carry his copy of the Annual Report for reference at the meeting.

Form No. MGT-11
PROXY FORM

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

CIN L24100GJ1990PLC013886
Name of the Company : Dynemic Products Ltd.
Registered Office : B-301, Satyamev Complex-1, Opp. Gujarat High Court, S.G. Road, Sola, Ahmedabad - 380 060.
Website : www.dynemic.com

Name of Share Holder(s)	
Registered Address	
Email ID.	
Folio No./DP ID/Client ID	

I/We, being the member(s), holding _____ shares of the above named Company, hereby appoint:

(1) Name _____ Address _____
E-mail ID: _____ Signature _____ or failing him/her

(2) Name _____ Address _____
E-mail ID: _____ Signature _____ or failing him/her

(3) Name _____ Address _____
E-mail ID: _____ Signature _____

as my / our proxy to attend and vote (on a poll) for me / us on my / our behalf at the 27th Annual General Meeting of the Company to be held at Prasang Presidency, R.C.T.I. College Road, Opp. Unique City Homes, Ghatlodia, Ahmedabad - 380 061 on Monday, 25th September, 2017, at 4.00 p.m. and at any adjournment thereof in respect of such resolutions as are indicated below :

Sr. No.	Resolutions	Optional*	
		For	Against
	Ordinary Business		
1	Approval of Annual Accounts		
2	Declaration of Dividend		
3	Re-appointment of Mr. Dashrathbhai P. Patel who retires by rotation		
4	To appoint Statutory Auditors		
	Special Business		
5	Approval of Remuneration to Cost Auditors		
6	Re-appointment of Mr. Dixitbhai B. Patel		

* It is optional to put a '✓' in the appropriate column against the Resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all Resolutions, your proxy will be entitled to vote in the manner as he/she thinks appropriate.

Signed this _____ day of _____ 2017

Signature of shareholder(s)_____

Signature of Proxy holder(s)_____

Affix Revenue Stamp Re. 1/-

Note: **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.

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What is the "Green Economy"?

"For the purposes of the Green Economy Initiative, UNEP has developed a working definition of a green economy as one that results in improved human well-being and social equity, while significantly reducing environmental risks and ecological scarcities. In its simplest expression, a green economy can be thought of as one which islow carbon, resource efficient and socially inclusive.

Practically speaking, a green economy is one whose growth in income and employment is driven by public and private investments that reduce carbon emissions and pollution, enhance energy and resource efficiency, and prevent the loss of biodiversity and ecosystem services. These investments need to be catalyzed and supported by targeted public expenditure, policy reforms and regulation changes. This development path should maintain, enhance and, where necessary, rebuild natural capital as a critical economic asset and source of public benefits, especially for poor people whose livelihoods and security depend strongly on nature."







DYNEMIC PRODUCTS LIMITED

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