SHIVA TEXYARN LIMITED

Regd. Office : 252, Mettupalayam Road, Coimbatore - 641 043, Tamilnadu INDIA
Telephone : 0422 - 2435555 E-mail : shares@shivatex.co.in
Website : www.shivatex.co.in CIN : L65921TZ1980PLC000945 GSTRN : 33AABCA6617M1ZO

STYL/SEC/SE/2961/2018-19 **26.9.2018**

To

BSE LIMITED Phiroze Jeejeebhoy Towers 25th Floor, Dalal Street, Fort Mumbai – 400 001 **Scrip Code : 511108**	National Stock Exchange India Limited Exchange Plaza, C-1, Block-G Bandra Kurla Complex, Bandra – (East) Mumbai – 400 051 **Scrip Code : SHIVATEX**

Dear Sir,

SUB:- Filing of Annual Report under Regulation 34(1) – Reg.

Pursuant to Regulation 34(1) of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 we are filing herewith the soft copy of the Annual Report duly adopted by the shareholders at the 37th Annual General Meeting held on Monday, 24th September 2018.

Please take the same on records.

Thanking you

Yours faithfully

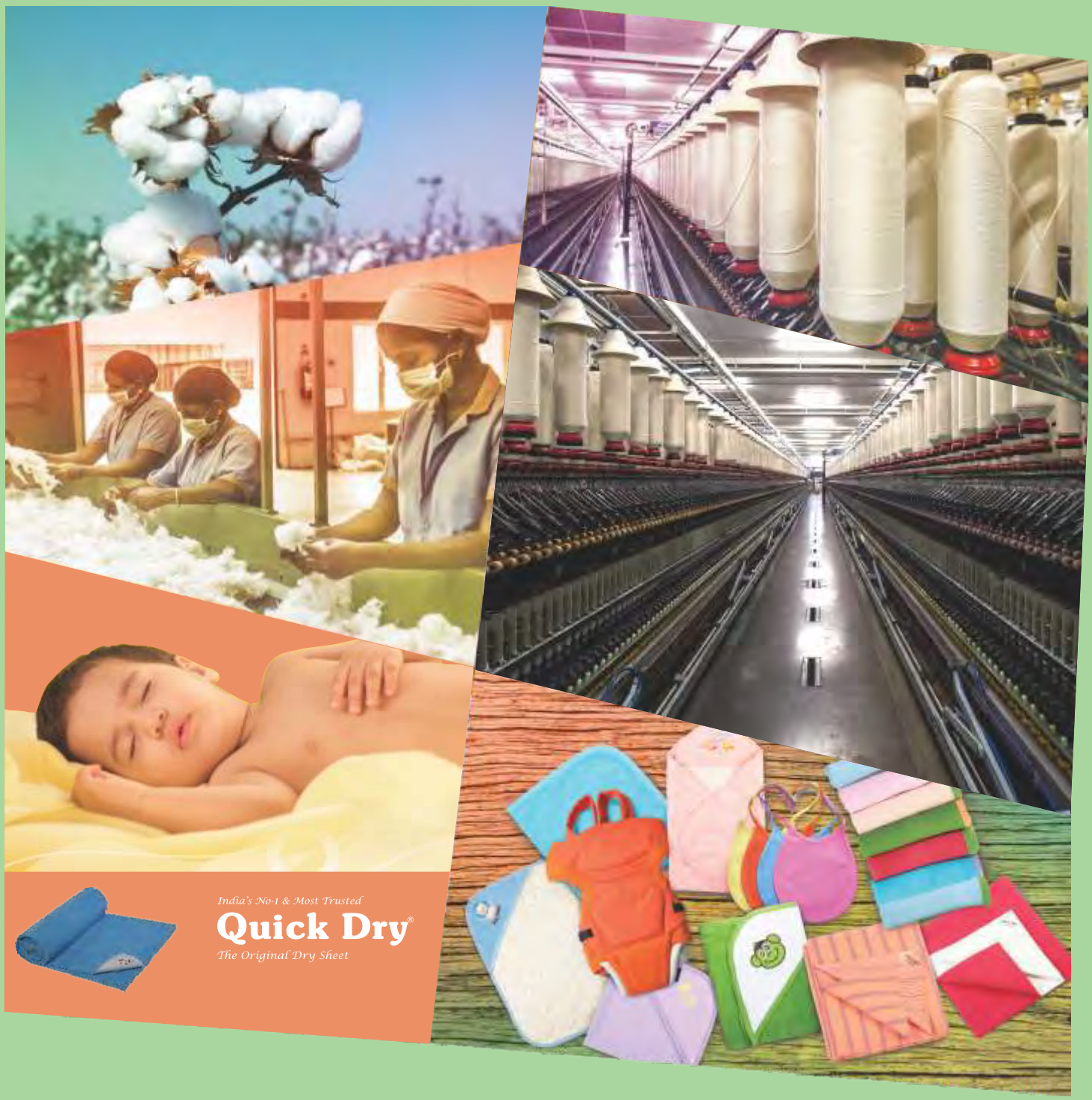
For Shiva Texyarn Limited

R.SRINIVASAN
Company Secretary
M.No.21254

Encl: As above

SHIVA TEXYARN LIMITED

A TECHNICAL TEXTILE COMPANY



37th ANNUAL REPORT
2018

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BOARD OF DIRECTORS

Sri S V Alagappan	Chairman
Sri S V Arumugam	Director
Dr S V Kandasami	Director
Sri S K Sundararaman	Managing Director
Smt S Sujana Abirami	Director
Sri K N V Ramani	Director
Sri C S K Prabhu	Director
Sri S Palaniswami	Director
Dr K R Thillainathan	Director
Sri S Marusamy	Director

AUDITORS

M/s. Deloitte Haskins & Sells LLP
Chartered Accountants
Coimbatore - 641 018

INTERNAL AUDITORS

M/s B M & Associates
Chartered Accountants
Coimbatore - 641 018

COST AUDITOR

Sri M Nagarajan
Cost Auditor
Coimbatore - 641 018

REGISTERED OFFICE

252, Mettupalayam Road
Coimbatore - 641 043
Tamilnadu
Phone : 91-422-2435555
Fax : 91-422-2434446
E-mail : secretary@shivatex.co.in
Website : www.shivatex.co.in
CIN : L65921TZ1980PLC000945

CHIEF FINANCIAL OFFICER

Sri C Krishnakumar

COMPANY SECRETARY

Sri R Srinivasan

BANKERS

Canara Bank
Indian Overseas Bank
ICICI Bank Ltd
UCO Bank
State Bank of India
R B L Bank Ltd
Bank of Baroda
Karur Vysya Bank
Axis Bank Limited
HDFC Bank Limited

SHARE TRANSFER AGENT

M/s. SKDC Consultants Ltd
Kanapathy Towers
3rd Floor, 1391/A-1 Sathy Road
Ganapathy, Coimbatore - 641 006

NOTICE TO SHAREHOLDERS

NOTICE is hereby given that the 37th Annual General Meeting of the Members of the Company will be held at Nani Kalaiarangam, Mani Higher Secondary School, Pappanaickenpalayam, Coimbatore - 641037 on Monday the 24th September, 2018 at 10.30 A.M to transact the business set out in the agenda given below:

You are requested to make it convenient to attend the meeting.

AGENDA

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2018, the reports of the Board of Directors and the Auditors thereon.

2. To declare dividend on equity shares.

3. To appoint a Director in the place of Sri S V Arumugam (DIN 00002458) who retires by rotation and being eligible, offers himself for re-appointment.

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

   In partial modification of the earlier resolution passed in this regard **RESOLVED THAT** the term of office of present Auditors viz., M/s Deloitte Haskins & Sells LLP, Chartered Accountants, Bengaluru (Firm Registration No: 117366W/W-100018) be continued till 41st Annual General Meeting without the requirement of ratification of their appointment by shareholders every year, in terms of Section 139(1) of the Companies Act, 2013 as amended by the Companies (Amendment) Act, 2017.

SPECIAL BUSINESS

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

   RESOLVED THAT in accordance with Regulation 17(1A) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, and other applicable provisions, if any, consent of the shareholders of the Company be and is hereby accorded for continuation of Directorship of Sri S V Alagappan (DIN 00002450) as a Non-Executive Director of the Company who has attained the age of 75 years and whose office is liable to retire by rotation.

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

   RESOLVED THAT in accordance with Regulation 17(1A) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, and other applicable provisions, if any, consent of the shareholders of the Company be and is hereby accorded for continuation of Directorship of Dr S V Kandasami

(DIN 00002470) as a Non-Executive Director of the Company who has attained the age of 75 years and whose office is liable to retire by rotation.

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

   RESOLVED THAT in accordance with Regulation 17(1A) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, and other applicable provisions, if any, consent of the shareholders of the Company be and is hereby accorded for continuation of present term of Directorship of Sri K N V Ramani (DIN 00007931) as a Non-Executive Independent Director of the Company who has attained the age of 75 years.

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

   RESOLVED THAT in accordance with Regulation 17(1A) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, and other applicable provisions, if any, consent of the shareholders of the Company be and is hereby accorded for continuation of present term of Directorship of Sri S Palaniswami (DIN 00007901) as a Non-Executive Independent Director of the Company who attains the age of 75 years during the tenure of his present appointment.

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

   RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014 and pursuant to the recommendation of Audit Committee the remuneration of ₹1,00,000/- (Rupees One Lakh only) (besides reimbursement of out of pocket expenses incurred by him for the purpose of Audit) payable to Sri M Nagarajan, Cost Auditor (Firm Registration No. 102133), as approved by the Board of Directors for conducting the Audit of the Cost Records of the Company for the Financial Year ending 31st March 2019, be and is hereby ratified and confirmed.

By Order of the Board
S V ALAGAPPAN
CHAIRMAN
(DIN 00002450)

Coimbatore
28th May, 2018

Notes:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE AT THE MEETING INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY**. A person can act as proxy on behalf of members not exceeding (50) fifty and holding in the aggregate not more than 10% of the total share capital of the Company. Corporate members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the Board Resolution authorizing their representative to attend and vote at the meeting.
2. Proxies, in order to be effective, should be deposited with the Company, forty eight hours before the commencement of the meeting.
3. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, which sets out details relating to Special Business in respect of items starting from 5 to 9 of the Agenda are annexed hereto.
4. Previous year figures are given in brackets for the purpose of comparison.
5. The Register of Members and the Share Transfer Books of the Company will remain closed from 18.09.2018 to 24.09.2018 (both the days are inclusive).
6. Relevant documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the registered office of the Company during business hours except on holidays, up to and including the date of the Annual General Meeting of the Company.
7. The dividend, if declared, will be paid to those members whose names appear on the Register of Members of the Company as on 17.09.2018. In respect of dematerialized shares, dividend will be paid on the basis of the beneficial ownership furnished by the National Security Depository Limited and Central Depository Services (India) Limited at the end of the business hours on 17.09.2018.
8. The dividend remaining unclaimed for a period of 7 years pertaining to the period 2009-2010 has been transferred to the IEPF account and the investors may claim the same from the Central Government as per the applicable provisions. Dividend unclaimed in respect of the period 2010-11 will be transferred to Investor Education and Protection Fund established under Section 125 of the Companies Act, 2013.
9. Members are requested to bring their copy of the Annual Report along with them to the meeting.
10. In compliance with the provisions of Section 108 of the Act, read with Rule 20 of the Companies (Management and Administration) Rules, 2014, and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company is pleased to offer the facility of voting through electronic means, as an alternate, to all its Members to enable them to cast their votes electronically instead of casting their vote at a meeting. Please note that the voting through electronic means is optional for the members.
11. The voting through electronic means will commence on 21.09.2018 at 10.00 a.m and will end on 23.09.2018 at 5.00 p.m. The Members will not be able to cast their vote electronically beyond the date and time mentioned above and the e-voting system shall be disabled for voting thereafter.
12. The Company has appointed Mr. R Dhanasekaran, Practicing Company Secretary, to act as the Scrutinizer for conducting the voting process in a fair and transparent manner.

13. **The instructions for shareholders voting electronically are as under:**

Log-in to e-Voting website of Link Intime India Private Limited (LIIPL)

1. The voting period begins on 21.09.2018 at 10.00 AM and ends on 23.09.2018 at 5.00 PM. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 17.09.2018, may cast their vote electronically. The e-voting module shall be disabled for voting thereafter.
2. Visit the e-voting system of LIIPL. Open web browser by typing the following URL: https://instavote.linkintime.co.in.
3. Click on "Login" tab, available under 'Shareholders' section.
4. Enter your User ID, password and image verification code (CAPTCHA) as shown on the screen and click on "SUBMIT".
5. Your User ID details are given below:
   a. Shareholders holding shares in demat account with NSDL: Your User ID is 8 Character DP ID followed by 8 Digit Client ID
   b. Shareholders holding shares in demat account with CDSL: Your User ID is 16 Digit Beneficiary ID
   c. Shareholders holding shares in Physical Form (i.e. Share Certificate): Your User ID is Event No + Folio Number registered with the Company
6. Your Password details are given below:

   If you are using e-Voting system of LIIPL: https://instavote.linkintime.co.in for the first time or if you are holding shares in physical form, you need to follow the steps given below:

   Click on "Sign Up" tab available under 'Shareholders' section register your details and set the password of your choice and confirm (The password should contain minimum 8 characters, at least one special character, at least one numeral, at least one alphabet and at least one capital letter).

	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 Depository Participant or in the Company record are requested to use the sequence number which is printed on Ballot Form / Attendance Slip indicated in the PAN Field.
DOB	Enter the DOB (Date of Birth)/ DOI as recorded with Depository Participant or in the Company record for the said Demat Account or folio number in dd/mm/yyyy format.
Dividend Bank Details	Enter the Dividend Bank details as recorded in your Demat Account or in the Company records . For the said Demat Account or Folio No. • Please enter the DOB/ DOI or Dividend Bank Details in order to register. If the above mentioned details are not recorded with the Depository Participants or Company, please enter Folio number in the Dividend Bank Details field as mentioned in instruction (iv-c).

If you are holding shares in demat form and had registered on to e-Voting system of LIIPL: https://instavote.linkintime.co.in, and/or voted on an earlier voting of any company then you can use your existing password to login.

If Shareholders holding shares in Demat Form or Physical Form have forgotten password:

Enter User ID, select Mode and Enter Image Verification code (CAPTCHA). Click on "SUBMIT".

In case shareholder is having valid email address, Password will be sent to the shareholders registered e-mail address. Else, shareholder can set the password of his/her choice by providing the information about the particulars of the Security Question & Answer, PAN, DOB/ DOI, Dividend Bank Details etc. and confirm. (The password should contain minimum 8 characters, at least one special character, at least one numeral, at least one alphabet and at least one capital letter)

NOTE:

The password is to be used by demat shareholders for voting on the resolutions placed by the company in which they are a shareholder and eligible to vote, provided that the company opts for e-voting platform of LIIPL.

For shareholders holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.

It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

❖ **Cast your vote electronically**

7. After successful login, you will be able to see the notification for e-voting on the home page of INSTA Vote. Select/ View "Event No" of the company, you choose to vote.
8. On the voting page, you will see "Resolution Description" and against the same the option "Favour/ Against" for voting.

   Cast your vote by selecting appropriate option i.e. Favour/Against as desired.

   Enter the number of shares (which represents no. of votes) as on the cut-off date under 'Favour/Against'.
9. If you wish to view the entire Resolution details, click on the 'View Resolutions' File Link.
10. After selecting the appropriate option i.e. Favour/Against as desired and you have decided to vote, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "YES", else to change your vote, click on "NO" and accordingly modify your vote.
11. Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.
12. You can also take the printout of the votes cast by you by clicking on "Print" option on the Voting page.

❖ **General Guidelines for shareholders:**

* Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to e-Voting system of LIIPL: https://instavote.linkintime.co.in and register themselves as 'Custodian / Mutual Fund / Corporate Body'.

  They are also required to upload a scanned certified true copy of the board resolution /authority letter/power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the 'Custodian / Mutual Fund / Corporate Body' login for the Scrutinizer to verify the same.

* During the voting period, shareholders can login any number of time till they have voted on the resolution(s) for a particular "Event".

* Shareholders holding multiple folios/demat account shall choose the voting process separately for each of the folios/demat account.

* In case the shareholders have any queries or issues regarding e-voting, please refer the Frequently Asked Questions ("FAQs") and Instavote e-Voting manual available at https://instavote.linkintime.co.in, under Help section or write an email to enotices@linkintime.co.in or Call us :- Tel : 022 - 49186000.

13. Kindly note that members can opt for only one mode of voting i.e., either by voting at the venue or through remote e-voting. The Members attending the meeting, who have not already cast their vote through remote e-voting shall be able to exercise their voting rights at the meeting. The members who have already cast their vote thro remote e-voting may attend the meeting but shall not be entitled to cast their votes again at the venue.

14. In support of the "Green Initiative" announced by the Government of India, electronic copy of the Annual Report and Notice inter alia indicating the process and manner of e-voting along with attendance slip and proxy form are being sent by e-mail to those shareholders whose e-mail addresses have been made available to the Company / Depository Participants unless member has requested for a hard copy of the same.

15. The Route Map of the Venue of the Annual General Meeting is attached to the Proxy Form/Attendance Slip.

By Order of the Board
S V ALAGAPPAN
CHAIRMAN
(DIN 00002450)

Coimbatore
28th May, 2018

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

ITEM 5

Sri S V Alagappan (DIN 00002450) is holding the office as Chairman and Non-Executive Director of the Company, has attained the age of 75 years and considering his vast experience in the field of Textile Industry and valuable contribution to the Company, special resolution is set-out in the notice for the approval of shareholders to continue his tenure of Directorship.

The Securities and Exchange Board of India in SEBI (Listing Obligations and Disclosure Requirements), (Amendment) Regulations, 2018 in Regulation 17 (1A), has mandated vide its notification dated 9th May, 2018, that no Director shall continue the Directorship as Non-Executive Director who has attained the age of 75 years unless a Special Resolution is passed by the members for this purpose.

The Board considers that his continued association would be benefit to the Company and it is desirable to continue to avail services of Sri S V Alagappan as Chairman and Non-Executive Director. Accordingly, the Board recommends the resolution in relation to continuation of Sri S V Alagappan, as Chairman and Non-Executive Director for the approval by the shareholders of the Company, who has already attained the age of 75 years.

Except Sri S V Alagappan, Sri S V Arumugam, Dr S V Kandasami and Sri S K Sundararaman, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested either financially or otherwise, in the resolution set out at Item No. 5.

ITEM 6

Dr. S V Kandasami (DIN 00002470) was appointed as a Non-Executive Director of the Company at the Annual General Meeting held on 25th December 2017, has attained the age of 75 years and considering his rich experience in the Medical field and general management, special resolution is set-out in the notice for the approval of shareholders.

The Securities and Exchange Board of India in SEBI (Listing Obligations and Disclosure Requirements), (Amendment) Regulations, 2018 in Regulation 17 (1A), has mandated vide its notification dated 9th May, 2018, that no Director shall continue the Directorship as Non-Executive Director who has attained the age of 75 years unless a Special Resolution is passed by the members for this purpose.

The Board considers that his continued association would be benefit to the Company and it is desirable to continue to avail services of Dr S V Kandasami as Non-Executive Director. Accordingly, the Board recommends the resolution in relation to continuation of Dr. S V Kandasami as Non-Executive Director for the approval by the shareholders of the Company, who has already attained the age of 75 years.

Except Dr S V Kandasami, Sri S V Alagappan and Sri S V Arumugam, and Sri S K Sundararaman, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested financial or otherwise, in the resolution set out at Item No. 6.

ITEM 7

Sri K N V Ramani (DIN 00007931) was appointed as a Non-Executive and Independent Director of the Company for five consecutive years for a term from 25th August 2014 till 24th August 2019. Sri K N V Ramani is Chairman of the Audit Committee and a member of the Nomination and Remuneration Committee of the Board of Directors of the Company.

The Securities and Exchange Board of India in SEBI (Listing Obligations and Disclosure Requirements), (Amendment) Regulations, 2018 in Regulation 17 (1A), has mandated vide its notification dated 9th May, 2018, that no Director shall continue the Directorship as Non-Executive Director who has attained the age of 75 years unless a Special Resolution is passed by the members for this purpose.

Sri K N V Ramani is past the age of seventy five years . He is a Senior Corporate Lawyer with more than fifty years standing. He is the Founder and Senior Partner leading the Law Firm 'RAMANI AND SHANKAR' which is a reputed and well recognized Consultant of many Corporates and other Institutions in the region. As Corporate Lawyer, specializing in legislations concerning them and all types of commercial causes, his association in the Board has been of value to the Company. He continues on the Board and Committees including Audit Committees of several Listed Companies. The Company will benefit by his continued association and guidance as a Member of the Board.

Except Sri KNV Ramani, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested financial or otherwise, in the resolution set out at Item No. 7.

ITEM 8

Sri S Palaniswami (DIN 00007901) was appointed as a Non-Executive and Independent Director of the Company for five consecutive years for a term from 25th August 2014 till 24th August 2019. Sri S Palaniswami is a member of Audit Committee and Nomination and Remuneration Committee of the Board of Directors of the Company.

He has more than 39 years of experience in the field of vertical transportation elevators, escalators and allied products.

The Securities and Exchange Board of India in SEBI (Listing Obligations and Disclosure Requirements), (Amendment) Regulations, 2018 in Regulation 17 (1A), has mandated vide its notification dated 9th May, 2018, that no Director shall continue the Directorship as Non-Executive Director who has attained the age of 75 years unless a Special Resolution is passed by the members for this purpose.

The Board considers that his continued association would be benefit to the Company and it is desirable to continue to avail services of Sri S Palaniswami as an Independent Director. Accordingly, the Board recommends the resolution in relation to continuation of Sri S Palaniswami as an Independent Director. Accordingly, the Board recommends the resolution in relation to continuation of Sri S Palaniwsami as an Independent Director for the approval by the shareholders of the Company, who attains the age of 75 years during the tenure of his present appointment.

Except Sri S Palaniswami, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise in the resolution set out at Item No. 8.

ITEM 9

The Board of Directors of the Company on the recommendation of the Audit Committee has approved the appointment of and payment of remuneration to Sri M Nagarajan, Cost Auditor to conduct the audit of the Cost records of the Company for the financial year ending 31st March, 2019.

In terms of the provisions of Section 148 of the Companies Act, 2013 read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditor is to be ratified by the members of the Company. Accordingly, the members are requested to ratify the remuneration payable to the Cost Auditor for the financial year ending 31st March 2019, as set out in the resolution.

The Board of Directors recommend the Ordinary Resolution as set out in this item of the Notice for approval of members.

None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No. 9.

By Order of the Board
S V ALAGAPPAN
CHAIRMAN
(DIN 00002450)

Coimbatore
28th May, 2018

ANNEXURE TO THE NOTICE

RE-APPOINTMENT OF DIRECTORS

A brief resume in respect of Director seeking reappointment is given below in terms of Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

1	Name	Sri S V Arumugam (DIN 00002458)
2	Age	69 Years
3	Qualification	B.Sc., ACA
4	Date of Appointment	27.6.2005
5	Experience	He has more than 33 years of experience in Textile Industry
6	Other Directorships	Annamalai Infrastructures Limited
		Bannari Amman Flour Mill Limited
		Bannari Amman Food Products Limited
		Bannari Amman Spinning Mills Limited
		Sakthi Murugan Transports Limited
		Shiva Mills Limited
		Abirami Amman Mills Private Limited
		Accel Apparels Private Limited
		Anamallais Agencies Private Limited
		Anamallais Automobiles Private Limited
		Anamallais Motors Private Limited
		Bannari Amman Logistics Private Limited
		Bannari Amman Properties Private Limited
		Bannari Techno Park Private Limited
		Murugan Enterprise Private Limited
		Senthil Infrastructure Private Limited
		Vedanayagam Enterprises Private Limited
		Young Brand Apparels Private Limited
7	Member of Committee	Stakeholder Relationship Committee - Member (Shiva Texyarn Ltd)
8	Member of Committee in other Public Limited Companies	Stakeholder Relationship Committee - Member (Bannari Amman Spinning Mills Ltd)
9	Number of shares held in the Company	NIL
10	Relation	Brother of Sri S V Alagappan and Dr S V Kandasami. Except Sri S V Alagappan, Sri S V Arumugam and Dr S V Kandasami, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested.

DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting the Thirty Seventh Annual Report together with Audited Financial Statements of the Company for the year ended 31st March, 2018.

(₹ in lakhs)

FINANCIAL RESULTS	Financial Year	
	2017-18	2016-17
Profit before Interest and Depreciation	**4736.03**	4965.65
Less: Interest	**1927.62**	2060.80
Profit before Depreciation	**2808.41**	2904.85
Less: Depreciation	**1343.64**	1282.57
Profit before Tax	**1464.77**	1622.28
Less : Provision for Income Tax		
- Current Tax	**345.00**	379.72
- Deferred tax Liability (Net)	**(12.53)**	214.09
Profit after Tax	**1132.30**	1028.47
Add : Other comprehensive income/(Loss)	**9.97**	18.30
Total comprehensive income/(Loss) for the year	**1142.27**	1046.77

DIVIDEND

Your Directors are glad to recommend payment of Dividend @ ₹1.60/- per equity share of ₹10/- each (@ 16% of the paid up capital) (Last year ₹1.60/- per share of ₹10/- each). The dividend on equity shares together with distribution tax on corporate dividend will absorb ₹250.02 lakhs (₹249.61 lakhs).

IMPLEMENTATION OF Ind AS

Financial year 2017-18 is the first year of implementation of the Indian Accounting Standards (Ind AS) for your company. The impact of the same are detailed in the notes forming part of the Financial Statements.

RECOMMENCEMENT OF TRADING OF SHARES AFTER CAPITAL REDUCTION

The recommencement of trading of Shares of the Company at BSE Ltd and NSE resumed w.e.f. December 26, 2017 in "T" Group after the implementation of Capital reduction process which is forming part and parcel of approved Scheme of Arrangement (Demerger) entered between Shiva Texyarn Ltd and Shiva Mills Ltd (formerly STYL Textile Ventures Ltd).

Your Company's Scrip Code/Trading Symbol at NSE has been changed from SHIVTEX to SHIVATEX during the aforesaid process.

DISPOSAL OF FRACTIONAL SHARES

419 fractional shares had arisen during the process of implementation of Scheme of Arrangement (Demerger) entered between Shiva Texyarn Ltd and Shiva Mills Ltd (formerly STYL Textile Ventures Ltd) and the same were disposed subsequent to the listing formalities and the proceeds were distributed to the concerned shareholders with an individual intimation. The list of shareholders who have not claimed the said shares are available in the Company's website : www.shivatex.co.in.

REVIEW OF OPERATIONS

During the year under review, the spinning unit produced 10763.93 tonnes (12341.51 tonnes) of yarn, of which 591.10 tonnes (2772.85 tonnes) was used to produce knitted fabrics. The spinning unit sold 10180.08 tonnes (9722.74 tonnes) of yarn and out of which exports accounted for 1964.61 tonnes (2399.30 tonnes) and knitted fabrics 612.91 tonnes (2692.03 tonnes). Further, during the year under review, the Company sold 3226.80 tonnes (3730.17 tonnes) of waste cotton of which exports accounted for 711.56 tonnes (770.20 tonnes).

The Wind Mills, with aggregate installed capacity of 18.145 MW generated 230.87 lakh units of Wind Electricity as against 277.68 lakh units in the last year. The entire power generated by Wind Mills was utilized for captive consumption at the textile mills.

The performance of the Spinning Unit in terms of profitability was affected by steep fall in prices of yarn due to supply/demand mismatch. However wind power generation helped the Company's profitability. The Company's Technical Textile divisions viz. Coating, Lamination and Processing and Garments have picked up their operations and have contributed to the overall performance of the Company in a significant way. The Company which started supplying Home Textiles to M/s Ikea Distribution services during last year has improved its performance during the year. Moreover, the Company which obtained an order from the Ministry of Defence for supply of Nuclear Biological Chemical (NBC) suits shipped the consignment during the year. The overall sales turnover of the Company from all divisions aggregated to ₹35551.51 Lakhs (₹37529.97 Lakhs) of which exports including merchant exports amounted to ₹7301.75 Lakhs (₹7697.47 Lakhs), the exports contributing 20.53% (20.51%) of the overall sales of the Company.

PROSPECTS FOR THE CURRENT YEAR

With domestic demand likely to pick up due to improvement in economic conditions and export demand likely to pick up upon resumption of import of yarn and fabric by China, the prospects for the spinning units appear to be stable. The contribution from Windmills on overall performance of the textile mills is dependent on availability of wind of adequate velocity and during the current year TANGEDCO has committed to evacuate the wind power with minimum back out.

The contribution from Technical Textile products is likely to improve significantly in the coming years. The Processing, Bag and Garments divisions are also expected to contribute to the overall earnings and profits of the Company in the ensuing years.

MATERIAL CHANGES AND COMMITMENTS, IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There are no material changes and commitments affecting the financial position of the Company subsequent to the end of the Financial Year.

TRANSFER TO RESERVES

During the year under review, the Company has not transferred any amount to General Reserves.

CHANGE IN THE NATURE OF BUSINESS

There was no change in the nature of principal business of the Company during the financial year ended 31st March 2018.

SHARE CAPITAL

Post to the Scheme of Arrangement (Demerger and Capital Reduction) the issued, subscribed and paid-up share capital of the Company as on 31st March 2018 stood at ₹12,96,27,130/- divided in to 1,29,62,713 equity shares of ₹10/- each. During the year under review, the Company has not made any fresh issue of shares.

TRANSFER OF UNCLAIMED DIVIDEND AND SHARES TO INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

The Company has transferred ₹ 24,38,220/- to the Investor Education and Protection Fund during the year under review. The Company has also transferred 1,03,436 equity shares of Rs.10/- each to IEPF.

EXTRACT OF ANNUAL RETURN

An extract of the Annual Return as on 31st March, 2018 pursuant to the sub-section (3) of Section 92 of the Companies Act, 2013 i.e. Form MGT - 9 is available at the weblink:www.shivatex.co.in.

BOARD MEETINGS

During the year under review, Seven (7) Board Meetings of the Company were conducted. The details of the same have been given in the Corporate Governance Report under Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, forming part of this Report.

SECRETARIAL STANDARDS

During the year under review, your Company has complied with all the applicable Secretarial Standards issued by the Institute of Company Secretaries of India from time to time.

DIRECTORS' RESPONSIBILITY STATEMENT

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

a) Your Directors have followed in the preparation of the annual accounts, the applicable accounting standards with proper explanation relating to material departures;

b) Your Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;

c) Your Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

d) Your Directors have prepared the annual accounts on a going concern basis;

e) Your Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and

f) Your Directors have devised proper system to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DIRECTORS

During the period under review, Dr S V Kandasami & Smt Sujana Abirami were inducted in to the Board w.e.f. 31.08.2017. Smt A Lalitha resigned from the Board with effect from 31.08.2017, Sri S V Alagappan was re-designated as Non-Exectuive Chairman and Sri S K Sundararaman was re-designated as Managing Director w.e.f. 31.08.2017.

Sri S V Arumugam, Director (DIN 00002458) is required to retire by rotation at the ensuing Annual General Meeting, he is eligible and seeks re-appointment.

As per SEBI (Listing Obligations and Disclosure Requirements), (Amendments) Regulations, 2018 Sri S V Alagappan, Dr S V Kandasami, Sri K N V Ramani and Sri S Palaniswami the Non-Executive Directors who has attained or will be attaining the age of seventy five years requires the approval of shareholders by way of special resolution for continuation of their office as Directors. Suitable resolutions along with explanatory statement and justification for their continuation as Directors have been set out in the Notice to the members.

DECLARATION OF INDEPENDENT DIRECTORS

All the Independent Directors have given declarations that they meet the criteria of independence as laid down under Section 149 (6) of the Companies Act, 2013.

EVALUATION OF BOARD OF DIRECTORS

Pursuant to the provisions of the Companies Act, 2013 and Regulation 17 (10) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Independent Directors at their meeting without participation of non-Independent Directors and management, considered and evaluated the Boards' performance, performance of the Chairman and Managing Director.

The Board has carried out an annual evaluation of its own performance and performance of the individual Directors as well as the Committees of Directors.

KEY MANAGERIAL PERSONNEL

The Company has appointed the following persons as Key Managerial Personnel during the year.

Sri S K Sundararaman	Managing Director
Sri R Srinivasan	Company Secretary
Sri C Krishnakumar	Chief Financial Officer

AUDIT COMMITTEE

The Audit Committee comprises of

1.	Sri K N V Ramani	-	Chairman (Non- Executive Independent Director)
2.	Sri C S K Prabhu	-	Member (Non- Executive Independent Director)
3.	Sri S K Sundararaman	-	Member (Managing Director) and
4.	Sri S Palaniswami	-	Member (Non- Executive Independent Director)

The Board has implemented the suggestions made by the Audit Committee from time to time.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

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

ESTABLISHMENT OF VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has established a Vigil Mechanism for Directors and employees to report concerns about unethical behaviour, actual or suspected fraud or violation of the Company's code of conduct or ethics. The policy has been posted in the website of the Company viz., www.shivatex.co.in.

POLICY ON NOMINATION AND REMUNERATION COMMITTEE

The Board of Directors have framed a policy setting out the framework for payment of Remuneration to Directors, Key Managerial Personnel and Senior Management Personnel of the Company. The policy is explained as part of the Corporate Governance Report. The Committee ensures that :

1. The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully;

2. Relationship of remuneration to performance is clear and meets appropriate performance benchmarks ; and

3. Remuneration to Directors, Key Managerial Personnel and senior management involves a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the Company and its goals.

RELATED PARTY TRANSACTIONS

All related party transactions that were entered into during the financial year in the ordinary course of business were on arm's length basis. Hence provisions of Section 188 of the Companies Act, 2013 are not attracted. Further no materially significant related party transactions were 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. Hence reporting under Form AOC-2 is not required. Approval of Audit Committee was obtained for transactions of repetitive nature on annual basis. All related party transactions are placed before the Audit Committee and Board of Directors for their review. The policy on Related Party Transactions is available in the website www.shivatex.co.in.

SUBSIDIARY COMPANY

The Company which had one subsidiary viz., Shiva Mills Ltd (formerly STYL Textile Ventures Limited) ceased to be a subsidiary w.e.f. 23.11.2017 due to the implementation of Scheme of Arrangement (Demerger) entered between Shiva Texyarn Ltd and Shiva Mills Ltd. Therefore, the provisions of Section 129(3) of the Companies Act, 2013 are not applicable to your Company.

PUBLIC DEPOSITS

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

CORPORATE GOVERNANCE

In line with requirements of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 your Company is committed to the principles of good Corporate Governance and continues to adhere good corporate governance practices consistently.

A separate section is given on Corporate Governance, Management Discussion and Analysis along with a certificate from the Practicing Company Secretary regarding compliance with conditions of Corporate Governance, as stipulated under Regulation 34(3) read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 which forms part of this Annual Report.

SIGNIFICANT/MATERIAL ORDERS PASSED BY THE REGULATORS/COURTS

There are no significant and material orders passed by the Regulators/Courts that would impact the going concern status and the Company's operation in future.

AUDITORS

As per Section 139 of the Companies Act, 2013 M/s Deloittee Haskin & Sells LLP - Chartered Accountants were appointed as Auditors for a term of 5 years in the 36th Annual General Meeting held on 25th December, 2017 and will hold office up to 41st Annual General Meeting without further ratification every year as per the provisions of Companies (Amendment) Act, 2017. A suitable resolution is set-out in the notice to the members to give effect to the said amendment.

SECRETARIAL AUDIT

Pursuant to provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the Company appointed Mr R Dhanasekaran, Practicing Company Secretary to undertake the Secretarial Audit of the Company. The report is attached herewith as **Annexure - I.**

No adverse qualifications/comments have been made in the said report by the Practicing Company Secretary.

COST AUDITOR

Pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules 2014 as amended from time to time, the Board of Directors, on the recommendation of Audit Committee, have appointed Sri M Nagarajan, Cost Accountant, Coimbatore as Cost Auditor to conduct Cost Audit of the Company for the financial year 2018 - 2019 with remuneration. As required under the Companies Act, 2013, a resolution seeking members' approval for the remuneration payable to the Cost Auditor forms part of the Notice convening Annual General Meeting.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. The Company has an Internal Audit System which monitors and evaluates the efficiency and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies at all locations of the Company. The scope and authority of the Internal Audit function is defined in the Internal Audit Manual. To maintain its objectivity and independence, the Internal Audit function reports to the Chairman of the Audit Committee and to the Chairman & Managing Director.

Based on the report of internal audit function, corrective actions are taken in the respective areas and thereby strengthen the controls. Significant audit observations and recommendations along with corrective actions thereon are presented to the Audit Committee of the Board.

STATEMENT ON RISK MANAGEMENT POLICY

Pursuant to Section 134(3)(n) of the Companies Act, 2013 and Regulation 21 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has constituted a Risk Management Committee. The Committee has developed a Risk Management Policy and implemented the same. The details of the Committee and its terms of reference are set out in the Corporate Governance Report forming part of the Boards Report. At present the Company has not identified any element of risk which may threat the existence of the Company.

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Company has constituted Corporate Social Responsibility Committee (CSR), which shall recommend to the Board, the activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013, recommend the amount of expenditure to be incurred on such activities and monitor the CSR policy of the Company. The company has partially spent the amount stipulated under the requirements of the Act.

Corporate Social Responsibility Committee constituted by the Board with effect from 21.5.2014, comprised of the following Directors.

1. Sri S V Alagappan - Chairman
2. Sri S K Sundararaman - Managing Director
3. Dr K R Thillainathan - Independent Director

The CSR activities and its related particulars is enclosed as **Annexure II**

STATUTORY DISCLOSURES

I. Conservation of Energy and others

The particulars required to be included in terms of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 for the year ended 31st March, 2018 relating to Conservation of Energy, etc., is enclosed as **Annexure III.**

II. Remuneration of Directors and other details

The information required under Section 197(12) of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and forming part of the Directors' Report for the year ended 31st March, 2018 is provided as **Annexure IV** to this report.

HUMAN RESOURCES AND INDUSTRIAL RELATIONS

During the year under review the human relations continued to be very cordial. The Board of Directors wishes to acknowledge the contribution of the employees at all levels of the organization.

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. Internal Complaints Committee (ICC) has been set up to redress complaints for sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy. The Company has not received any complaints for disposal during the year.

ACKNOWLEDGEMENT

Your Directors acknowledge with gratitude the timely assistance and help extended by the Bankers for having provided the required bank facilities. Your Directors wish to place on record their appreciation of the contributions made by the employees at all levels for the continued good performance of your Company.

By Order of the Board
S V ALAGAPPAN
CHAIRMAN
(DIN 00002450)

Coimbatore
28th May, 2018

ANNEXURE I

FORM NO. MR - 3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2018

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

To

The Members
Shiva Texyarn Limited
CIN : L65921TZ1980PLC000945
252 Mettupalayam Road, Coimbatore 641 043

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by SHIVA TEXYARN LIMITED (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

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

I have examined the books, papers, minute books, forms and returns filed and other records maintained by SHIVA TEXYARN LIMITED ("the Company") for the financial year ended on 31st March 2018) ('Audit Period') according to the provisions of :

i. The Companies Act, 2013 (the Act) and the Rules made thereunder and applicable provisions of the Companies Act 1956;

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') to the extent applicable to the Company;

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

   b. 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 (Not applicable to the Company during the Audit Period);

   d. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; (Not applicable to the company during the Audit Period)

   e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (Not applicable to the company during the Audit Period)

   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; (Not applicable to the company during the Audit Period)

g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (Not applicable to the Company during the Audit Period); and

h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (Not applicable to the Company during the Audit Period) ;

vi. The following other laws specifically applicable to the company :

a. Additional Duties of Excise (Textiles and Textile Articles) Act, 1978 (applicable upto 30.06.2017)

b. Textile Committee Act, 1963

c. Textiles (Development and Regulation) order, 2001

d. Textiles (Consumer Protection) Regulation, 1985

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

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

ii) The Listing Agreements entered into by the Company with the BSE Limited, National Stock Exchange of India Limited and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

I report that, during the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, Listing Agreements etc., mentioned above.

I further report that, based on the information provided by the Company, its officers and authorised representatives during the conduct of the audit and also on the review of periodical compliance reports by respective department heads/company secretary/CFO taken on record by the Board of Directors of the Company, in my opinion, adequate systems and process and control mechanism exist in the Company to monitor and ensure compliance with applicable financial/general laws like, direct and indirect tax laws, labour laws, and environmental laws.

I further report that, the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

I further report that, there are adequate systems and processes in the company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that, during the audit period :

The company has not taken any events/actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

I further report that, the Hon'ble National Company Law Tribunal, Division Bench, Chennai, vide its order No. TCP/22 & 23/CAA/2017 (C.P.359 & 360 of 2016) dated 24th August, 2017, has approved the Scheme of Arrangement (demerger) between the company and Shiva Mills Limited.

R DHANASEKARAN
Company Secretary in Parctice
FCS 7070 / CP 7745

Coimbatore
28th May, 2018

ANNEXURE II

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

1. A Brief outline of the Company's CSR policy including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.

   CSR Policy - Approved by the Board of Directors and applicable from 14.8.2014

   Present Activities:

   - Shiva Texyarn adopts Government Schools located at around factory and support construction of class rooms, water tanks, laboratory and other basic amenities to students. Provide teachers to the schools adopts by the Company.
   - To provide Education facility to economically backward people.
   - To provide Computer Training and organize Skill development Program to Students and Teachers.
   - Weblink: www.shivatex.co.in

2. Composition of CSR Committee

Name of the member		Designation
Sri S V Alagappan	-	Chairman
Sri S K Sundararaman	-	Managing Director
Dr K R Thillainathan	-	Independent Director

3.	Average net profit of the Company for last 3 financial years	:	₹ 10,09,01,567/-
4.	Prescribed CSR expenditure (2% of the amount as in item 3 above)	:	₹ 20,18,031/-
5.	Details of CSR spend during the financial year		
	a) Total amount spent for the financial year	:	₹ 13,64,650/-
	b) Amount unspent, if any	:	₹ 6,53,381/-

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

Sl No	Projects/ Activities	Sector	Project / program locations	Amount outlay (budget) project/ programwise	Amount spent on the project/ program	Cumulative expenditure upto the reporting period	Amount spent: Direct or through implementing agency
1	Sponsoring 100 free cataract eye surgery Sankara Eye Hospital	Healthcare and Medical facilities	Coimbatore	150000	150000	150000	Sri Kanchi Kamakoti Medical Trust
2	Special walkathon Expenditure	Preventive Healthcare	Coimbatore	67650	67650	67650	Direct
3	Welfare of retiring soldiers	Measures for the benefit of the armed forces	New Delhi	397000	397000	397000	Tresath League
4	School Construction at Bommanampalayam	Promoting Education	Coimbatore - Rural	300000	300000	300000	Coimbatore United Round Table 186 Trust
5	Pannaimadai School Children Malnutrition Eradication Programme	Eradicating Malnutrition	Coimbatore - Rural	50000	50000	50000	Direct
6	Freedom Through Education School Construction	Promoting Education	Madukkarai Panchayat, Coimbatore	300000	300000	300000	Coimbatore ACME Round Table 133
7	SEEK (Save Endangered Endemic and Key Species)	Ensuring Environmental Sustainability	Coimbatore	100000	100000	100000	Environment Conservation Group

Reason for not spending

The Company could not identify the projects in consonance with its CSR policy.

Responsibility Statement of the CSR Committee

The CSR Committee hereby confirms that the implementation and monitoring of CSR activities are in compliance with CSR objectives and policy of the Company.

By Order of the Board
S V ALAGAPPAN
CHAIRMAN
(DIN 00002450)

Coimbatore
28th May, 2018

ANNEXURE - III

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

The information under Section 134(3)(m) of the Companies Act, 2013 read with rule 8(3) of the Companies (Accounts) Rules, 2014 for the year ended 31st March, 2018 is given here below and forms part of the Directors' Report.

A) CONSERVATION OF ENERGY

i) Steps taken or impact on conservation of energy;

- Energy Audit and conservation measure is being adopted periodically.
- Link Coner machine suction motor pressure optimization through closed loop method.
- Blow room VXL CF fan suction level optimization through pipe line alteration.
- Provision of LED light in place of conventional tube lights.
- Blow room VXL centrifugal motor pulley reduction for 4 lines.
- Air leakage arresting in pipe lines and machines in all departments.
- Autoconer 338 suction fan retrofit funnel ring.
- Fan motor 2.5 HP removed in Simplex machines-Front roving stop motion provided.
- Provision of electronic ballast instead of copper ballast in light fittings.
- Automatic on/off control provided to stop Compressor unloading time.
- Humidification plant angle reduced to conserve energy.
- Efforts are being taken to reduce energy consumption in all energy intensive equipment

ii) Steps taken by the company for utilizing alternate sources of energy;

- The company is utilizing solar energy for water heating.
- The entire wind energy produced by the Company's wind mills are captively consumed.

iii) Capital investment on energy conservation equipment;

- Investments for reduction of consumption of energy are being made after careful evaluation of each proposal.

B) TECHNOLOGY ABSORPTION

i) the efforts made towards technology absorption;

a) Provision of individual Production and Power online monitoring system in Ring Frame 1 to 10 machines.

b) Energy recovery system installed in air compressor.

ii) the benefits derived like product improvement, cost reduction, product development or import substitution;

With the measures adopted by the company, there is substantial saving in energy consumption thereby reduction in cost of production.

iii) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year) : Not applicable.

iv) the Company has incurred an expenditure of ₹ 3.20 lakhs towards Research and Development.

C) FOREIGN EXCHANGE EARNINGS AND OUTGO

During the year under review foreign exchange earnings were ₹ 7528.66 lakhs (previous year ₹ 8266.28 lakhs). Foreign exchange outgo was ₹ 1593.87 lakhs (previous year ₹ 2603.00 lakhs)

By Order of the Board
S V ALAGAPPAN
CHAIRMAN
(DIN 00002450)

Coimbatore
28th May, 2018

ANNEXURE IV

Disclosure in the Board's Report

Particulars of Remuneration of Directors and Employees pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014

i) The Ratio of the remuneration of each director to the median remuneration of the employees of the company for the Financial year 2017 -18.

Director's Name	Ratio
Sri S K Sundararaman, Managing Director	39.10 : 1

ii) The Percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager if any in the Financial year 2017-18 compared to 2016 -17 means part of the year.

Director's Name/CS/CFO	% increase in remuneration
Sri S K Sundararaman, Managing Director	(47.88)
Sri R Srinivasan, Company Secretary	28.71
Sri C Krishnakumar (CFO)	15.60

In respect of other Directors, the Company is paying only sitting fees. Hence, not considered for the above purpose.

iii)	Percentage increase in the median remuneration of employees in the Financial Year 2017-18	21%
iv)	Number of permanent employees on the rolls of the Company	1340
v)	Explanation on the relationship between average increase in remuneration and the Company performance	The relationship between average increase in remuneration and the Company's performance are determined in the normal course of business and in line with the Standards & norms of the Industry.

vi) Particulars of Employees as per Rule 5(2) and Rule 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 :

Sl. No.	Name (Age in years)	Designation	Gross Remuneration Paid (in ₹)	Qualification	Date of commencement of employment (experience in years)	Previous Employment
1	Naveen Sodhi - (64)	Senior Vice President	2925000	M Sc, M Phil	16.05.2013, 5 Yrs	Indian Army
2	Daisy Mistri (68)	COO	2851935	DCP	14.04.2017, 1 Yr	Gokaldas Exports Ltd
3	M Senthil Kumar - (40)	Vice President	2770000	BE	01.11.2015, 3 Yrs	Alps Industries Ltd
4	Raghu Ram Varma (44)	National Sales Manager	2302032	MBA	03.08.2015, 3 Yrs	Piramal Enterprises Ltd
5	P Baskar - (53)	G M Operation	1435457	DTT	01.01.1989, 29 Yrs	Bannariamman Group
6	C Krishnakumar - (40)	C F O	1181024	M Com, FCA, ACS	01.06.2012, 6 Yrs	Sabare International Ltd
7	T Manoharan, (51)	AGM (operation)	1171120	B Tech	20.10.2008, 10 Yrs	Vijayashree Textiles
8	K Venurajagopal (53)	G M Hr	1152200	M A, B L	28.08.1991, 27 Yrs	Not Applicable
9	S. Sengottaiyan (66)	DGM Accounts	1109060	BA	28.08.1985, 33 Yrs	Tarapure & Co., Madras
10	R Srinivasan (44)	Company Secretary	942049	ACS, BL	18.05.2017, 1Yr	Shriram Capital Ltd

vii) Comparison of the remuneration of the Key Managerial Personnel (KMP) against the Performance of the Company

KMP's remuneration 2017-18 (₹ in lakhs)	**% increase / (Decrease) in KMPs remuneration (2017-18 against 2016-17)**	**Sales 2017-18 (₹ in lakhs)**	**% increase in sales (2017-18 against 2016-17)**
89.36	(39.73)	35551	(5.27)

viii) Variation in Market Capitalization of the Company, price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase over decrease in the market quotations of the shares of the company in comparison to the rate at which the company came out with the last public offer in case of list companies, and in case of unlisted companies, the variations in the net worth of the company as at the close of the current financial year and previous financial year :

Particulars	**As on 31.3.2018**	**As on 31.3.2017**	**Variations**	**%**
Market Capitalization (₹ crores)	644.18	784.46	(140.28)	(17.88)
Price Earnings Ratio	56.85	44.72	12.13	27.12

Market quotation of the shares as on 31.3.2018 (NSE)	₹ 469.95/- per share of face value ₹10/- per share
Market quotations of the shares when the Company came out with the last public offer	Rights issue in 1995 at a price of ₹ 32/- per share of Face Value of ₹ 10/- each
Percentage increase/decrease in the market quotations of the Company	31.03.2017 (+) 255.63% 31.03.2018 (-) 17.88%

ix) Average percentile increase already made in the salaries of Employees other than Managerial Personnel in the last financial year and its comparison with the percentile increase in managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration.

The average percentile increase granted to employees other than managerial personnel is 21%

The percentile increase granted to managerial personnel is Nil

x) Comparison of each remuneration of the Key Managerial Personal against performance of the Company

(₹ in Lakhs)

Particulars	MD	CS	CFO
Remuneration	68.13	9.42	11.81
Revenue	35551	35551	35551
Remuneration (as % of revenue)	0.19	0.03	0.03
Profit after tax (PAT)	1132.30	1132.30	1132.30
Remuneration (as a % of PAT)	6.02	0.83	1.04

xi) Key parameter for any variable component of remuneration availed by the Directors — The Directors are not eligible for any variable compensation other than Commission payable to Managing Director

xii) Ratio of the remuneration of the highest paid Director to that of the employees who are not Directors but receive remuneration in excess the highest paid director during the year — Since the remuneration of the highest paid employee is not in excess of the highest paid Director it is not applicable

xiii) The Board of Directors of the Company affirm that the remuneration paid to Directors, Key Managerial Personnel and employees is as per the remuneration policy approved by the Board of Directors of the Company.

The Statement of employees receiving remuneration not less than five lakh rupee per month.

Name	:	S K Sundararaman
Age	:	45
Designation	:	Managing Director
Nature of Duties	:	Manage the day to day affairs of the Company subject to the superintendence and control of Board of Directors
Remuneration (₹ in lakhs)	:	68.13
Qualification & Experience (years)	:	MBA and more than 18 years of experience in Textiles/Business
Date of commencement of employment	:	15.5.2006
Last employment	:	Bannari Amman Spinning Mills Limited

None of the employees listed in the said Annexure is relative of any Director of the Company. None of the employees hold (by himself or along with his spouse and dependent children) more than two percent of the equity shares of the Company.

During the Financial Year 2018, the Company has 1340 employees.

By Order of the Board
S V ALAGAPPAN
CHAIRMAN
(DIN 00002450)

Coimbatore
28th May, 2018

REPORT ON CORPORATE GOVERNANCE

COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

The Company's philosophy on Corporate Governance envisages the attainment of high levels of transparency, accountability, fairness and equity in all facets of its operations, procedures and reporting systems. Management aims to achieve greater efficiency and remain to competitive in comparison with the peers in the Industry.

Shiva Texyarn Limited has adopted a Code of Conduct which lays down standards of values, ethics and prudent business principles of management.

BOARD OF DIRECTORS

The Board comprises of Ten Directors viz., One Non-Executive Chairman, One Managing Director, One Woman Director and Seven Non-Executive Directors. Five Directors are Independent Directors and have no business relationship with the Company.

During the financial year, 7 Board Meetings were convened by giving advance notices to the Directors. The meetings were held on 30.05.2017, 11.08.2017, 14.08.2017, 31.08.2017, 01.11.2017, 16.11.2017 and 12.02.2018.

The Board is given all material information which are incorporated in the Agenda papers for facilitating meaningful and focused discussions at the meetings.

Details of attendance of each Director at the Board Meetings and at the last Annual General Meeting held on 25.12.2017 :

Name of the Director	Category	Number of Directorships held in other Companies*	Number of Board Committee Membership held in other Companies**		No. of Board Meetings Attended	Last AGM Attended Yes / No.
			Chairman	Member		
1. Sri S V Alagappan	Non-Executive	2	-	-	6	Yes
2. Sri S V Arumugam	Non-Executive	6	-	1	5	Yes
3. Dr S V Kandasami	Non-Executive	2	-	-	3	Yes
4. Sri S K Sundararaman	Executive	5	-	4	5	Yes
5. Smt SujanaAbirami	Non-Executive	-	-	-	3	Yes
6. Sri K N V Ramani	Non-Executive - Independent	6	3	4	6	No
7. Sri C S K Prabhu	Non-Executive - Independent	2	4	1	6	Yes
8. Dr K R Thillainathan	Non-Executive - Independent	1	-	-	6	No
9. Sri S Palaniswami	Non-Executive - Independent	2	1	3	5	Yes
10. Sri S Marusamy	Non-Executive - Independent	1	-	-	7	Yes

Directors under Sl.No.1, 2 and 3 are related and Director 4 is related to Director 5. Director 3, 4 & 5 are related to each other.

* Excluding private companies which are not subsidiary of public limited companies.

** Only Committees formed under Regulation 26 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are considered.

The Non-Executive Independent Directors fulfill the conditions laid down for appointment as Independent Directors as specified in Section 149 of the Companies Act, 2013 and rules made thereunder and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. A formal letter of appointment has been issued and a copy of the same is posted on the website of the Company viz., www.shivatex.co.in.

FAMILIARISATION PROGRAMME

At the time of appointment of Directors a formal letter of appointment is issued, which sets out roles, functions, duties and responsibilities expected from them. The Directors have also been explained the relevant regulations. The appointments are also provided with necessary information for him to understand the Company's operations, products and events relating to the Company.

CODE OF CONDUCT

The Company has adopted the Code of conduct for all Board Members and Senior Management as required under Regulation 26(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Code is posted on the Company's website at www.shivatex.co.in. All Board Members and Senior Management Personnel have affirmed compliance with the code on an annual basis and a declaration to this effect signed by the Chairman is attached to this report.

AUDIT COMMITTEE

The Audit Committee consists of the following 4 Directors, of whom 3 are independent. During the financial year the Audit Committee met 5 times on 27.05.2017, 11.08.2017, 30.10.2017, 16.11.2017 and 09.02.2018 and the attendance of each member is furnished below :

Name of the Member	Category	No. of Meetings Attended
Sri K N V Ramani	Chairman & Independent Director	4
Sri S K Sundararaman	Managing Director	3
Sri C S K Prabhu	Independent Director	5
Sri S Palaniswami	Independent Director	4

The Audit Committee Chairman could not attend the last Annual General Meeting, whereas Sri C S K Prabhu represented the Chairman of the Audit Committee.

The terms of reference of the Audit Committee are as set out in Regulation 18 (3) read with Part C of Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, which inter-alia includes the following:

a) Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;

b) Recommendation for appointment, remuneration and terms of appointment of auditors of the company;

c) Approval of payment to statutory auditors for any other services rendered by the statutory auditors;

d) Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to :

   i) Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of section 134 of the Companies Act, 2013.

   ii) Changes, if any, in accounting policies and practices and reasons for the same.

   iii) Major accounting entries involving estimates based on the exercise of judgment by management.

   iv) Significant adjustments made in the financial statements arising out of audit findings.

   v) Compliance with listing and other legal requirements relating to financial statements.

   vi) Disclosure of any related party transactions.

   vii) Qualifications in the draft audit report.

e) Reviewing, with the management, the quarterly financial statements before submission to the board for approval;

f) Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/ prospectus/notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;

g) Review and monitor the auditor's independence and performance, and effectiveness of audit process;

h) Approval or any subsequent modification of transactions of the company with related parties;

i) Scrutiny of inter-corporate loans and investments;

j) Valuation of undertakings or assets of the company, wherever it is necessary;

k) Evaluation of internal financial controls and risk management systems;

l) Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;

m) Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;

n) Discussion with internal auditors of any significant findings and follow up there on;

o) Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;

p) Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;

q) To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;

r) To review the functioning of the Whistle Blower mechanism;

s) Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience and background, etc., of the candidate;

t) Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee consists of 3 Directors all of whom are independent.

During the Financial Year the Nomination and Remuneration Committee 3 times on 11.08.2017, 31.08.2017 and 12.02.2018.

Name of the Directors	Position	No. of Meetings attended
Sri C S K Prabhu	Chairman & Independent Director	3
Sri S Palaniswami	Independent Director	3
Dr K R Thillainathan	Independent Director	3

The terms of reference specified by Board of Directors to the Nomination and Remuneration Committee are as under.

a) Identifying persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down and also recommend to the Board a Policy relating to the Remuneration of Directors, Key Managerial Personnel and other employees.

b) Formulating the policy for determining qualification, positive attributes and independence of a Director.

c) To formulate criteria for evaluation of Independent Directors and the Board.

d) To devise a policy on Board diversity.

Remuneration Policy

The Nomination and Remuneration Committee has adopted a charter which, inter alia, deals with the manner of selection of Board of Directors/Key Managerial Personnels/Senior Managerial Personnels. The policy is accordingly derived from the said Charter. The policy on remuneration is available in the following weblink: www.shivatex.co.in

Evaluation criteria

The Nomination and Remuneration Committee has formulated the methodology and criteria to evaluate the performance of the Board and each Director. The evaluation of the performance of the Board and its committees are evaluated through a questionnaire circulated to all directors and based upon the response to the questionnaire, the directors do a self-evaluation of their performance. Accordingly, Board reviewed the performance of each of the directors and expressed their satisfaction.

The performance evaluation of the Chairman and the Managing Director was carried out separately by the Independent Directors. The Independent Directors expressed their satisfaction on the performance of the Chairman and the Managing Director.

The details of remuneration paid to Managing Director is as follows :

Name	Managing Director	Remuneration Received (in ₹)
Sri S K Sundararaman	Managing Director	68,13,127/-

Remuneration paid to Directors :

All the Non-Executive Directors are paid a sitting fee of Rs.5,000/- for each Board Meeting attended by them. The members of Audit Committee are also paid a sitting fee of Rs.5,000/- for each committee meeting attended by them.

Meeting of Independent Directors

During the year under review, the Independent Directors met on 12.02.2018 for the following purposes :

- Evaluation of performance of Non- Independent Directors and the Board as a whole
- Evaluation of performance of the Chairman, Managing Director of the Company
- Evaluation of quality and flow information to the Board

All the Independent Directors were present at the meeting.

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Company has constituted Corporate Social Responsibility Committee which shall recommend to the Board, the activities to be undertaken by the Company as specified in Schedule VII, recommend the amount of expenditure to be incurred on such activities and monitor the CSR policy of the Company. The company has partially spent the amount stipulated under the requirements of the Act. Corporate Social Responsibility Committee constituted consisting of the following Directors with effect from 21.5.2014.

1. Sri S V Alagappan - Chairman
2. Sri S K Sundararaman - Managing Director
3. Dr K R Thillainathan - Independent Director

RELATED PARTY TRANSACTIONS

The Company has adopted policy on dealing with Related Parties. The same is disclosed in the website of the Company and is available in the following weblink: www.shivatex.co.in

RISK MANAGEMENT COMMITTEE

Risk Management Committee constituted with effect from 14.11.2014, consists of following members they are specifically engaged with implementing, monitoring the risk management plan of the Company and other related functions.

1. Sri S K Sundararaman - Managing Director
2. Sri S Palaniswami - Independent Director
3. Sri C Krishnakumar - Chief Financial Officer

WHISTLE BLOWER MECHANISM

The Company has established a whistle blower policy/vigil mechanism for Directors and Employees to report concerns about unethical behavior, actual or suspected incidents of fraud or violation of the code of conduct or ethics policy. This mechanism provides adequate safeguards against victimization of directors/employees who avail of the mechanism and also provide for direct access to the Chairman of the Audit Committee. The whistle blower policy is posted on the company's website at the link www.shivatex.co.in.

SHAREHOLDING OF NON EXECUTIVE DIRECTORS AS ON 31.3.2018

Name of the Director	No. of Shares held
Sri S V Alagappan	32,670
Dr S V Kandasami	1,73,035
Dr S V Kandasami (HUF)	11,520
Sri S V Arumugam	Nil
Smt Sujana Abirami	Nil
Sri K N V Ramani	Nil
Sri C S K Prabhu	Nil
Dr K R Thillainathan	180
Sri S Palaniswami	Nil
Sri S Marusamy	3,029

STAKEHOLDERS RELATIONSHIP COMMITTEE

The Stakeholders Relationship Committee was formed to specifically look into shareholders/investors complaints, if any, on transfer of shares, non-receipt of Annual Report, non-receipt of declared dividend, etc., and also the action taken by the Company on those matters. During the financial year the Committee met 4 times on 18.04.2017, 11.08.2017, 16.11.2017 and 09.02.2018 and the attendance of each member is furnished below :

The Stakeholders Relationship Committee consists of:

Name of the Member	Category	No. of Meetings Attended
Sri S Palaniswami	Chairman	4
Sri S V Arumugam	Member	4

Mr R Srinivasan, the Company Secretary is the Compliance Officer.

The Company has received one complaint from the Investors for redressal and that was duly resolved to the satisfaction of the shareholder during the year and there was no complaint pending at the beginning of the year for redressal. No share transfer request is pending as on 31.03.2018.

In terms of Regulation 34(3) read with Part F of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 entered into with Stock Exchange, the Company has opened Demat Suspense Account in the name of **"Shiva Texyarn Limited -Unclaimed Shares Demat Suspense Account"** and has transferred the shares which remains unclaimed and are lying in the escrow account out of the Initial Public Offer made by the Company.

Unclaimed Shares	No. of Shareholders	No. of shares
Outstanding at the beginning of the year	13	3200
Approached for transfer during the year	Nil	Nil
Transferred to the shareholder during the year	Nil	Nil
Balance at the end of the year	3*	540*

* Originally 3,200 shares were outstanding before the implementation of scheme of arrangement and 1,280 shares belongs to Shiva Mills Ltd (Resulting Company), further 1,380 shares were transferred to IEPF during the year. Therefore, a balance of 540 shares is outstanding at the end of the year.

The voting rights on these shares shall remain frozen till the rightful owners of such shares claims the shares.

FRACTIONAL SHARES

The details of unclaimed fractional shares post the implementation of the scheme of arrangement entered between Shiva Texyarn Ltd and Shiva Mills Ltd are as follows :

No. of Shareholders	No. of Fractional Shares	Amount in ₹
7	3.00	1,840

SHARE TRANSFER COMMITTEE

The Share Transfer Committee consists of the Members of the Board, Company Secretary and nominees of Share Transfer Agents. This committee reviews and approves transfer, transmission, split, consolidation, issue of duplicate share certificate, recording change of the name, transposition of names etc. in equity of the shares of the Company. Shareholders request on the above matters are being processed and certificates are returned to them within 15 days from the date of receipt.

CEO & CFO CERTIFICATION

The Managing Director and Chief Financial Officer have furnished a certificate relating to financial statements and internal controls and systems to the Board of Directors as prescribed under Regulation17(8) read with Part B of Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Board took the same on record.

INSIDER TRADING

In compliance with SEBI Regulations for prevention of insider trading the Company has framed a comprehensive Code of Conduct for its management staff. The Code lays down guidelines and procedures to be followed and disclosures to be made by the management staff while dealing with the shares of the Company.

GENERAL BODY MEETING

Last three Annual General Meetings were held at Nani Kalaiarangam, Mani Higher Secondary School, Pappanaickenpalayam, Coimbatore 641037 on the following dates and details of Special Resolutions passed are as follows :

AGM	Date & Time	Special Resolutions passed	Voting Pattern
34th	28.09.2015 10.15 A.M.	Appointment of Sri S V Alagappan as Managing Director for a period of 5 years w.e.f 27.06.2015 and payment of Remuneration u/s 196,197,198,199 and 203	Total Votes polled : 1,64,25,365 Votes polled for : 1,64,25,265 Votes against : 100 Neutral: Ni
		Increase in remuneration payable to Sri S K Sundararaman, Executive Director w.e.f 01.06.2015 u/s 196, 1987, 198, 199 and 203	lTotal Votes Polled : 1,64,25,365 Votes Polled for : 1,64,25,125 Votes against : 240 Neutral : NIL
		Amendment to Article 99.a) and Deletion of Article 104 of the Articles of Association of the Company	Total Votes Polled : 1,64,25,365 Votes Polled for : 1,64,25,125 Votes against : 100 Neutral : NIL
35th	28.09.2016 10.15 A.M.	No Special Resolution was passed	—
36th	25.12.2017 9.15 A.M.	Appointment of Sri S K Sundararaman as Managing Director for a period of 5 years w.e.f 31.08.2017 and payment of remuneration u/s 196,197,198,199 and 203	Total Votes Polled : 97,55,206 Votes Polled for : 97,54,966 Votes against : 240 Neutral : NIL

As per the procedure laid down under Section 108 of the Companies Act, 2013 the Company conducted Postal Ballot, apart from e-voting facility and voting at the venue of the meeting.

Sri R Dhanasekaran, Practicing Company Secretary, Coimbatore was appointed as Scrutinizer to conduct the voting process.

DISCLOSURES

- The Company has not entered into any transaction of a material nature with the related parties having potential conflict with the interest of the Company.
- There was no instance of non-compliance of any matter related to the capital markets during the last 3 years.
- The Company has a Whistle Blower Policy in place and no personnel has been denied access to the Audit Committee relating to Whistle Blower Policy and
- The Company has complied with all the mandatory requirements of Regulation 34(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and in respect of Non-mandatory requirements the company has complied all the conditions except the suggestion relating to appointment of separate persons to the post of Chairman and Managing Director/CEO.

MEANS OF COMMUNICATION

i) The quarterly/half-yearly/annual financial results of the Company are announced within the stipulated period and are normally published in English and Tamil Newspapers. The results were also displayed in company's website www.shivatex.co.in.

ii) The Management Discussion and Analysis forms part of the Annual Report.

SHAREHOLDERS' INFORMATION

Annual General Meeting

Day and Date	:	Monday and 24.09.2018
Time	:	10.30 A.M.
Venue	:	Nani Kalaiarangam Mani Higher Secondary School Pappanaickenpalaym Coimbatore - 641 037

Financial Calendar

Results Announced	:	28.05.2018
Posting of Annual Report	:	On or before 30.08.2018
Last date of receipt of Proxy forms	:	22.09.2018
Dividend payment date	:	On or before 23.10.2018
Announcement of Quarterly Results	:	i) During first/second week of August and November 2018. February and May 2019 or as stipulated by SEBI from time to time. ii) The financial results are displayed on the website of the Company www.shivatex.co.in.com

Date of Book Closure for the purpose of Dividend and Annual General Meeting

18.09.2018 to 24.09.2018 (both days inclusive)

Share Price Movement

The monthly high and low of the Company's share price quoted in the National Stock Exchange of India Limited / BSE Limited, together with NSE Nifty / BSE Sensex from April 2017 to March 2018 were :

MONTH	SHARE PRICE				NSE - NIFTY		BSE - SENSEX	
	NSE (Rs. Ps.)		BSE (Rs. Ps.)					
	High	Low	High	Low	High	Low	High	Low
April 2017	373.00	320.10	374.00	326.00	9367.15	9075.15	30184.22	29241.48
May	346.00	290.35	348.00	291.15	9649.60	9269.90	31255.28	29804.12
June	362.60	295.00	363.85	295.00	9709.30	9448.75	31522.87	30680.66
July	408.90	325.10	410.00	322.00	10114.85	9543.55	32672.66	31017.11
August	385.00	324.00	385.00	330.00	10137.85	9685.55	32686.48	31128.02
September	394.40	343.00	393.90	351.50	10178.95	9714.40	32524.11	31081.83
October	387.00	325.00	386.00	360.15	10384.50	9831.05	33340.17	31440.48
November	424.00	372.30	438.80	367.50	10490.45	10094.00	33865.95	32683.59
December	528.65	435.00	612.35	478.70	10552.40	10033.35	34137.97	32565.16
January 2018	669.90	555.05	655.00	570.00	11171.55	10404.65	36443.98	33703.37
February	650.00	520.00	624.90	521.20	11117.35	10276.30	36256.83	33482.81
March	548.95	442.20	539.00	442.05	10525.50	9951.90	34278.63	32483.84

Based on the closing quotation of ₹ 496.95 as at 31.3.2018 at National Stock Exchange of India Limited, Mumbai, the market capitalization of the Company was ₹ 644.18 Crores.

SHARE DETAILS

The Company's Equity Shares are listed on the following Stock Exchanges :

Exchanges	Stock Code
BSE Limited, Mumbai Phiroze Jeejeebhoy Towers Dalal Street, Mumbai 400 001	511108
National Stock Exchange of India Limited "Exchange Plaza" Bandra-Kurla Complex Bandra (E) Mumbai 400 051	SHIVATEX

The Company has paid Annual listing fees for the year 2018 - 2019.

Outstanding GDRs/ADRs/Warrants or any convertible instruments

The Company has not issued GDRs/ADRs/Warrants or any convertible instruments.

DEMATERIALISATION OF SHARES

The shares of the Company are in compulsory demat segment. The Company's shares are available for trading in the depository systems of both the National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL). Members have option to hold their shares in demat form (i.e electronic mode) either through the NSDL or CDSL. As on 31-03-2018, 95.63% of the shares of the Company have been dematerialized. ISIN allotted to our company is INE705C01020. The whole of the Promoters Shareholding has been dematerialised.

SHARE TRANSFER AGENTS

S K D C Consultants Ltd
Kanapathy Towers, 3rd Floor
1391/A-1, Sathy Road
Ganapathy
Coimbatore - 641 006
Telephone : 0422 4958995, 2539835 - 836
Fax : 0422 2539837
E-Mail : info@skdc-consultants.com

Share Transfer documents, non Receipt of share certificates sent for transfer, nomination forms and change of address may directly be sent to the above address.

SHARE TRANSFER SYSTEM

The Share Transfers in physical form are registered and returned within 30 days from the date of receipt if the documents are in order. The share transfers are approved by the Share Transfer Committee who usually meets twice in a month.

SHAREHOLDING PATTERN AS ON 31.3.2018

Category	No of Shares Held	Percentage of Shareholding
Promoter's Holding	95,81,961	73.92
Banks/FIs/Mutual Funds	840	0.00
Private Corporate Bodies	92,598	0.72
Indian Public	30,37,512	23.43
NRI/OCBs	2,49,802	1.93
TOTAL	1,29,62,713	100.00

PLANT LOCATION

Spinning Unit	Processing Unit	Lamination Unit
S.F. No. 371/5, Karadivavi Road Paruvai Post, Karanampet Palladam - 641 658	Factory E-16, P-11 SIPCOT Industrial Growth Estate Perundurai, Erode 638 052 Tamilnadu	S.F. No. 371/5, Karadivavi Road Paruvai Post, Karanampet Palladam - 641 658

Bag Unit	Knitting Unit	Garment Divisions
D.No. 1/667, K.P. Mahal Chinna Iyyan Kovil Privu Somanur Road Ichipaatti Village, Palladam Tk Tirupur - 641 668	Kodangipalayam Village Karadivavi Road, Paruvai Post Coimbatore District Tamilnadu	1. S.F. No. 371/5, Karadivavi Road, Paruvai Post, Karanampet, Palladam 641 658 2. D.No. 1/667, K.P. Mahal, Chinna Iyyan Kovil Privu, Somanur Road Ichipaatti Village, Palladam Tk Tirupur - 641 668

Windmills		
Munduvelampatti Village Erode District Tamilnadu	Gudimangalam Athukinathupatti & Uthukuli Villages Coimbatore District, Tamilnadu	Vagatholubu Kongalnagaram Virugalpatti, Tirupur Dt. TN

ADDRESS FOR CORRESPONDENCE

Non-receipt of dividend, Registration of Power of Attorney, status change, transmission, consolidation, split and other queries may directly be sent to the following address :

The Company Secretary

Shiva Texyarn Limited,
Regd Office : 252, Mettupalayam Road,
Coimbatore 641 043
Tamilnadu.

By Order of the Board
S V ALAGAPPAN
CHAIRMAN
(DIN 00002450)

Coimbatore
28th May, 2018

MANAGEMENT DISCUSSION AND ANALYSIS

COMPANY'S BUSINESS

The Company engaged in the business of manufacturing and marketing of Cotton Yarn and Value added technical textile products. The company's business divisions include spinning, processing, Coating, Lamination, Bag, Garments and windmills. The spinning mill is in Coimbatore with installed capacity of 52416 spindles and has its own captive power through 58 Windmills located at Tamil Nadu with an installed capacity of 18.145 MW of power.

INDUSTRY STRUCTURE AND DEVELOPMENTS

The Indian textile industry, is estimated at around USD 150 billion as of July 2017, is expected to reach USD 250 billion by 2020. The Indian textile industry contributes approximately 4% to India's Gross Domestic Products (GDP), 10% of manufacturing production and 14% to overall Index of Industrial Production (IIP). India has second largest textile manufacturing capacity globally, accounting for 18% of worlds spindles and 9% has a share of 5% in global textiles and apparel trade. The textile industry is second largest source of employment generation in the country employing about 51 million people directly and 68 million people indirectly. Globally, the technical textiles contribute to about 27% of the world textile industry, in some of the western countries its share is even 50% while in India it is 11%. Thus the growth and all round development of this Industry has a direct bearing on the improvement of the economy of the Country.

OPPORTUNITIES

India is more cost competitive than China and Brazil across a range of materials. India also has a diverse supply of raw materials, 23 varieties of cotton and all four varieties of silk. This inherent strength in availability of raw materials insulates the market from any supply-side shocks. Labor costs in India continue to be significantly low as compared to other countries. This factor provides a significant advantage to the textile industry in India, in terms of increased productivity at lower costs. With government support and new technological advancements there is huge scope for exports in the ever increasing demand of technical textile industry globally.

Strong raw material base, economized cost of production, supporting Government policies like TUF scheme, Scheme for Integrated Textile parks, Integrated processing development scheme for sanctioning processing parks and Integrated skill development scheme and recognition of Indian goods in International markets provide excellent opportunity for India to increase its share in World trade.

OUTLOOK

India's textile industry is an attractive sector that is poised for growth. The industry enjoys significant strengths and advantages, such as availability of raw materials, labor, domestic market and supportive government policies. The industry is also undergoing transformation, with an increasing number of MNCs establishing their presence to leverage India's potential. The outlook for Indian textile industry remains optimistic, as demand is expected to pick up on account of improving economic sentiments in both domestic and export markets.

RISKS AND CONCERNS

Availability of Cotton, the main raw material for manufacture of Cotton Yarn, is subject to the vagaries of nature and the prices also fluctuate wildly based on supply/demand in the World market and Government policy on export of Cotton. Availability of labour, competition from Countries having preferential trade agreement with developed economies are some of the risks faced by the textile industry.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Company has adequate internal control procedures and systems commensurate with its size and nature of its business for purchase of raw materials, plant and machinery, components and other items and sale of goods. The checks and controls are reviewed by the Audit Committee for improvement in each of these areas on a periodical basis. The internal control systems are improved and modified continuously to meet with changes in business conditions, statutory and accounting requirements.

FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

The financial performance of the Company has been discussed at length in Director's Report to the Members.

By Order of the Board
S V ALAGAPPAN
CHAIRMAN
(DIN 00002450)

Coimbatore
28th May, 2018

DECLARATION ON CODE OF CONDUCT

To

The Members
Shiva Texyarn Limited

In compliance with the requirements of Regulation 34(3) read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, with the Stock Exchanges, I declare that the Board of Directors and members of senior management have affirmed the compliance with the code of conduct during the financial year ended 31.03.2018.

By Order of the Board
S V ALAGAPPAN
CHAIRMAN
(DIN 00002450)

Coimbatore
28th May, 2018

CERTIFICATE ON CORPORATE GOVERNANCE

To
The Members of
Shiva Texyarn Limited
(CIN: L65921TZ1980PLC000945)

I have examined the compliance of conditions of Corporate Governance by Shiva Texyarn Limited('the company'), for the year ended on 31st March, 2018 as referred in Regulation 15(2) of the Securities Exchange Board of India (SEBI) Listing Obligations and Disclosure Requirements (LODR) Regulations, 2015.

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

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

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

R DHANASEKARAN
Company Secretary in Parctice
FCS 7070 / CP 7745

Coimbatore
28th May, 2018

INDEPENDENT AUDITORS' REPORT

To

The Members of
Shiva Texyarn Limited
Coimbatore

1. Report on the Standalone Financial Statements

We have audited the accompanying Ind AS financial statements of Shiva Texyarn Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

2. Management's Responsibility for the Standalone 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 Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. Auditors' Responsibility

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

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder and the Order issued under section 143(11) of the Act.

We conducted our audit of the Ind AS financial statements 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 Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the

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

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

4. Opinion

In our opinion and to the best of our information and according to the explanations given to us,the aforesaid Ind AS 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 Ind AS and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2018, and its profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Other matters

The comparative financial information of the Company for the year ended March 31, 2017 and the transition date opening balance sheet as at April 01, 2016 included in these standalone Ind AS financial statements, are based on the statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by the predecessor auditor whose report for the year ended March 31, 2017 and March 31, 2016 dated November 01, 2017 and May 25, 2016 respectively expressed an unmodified opinion on those financial statements, and have been restated to comply with Ind AS.Adjustments made to the previously issued said financial information prepared in accordance with the Companies (Accounting Standards) Rules, 2006 to comply with Ind AS have been audited by us.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that :

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

   b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

   c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.

   d) n our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.

e) On the basis of the written representations received from the directors of the Company as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164(2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Companyand the operating effectiveness of such controls, refer to our separate Report in "Annexure A".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, as amended, 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 Ind AS financial statements;

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

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **Deloitte Haskins & Sells LLP**
Chartered Accountants
(Firm Regn. No. 117366W/W - 100018)

C R Rajagopal
Partner
(Membership No.23418)

Place : Coimbatore
Date : May 28, 2018

ANNEXURE - A to Independent Auditors' Report

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

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

We have audited the internal financial controls over financial reporting of Shiva TexyarnLimited ("the Company") as of March 31, 2018 in conjunction with our audit of theInd AS 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 financialcontrols based on, "the internal control over financial reporting criteriaestablished by the Company considering the essential components of internal control stated inthe Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued bythe Institute of Chartered Accountants of India".These responsibilities include the design,implementation and maintenance of adequate internal financial controls that were operatingeffectively for ensuring the orderly and efficient conduct of its business, including adherence tocompany's policies, the safeguarding of its assets, the prevention and detection of frauds anderrors, the accuracy and completeness of the accounting records, and the timely preparation ofreliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls overfinancial reporting of the Company based on our audit. We conducted our audit in accordance withthe 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 prescribedunder Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit ofinternal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, 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 March 31, 2018, based on "the criteria for internal financial control over financial reportingestablished 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 **Deloitte Haskins & Sells LLP**
Chartered Accountants
(Firm Regn. No. 117366W/W - 100018)

C R Rajagopal
Partner
(Membership No.23418)

Place : Coimbatore
Date : May 28, 2018

ANNEXURE-B TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 2 under "Report on Other Legal and Regulatory Requirements"section of our report of even date)

i) a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.

b) Some of the fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification, which in our opinion provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

c) According to the information and explanations given to us and the records examined by us and based on the examination of the registered sale deed / transfer deed provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings, are held in the name of the Company as at the balance sheet date. Immovable properties of land whose title deeds have been pledged as security for loans are held in the name of the Company based on the confirmations directly received by us from lenders. In respect of immovable properties of land that have been taken on lease and disclosed as fixed asset in the financial statements, the lease agreements are in the name of the Company, where the Company is the lessee in the agreement.

ii) As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on physical verification.

iii) The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.

iv) The Company has not granted any loans, made investments or provide guarantees and hence reporting under clause (iv) of the CARO 2016 is not applicable.

v) According to the information and explanations given to us, the Company has not accepted any deposit during the year and hence compliance with the provisions of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014, as amended with regard to the deposits accepted is not applicable.

vi) The maintenance of cost records has been specified by the Central Government under section 148(1) of the Companies Act, 2013 for Textiles. We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013, and are of the opinion that, prima facie, the prescribed cost records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

vii) According to the information and explanations given to us, in respect of statutory dues:

a) The Company has been generally regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax,Customs Duty, Excise Duty, Value Added Tax, Goods and Services Tax, Cess and other material statutory dues applicable to it to the appropriate authorities.

b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax,Customs Duty, Excise Duty, Value Added Tax, Goods and Services Tax,Cess and other material statutory dues in arrears as at March 31, 2018 for a period of more than six months from the date they became payable.

c) There are no dues of Income-tax, Sales Tax, Service Tax, Customs Duty, Goods and Services Tax, and Value Added Tax as on March 31, 2018 on account of disputes.

viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to banks. The Company has not issued any debentures and have not made any borrowings from financial institutions.

ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) and in our opinion and according to the information and explanations given to us the term loans have been applied by the Company during the year for the purposes for which they were raised.

x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.

xi) In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.

xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the CARO 2016 Order is not applicable.

xiii) In our opinion and according to the information and explanations given to us the Company is in compliance with Section 188 and 177 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.

xiv) During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of CARO 2016 Order is not applicable to the Company.

xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or directors of its subsidiaries or persons connected with them and hence provisions of section 192 of the Companies Act, 2013 are not applicable.

xvi) The Company is not required to be registered under section 45-I A of the Reserve Bank of India Act, 1934.

For **Deloitte Haskins & Sells LLP**
Chartered Accountants
(Firm Regn. No. 117366W/W - 100018)

C R Rajagopal
Partner
(Membership No.23418)

Place : Coimbatore
Date : May 28, 2018

BALANCE SHEET AS AT 31st MARCH 2018

Amount in Rupees Lakhs except shares data or as otherwise stated

Particulars	Note No.	As at March 31,2018	As at March 31,2017	As at April 1,2016
ASSETS				
1 Non-current assets				
a) Property, Plant and Equipment	3A	20,866.57	21,226.24	21,338.71
b) Capital work-in-progress	3A	–	–	246.15
c) Intangible assets	3B	36.00	46.73	44.26
d) Intangible assets under development	3B	127.05	–	–
e) Investment property	4.1	3.30	7.44	59.42
f) Financial Assets				
i) Investments	4.2	68.61	60.16	27.78
g) Other non-current assets	5	2,429.34	2,439.82	2,733.71
Total Non - Current Assets		**23,530.87**	**23,780.39**	**24,450.03**
2 Current assets				
a) Inventories	6	6,675.04	6,405.90	4,977.92
b) Financial Assets	7			
i) Trade receivables	7.1	4,083.77	3,631.90	2,716.20
ii) Cash and cash equivalents	7.2	886.33	571.44	571.99
iii) Loans	7.3	102.08	165.92	86.44
iv) Other financial assets	7.4	193.32	203.82	592.53
c) Other assets	8	600.12	458.76	469.63
Total Current Assets		**12,540.66**	**11,437.74**	**9,414.71**
Total Assets (1+2)		**36,071.53**	**35,218.13**	**33,864.74**
EQUITY AND LIABILITIES				
1 Equity				
a) Equity Share capital	9	1,296.27	2,160.45	2,160.45
b) Other Equity	10	9,514.15	14,131.10	13,369.11
c) Demerger adjustment		–	(6,368.78)	(6,368.78)
Total equity		**10,810.42**	**9,922.77**	**9,160.78**
LIABILITIES				
2 Non-current liabilities				
a) Financial Liabilities				
i) Borrowings	11	7,221.34	5,785.84	7,669.25
b) Provisions	12	9.30	1.21	30.53
c) Deferred tax liabilities (net)	12.1	3,946.08	3,959.18	3,738.38
Total Non - Current Liabilities		**11,176.72**	**9,746.23**	**11,438.16**
3 Current liabilities				
a) Financial Liabilities	13			
i) Borrowings	13.1	8,161.84	7,331.74	7,319.53
ii) Trade payables	13.2	2,615.06	3,739.01	1,821.07
iii) Other financial liabilities	13.3	2,954.38	3,898.58	3,715.05
b) Provisions	14	173.09	179.50	109.45
c) Other current liabilities	15	180.02	400.30	300.70
Total Current Liabilities		**14,084.39**	**15,549.13**	**13,265.80**
Total Equity and Liabilities (1+2+3)		**36,071.53**	**35,218.13**	**33,864.74**
See accompanying notes to the financial statements				

Subject to our report of even date attached
For Deloitte Haskins & Sells LLP
Chartered Accountants
C.R. Rajagopal
Partner
Membership No. 23418

Coimbatore
28th May, 2018

For and on behalf of the Board

S V Alagappan
Chairman
DIN : 00002450

S V Arumugam
Director
DIN : 00002458

S K Sundararaman
Managing Director
DIN : 00002691

C Krishnakumar
Chief Financial Officer

R Srinivasan
Company Secretary
ACS No. 21254

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018

Amount in Rupees Lakhs except shares data or as otherwise stated

	Particulars	Note No.	Year ended March 31, 2018	Year ended March 31, 2017
I	Revenue from operations	16	35,879.60	38,268.95
II	Other Income	17	256.47	225.29
III	**Total Revenue (I + II)**		**36,136.07**	**38,494.24**
IV	**EXPENSES**			
	a) Cost of materials consumed	18A	21,520.40	23,320.54
	b) Purchase of traded goods	18B	97.53	-
	c) (Increase) / Decrease stock of finished goods, work-in-progress and stock in trade	19	(720.00)	(95.22)
	d) Employee benefit expense	20	4,119.68	3,445.77
	e) Finance costs	21	1,927.62	2,060.80
	f) Depreciation and amortisation expense	3C	1,343.64	1,282.57
	g) Other expenses	22	6,382.43	6,857.50
	Total Expenses		**34,671.30**	**36,871.96**
V	**Profit before tax (III - IV)**		**1,464.77**	**1,622.28**
VI	**Tax Expense**			
	1) Current tax		345.00	379.72
	2) Deferred tax		(12.53)	214.09
	Total tax expense		**332.47**	**593.81**
VII	**Profit for the year (V – VI)**		**1,132.30**	**1,028.47**
VIII	**Other comprehensive income/(loss)**		**9.97**	**18.30**
	A i) Items that will not be recycled to profit or loss			
	a) Remeasurements of the defined benefit liabilities / (asset)		(1.62)	5.52
	b) Equity instruments through other comprehensive income		11.03	19.49
	ii) Income tax relating to items that will not be reclassified to profit or loss		0.56	(6.71)
	B i) Items that may be reclassified to profit or loss		-	-
IX	**Total comprehensive income/(Loss) for the year (VII + VIII)**		**1,142.27**	**1,046.77**
X	**Earnings/(loss) per equity share :**	28		
	1) Basic (in Rs.)		8.74	7.93
	2) Diluted (in Rs.)		8.74	7.93

Subject to our report of even date attached
For Deloitte Haskins & Sells LLP
Chartered Accountants
C.R. Rajagopal
Partner
Membership No. 23418

Coimbatore
28th May, 2018

For and on behalf of the Board

S V Alagappan
Chairman
DIN : 00002450

S V Arumugam
Director
DIN : 00002458

S K Sundararaman
Managing Director
DIN : 00002691

C Krishnakumar
Chief Financial Officer

R Srinivasan
Company Secretary
ACS No. 21254

STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2018

Amount in Rupees Lakhs except shares data or as otherwise stated

Particulars	Year ended March 31, 2018		Year ended March 31, 2017	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Profit before tax		1,464.77		1,622.28
Adjustments for:				
Depreciation and amortisation expenses	1,343.50		1,282.38	
Depreciation on investment propoerty	0.14		0.19	
(Profit) / loss on sale / write off of assets	3.08		0.72	
(Profit) / loss on sale of investment property	(136.00)		(142.81)	
Provision/(Reversal of provision) for dimunition in value of investments	(1.51)		(10.57)	
Finance costs	1,927.62		2,060.80	
Interest income	(36.28)		(24.10)	
Dividend income	(2.52)		(0.73)	
Bad debts recovered	(6.93)		(12.35)	
Allowance for/(reversal of) doubtful trade receivables and advances	8.44		24.00	
Rental income	(81.25)		(74.16)	
		3,018.29		3,103.37
Operating profit / (loss) before working capital changes		4,483.06		4,725.65
Changes in working capital :				
Adjustments for (increase) / decrease in operating assets :				
Financial Assets				
Trade receivables	(453.38)		(927.35)	
Loans	63.84		(79.48)	
Other financial assets	(16.69)		14.09	
Margin money deposits	(263.83)		(51.23)	
Non-financial assets				
Inventories	(269.14)		(1,427.98)	
Other assets	(101.54)		295.62	
Adjustments for increase / (decrease) in operating liabilities :				
Financial liabilities				
Trade payables	(1,123.95)		1,917.94	
Other financial liabilities	(47.60)		224.21	
Non-financial liabilities				
Provisions	14.26		(30.34)	
Other liabilities	(220.28)		99.60	
		(2,418.31)		35.08
Cash generated from operations		2,064.75		4,760.73
Net income tax (paid) / refunded		(359.20)		(303.11)
Net cash flow from / (used in) operating activities (A)		**1,705.55**		**4,457.62**
B. CASH FLOW FROM INVESTING ACTIVITIES				
Capital expenditure on property plant and equipment, including capital advances	(1,198.12)		(915.99)	
Sale/(Purchase) of other investments	(0.92)		(2.32)	
Proceeds from sale of fixed assets	11.18		59.11	
Proceeds from sale of investment property	140.00		194.60	
Interest received	33.84		26.38	
Rent received	81.25		75.60	
Dividend received	2.52		0.73	
Net cash flow from / (used in) investing activities (B)		**(930.25)**		**(561.89)**

STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2018 (Contd...)

Amount in Rupees Lakhs except shares data or as otherwise stated

Particulars	Year ended March 31, 2018		Year ended March 31, 2017	
C. CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from non-current borrowings	3,995.22		1,500.01	
Repayment of non-current borrowings	(3,401.29)		(3,450.67)	
Increase / (decrease) in working capital borrowings	830.10		12.21	
Payment of dividend including tax thereon	(249.62)		(284.80)	
Finance costs paid	(1,899.77)		(1,725.62)	
Net cash flow from / (used in) financing activities (C)		**(725.36)**		**(3,948.87)**
Net increase / (decrease) in cash and cash equivalents (A+B+C)		**49.94**		**(53.14)**
Add: Cash and cash equivalents at the beginning of the year		343.90		397.04
Cash and cash equivalents at the end of the year *		**393.84**		**343.90**
Reconciliation of Cash and Cash Equivalents with the Balance Sheet:				
Cash and cash equivalents as per Balance Sheet (Refer Note 7.2)		886.33		571.44
Less: Bank balances not considered as cash and cash equivalents, as defined in Ind AS 7 Cash Flow Statements:				
i) In earmarked accounts				
- Margin money deposits		(463.27)		(199.44)
- Unpaid dividends account		(29.22)		(28.10)
Cash and cash equivalents as per Cash Flow Statement		**393.84**		**343.90**
* Comprises:				
a) Cash on hand	7.66		9.10	
b) Cheques/Drafts on Hand	1.00		15.27	
c) Balances with banks:				
i) In current accounts	385.18		319.53	
ii) In deposit accounts	-		-	
Total		**393.84**		**343.90**

Subject to our report of even date attached
For Deloitte Haskins & Sells LLP
Chartered Accountants
C.R. Rajagopal
Partner
Membership No. 23418

Coimbatore
28th May, 2018

For and on behalf of the Board

S V Alagappan
Chairman
DIN : 00002450

S V Arumugam
Director
DIN : 00002458

S K Sundararaman
Managing Director
DIN : 00002691

C Krishnakumar
Chief Financial Officer

R Srinivasan
Company Secretary
ACS No. 21254

Statement of changes in equity for the year ended March 31, 2018

Amount in Rupees Lakhs except shares data or as otherwise stated

a) Equity share capital Amount

Balance as at April 1, 2016	2,160.45
Balance as at March 31, 2017	**2,160.45**
Balance as at April 1, 2017	2,160.45
Demerger adjustment [Refer note 35]	(864.18)
Balance as at March 31, 2018	**1,296.27**

b) Other equity

Particulars	Securities premium account	General reserve	Retained earnings / (defecit)		Items of Other Comprehensive Income	Total other equity
			Retained earnings / (defecit)	Remeasurements of the defined benefit liabilities/ (asset) net of tax	Equity instruments through other comprehensive income	
Balance as at April 1, 2016	**2,243.01**	**10,355.72**	**783.59**	**(7.53)**	**(5.66)**	**13,369.13**
Profit/(loss) for the year	-	-	1,028.47		-	1,028.47
Cash Dividends [Refer Note 9 (iii)]			(237.65)			(237.65)
Dividend Distribution tax [Refer Note 9 (iii)]			(47.15)			(47.15)
Other comprehensive income (net of taxes)				2.63	15.67	18.30
Balance as at March 31, 2017	**2,243.01**	**10,355.72**	**1,527.26**	**(4.90)**	**10.01**	**14,131.10**
Balance as at April 1, 2017	**2,243.01**	**10,355.72**	**1,527.26**	**(4.90)**	**10.01**	**14,131.10**
Profit/(loss) for the year	-	-	1,132.30	-	-	1,132.30
Demerger adjustment [Refer note 36]	-	(5,504.60)	-	-	-	(5,504.60)
Cash Dividends [Refer Note 9 (iii)]	-	-	(207.40)	-	-	(207.40)
Dividend Distribution tax [Refer Note 9 (iii)]	-	-	(42.22)	-	-	(42.22)
Investments writeoff			(5.00)			(5.00)
Other comprehensive income (net of taxes)	-	-	-	(1.06)	11.03	9.97
Balance as at March 31, 2018	**2,243.01**	**4,851.12**	**2,404.94**	**(5.96)**	**21.04**	**9,514.15**

Subject to our report of even date attached
For Deloitte Haskins & Sells LLP
Chartered Accountants
C.R. Rajagopal
Partner
Membership No. 23418

Coimbatore
28th May, 2018

For and on behalf of the Board

S V Alagappan
Chairman
DIN : 00002450

S V Arumugam
Director
DIN : 00002458

S K Sundararaman
Managing Director
DIN : 00002691

C Krishnakumar
Chief Financial Officer

R Srinivasan
Company Secretary
ACS No. 21254

Notes forming part of financial statements

Amount in Rupees Lakhs except shares data or as otherwise stated

Note No.	Particulars
1.	**Corporate Information**
	Shiva Texyarn Limited ("the Company") engaged in the manufacturing of cotton yarn and technical textile products like coated and laminated fabrics, home textile and other value added products. The Company was incorporated in the year 1980 and has its registered office and factory in Coimbatore.
2.	**Significant Accounting Policies**
	This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.
2.1	**Basis of accounting and preparation of financial statements**
	i) Compliance with Ind AS
	The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.The financial statements up to year ended March 31 2017 were prepared in accordance with the accounting standards notified under Companies (Accounting Standard) Rules, 2006 (as amended) and other relevant provisions of the Act.These financial statements are the first financial statements of the company under Ind AS. Refer note 34 for an explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows.
	ii) Historical cost convention
	The financial statements have been prepared on a historical cost basis, except for the following:
	a) certain financial assets and liabilities that are measured at fair value and
	b) defined benefit plans – plan assets measured at fair value
2.2	**Segment reporting**
	Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.The board of directors of the Company assesses the financial performance and position of the Company, and makes strategic decisions. The board of directors, which has been identified as being the chief operating decision maker.
2.2	**Use of estimates**
	In the application of the Company's accounting policies, the directors of the Company are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.
	The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.
	The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Note No.	Particulars
	a Impairment of investments The Company reviews its carrying value of investments in subsidiaries at cost, annually, or more frequently when there is an indication for impairment. If the recoverable amount is less than its carrying amount, the impairment loss is accounted for. **b Useful lives of property, plant and equipment** The Company reviews the useful life of property, plant and equipment at the end of each reporting period. This assessment may result in change in the depreciation expense in future periods. **c Employee Benefits** The cost of defined benefit plans are determined using actuarial valuations. The actuarial valuation involves making assumptions about discount rates, expected rates of return on assets, future salary increases, mortality rates and future pension increases. Due to the long-term nature of these plans, such estimates are subject to significant uncertainty.
2.3	**Inventories** Inventories are valued at lower of cost and net realisable value. Cost of raw materials, Packing materials, Stores and Spares and consumables are valued at Cost on wieghted average cost basis. Value of finished goods and work-in-progress are determined on weighted average cost basis and include appropriate share of overheads.
2.4	**Cash and cash equivalents** Cash and cash equivalents comprise cash on hand and demand deposits with banks other than deposits pledged with government authorities and margin money deposits. Cash and cash equivalent in the Balance Sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to insignificant risk of changes in value. Bank borrowings are generally considered to be financing activities. However, where bank overdrafts which are repayable on demand form an integral part of an entity's cash management, bank overdrafts are included as a component of cash and cash equivalents. A characteristic of such banking arrangements is that the bank balance often fluctuates from being positive to overdrawn.
2.5	**Cash flow statement** Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.
2.6	**Income Tax** **a) Current tax** The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the standalone statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted and are applicable as at the end of the reporting period. In the absence of adequate taxable profits, the Company is required to pay Minimum Alternate Tax (MAT) on the book profits, as adjusted for certain provisions.

Note No.	Particulars
	b) Deferred tax Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. MAT paid in accordance with the tax laws, if any, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal tax. Accordingly, MAT is recognised as a deferred tax asset in the Balance sheet when it is highly probable that future economic benefit associated with it will flow to the Company. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities. **c) Current and deferred tax for the year** Current and deferred tax are recognised in the Statement of profit and loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.
2.7	**Property plant and equipment** **Cost** The cost of property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, including relevant borrowing costs for qualifying assets and any expected costs of decommissioning. Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are charged to the Statement of Profit and Loss in the period in which the costs are incurred. Major shut-down and overhaul expenditure is capitalised as the activities undertaken improves the economic benefits expected to arise from the asset. An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in Statement of Profit and Loss. Property, plant and equipment except freehold land held for use in the production, supply or administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses, if any.

Note No.	Particulars
	Freehold land and leasehold land where the lease is convertible to freehold land under lease agreements at future dates at no additional cost, are not depreciated. Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets. However, when there is no reasonable certainty that ownership will be obtained by the end of the lease term, assets are depreciated over the shorter of the lease term and their useful lives. **Deemed Cost** The Company has elected to continue with the carrying value of all the property, Plant and equipment recognized as of April, 1 2016 measured as per the previous GAAP and use such carrying value as its deemed cost as of the transition date. **Capital work-in-progress:** Projects under which assets are not ready for their intended use and other capital work-in-progress are carried at cost , comprising direct cost and related incidental expenses. Depreciation commences when the assets are ready for their intended use. Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation is recognized so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 The Company reviews the residual value, useful lives and depreciation method annually and, if expectations differ from previous estimates, the change is accounted for as a change in accounting estimate on a prospective basis. For the purpose of transition to Ind AS, the Company has elected to restate the carrying value of property, plant and equipment in accordance with Ind AS, as of April 01 , 2016 as its deemed cost as of the transition date.
2.8	**Leases** **a Where the company is Lessee:** Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases. Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals for non-cancellable leases are recognised in the Statement of Profit and Loss on a straight-line basis over the period of lease where the lease payments are structured to increase in line with expected general inflation. **b Where the company is Lessor:** Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases. The respective leased assets are included in the balance sheet based on their nature.
2.9	**Revenue recognition** **a Sale of goods** Revenue from the sale of goods is recognised when the goods are dispatched/delivered and titles have passed, at which time all the following conditions are satisfied: - the Company has transferred to the buyer the significant risks and rewards of ownership of the goods;

Note No.	Particulars
	- the Company retains neither continuing managerial involvement to the degree associated with ownership noreffective control over goods sold; - the amount of revenue can be measured reliably; - it is probable that the economic benefits associated with the transaction will flow to the Company; and - the costs incurred or to be incurred in respect of the transaction can be measured reliably **b Sale of services** The Company recognises revenue when the significant terms of the arrangement are enforceable, services have been delivered and the collectability is reasonably assured. **Other operating revenue** - Income incidental to exports such as income from import entitlement and premium on sale of such entitlement are recognised when there is a reasonability of collection. - Income from windmills denotes income earned by sale or transfer of electricity to Tamil Nadu Electricity Board and the income accrued for which billing is pending.
2.10	**Other income** **Interest** Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable. **Dividend** Dividend Income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that economic benefits will flow to the Company and the amount of income can be measured reliably).
2.11	**Employee benefits** Employee benefits include provident fund, employee state insurance, gratuity fund and compensated absences. **a Retirement benefit costs and termination benefits** Payments to defined contribution Retirement Benefit Plans are recognised as an expense when employees have rendered service entitling them to the contributions. For defined benefit Retirement Benefit Plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Remeasurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss. Past service cost is recognised in profit or loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset.

Note No.	Particulars
	b Defined benefit costs are categorised as follows: - service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements); - net interest expense or income; and - remeasurement For defined benefit plan, in the form of gratuity fund, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the scheme. The gratuity fund is maintained with Life Insurance Corporation of India. The Company presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expenses'. Curtailment gains and losses are accounted for as past service costs. The retirement benefit obligation recognised in the balance sheet represents the actual deficit or surplus in the Company's defined benefit plan. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans. A liability for a termination benefit is recognised at the earlier of when the entity can no longer withdraw the offer of the termination benefit and when the entity recognises any related restructuring costs. Short-term and other long term employee benefits A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service. Liabilities recognised in respect of short term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service. Liabilities recognised in respect of other long term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.
2.12	**Foreign currency transactions and translations** **i) Functional and presentation currency** Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). The financial statements are presented in Indian rupee (INR), which is the Company's functional and presentation currency. **ii) Transactions and balances** Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognised in profit or loss.

Note No.	Particulars
	Foreign exchange gains and losses are presented in the statement of profit and loss on a net basis within other gains/(losses).
2.13	**Borrowings and Borrowing cost**
	Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the income statement over the period of the borrowings using the effective interest rate method. Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.
	Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.
	Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. All other borrowing costs are recognised in statement of profit and loss in the period in which they are incurred.
2.14	**Earnings per share**
	Basic earnings per share is computed by dividing the profit / (loss) after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.
2.15	**Provisions and contingencies**
	A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.
2.16	**Financial Instruments**
	All financial instruments are recognised initially at fair value. Transaction costs that are attributable to the acquisition of the financial asset (other than financial assets recorded at fair value through profit or loss) are included in the fair value of the financial assets. Purchase or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trade) are recognised on trade date. While, financial liabilities like loans and borrowings and payables are recognised net of directly attributable transaction costs.
	For the purpose of subsequent measurement, financial instruments of the Company are classified in the following categories: non-derivative financial assets comprising amortised cost, debt instruments at fair value through other comprehensive income (FVTOCI), equity instruments at FVTOCI or fair value through profit and loss account (FVTPL) and financial liabilities at amortised cost or FVTPL.
	The classification of financial instruments depends on the objective of the business model for which it is held. Management determines the classification of its financial instruments at initial recognition.

Note No.	Particulars

1) Non-derivative financial assets

i) Financial assets at amortised cost

A financial asset shall be measured at amortised cost if both of the following conditions are met:

a) the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and

b) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. Financial assets are measured initially at fair value plus transaction costs and subsequently carried at amortized cost using the effective interest method, less any impairment loss.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or where appropriate, a shorter period, to the gross carrying amount on initial recognition.

Financial assets at amortised cost are represented by trade receivables, security deposits, cash and cash equivalents, employee and other advances and eligible current and non-current assets.

Income is recognised on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognised in profit or loss and is included in the "Other Income" line item.

2) Equity instruments at FVTOCI

All equity instruments are measured at fair value. Equity instruments held for trading is classified as FVTPL. For all other equity instruments, the Company may make an irrevocable election to present subsequent changes in the fair value in OCI. The Company makes such election on an instrument-by-instrument basis.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividend are recognised in OCI which is not subsequently recycled to statement of profit and loss.

3) Financial assets at FVTPL

FVTPL is a residual category for financial assets. Any financial asset which does not meet the criteria for categorization as at amortised cost or as FVTOCI, is classified as FVTPL

In addition the Company may elect to designate the financial asset, which otherwise meets amortised cost or FVOCI criteria, as FVTPL if doing so eliminates or significantly reduces a measurement or recognition inconsistency.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any dividend or interest earned on the financial asset and is included in the 'Other income' line item. Dividend on financial assets at FVTPL is recognised when the Company's right to receive the dividends is established, it is

Note No.	Particulars

probable that the economic benefits associated with the dividend will flow to the entity, the dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably.

4) Derecognition of financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity is recognised in profit or loss if such gain or loss would have otherwise been recognised in profit or loss on disposal of that financial asset.

On derecognition of a financial asset other than in its entirety (e.g. when the Company retains an option to repurchase part of a transferred asset), the Company allocates the previous carrying amount of the financial asset between the part it continues to recognise under continuing involvement, and the part it no longer recognises on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognised and the sum of the consideration received for the part no longer recognised and any cumulative gain or loss allocated to it that had been recognised in other comprehensive income is recognised in profit or loss if such gain or loss would have otherwise been recognised in profit or loss on disposal of that financial asset. A cumulative gain or loss that had been recognised in other comprehensive income is allocated between the part that continues to be recognised and the part that is no longer recognised on the basis of the relative fair values of those parts.

Non-derivative financial liabilities

i) Financial liabilities at amortised cost

Financial liabilities at amortised cost represented by borrowings, trade and other payables are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

ii) Financial liabilities at FVTPL

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any interest paid on the financial liability and is included in the 'Finance costs' line item. The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in Statement of Profit and Loss.

For financial liabilities that are denominated in a foreign currency and are measured at amortised cost at the end of each reporting period, the foreign exchange gains and losses are determined based on the amortised cost of the instruments and are recognised in the statement of profit and loss. The fair value of financial liabilities denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of the reporting period. For financial liabilities that are measured as at FVTPL, the foreign exchange component forms part of the fair value gains or losses and is recognised in profit or loss.

Note No.	Particulars
	iii) Derecognition of non-derivative financial liabilities
	The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.
2.17	**Impairment**
	a Financial Assets
	In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss. The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivable.The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.
	Lifetime ECLs are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12-months after the reporting date.
	ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive(i.e. all shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider :
	i) All contractual terms of the financial instrument (including prepayment, extension etc.) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument.
	ii) Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.
	As practical expedient, the Company uses a provision matrix to determine impairment loss on portfolio of its trade receivable. The provision matrix is based on its historically observed default rates over the expected life of the trade receivable and is adjusted for forward-looking estimates. At every reporting date, the historically observed default rates are updated and changes in forward-looking estimates are analysed.
	ECL impairment loss allowance (or reversal) recognised during the year is recognised as income/expense in the statement of profit and loss. The balance sheet presentation for various financial instruments is described below:
	Financial assets measured at amortised cost, contractual revenue receivable: ECL is presented as an allowance, i.e. as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

Note No.	Particulars
	b) Non-financial assets The Company assesses at each reporting date whether there is any objective evidence that a non financial asset or a group of non financial assets is impaired. If any such indication exists, the Company estimates the amount of impairment loss. An impairment loss is calculated as the difference between an asset's carrying amount and recoverable amount. Losses are recognised in profit or loss and reflected in an allowance account. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through profit or loss. The recoverable amount of an asset or cash-generating unit (as defined below) is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit").
2.17	**Government grants** Grants from the government are recognised when there is reasonable assurance that:(i) the Company will comply with the conditions attached to them; and(ii) the grant will be received. Government grants related to revenue are recognised on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs which they are intended to compensate. Such grants are deducted in reporting the related expense. When the grant relates to an asset, it is recognized as income over the expected useful life of the asset. Where the Company receives non-monetary grants, the asset is accounted for on the basis of its acquisition cost. In case a non-monetary asset is given free of cost it is recognised at a fair value. When loan or similar assistance are provided by government or related institutions, with an interest rate below the current applicable market rate, the effect of this favourable interest is recognized as government rate. The loan or assistance is initially recognized and measured at fair value and the government grant is measured as the difference between the initial carrying value of the loan and the proceeds received.
2.18	**Operating cycle** Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

3A Property Plant and equipment and capital work-in-progress

Property Plant and equipment

(Rs. in Lakhs)

Description of Assets	Freehold Land	Leasehold land#	Building	Plant & Machinery	Office Equipment	Furniture & Fittings	Vehicles	Computers	Lab Equipments	Electrical Installations	Total
I. Cost/Deemed cost											
Balance as at April 1, 2016 (Deemed cost)	224.44	31.63	5,127.55	15,511.17	74.11	91.61	133.72	10.64	41.42	92.42	21,338.71
Additions	9.03	-	736.03	265.43	38.34	23.65	122.27	13.44	1.90	7.14	1,217.23
Disposals	(4.90)	-	-	(61.03)	-	-	-	-	-	-	(65.93)
Balance as at March 31, 2017	228.57	31.63	5,863.58	15,715.57	112.45	115.26	255.99	24.08	43.32	99.56	22,490.01
Additions	78.49	-	13.85	675.23	42.98	52.72	76.07	17.75	-	26.74	983.83
Disposals	-	-	-	(9.94)	-	-	(11.43)	-	-	-	(21.37)
Balance as at March 31, 2018	307.06	31.63	5,877.43	16,380.86	155.43	167.98	320.63	41.83	43.32	126.30	23,452.47
II. Accumulated depreciation and impairment											
Balance as at April 1, 2016	-	-	-	-	-	-	-	-	-	-	-
Depreciation / amortisation expense for the year	-	0.33	202.33	979.37	24.73	13.47	26.81	7.84	4.40	10.59	1,269.87
Eliminated on disposal of assets	-	-	-	(6.10)	-	-	-	-	-	-	(6.10)
Balance as at March 31, 2017	-	0.33	202.33	973.27	24.73	13.47	26.81	7.84	4.40	10.59	1,263.77
Depreciation / amortisation expense for the year	-	0.33	229.07	984.16	31.02	18.01	40.16	9.86	4.48	12.15	1,329.24
Eliminated on disposal of assets	-	-	-	(2.19)	-	-	(4.92)	-	-	-	(7.11)
Balance as at March 31, 2018	-	0.66	431.40	1,955.24	55.75	31.48	62.05	17.70	8.88	22.74	2,585.90
Net block (I-II)											
Balance as at April 1, 2016	224.44	31.63	5,127.55	15,511.17	74.11	91.61	133.72	10.64	41.42	92.42	21,338.71
Balance as at March 31 2017	228.57	31.30	5,661.25	14,742.30	87.72	101.79	229.18	16.24	38.92	88.97	21,226.24
Balance as at March 31 2018	307.06	30.97	5,446.03	14,425.62	99.68	136.50	258.58	24.13	34.44	103.56	20,866.57
Capital work in progress											
Balance as at April 1, 2016											246.15

Depreciation on Lease hold land denotes the amount of cost amortised and written off over the tenure of 99 years for which the company has entered into a registered lease for industrial plot.

3B Intangible Assets

Description of Assets	Computer Software	Knowhow	Total
I. Cost/Deemed cost			
Balance as at April 1, 2016 (Deemed cost)	29.70	14.56	44.26
Additions	14.98	-	14.98
Disposals	-	-	-
Balance as at March 31, 2017	44.68	14.56	59.24
Additions	3.53	-	3.53
Disposals			
Balance as at March 31, 2018	48.21	14.56	62.77
II. Accumulated depreciation and impairment			
Balance as at April 1, 2016	-	-	-
Depreciation / amortisation expense for the year	8.87	3.64	12.51
Eliminated on disposal of assets	-		-
Balance as at March 31, 2017	8.87	3.64	12.51
Depreciation / amortisation expense for the year	10.62	3.64	14.26
Eliminated on disposal of assets			-
Balance as at March 31, 2018	19.49	7.28	26.77
Net block (I-II)			
Balance as at April 1, 2016	29.70	14.56	44.26
Balance as at March 31 2017	35.81	10.92	46.73
Balance as at March 31 2018	28.72	7.28	36.00
Intangible Assets Under Development			
Balance as at March 31 2018			127.05

3C Depreciation and Amortisation

Particulars	Note No.	For the Year ended March 31, 2018	For the Year ended March 31, 2017
Depreciation			
Property plant and equipment	3A	1,329.24	1,269.87
Investment property	4.1	0.14	0.19
Amortisation - Intangibles	3B	14.26	12.51
		1,343.64	**1,282.57**

Non-Current Assets

4.1 Investment in property

(Rs. in Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Carrying amounts of :			
Land	0.76	0.76	0.76
Building	2.54	6.68	58.66
	3.30	**7.44**	**59.42**

Investment Property

Particulars	Land	Building
Deemed cost as at 1 April 2016	**0.76**	**58.66**
Additions	-	-
Disposals	-	(51.79)
Gross block as at 31 March 2017	0.76	6.87
DEPRECIATION		
Depreciation / amortisation expense for the year	-	0.19
Eliminated on disposal of assets	-	-
Accumulated depreciation as at 31 March 2017	-	0.19
Net block as at 31 March 2017	**0.76**	**6.68**
Gross block as at 1 April 2017	**0.76**	**6.68**
Additions	-	-
Disposals	-	(4.00)
Gross block as at 31 March 2018	0.76	2.68
DEPRECIATION		
Opening accumulated depreciation	-	0.19
Depreciation / amortisation expense for the year	-	0.14
Eliminated on disposal of assets	-	-
Accumulated depreciation as at 31 March 2017	-	0.33
Net block as at 31 March 2018	**0.76**	**2.54**

Fair value of investment property

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Land	25.00	25.00	25.00
Building	60.00	200.00	350.00

4.2 Investments

(Rs. in Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Investments carried at Fair value through OCI			
I. Quoted Investments (fully paid)			
Investments in Equity Instruments - Others			
i) 1000(As at March 31, 2017, 1000 As at April 1, 2016, 1000) Equity Shares of Rs.10/- each in Arvind Liquid Gases Limited.	0.41	0.41	0.41
ii) 20,000 (As at March 31, 2017, 20,000 As at April 1, 2016 20,000) Equity Shares of Rs.10/- each in Dyna Lamps & Glass Works Ltd.	2.00	2.00	2.00
iii) 17,500 (As at March 31, 2017, 17,500 As at April 1, 2016 17,500) Equity Shares of Rs.10/- each in Eastern Sugars & Industries Ltd	-	1.75	1.75
iv) 20 (As at March 31, 2017, 20 As at April 1, 2016, 20) Equity Shares of Rs.10/- each in Hindalco Industries Ltd	0.04	0.04	0.02
v) 7,325 (As at March 31, 2017, 7,325 As at April 1, 2016 7,325) Equity Shares of Rs.10/- each in ICICI Bank	20.59	18.62	15.72
vi) 640 (As at March 31, 2017, 640 As at April 1, 2016 640) Equity Shares of Rs.10/- each in IDBI Bank	0.47	0.48	0.46
vii) 14,100 (As at March 31, 2017, 14,100 As at April 1, 2016 16,000) Equity Shares of Rs.10/- each in IFCI Limited	3.18	4.79	3.98
viii) 5,000 (As at March 31, 2017, 5,000 As at April 1, 2016 5,000) Equity Shares of Rs.10/- each in KG Denim Limited	2.34	4.42	4.03
ix) 13,000 (As at March 31, 2017, 13,000 As at April 1, 2016 13,000) Equity Shares of Rs.10/- each in NEPC India Limited	0.07	0.07	0.07
x) 3,030 (As at March 31, 2017, 3,030 As at April 1, 2016 3,030) Equity Shares of Rs.10/- each in Ponni Sugars & Chemicals Ltd	0.40	0.40	0.40
xi) 30,000 (As at March 31, 2017, 30,000 As at April 1, 2016 30,000) Equity Shares of Rs.10/- each in Shree Karthik Papers Ltd	4.80	3.00	3.00
xii) 500 (As at March 31, 2017, 500 As at April 1, 2016 500) Equity Shares of Rs.10/- each in State bank of India	1.26	1.46	0.97
xiii) 1,000 (As at March 31, 2017, 1,000 As at April 1, 2016 1,000) Equity Shares of Rs.10/- each in Steel Authority of India Ltd	0.71	0.61	0.44
xiv) 5,430 (As at March 31, 2017, 5,430 As at April 1, 2016 5,430) Equity Shares of Rs.10/- each in Sesa Sterlite Ltd (Vedanta Ltd)	15.32	14.96	4.87
xv) 2,300 (As at March 31, 2017, 2,300 As at April 1, 2016 2,300) Equity Shares of Rs.10/- each in Super Sales Agencies Ltd	14.41	13.29	8.95

(Rs. in Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
xvi) 1,000 (As at March 31, 2017, 1,000 As at April 1, 2016 1,000) Equity Shares of Rs.10/- each in Telephone Cables Ltd	1.34	1.34	1.34
xvii) 500 (As at March 31, 2017, 500 As at April 1, 2016 500) Equity Shares of Rs.10/- each in VGP Finance Ltd	0.05	0.05	0.05
xviii) 700 (As at March 31, 2017, 700 As at April 1, 2016 700) Equity Shares of Rs.10/- each in Sterlite Technologies Ltd	2.20	0.89	0.63
Total Quoted Investments	**69.59**	**68.58**	**49.09**
II. Unquoted Investments (fully paid)			
Investments in Equity Instruments - Others			
1. 100 (As at March 31, 2017, 100 and As at April 1, 2016: 100) Equity shares of Arun Fuels Limited of Rs.10 each	0.10	0.10	0.10
2. 10,000 (As at March 31, 2017, 10,000 and As at April 1, 2016 : 10,000) Equity shares of The Catholic Syrian Bank Ltd of Rs.10 each	3.20	3.20	3.20
3. 20,000 (As at March 31, 2017, 20,000 and As at April 1, 2016 : 20,000) Equity shares of Sakthi Beverages Ltd of Rs.10 each	2.00	2.00	2.00
4. 1,200 (As at March 31, 2017, 1,200 and As at April 1, 2016: 1,200) Equity shares of Tulya Alloy Castings Ltd of Rs.10 each	0.12	0.12	0.12
5. NIL (As at March 31, 2017, 275 and As at April 1, 2016 : 275) Equity shares of ARS Energy of Rs.10 each	-	0.28	0.08
6. 24,500 (As at March 31, 2017, 13,900 and As at April 1, 2016 : 37,600) Equity shares of OPG Power Generation Private Limited of Rs.10 each	2.75	1.53	5.91
7. 15,000 (As at March 31, 2017, 15,000 and As at April 1, 2016 : NIL) Equity shares of OPG Metals Private Limited of Rs.10 each	1.50	1.50	-
8. NIL (As at March 31, 2017, 50,000 and As at April 1, 2016 : NIL) Equity shares of STYL textile ventures Limited of Rs.10 each	-	5.00	-
Total Unquoted Investments	**9.67**	**13.73**	**11.41**
Less: Provision for dimunition in value of investments	(10.65)	(22.15)	(32.72)
Total Investments	**68.61**	**60.16**	**27.78**
Aggregate amount of quoted investments	69.59	68.58	49.09
Aggregate market value of quoted investments	69.59	68.58	49.09
Aggregate amount of unquoted investments	9.67	13.73	11.41
Aggregate market value of unquoted investments	9.67	13.73	11.41

5 Other non-current assets

(Rs. in Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Capital Advances	147.17	117.83	126.97
Security Deposits paid	223.07	261.37	213.23
Other advances	95.73	62.65	56.48
Prepaid expenses	15.27	15.43	15.60
MAT credit entitlement	1,948.10	1,982.54	2,321.43
Total	**2,429.34**	**2,439.82**	**2,733.71**

6 Inventories

(At lower of cost and net realisable value)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Raw Materials	3,281.08	3,499.49	2,468.63
Work-in-progress	601.91	438.97	407.09
Finished Goods	2,249.61	1,768.16	1,646.23
By-Product	131.26	85.07	51.08
Stores and Spares	411.18	614.21	404.89
Total	**6,675.04**	**6,405.90**	**4,977.92**

7 Financial Assets

7.1 Trade receivables (Unsecured)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
i) Trade receivables outstanding for a period exceeding six months from the date they were due for payment :			
Considered good	90.38	34.91	28.69
Considered doubtful	117.73	125.66	101.66
	208.11	160.57	130.35
Less : Allowance for doubtful trade receivables	(117.73)	(125.66)	(101.66)
	90.38	**34.91**	**28.69**
ii) Other trade receivables :			
Unsecured, considered good	3,993.39	3,596.99	2,687.51
Unsecured, considered doubtful	-	-	-
	3,993.39	**3,596.99**	**2,687.51**
Less : Provision for doubtful trade receivables	-	-	-
	3,993.39	**3,596.99**	**2,687.51**
Total	**4,083.77**	**3,631.90**	**2,716.20**

The Company uses a provision matrix to determine impairment loss on portfolio of its trade receivable. The provision matrix is based on its historically observed default rates over the expected life of the trade receivable and is adjusted for forward- looking estimates. At every reporting date, the historical observed default rates are updated and changes in forward-looking estimates are analysed. The Company estimates the following matrix at the reporting date.

(Rs. in Lakhs)

Particulars	Aging		
	1-90 days	91-180 days	180 - 360 days
Default rate	5.62%	14.76%	15.00%

Movement in expected credit loss allowance

Particulars	For the year ended	
	March 31, 2018	March 31, 2017
Balance at the beginning of the year	125.66	101.66
Movement in expected credit loss on trade receivables calculated at lifetime expected credit losses	8.44	24.00
Balances written off during the year	16.37	-
Balance at the end of the year	117.73	125.66

7.2 Cash and Cash Equivalents

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
a) Cash on hand	7.66	9.10	10.49
b) Cheques/drafts on hand	1.00	15.27	0.12
c) Balances with banks :			
i) In current accounts	385.18	319.53	386.43
ii) In deposit accounts	-	-	-
iii) In earmarked accounts			
- Margin money deposits	463.27	199.44	148.21
- Unpaid dividend accounts	29.22	28.10	26.74
Total	**886.33**	**571.44**	**571.99**
Of the above, balances that meet the definition of cash and cash equivalents as per Ind AS 7 Cash Flow Statements is	393.84	343.90	397.04

7.3 Loans

(Unsecured and considered good, unless stated otherwise)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Employees and other advances	39.98	58.40	83.10
Advance to related parties	-	-	3.29
Other advances	61.80	107.47	-
Security deposits	0.30	0.05	0.05
Total	**102.08**	**165.92**	**86.44**

7.4 Other financial assets

(Unsecured and considered good, unless stated otherwise)

(Rs. in Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Accruals :			
Interest accrued on fixed deposits with banks	2.50	0.06	2.34
Insurance claim receivable	3.51	1.47	3.10
Interest subsidy on TUF Loan receivable	144.54	174.17	545.07
Accured income	42.77	28.12	40.58
Rent receivable	-	-	1.44
Total	**193.32**	**203.82**	**592.53**

8 Other Assets

(Unsecured and considered good, unless stated otherwise)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Prepaid expenses	104.82	115.43	129.12
Balances with government authorities :			
- CENVAT credit receivable	15.74	30.45	70.79
- GST credit receivable	186.43	15.88	31.89
- VAT Advance tax paid	-	-	15.00
Export incentive receivable	56.17	98.73	53.42
Advance to Suppliers	236.96	198.27	169.41
Total	**600.12**	**458.76**	**469.63**

9 Equity Share Capital

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount
a) Authorised :						
i) Equity Share Capital						
Equity Shares of Rs.10/- each	2,20,00,000	2,200.00	2,20,00,000	2,200.00	2,20,00,000	2,200.00
Total	**2,20,00,000**	**2,200.00**	**2,20,00,000**	**2,200.00**	**2,20,00,000**	**2,200.00**
b) Issued, Subscribed and Fully paid-up :						
i) Equity Share Capital						
Equity shares of Rs. 10/- each	1,29,62,713	1,296.27	2,16,04,521	2,160.45	2,16,04,521	2,160.45
Total	**1,29,62,713**	**1,296.27**	**2,16,04,521**	**2,160.45**	**2,16,04,521**	**2,160.45**

i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount
Equity shares of Rs. 10/- each						
At the beginning of the year	2,16,04,521	2,160.45	2,16,04,521	2,160.45	2,16,04,521	2,160.45
Add : Issued during the year	-	-	-	-	-	-
Less: Adjustment on allotment of shares to the shareholders of resulting Company on demerger [Refer Note 36]	(8,641,808)	(864.18)	-	-	-	-
Outstanding at the end of the year	**1,29,62,713**	**1,296.27**	**2,16,04,521**	**2,160.45**	**2,16,04,521**	**2,160.45**

ii) Terms / rights attached to the Equity Shares :

The Company has issued only one class of equity share having a face value of Rs. 10/- per share. The holder of each equity share is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution to all preferential creditors and other creditors, in the order of priority. The distribution will be in proportion to the number of equity shares held by shareholders. The company declares and pays dividend in Indian Rupees. The dividend proposed by Board of Directors is subject to the approval of Shareholders in the ensuing Annual General Meeting.

iii) Distributions made and proposed :

Dividend recognized as distributions to equity shareholders for the year ended March 31, 2018 was Rs.1.6 per share and March 31, 2017 was Rs 1.6 per share.

The Board of Directors at its meeting held on November 1, 2017 had recommended a dividend of 16% (Rs 1.60 per equity share of par value Rs 10 each). The proposal was approved by shareholders at the Annual General Meeting held on December 25, 2017 this has resulted in a cash outflow of Rs 249.61 lakhs, inclusive of corporate dividend tax of Rs 42.21 lakhs. Further, the Board of Directors at its meeting held on May 28, 2018 have proposed a dividend of 16% (Rs1.6 per equity share of par value of Rs 10 each).

iv) Details of shareholders holding more than 5% of the share capital : Equity Shares

Name of the Shareholder	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	Number of shares held	% of holding	Number of shares held	% of holding	Number of shares held	% of holding
Vedanayagam Hospital Limited	63,05,320	48.64%	1,01,10,667	46.80%	1,01,10,667	46.80%
Annamallai Retreading Company Private Limited	30,50,146	23.53%	50,83,577	23.53%	50,83,577	23.53%

10 Other Equity

(Rs. in Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Securities premium account Amounts received on issue of shares in excess of the par value has been classified as securities premium.	2,243.01	2,243.01	2,243.01
General reserve This represents appropriation of profit by the Company.	4,851.12	10,355.72	10,355.72
Retained earnings Retained earnings comprise of the Company's current and prior years' undistributed earnings after taxes or accumulated losses.	2,404.94	1,527.26	783.59
Equity Instruments through other comprehensive income Changes in the fair value of equity instruments is recognized in equity instruments through other comprehensive income (net of taxes) and presented within other equity.	21.04	10.01	(5.66)
Other items of other comprehensive income Other items of other comprehensive income consist of re-measurement of net defined benefit Plans.	(5.96)	(4.90)	(7.53)
	9,514.15	**14,131.10**	**13,369.13**

11 Financial Liabilities

11.1 Borrowings

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
a) Term Loans - Secured(Refer Note (i) below)			
- From banks and others	7,106.34	5,670.84	7,554.25
b) Term Loans from related parties - Unsecured	115.00	115.00	115.00
Total	**7,221.34**	**5,785.84**	**7,669.25**

i) Details of terms of repayment and security provided in respect of secured term loans :

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Indian Overseas Bank	969.00	1,334.00	1,702.62
Less: Current Maturities of long term debt	(420.00)	(396.00)	(370.08)
	549.00	**938.00**	**1,332.54**

Security : Hypothecation of windmills and equitable mortgage of related lands in Tirupur district, Tamilnadu. Repayable in 96 monthly instalments varying from Rs.13.00 to Rs.43.00 lakhs each, commencing from April, 2012.

(Rs. in Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Indian Overseas Bank	239.55	1,250.00	2,249.49
Less: Current Maturities of long term debt	(239.55)	(1,000.00)	(1,000.00)
	-	**250.00**	**1,249.49**
Security: Paripasu First charge on the immovables and hypothecation of movables of spinning unit of the company. Repayable in 32 quarterly instalments of Rs.250 lakhs each, commencing from September, 2010.			
Canara Bank	550.58	1,294.58	2,038.58
Less: Current Maturities of long term debt	(550.58)	(744.00)	(744.00)
	-	**550.58**	**1,294.58**
Paripasu First charge on the immovables and hypothecation of movables of spinning unit of the company. Repayable in 32 quarterly instalments of Rs.186.00 lakhs each, commencing from March, 2011.			
State Bank of Hyderabad	-	443.39	1,059.39
Less: Current Maturities of long term debt	-	(443.39)	(616.00)
	-	**-**	**443.39**
Paripasu First charge on the immovables and hypothecation of movables of spinning unit of the company. Repayable in 32 quarterly instalments of Rs.154.00 lakhs each, commencing from March, 2010.			
UCo Bank	37.29	103.16	168.72
Less: Current Maturities of long term debt	(37.29)	(65.64)	(65.64)
	-	**37.52**	**103.08**
Paripasu First charge on the immovables and hypothecation of movables of spinning unit of the company. Repayable in 32 quarterly instalments of Rs.16.41 lakhs each, commencing from March, 2010.			
Axis Bank	2,062.50	2,250.00	2,500.00
Less: Current Maturities of long term debt	(312.50)	(187.50)	(250.00)
	1,750.00	**2,062.50**	**2,250.00**
First charge on the windmills of the company having a capacity of 13.195 MW in coimbatore and Tirupur districts Repayable in 25 quarterly instalments commencing from March 2016 under step up method.			
ICICI Bank Limited	375.00	875.00	1,375.00
Less: Current Maturities of long term debt	(375.00)	(500.00)	(500.00)
	-	**375.00**	**875.00**
First charge on the immovables and hypothecation of movables of spinning unit of the company. Repayable in 16 equal quarterly instalments commencing from January 2015.			
The Karur Vysya Bank Limited	1,400.00	1,500.00	-
Less: Current Maturities of long term debt	(300.00)	(125.00)	-
	1,100.00	**1,375.00**	**-**
Exclusive EM charge on vacant land belonging to associate company. Repayable in 60 monthly instalments of Rs. 25 lakhs each commencing from November 2017.			

(Rs. in Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Uco Bank (New Term Loan)	995.23	-	-
Less: Current Maturities of long term debt	(223.00)	-	-
	772.23	**-**	**-**
Paripasu First charge on the immovables and hypothecation of movables of spinning unit of the company. Repayable in 24 quarterly instalments of Rs.55.75 lakhs each, commencing from May 2018.			
RBL bank	3,000.00	-	-
Less: Current Maturities of long term debt	(150.00)	-	-
	2,850.00	**-**	**-**
Paripasu First charge on the immovables and hypothecation of movables of spinning unit of the company and exclusive charge of vacant land of associate company. Repayable in 20 quarterly instalments of Rs.150 lakhs each, commencing from March 2019.			
HDFC Bank	-	2.60	14.24
Less: Current Maturities of long term debt	-	(2.60)	(8.07)
	-	**-**	**6.17**
Hypothecation of motor car. Repayable in 36 monthly instalments of Rs.0.67 lakhs each, commencing from Sepetember, 2012.			
The Karur Vysya Bank Limited	51.24	18.44	-
Less: Current Maturities of long term debt	(20.33)	(7.12)	-
	30.91	11.32	-
Hypothecation of motor car. Repayable in 24 monthly instalments of varying amounts commencing from December 2015.			
Audi Financial Services	70.92	86.21	-
Less: Current Maturities of long term debt	(16.72)	(15.29)	-
	54.20	**70.92**	**-**
Hypothecation of motor car. Repayable in 60 monthly instalments of varying amounts commencing from January 2017.			
Non-Current borrowings - Total	9,751.31	9,157.38	11,108.04
Current Maturities of long term borrowings	(2,644.97)	(3,486.54)	(3,553.79)
Total	**7,106.34**	**5,670.84**	**7,554.25**

12. Provisions

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
a) Provision for employee benefits			
Provision for Gratuity [Refer note 25.1.b]	9.30	1.21	30.53
Total	**9.30**	**1.21**	**30.53**

12.1 Deferred tax liabilities (Net)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Deferred tax Assets	143.10	97.36	83.72
Deferred tax Liabilities	(4,089.18)	(4,056.54)	(3,822.10)
Deferred tax Liabilities (net)	3,946.08	3,959.18	3,738.38

13 Financial Liabilities

13.1 Borrowings

(Rs. in lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
a) Working capital loan from banks (Secured) (Refer Note 1 below)	7,961.84	6,331.74	5,819.53
b) Working capital loan from banks (Unsecured) (Refer Note 2 below)	200.00	1,000.00	1,500.00
Total	**8,161.84**	**7,331.74**	**7,319.53**
Note 1			
Indian Overseas Bank - Cash Credit Hypothecation of inventories and trade receivables	3,038.92	2,851.76	963.92
Indian Overseas Bank - PCFC Hypothecation of inventories and trade receivables	182.11	60.06	707.91
Bank of Baroda - Cash Credit Hypothecation of inventories and trade receivables	1,395.87	1,407.49	992.13
Canara Bank - Cash Credit Hypothecation of inventories and trade receivables	726.99	728.77	525.86
Indian Overseas Bank Sulur Hypothecation of inventories and trade receivables	2.44	-	-
Karur Vysya Bank - Cash Credit Hypothecation of inventories and trade receivables	2,420.62	1,283.66	1,905.12
Karur Vysya Bank - PCFC Hypothecation of inventories and trade receivables	194.89	-	134.57
Indian Overseas bank - ILC Hypothecation of inventories and trade receivables	-	-	200.59
Canara Bank - ILC Hypothecation of inventories and trade receivables	-	-	139.68
ICICI bank ILC Hypothecation of inventories and trade receivables	-	-	249.75
Total	**7,961.84**	**6,331.74**	**5,819.53**
Note 2			
HDFC Bank Unsecured, repayable on demand	200.00	1,000.00	-
Kotak Mahindra Bank Short Term Loan Unsecured, repayable on demand	-	-	1,500.00
Total	**200.00**	**1,000.00**	**1,500.00**

13.2 Trade Payables

(Rs. in lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Trade payables			
Acceptances	-	-	-
Other than acceptances : (Refer Note 24)	2,615.06	3,739.01	1,821.07
Total	**2,615.06**	**3,739.01**	**1,821.07**

13.3 Other Financial Liabilities

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Current Maturities of Long-term Debt [Refer note 11.1			
i) for details of security and repayment terms]	2,644.97	3,486.54	3,553.79
Interest accrued but not due on borrowings	53.77	55.55	91.27
Unpaid Dividend	29.22	28.10	26.74
Dues to group companies	109.11	122.35	-
Unclaimed matured deposits and interest accrued thereon	8.17	9.18	9.18
Other liabilities	82.79	116.14	14.28
Payables on purchase of fixed assets	26.35	80.72	19.79
Total	**2,954.38**	**3,898.58**	**3,715.05**

14 Provisions

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
a) Provision for employee benefits			
Provision for bonus	106.40	86.60	82.06
Provision for Gratuity [Refer note 25.1.b]	-	12.01	23.11
b) Provision for income tax (Net)	66.69	80.89	4.28
Total	**173.09**	**179.50**	**109.45**

15 Other Liabilities

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Statutory remittances	64.31	182.55	115.39
Security deposits received	5.00	5.00	10.55
Income received in advance	2.23	2.25	0.02
Advances from customers	108.48	210.50	174.74
Total	**180.02**	**400.30**	**300.70**

16 Revenue from Operations

(Rs. in lakhs)

Particulars			For the year ended March 31, 2018	For the year ended March 31, 2017
a)	**Sale of goods**		**35,288.26**	**37,333.00**
	i.	**Manufactured goods**		
		Yarn	20,904.43	19,239.23
		Fabrics	6,646.82	14,380.17
		Waste Cotton	1,947.97	1,779.88
		Garments	5,797.00	1,959.10
		Less: Excise duty	(7.96)	(25.38)
	ii.	**Traded goods**		
		Yarn	-	-
b)	**Sale of services**			
	Coating Dying and Lamination charges		263.25	196.97
c)	**Other operating revenues**		328.09	738.98
	(Refer Note 1 below)			
		Total	**35,879.60**	**38,268.95**
Note				
1	Other operating revenues comprises:			
	Duty drawback and other export incentives		255.89	432.65
	Insurance claim		-	235.79
	Others		72.20	70.54
		Total	**328.09**	**738.98**

17 Other income

Particulars		For the year ended March 31, 2018	For the year ended March 31, 2017
a)	Interest income (Refer Note 1 below)	36.28	24.10
b)	Dividend income from non-current non-trade investments	2.52	0.73
c)	Other non-operating income (Refer Note 2 below)	217.67	200.46
	Total	**256.47**	**225.29**

(Rs. in lakhs)

Particulars		For the year ended March 31, 2018	For the year ended March 31, 2017
Note			
1	**Interest income comprises:**		
	Interest from financial assets at amortised cost	36.28	18.17
	Interest on refund of income tax	-	5.93
	Total - Interest income	**36.28**	**24.10**
2	**Other non-operating income comprises:**		
	Rental income	9.05	3.62
	Profit on sale of property plant and equipment (Net)	136.00	142.81
	Adjustments to carrying amount of investments (net)	1.51	10.57
	Recovery of bad debts	6.93	12.35
	Sundry balances written back	4.84	8.05
	Net gain on foreign currency transactions	42.92	-
	Other Miscellaneous income	16.42	23.06
	Total - Other non-operating income	**217.67**	**200.46**

	Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
18A	**Cost of materials consumed**		
	Opening stock	3,810.70	2,687.26
	Add: Purchases	21,272.57	24,443.98
		25,083.27	27,131.24
	Less: Closing stock	(3,562.87)	(3,810.70)
	Cost of material consumed	**21,520.40**	**23,320.54**
	Material consumed comprises:		
	- Cotton	17,437.40	19,245.83
	- Others	4,083.00	4,074.71
	Total	**21,520.40**	**23,320.54**
18B	**Purchase of traded goods**		
	Purchases of traded goods	97.53	-
	Total	**97.53**	**-**

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

(Rs. in lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Inventories at the end of the year:		
Finished goods	2,249.61	1,768.16
Work-in-progress	320.12	127.76
Waste-cotton	131.26	85.07
	2,700.99	**1,980.99**
Inventories at the beginning of the year:		
Finished goods	1,768.16	1,646.23
Work-in-progress	127.76	188.46
Waste-cotton	85.07	51.08
	1,980.99	**1,885.77**
Net (increase) / decrease	**(720.00)**	**(95.22)**

20 Employee benefit expenses

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Salaries, wages and bonus	3,644.10	3,089.81
Contributions to provident and other funds (Refer Note 25.1.a & 25.1.b)	220.90	196.18
Staff welfare expenses	254.68	159.78
Total	**4,119.68**	**3,445.77**

21 Finance costs

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
a) Interest expense on financial liabilities at amortised cost :		
i) Borrowings	1,767.03	1,901.12
b) Other borrowing costs	160.59	159.68
Total	**1,927.62**	**2,060.80**

22 Other expenses

(Rs. in lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Consumption of stores and spare parts	1,766.30	2,038.03
Manufacturing expenses	759.06	1,030.84
Power, fuel and water charges	1,435.54	1,479.10
Rent including lease rentals	264.64	213.22
Repairs and Maintenance - Building	74.18	83.47
Repairs and Maintenance - Machinery	430.88	424.78
Repairs and Maintenance - Others	246.33	264.88
Insurance	123.06	93.19
Rates and Taxes	45.41	59.36
Communication expenses	132.85	128.12
Travelling and Conveyance	325.29	230.24
Printing & Stationery	26.26	25.44
Freight and Forwarding Charges	167.64	196.08
Sales Commission	208.50	277.18
Directors sitting fee	2.75	0.80
Loss on sale/disposal of property plant and equipment	3.08	0.72
Business Promotion Expenses	73.37	19.90
Donation	15.53	52.04
Legal and Professional charges	63.54	44.10
Payments to Auditors	10.00	7.47
Corporate Social Responsibility	15.15	10.33
Provision for bad and doubtful debts	8.44	24.00
Royalty expenses	87.50	17.50
Miscellaneous Expenses	97.13	136.71
Total	**6,382.43**	**6,857.50**
Note 1 - Payments to Auditors :		
Payments to auditors comprises (net of service tax input credit, where applicable):		
Statutory audit fees	10.00	2.50
For taxation matters	-	2.64
For other services	-	2.33
Total	**10.00**	**7.47**

Additional information to the financial statements

23 Contingent liabilities and commitments (to the extent not provided for)

(Rs. in lakhs)

Particulars			As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
i)	**Contingent liabilities:**				
	a)	Disputed demands from ESI Authorities	9.86	11.28	11.28
	b)	Disputed TNVAT demand in respect of which interim stay granted by Hon'ble High Court of Madras	1.94	142.23	-
	c)	Disputed claims of TANGEDCO as part of energy supply bill	74.70	91.44	143.62
ii)	**Commitments:**				
	a)	Estimated amount of contracts remaining to be executed on capital account and not provided for: Tangible assets	-	0.95	618.79
iii)	a)	The amount of duty concession availed against the pending obligation for import of capital goods under concessional customs duty linked to fulfillment of export obligations	145.76	145.76	298.61
	b)	Value of export obligation to be fulfilled	21,049.95	27,116.10	33,547.24

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

Particulars		As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
i)	Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-	-
ii)	Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-	-
iii)	The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-	-
iv)	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act	-	-	-
v)	The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-	-
vi)	The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23	-	-	-

Dues to micro and small enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

24 A Disclosure for raw materials, purchased goods and finished goods under broad heads

(Rs. in lakhs)

Particulars		Year ended 31.3.2018	Year ended 31.3.2017
1	**Sale of products**		
	a) Manufactured goods :		
	Yarn	20,904.43	19,239.23
	Fabric	1,435.75	6,016.66
	Garments	5,789.04	1,959.10
	Coated fabrics (Canvas)	1,744.99	2,367.05
	Laminated fabrics	3,466.09	5,971.07
	Waste	1,947.97	1,779.88
	Sale of Services	263.25	196.97
	Total	**35,551.51**	**37,529.97**
	b) Other Operating Revenues	**328.09**	**738.98**
	Total sale of products (a)+(b)	**35,879.60**	**38,268.95**
2	**Raw materials consumption**		
	a) Cotton	17,437.40	19,245.83
	b) Others	4,083.00	4,074.71
	Total	**21,520.40**	**23,320.54**
	Purchase of traded goods		
	a) Yarn	-	-
	b) Fabrics / Garments	97.53	-
	Total	**97.53**	**-**

3 Total value of all imported raw materials, spare parts and components consumed during the financial year and the total value of all indigenous raw materials, spare parts and components similarly consumed and the percentage of each to the total consumption;

(Rs. in lakhs)

Particulars	Year ended 31.3.2018	Year ended 31.3.2017
Raw materials		
Indigenous	20,471.79	20,862.48
	95.13%	89.46%
Imported	1,048.62	2,458.05
	4.87%	10.54%
Total	**21,520.42**	**23,320.53**
Stores and spares		
Indigenous	1,685.57	2,211.44
	95.43%	96.72%
Imported	80.75	74.96
	4.57%	3.28%
Total	**1,766.32**	**2,286.40**
4 Value of imports calculated on CIF basis by the company during the financial year in respect of		
i) Raw materials	1,048.62	2,458.05
ii) Components and spare parts	80.75	74.96
iii) Capital goods	88.71	23.61
5 Expenditure in foreign currency during the financial year on account of :		
Royalty, know-how, professional and consultation fees	20.94	-
Traveling, training and others	23.72	46.38

6 The amount remitted during the year in foreign currencies on account of dividends with a specific mention of the total number of non-resident shareholders, the total number of shares held by them on which the dividends were due and the year to which the dividends related ;

i) Total number of Non-resident shareholders ii) Total number of shares held iii) Total amount of dividend due/paid iv) Year to which the dividend related	Not applicable, Hence No Dividend is paid in Foreign Currency

(Rs. in lakhs)

	Particulars	Year ended 31.3.2018	Year ended 31.3.2017
7	Earnings in foreign exchange classified under the following heads, namely :		
	i) Export of goods calculated on FOB basis	7,528.66	8,266.28
	ii) Royalty, know-how, professional and consultation fees	-	-
	iii) Interest and dividend	-	-
	iv) Other income, indicating the nature thereof	-	-
8	The Company, has paid to trade related research institutions by way of recurring / non recurring contribution	3.20	1.37
9	Rates and taxes include wealth tax	-	-

10 Valuation of inventories

Closing stock of finished goods in textile division is valued excluding excise duty as the company opted for clearance at "Nil" duty and hence no provision for excise duty is made as expense. The method of valuation has no impact on the net profits.

i.	Raw materials	At weighted average cost method
ii.	Process	At weighted average cost method (incl. appropriate production overhead)
iii.	Finished goods	At weighted average cost method (incl. appropriate production overhead) or Market Value whichever is less
iv.	By Products	At since realised / realisable value
v.	Stock of packing materials and stores and spares	At weighted average method

Notes to the financial statements for the year ended March 31, 2018

Amount in Rupees Lakhs except shares data or as otherwise stated

Note No.	Particulars
25.	**Employee benefit plans**
25.1a	**Defined contribution plans - provident fund and employee state insurance**

The Company makes Provident Fund and Employee state insurance scheme contributions to defined contribution plans for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised the following contributions in the Statement of profit and loss.

(Rs. in lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Provident fund	190.60	178.08
Employee state insurance	11.47	7.44

25.1b Defined benefit plan - gratuity

In accordance with applicable Indian laws, the Company provides for gratuity, a defined benefit retirement plan (Gratuity plan). The Gratuity plan provides a lump sum payment to vested employees, at retirement or termination of employment, an amount based on the respective employee's last drawn eligible salary and the years of employment with the Company. The Company provides the gratuity benefit through annual contributions to a fund managed by the Insurer included as part of 'Contribution to provident and other funds' in Note 20 Employee benefit expense. Under this plan, the settlement obligation remains with the Company.

Description of Risk Exposures Valuations are performed on certain basic set of pre-determined assumptions and other regulatory framework which may vary over time. Thus, the Company is exposed to various risks in providing the above gratuity benefit which are as follows:

A Interest Rate Risk: The plan exposes the Company to the risk of fall in interest rates. A fall in interest rates will result in an increase in the ultimate cost of providing the above benefit and will thus result in an increase in the value of the liability (as shown in financial statements).

B Investment Risk: The probability or likelihood of occurrence of losses relative to the expected return on any particular investment.

C Salary Escalation Risk: The present value of the defined benefit plan is calculated with the assumption of salary increase rate of plan participants in future. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have a bearing on the plan's liability.

D Demographic Risk: The Company has used certain mortality and attrition assumptions in valuation of the liability. The Company is exposed to the risk of actual experience turning out to be worse compared to the assumption.

E Liquidity Risk: This is the risk that the Company is not able to meet the short-term gratuity payouts. This may arise due to non-availabilty of enough cash/cashequivalent to meet the liabilities or holding of illiquid assets not being sold in time.

F In respect of the plan in India, the most recent actuarial valuation of the plan assets and the present value of the defined benefit obligation were carried out as at March 31, 2018 by Mr. N Srinivasan, Fellow of the Institute of Actuaries of India. The present value of the defined benefit obligation, and the related current service cost and past service cost, were measured using the projected unit credit method.

The following table sets out the funded status of the gratuity scheme: (Rs. in lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Components of employer expense		
Current service cost	18.40	16.08
Past service cost	10.91	-
Interest cost	10.83	9.44
Expected return on plan assets	(9.84)	(7.42)
Recognised in statement of profit and loss	30.30	18.10
Re-measurement - actuarial (gain)/loss recognised in OCI	1.62	(5.52)
Total expense recognised in the Statement of total comprehensive income	31.92	12.58
Other Comprehensive Income (OCI)		
Actuarial (gain)/loss due to DBO experience	22.89	(13.33)
Actuarial (gain)/loss due to DBO assumption changes	(22.47)	7.30
Actuarial (gain)/loss arising during period	0.42	(6.03)
Actual return on plan assets (greater)/less interest on plan assets	1.20	0.51
Actuarial (gains)/ losses recognized in OCI	1.62	(5.52)
Defined Benefit Cost		
Service cost	18.40	16.08
Net interest on net defined benefit liability / (asset)	0.99	2.02
Actuarial (gains)/ losses recognized in OCI	1.62	(5.52)
Defined Benefit Cost	21.01	12.58
Change in defined benefit obligation (DBO) during the year		
Present value of DBO at beginning of the year	143.28	130.03
Current service cost	18.40	16.08
Past service cost	10.91	-
Interest cost	10.83	9.44
Actuarial (gains) / losses	0.42	(6.03)
Benefits paid	(6.45)	(6.24)
Present value of DBO at the end of the year	177.39	143.28
Actual contribution and benefit payments for year		
Actual benefit payments	6.45	6.24
Actual contributions	35.84	53.01
Change in fair value of assets during the year		
Plan assets at beginning of the year	130.06	76.38
Expected return on plan assets	9.84	7.42
Actual company contributions	35.84	53.01
Actuarial gain / (loss)	(1.20)	(0.51)
Benefits paid	(6.45)	(6.24)

(Rs. in lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Plan assets at the end of the year	168.09	130.06
Actual return on plan assets	8.64	6.91
Current and Non Current Liability portion		
Current Liability	-	(12.01)
Non Current Asset/ (Liability)	(9.30)	(1.21)
Net Asset/(Liability)	(9.30)	(13.22)
Net asset / (liability) recognised in the Balance Sheet		
Present value of defined benefit obligation	177.39	143.28
Fair value of plan assets	168.09	130.06
Funded status [Surplus / (Deficit)]	(9.30)	(13.22)
Net asset / (liability) recognised in the Balance Sheet	(9.30)	(13.22)
Composition of the plan assets is as follows:		
Insurer managed funds	100%	100%
*Funds are managed by Life Insurance Corporation of India and composition of the fund as at the balance sheet date was not provided by the insurer.		
Actuarial assumptions :		
Discount rate	7.73%	7.44%
Expected return on plan assets	7.73%	7.44%
Salary escalation	6.50%	7.50%

Disclosure under Accounting Standards

Note No.	Particulars
	The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations.
	Sensitivity Analysis
	Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below :

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Estimate value of obligation if discount rate is taken 1% higher	162.34	130.05	117.40
Estimated value of obligation if discount rate is taken 1% lower	195.18	159.07	145.17
Estimate value of obligation if salary growth rate is taken 1% higher	194.17	157.34	143.99
Estimate value of obligation if salary growth rate is taken 1% lower	163.00	131.14	118.11
Estimate value of obligation if attrition rate is taken 1% higher	176.02	142.91	129.79
Estimate value of obligation if agttrition rate is taken 1% lower	177.44	143.76	130.29

Note No.	Particulars

These sensitivities have been calculated to show the movement in defined benefit obligation in isolation and assuming there are no other changes in market conditions at the accounting date. There have been no changes from the previous periods in the methods and assumptions used in preparing the sensitivity analysis.

Maturity profile of defined benefit obligation : (₹ in lakhs)

Maturity profile, if it ensues	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
1	7.12	5.74	4.70
2	17.52	10.68	9.12
3	7.00	25.60	13.01
4	6.81	30.66	26.16
5	22.17	35.76	30.57
Above 5	59.95	92.61	118.42

Asset Liability Matching Strategies

The Company has purchased insurance policy, which is basically a year-on-year cash accumulation plan in which the interest rate is declared on yearly basis and is guaranteed for a period of one year. The insurance Company, as part of the policy rules, makes payment of all gratuity liability occurring during the year (subject to sufficiency of funds under the policy). The policy, thus, mitigates the liquidity risk. However, being a cash accumulation plan, the duration of assets is shorter compared to the duration of liabilities. Thus, the Company is exposed to movement in interest rate (in particular, the significant fall in interest rates, which should result in a increase in liability without corresponding increase in the asset).

26 Segment Reporting

a) Primary Business Segment Information

The company's business relates to single segment only i.e, Textiles. Accordingly, this is the only reportable business segment.

b) Secondary Geographic Segment Information.

Geographic Segment		Revenues	Segment assets	Capital expenditure incurred
Outside India	March 31, 2018	7,349.68	451.65	77.14
	March 31, 2017	8,266.29	362.57	23.61
	April 1, 2016	9,202.56	472.66	138.05
India and Others	March 31, 2018	28,529.94	3,3671.78	910.22
	March 31, 2017	30,002.66	3,2873.02	1,208.60
	April 1, 2016	34,955.06	3,1070.65	1,173.65
Unallocated	March 31, 2018	-	1948.10	-
	March 31, 2017	-	1982.54	-
	April 1, 2016	-	2321.43	-
Total	**March 31, 2018**	**35,879.62**	**36,071.53**	**987.36**
	March 31, 2017	**38,268.95**	**35,218.13**	**1,232.21**
	April 1, 2016	**44,157.62**	**33,864.74**	**1,311.70**

Note No.	Particulars

27 Related party transactions

A. Details of related parties :

Description of relationship	Name of related parties
Subsidiaries	Shiva Mills Limited (Till 23.11.2017)
Associates (Investing party)	Annamalai Retreading Company Private Limited
Enterprises in which the Key management Personnel or relatives have significant influence.	Anamallais Agencies Private Limited Anamallais Automobiles Private Limited Bannari Amman Spinning Mills Limited Firebird Institute of Research in Management Sakthi Murugan Transports Limited Sundarram Enterprise Private Limited Young Brand Apparel Private Limited
Key Management Personnel (KMP)	Sri S K Sundararaman, Managing Director
Relatives of key management personnel :	Sri S V Kandasami - Father of Managing Director

B. Details of transactions during the year and balance outstanding as at the balance sheet date :

(Rs. in lakhs)

Particulars		Related Party	For the year ended March 31, 2018	For the year ended March 31, 2017
a)	Transactions during the year :			
	Investments made	Shiva Mills Limited (Till 23.11.2017)	-	5.00
	Sale of goods and services	Bannari Amman Spinning Mills Limited	213.80	1,745.09
	Purchase of goods and services	Bannari Amman Spinning Mills Limited	957.09	287.04
		Firebird Institute of Research in Management	36.85	-
		Shiva Mills Limited	23.39	-
		Sundar Ram Enterprises	0.90	-
		Annamalai Retreading Company Private Limited	0.17	2.50
		Anamallais Automobiles Private Limited	0.57	-
		Anamallais Agencies Private Limited	18.80	-
		Anamallais motors Private Limited	1.51	-
		Shiva Automobiles Private Limited	8.24	-
		Sakthi Murugan Transports Limited	0.59	-
	Remuneration	Key Managerial Persons	68.13	130.73

(Rs. in lakhs)

Particulars	Related Party	For the year ended March 31, 2018	For the year ended March 31, 2017	For the year ended April 1, 2016
i) Receivables	Shiva Mills Limited	-	-	15.93
	Bannari Amman Spinning Mills	62.50	21.53	5.60
		-	-	-
ii) Payables	Sri S V Alagappan - Director	25.00	115.00	115.00
	Sri S K Sundararaman	90.00	-	-
	Bannari Amman Spinning Mills	318.69	286.45	310.93
	Annamalais Motors Pvt ltd	0.18	-	-
	Sundarram Enterprises	0.08	-	-
	Shiva Mills Limited	109.11	-	-

28 Earnings per equity share

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Profit / (Loss) attributable to equity shareholders	1,132.30	1,028.47
Weighted average number of equity shares (Nos.)	1,29,62,713	1,29,62,713
Par value per equity share (Rs.)	10.00	10.00
Earning per share - Basic & Diluted (Rs.)	**8.74**	**7.93**

29 Income Tax Recognised :

Particulars	For the year ended March 31, 2018		For the year ended March 31, 2017	
	Statement of profit and loss	Other comprehensive income	Statement of profit and loss	Other comprehensive income
Current Tax:				
In respect of current year	345.00	-	379.72	-
Deferred Tax:				
In respect of current year	(12.53)	(0.56)	214.09	6.71
Income tax expense	**332.47**	**(0.56)**	**593.81**	**6.71**

30 Movement in deferred tax balance

(Rs. in lakhs)

Particulars	Opening Balance	Recognised in profit and Loss	Recognised in Other Comprehensive Income	Recognised directly in equity	Closing Balance
For the year ended 31 March, 2018 Tax effect of items constituting deferred tax asset					
Fair value/Provision for investments	6.64	0.51	-	-	7.15
Provision for doubtful debts	43.49	(2.75)	-	-	40.74
Disallowances under section 43B of Income Tax Act, 1961	47.23	48.54	(0.56)	-	95.21
Tax effect of items constituting deferred tax asset	**97.36**	**46.30**	**(0.56)**	**-**	**143.10**
Tax effect of items constituting deferred tax (liability)					
On difference between book balance and tax balance of fixed assets	(4,056.54)	(32.17)	(0.47)	-	(4,089.18)
Tax effect of items constituting deferred tax (liability)	**(4,056.54)**	**(32.17)**	**(0.47)**	**-**	**(4,089.18)**
Net Deferred tax asset/(liability)	**(3,959.18)**	**14.13**	**(1.03)**	**-**	**(3,946.08)**
For the year ended 31 March, 2017					
Tax effect of items constituting deferred tax asset					
Fair value/Provision for investments	13.61	(3.15)	(3.82)	-	6.64
Provision for doubtful debts	33.61	9.88	-	-	43.49
Disallowances under section 43B of Income Tax Act, 1961	36.50	13.62	(2.89)	-	47.23
Tax effect of items constituting deferred tax Asset	**83.72**	**20.35**	**(6.71)**	**-**	**97.36**
Tax effect of items constituting deferred tax (liability)					
On difference between book base and tax base of property plant and equipment	(3,822.10)	(234.44)		-	(4,056.54)
Tax effect of items constituting deferred tax (liability)	**(3,822.10)**	**(234.44)**	**-**	**-**	**(4,056.54)**
Net Deferred tax asset/(liability)	**(3,738.38)**	**(214.09)**	**(6.71)**	**-**	**(3,959.18)**

30 Deferred tax (liability) / asset

(Rs. in lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Tax effect of items constituting deferred tax Assets			
Fair value/Provision for investments	7.15	6.64	13.61
Provision for doubtful debts	40.74	43.49	33.61
Disallowances under section 43B of Income Tax Act, 1961	95.21	47.23	36.50
Tax effect of items constituting deferred tax Asset	143.10	97.36	83.72
Tax effect of items constituting deferred tax (liability) On difference between book balance and tax balance of fixed assets	(4,089.18)	(4,056.54)	(3,822.10)
Tax effect of items constituting deferred tax (liability)	(4,089.18)	(4,056.54)	(3,822.10)
Net deferred tax (liability) / asset	**(3,946.08)**	**(3,959.18)**	**(3,738.38)**

Reconciliation of income tax expense and the accounting profit multiplied by Company's domestic tax rate :

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Profit before tax	1,465	1,622
Enacted income tax rate in India	34.61%	33.06%
Computed expected tax expense	506.93	561.47
Effect on account of non-deductible expenses under income tax	-	-
Effect on account of method of computation of tax on capital gain	-	-
Effect on account of Income exempt under income tax	(163.76)	(145.42)
Effect on account of income chargeable at different rate of income tax	-	177.76
Others	(10.70)	-
Income tax expense recognised in the statement of profit and loss	**332.47**	**593.81**

31 Financial Instruments

(Unsecured and considered good, unless stated otherwise) (Rs. in lakhs)

Particulars	Carrying value			Fair value		
	March 31, 2018	March 31, 2017	April 1, 2016	March 31, 2018	March 31, 2017	April 1, 2016
Financial assets						
Amortised cost						
Loans	102.08	165.92	86.44	102.08	165.92	86.44
Trade receivable	4,083.77	3,631.90	2,716.20	4,083.77	3,631.90	2,716.20
Cash and cash equivalents	886.33	571.44	571.99	886.33	571.44	571.99
Other financial assets	193.32	203.82	592.53	193.32	203.82	592.53
FVTOCI						
Investment in equity instruments	69.59	68.58	49.09	69.59	68.58	49.09
FVTPL						
Investment in equity instruments (unquoted)	68.61	60.16	27.78	68.61	60.16	27.78
Total assets	**5,403.70**	**4,701.82**	**4,044.03**	**5,403.70**	**4,701.82**	**4,044.03**
Financial liabilities						
Amortised cost						
Borrowings	18,028	16,604	18,543	18,028	16,604	18,543
Trade payables	2,615	3,739	1,821	2,615	3,739	1,821
Other financial liabilities	309	412	161	309	412	161
Total liabilities	**20,953**	**20,755**	**20,525**	**20,953**	**20,755**	**20,525**

The management assessed that fair value of cash and short-term deposits, trade receivables, trade payables, and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values :

i) Long-term fixed-rate receivables/borrowings are evaluated by the Company based on parameters such as interest rates, specific country risk factors, individual creditworthiness of the customer and the risk characteristics of the financed project. Based on this evaluation, allowances are taken into account for the expected losses of these receivables.

ii) Fair values of the Company's interest-bearing borrowings and loans are determined by using DCF method using discount rate that reflects the issuer's borrowing rate as at the end of the reporting period. The own non- performance risk as at March 31, 2018 was assessed to be insignificant.

iii) The fair values of the unquoted equity shares have been estimated using a discounted cash flow model. The valuation requires management to make certain assumptions about the model inputs, including forecast cash flows, discount rate, credit risk and volatility, the probabilities of the various estimates within the range can be reasonably assessed and are used in management's estimate of fair value for these unquoted equity investments.

32 Fair value hierarchy

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

The following table presents the fair value measurement hierarchy of financial assets and liabilities measured at fair value on recurring basis as at March 31, 2018, March 31, 2017 and April 1, 2016.

(Rs. in lakhs)

	Particulars			Fair value measurement using			
		As at	Date of valuation	Total	Quoted prices in active markets (Level 1)	Signifi-cant obervable inputs (Level 2)	Signifi-cant un obervable inputs (Level 3)
	Financial assets measured at fair value :						
1	FVTOCI financial assets designated at fair value:						
	Investment in equity instruments (quoted)	31-3-2018	31-3-2018	69.59	69.59	-	-
		31-3-2017	31-3-2017	68.58	68.58	-	-
		1-4-2016	1-4-2016	49.09	49.09	-	-
2	FVTPL financial assets designated at fair value:						
	Investment in equity instruments (unquoted)	31-3-2018	31-3-2018	9.67	-	-	9.67
		31-3-2017	31-3-2017	13.73	-	-	13.73
		1-4-2016	1-4-2016	11.41	-	-	11.41

There have been no transfers among Level 1, Level 2 and Level 3 during the year.

33 Financial Risk Management

The Company's principal financial liabilities, comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the company's operations and to provide guarantees to support its operations. The Company's principal financial assets include loans, trade and other receivables, and cash and short-term deposits that derive directly from its operations.

The Company's activities expose it to a variety of financial risks: credit risk, liquidity risk, foreign currency risk and interest rate risk. The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The primary market risk to the company is foreign exchange risk. The Company uses foreign currency borowings to mitigate foreign exchange related risk exposures.

The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below :

Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investment securities. Credit risk arises from cash held with banks and financial institutions, as well as credit exposure to clients, including outstanding accounts receivable. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The objective of managing counterparty credit risk is to prevent losses in financial assets. The Company assesses the credit quality of the counterparties, taking into account their financial position, past experience and other factors.

Trade and other receivables

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry and country in which the customer operates, also has an influence on credit risk assessment.

The following table gives details in respect of percentage of revenues generated from top customer and top 5 customers :

(Rs. in lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Revenue from top customer	4,900.00	1,663.49
Revenue from top 5 customers	9,147.92	6,396.81

One customer accounted for more than 10% of the revenue for the year ended March 31, 2018 , however two of the customers accounted for more than 10% of the receivables for the year ended March 31, 2018. One customer accounted for more than 10% of the revenue for the year March 31, 2017, however four of the customers accounted for more than 10% of the receivables for the year ended March 31, 2017.

Investments

The Company limits its exposure to credit risk by generally investing in liquid securities and only with counterparties that have a good credit rating. The company does not expect any losses from non- performance by these counter-parties, and does not have any significant concentration of exposures to specific industry sectors.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk through credit limits with banks.

The Company's corporate treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management.

The working capital position of the Company is given below :

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Cash and cash equivalents	886.33	571.44	571.99
Total	**886.33**	**571.44**	**571.99**

The table below provides details regarding the contractual maturities of significant financial liabilities as at March 31, 2018, March 31, 2017 and April 1, 2016.

(Rs. in lakhs)

Particulars	As at	Less than 1 year	1 - 2 years	2 years and above
Borrowings	March 31, 2018	10,806.81	7,106.34	115.00
	March 31, 2017	10,818.28	5,670.84	115.00
	April 1, 2016	10,873.32	7,554.25	115.00
Trade payables	March 31, 2018	2,615.06	-	-
	March 31, 2017	3,739.01	-	-
	April 1, 2016	1,821.07	-	-
Other financial liabilities	March 31, 2018	309.41	-	-
	March 31, 2017	412.04	-	
	April 1, 2016	161.26	-	

Foreign Currency risk

The Company's exchange risk arises from its foreign operations, foreign currency revenues and expenses, (primarily in U.S. dollars, British pound sterling and euros) and foreign currency borrowings (primarily in U.S. dollars, British pound sterling and euros). A significant portion of the Company's revenues are in these foreign currencies, while a significant portion of its costs are in Indian rupees. As a result, if the value of the Indian rupee appreciates relative to these foreign currencies, the Company's revenues measured in rupees may decrease. The exchange rate between the Indian rupee and these foreign currencies has changed substantially in recent periods and may continue to fluctuate substantially in the future. The Company's management meets on a periodic basis to formulate the strategy for foreign currency risk management.

Consequently, the Company management believes that the borrowings in foreign currency and its assets in foreign currency shall mitigate the foreign currency risk mutually to some extent.

The following table presents foreign currency risk from non-derivative financial instruments as of March 31, 2018, March 31, 2017 and April 1, 2016.

Particulars	As at	US $	Euro	Pount / Sterling	Total
Assets					
Trade receivables	March 31, 2018	694099	-	-	694099
	March 31, 2017	559433	-	-	559433
	April 1, 2016	714346	-	-	714346
Cash and Cash equivalents	March 31, 2018	-	-	-	-
	March 31, 2017	-	-	-	-
	April 1, 2016	-	-	-	-
Liabilities					
Trade receivables	March 31, 2018	-	-	-	-
	March 31, 2017	-	-	-	-
	April 1, 2016	-	-	-	-
Borrowings	March 31, 2018	-	-	-	-
	March 31, 2017	-	-	-	-
	April 1, 2016	-	-	-	-
Net Assets / (Liabilities)	March 31, 2018	694099	-	-	694099
	March 31, 2017	559433	-	-	559433
	April 1, 2016	714346	-	-	714346

Foreign currency sensitivity analysis

The Company is mainly exposed to the currency USD on account of outstanding trade receivables and trade payables in USD.

The following table details the Company's sensitivity to a 5% increase and decrease in INR against the USD. 5% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 5% change in foreign currency rates. A positive number below indicates an increase in profit or equity where the INR strengthens 5% against the relevant currency. For a 5% weakening of the INR against the relevant currency, there would be a comparable impact on the profit or equity, and the balances below would be negative.

(Rs. in lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Impact on profit or (loss) for the year	2.14	-

For a 5% weakening of the INR against the relevant currency, there would be equivalent amount of impact on the profit as mentioned in the above table.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's debt obligations with floating interest rates and investments.

Interest rate sensitivity analysis

If interest rates had been 1% higher and all other variables were held constant, the company's profit for the year ended would have impacted in the following manner :

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Increase / (decrease) in the Profit for the year	(244.42)	(259.67)

If interest rates were 1% lower, the company's profit would have increased by the equivalent amount as shown in the above table.

Capital management

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Company monitors the return on capital. The Company's objective when managing capital is to maintain an optimal structure so as to maximize shareholder value.

The capital structure is as follows :

(Rs. in lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Total equity attributable to the equity share holders of the company	10,810.42	9,922.77	9,160.78
As percentage of total capital	37%	37%	33%
Current borrowings	8,161.84	7,331.74	7,319.53
Non-current borrowings	9,866.31	9,272.38	11,223.04
Total borrowings	18,028.15	16,604.12	18,542.57
As a percentage of total capital	63%	63%	67%
Total capital (borrowings and equity)	28,838.57	26,526.89	27,703.35

The Company is predominantly debt financed which is evident from the capital structure table.

34 Transition to Ind AS

The Company's financial statements for the year ended March 31, 2018 are prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015. The adoption of Ind AS was carried out in accordance with Ind AS 101, using April 1, 2016 as the transition date. Ind AS 101 requires that all Ind AS standards and interpretations that are effective for the interim Ind AS financial statements for the year ended March 31, 2017 be applied consistently and retrospectively for all fiscal years presented. All applicable Ind AS have been applied consistently and retrospectively wherever required. The resulting difference between the carrying amounts of the assets and liabilities in the financial statements under both Ind AS and Indian GAAP as at the transition date have been recognized directly in equity at the transition date.

In preparing these financial statements, the Company has availed itself of certain exemptions and exceptions in accordance with Ind AS 101 as explained below:

a) Exceptions from full retrospective application :

Estimates exception: Upon an assessment of the estimates made under Indian GAAP, the Company has concluded that there was no necessity to revise such estimates under Ind AS, except where estimates were required by Ind AS and not required by Indian GAAP.

b) Exemptions from retrospective application :

a. The Company has elected to restate the carrying value of the plant and equipment and capital work in progress in accordance with Ind AS, as of April 01, 2016 (transition date) as its deemed cost as of the transition date.

c) Reconciliations :

The following reconciliations provide a quantification of the effect of significant differences arising from the transition from Indian GAAP to Ind AS in accordance with Ind AS 101:

- equity as at April 1, 2016;
- equity as at March 31, 2017
- total comprehensive income for the year ended March 31, 2017;
- explanation of material adjustments to cash flow statements.

i) Equity reconciliation : (Rs. in lakhs)

Particulars	Explanation Note	As at March 31, 2017	As at April 1, 2016
Equity under previous GAAP		**16,312.10**	**15,889.28**
Change in treatment of dividend including tax there on	i)	-	288.60
Remeasurement of defined benefit obligations	ii)	2.43	(8.55)
Fair value of quoted investment (net of tax)	iii)	10.01	(5.66)
Assets derecognised	iv)	(32.99)	-
Demerger adjustment done as at April 1, 2016	v)		(634.09)
Equity as per Ind AS		**16,291.55**	**15,529.56**

ii) Total comprehensive income reconciliation

Particulars	Explanation Note	For the year ended March 31, 2017
Net income / (loss) under previous GAAP		**1,053.11**
Remeasurement of defined benefit obligations	(ii)	8.35
Assets derecognised	(iv)	(32.99)
Others		
Profit for the year under Ind AS		**1,028.47**
Remeasurement of defined benefit obligations (Net of taxes)	(iii)	2.63
Fair value of quoted investment (net of tax)	(iv)	15.67
Total comprehensive income under Ind AS		**1,046.77**

iii) There were no significant reconciliation items between cash flows prepared under Indian GAAP and those prepared under Ind AS.

Explanation notes for Ind AS transition :

i) Under Ind AS, liability for dividend is recognized in the period in which the obligation to pay is established. Under previous GAAP (till March 31, 2016), a liability is recognized in the period to which the dividend relates, even though the dividend may be approved by the shareholders subsequent to the reporting date.

ii) Under the previous GAAP, actuarial gains or losses were recognised in the statement of profit and loss. Under Ind AS, the actuarial gains or losses from part of remeasurement of the net defined benefit liability / asset is recognised in other comprehensive income. Change in the defined benefit obligation on account of Ind AS is recognised in the statement of profit and loss.

iii) The Company has made an irrevocable election to present the subsequent changes to the fair value of quoted equity onvestments in OCI. Accordingly all fair value changes on the instrument, excluding dividend are recognised in OCI which is not subsequently recycled to statement of profit and loss. Under the previous GAAP these investments were recognised at cost.

iv) Demerger expenses not qualifying for recognition under Ind AS is de-recognised under Ind AS.

v) Under Ind AS the adjustment for business combination (Demerger) is recognised with effect from the appointed date as per the scheme of demerger governed by the court of law i.e April1, 2015. Under previous GAAP demerger effect was given during the year ended March 31, 2017. Therefore adjustment of the net profit earned by the resulting Company during the year ended March 31, 2017 in the financials as per the previous GAAP is not required.

35 Scheme of demerger

The National Company Law Tribunal (NCLT) vide their proceedings dated 24th August 2017 in Company Petition No.3598360 of 2016, renumbered as TCP/22823/CAA/2017, approved the scheme for demerger of the business of Spinning Unit - 1 along with connected wind mills ("approved scheme", in favour of Shiva Mills Limited (formerly known as STYL Ventures Limited) ("SML"). The demerger comes in to effect from April 1, 2015, the appointed day fixed under the Scheme.

The net assets to be transferred to SML as on the appointed day, as per the approved scheme is recognised and disclosed as "Demerger Adjustment Account" to be adjusted against the equity of the Company when shares are allotted by SML to the share holders of Demerged Company.

During the year shares of SML were alloted in accordance with the scheme. Accordingly the demerger adjustment account is adjusted with the equity.

Signatories for notes and additional notes which form part of Balance Sheet and Statement of Profit and Loss.

Subject to our report of even date attached
For Deloitte Haskins & Sells LLP
Chartered Accountants
C.R. Rajagopal
Partner
Membership No. 23418

Coimbatore
28th May, 2018

For and on behalf of the Board

S V Alagappan
Chairman
DIN : 00002450

S V Arumugam
Director
DIN : 00002458

S K Sundararaman
Managing Director
DIN : 00002691

C Krishnakumar
Chief Financial Officer

R Srinivasan
Company Secretary
ACS No. 21254

Financial Performance - Year Wise

(Rs. in lakhs)

Financial Year	Equity Share Capital	Reserves & Surplus	Turnover	Profit before Depreciation	Depreciation	Profit before Tax	Dividend on Equity Shares (%)
2000-2001 (18 months)	2160.45	6869.35	10932.18	1917.95	1526.88	391.07	9
2001-2003 (15 months)	2160.45	6044.31	10594.30	1313.28	1040.98	272.30	6
2003-2004	2160.45	6097.48	9441.91	1089.09	749.24	339.85	7.5
2004-2005	2160.45	5827.91	9469.61	1380.96	771.84	609.12	10
2005-2006	2160.45	6987.36	8972.52	2007.82	697.04	1521.74	15
2006-2007	2160.45	8151.39	10136.23	2318.59	720.79	1553.23	15
2007-2008	2160.45	7753.55	9582.46	1788.07	743.42	1119.20	15
2008-2009	2160.45	7976.09	10136.02	1431.79	832.46	601.57	9
2009-2010	2160.45	8254.40	19796.65	2178.64	1350.33	828.31	10
2010-2011	2160.45	10538.23	42336.50	5567.24	1765.98	3801.25	15
2011-2012	2160.45	8595.89	33194.77	-992.86	1870.32	-2863.18	-
2012-2013	2160.45	10521.78	41139.32	5072.42	1916.97	3155.45	12
2013-2014	2160.45	12304.74	49244.10	5004.16	2008.74	2995.42	12
2014-2015	2160.45	12932.84	45769.57	2959.23	1687.01	1272.22	10
2015-2016	2160.45	12932.84	44235.60	3163.94	1709.40	1454.54	11
2016-2017	2160.45	14151.64	37793.34	2929.47	1282.57	1646.90	16
2017-2018	1296.27	9514.15	35551.51	2808.41	1343.64	1464.77	16

Notes

Notes

Notes

PLANT LOCATION

Spinning Unit	Processing Unit	Lamination Unit
S.F. No. 371/5, Karadivavi Road Paruvai Post, Karanampet Palladam - 641 658	Factory E-16, P-11 SIPCOT Industrial Growth Estate Perundurai, Erode 638 052 Tamilnadu	S.F. No. 371/5, Karadivavi Road Paruvai Post, Karanampet Palladam - 641 658

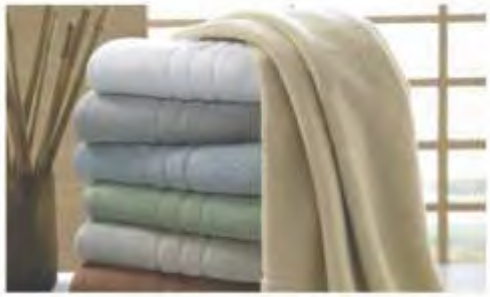
Bag Unit	Knitting Unit	Garment Division
D.No. 1/667, K.P. Mahal Chinna Iyyan Kovil Privu Somanur Road, Ichipatti Village, Palladam TK, Tirupur - 641 668	Kodangipalayam Village Karadivavi Road, Paruvai Post Coimbatore District Tamilnadu	1. S.F No. 371/5, Karadivavi Road Paruvai Post, Karanampet, Palladam 641 658 2. D.No. 1/667, K.P. Mahal Chinna Iyyan Kovil Privu Somanur Road, Ichipatti Village, Palladam TK, Tirupur - 641 668

Windmills		
Munduvelampatti Village Erode District Tamilnadu	Gudimangalam Athukinathupatti & Uthukuli Villages Coimbatore District, Tamilnadu	Vagatholubu Kongalnagaram Virugalpatti, Tirupur Dt. TN

















SHIVA TEXYARN LIMITED

A Technical Textile Company

Regd. Office: 252, Mettupalayam Road, Coimbatore - 641 043
Tamilnadu, INDIA. Telephone: 0422 - 2435555
Email: shares@shivatex.co.in Website: www.shivatex.co.in
CIN : L65921TZ1980PLC000945

Kalaikathir © 0422 2223454

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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) Rules, 2014]

Name & Address of the member(s)

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 and on my / our behalf at the 37th Annual General Meeting of the Company to be held on Monday the 24th September, 2018 at 10.30 A.M. at "Nani Kalaiarangam", Mani Higher Secondary School, Pappanaickenpalayam, Coimbatore - 641 037, Tamil Nadu and at any adjournment thereof in respect of such resolutions as are indicated overleaf.

P.T.O.

✂ Cut here----------

Electronic Voting Particulars

If desirous of E-voting, please read the instructions given in the AGM Notice before exercising

Event Number	User ID	* Default PAN / Sequence No.
180113		

* Those who have not registered their PAN may use Default PAN.

✂ Cut here----------

SHIVA TEXYARN LIMITED

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ATTENDANCE SLIP

Attendance by

Please ✓ the appropriate box

- ☐ Member
- ☐ Proxy
- ☐ Authorised Representative

Folio No. / Demat ID :

Name of Member :

Name of Proxy :

No. of Shares held :

I hereby record my presence at the 37th Annual General Meeting of the Company being held on Monday the 24th September, 2018 at "Nani Kalaiarangam", Mani Higher Secondary School, Pappanaickenpalayam, Coimbatore - 641 037, Tamil Nadu.

* Strike out whichever is not applicable.

Signature of Member / Proxy*

Resolution Number	Resolutions	Vote (Optional see Note 2) (Please mention No. of shares)		
		For	Against	Abstain
Ordinary Business				
1	Adoption of Financial Statements			
2	To declare dividend on equity shares			
3	Appointment of Sri S V Arumugam (DIN 00002458) as a Director liable to retire by rotation			
4	To continue the tenure of office of Auditor without the requirement of ratification			
Special Business				
5	Special Resolution for Continuation of Directorship of Sri S V Alagappan (DIN 00002450) as Non-Executive Director			
6	Special Resolution for Continuation of Directorship of Dr S V Kandasami (DIN 00002470) as Non-Executive Director			
7	Special Resolution for Continuation of Directorship of Sri K N V Ramani (DIN 00007931) as Non-Executive Independent Director upto the end of his present tenure			
8	Special Resolution for Continuation of Directorship of Sri S Palaniswami (DIN 00007901) as Non-Executive Independent Director upto the end of his present tenure			
9	Ratification of remuneration payable to Sri M Nagarajan, Cost Auditor (Firm Registration No. 102133)			

Signed this ..... day of .....2018.

Affix 1 Re Revenue Stamp

Signature of Shareholder .....

Signature of Proxy holder(s) .....

Note:

1. This form of proxy in order to be effective, should be duly stamped, completed signed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. It is optional to indicate your preference. If you leave the for, against or abstain column blank against any or all resolutions, your proxy will be entitled to vote in the manner as he/she may deem applicable.

Route Map to the Venue of Annual General Meeting
"Nani Kalaiarangam", Mani Higher Secondary School,
Pappanaickenpalayam Coimbatore - 641 037.

