

## HOOGLHY PRINTING CO. LTD.

### NOTE 9 - STATEMENT OF MAJOR ACCOUNTING POLICIES FORMING PART OF THE ACCOUNTS AS AT 31<sup>ST</sup> MARCH, 2017

#### 1. BASIS OF PREPARATION OF ACCOUNTS

The accounts have been prepared to comply in all material aspects with applicable accounting principles as specified by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013.

#### 2. FIXED ASSETS

- (a) The physical verification of Fixed Assets is carried out in a phased manner so as to cover each item of the Fixed Assets over a period of 3 years.
- (b) The gross amount of interest on loan taken for purchase of various Assets is capitalized up to the date of commissioning.
- (c) The method of depreciation has been changed from Written Down Value (WDV) to Straight Line Method (SLM) in the current financial year for transition to Indian Accounting Standard (INDAS) by Holding Company (Andrew Yule & Co. Ltd.).
- (d) Intangible Assets including computer software are stated at cost of acquisition less accumulated amortization. These assets are amortised over a period of five years.
- (e) Profit on Sale of Fixed Assets including Capital Profit is taken into Profit & Loss Account, if it is realized.
- (f) Amount paid for acquisition of leasehold land is amortised over the period of the lease.

#### 3. INVESTMENT

Long term investments are valued at cost and provision for diminution in the value is made only if such decline is other than temporary.

#### 4. INVENTORIES

- (a) The Stock of stores, spares and raw materials etc. barring small and insignificant items are physically verified in a phased manner at least once in a year.
- (b) Finished goods are valued at cost or net realizable value whichever is lower.
- (c) Raw materials are valued at cost.
- (d) Stores & Spares are valued at cost.
- (e) Work-in-progress : All jobs at different stages of completion or after completion but before sale are valued at cost or net realizable value whichever is lower.
- (f) Estimated liabilities, if any, for expenses are not taken into the account for the purpose of stock valuation.

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## 5. INCOME

- (a) Credit of scrap is taken in Miscellaneous receipts when disposed off.
- (b) (i) Sales are accounted for on the basis of receipted challans in respect of goods received by the Customers by 31<sup>st</sup> March.  
(ii) Sales against FOR Contracts are booked on the basis of deliveries to transport carriers upto 31<sup>st</sup> March, irrespective of whether the goods have been received by the Customer by 31<sup>st</sup> March or not.
- (c) Partial deliveries are accounted for in accordance with billing schedules as per the terms or respective sales contracts.
- (d) Sales return, if any, upto 30<sup>th</sup> April are accounted for.
- (e) Income from delivery etc. are set off against the delivery expenses.

## 6. EXPENSES

- (a) For Providing Liabilities, cut off date is 15<sup>th</sup> April, but all known liabilities, if material are booked as far as practicable.
- (b) Liabilities which are more than 3 years old and not likely to materialize are written back. In case of extraordinary item only, separate disclosure is given in the Accounts.
- (c) Interest on loans to employees as per approved Schemes, other than under House Building Loan Scheme, which is recovered and accounted for after repayment of the principal amount.
- (d) Provisions made and Provision no longer required written back during the year are netted off in respect of each individual items.

## 7. CONTINGENT LIABILITIES/CAPITAL LOSSES AND CONTINGENT ASSETS

Disputed Liabilities and Claims against the Company including claims by Tax Authorities (for example, Sales Tax) pending in appeal are treated as Contingent Liabilities and not accounted for. Contingent Assets are also not accounted for.

## 8. PROVISION

A provision is made in respect of an obligation if and only if

- (a) the Company has a present obligation as a result of a past event.
- (b) it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and
- (c) reliable estimate can be made of the amount of obligation.

contd.....3





## 9. EMPLOYEES' BENEFIT

- (i) Defined Contribution Schemes : Company's contribution towards Provident Fund on arithmetical basis (DCS) paid/payable during the year to the Provident Fund Authority are charged to Profit & Loss Account.
- (ii) Defined Benefit Schemes : Company's Liabilities towards Gratuity, Medical and Leave Encashment are defined benefit scheme (DBS). Liabilities in respect of Gratuity and Leave Encashment are determined by Life Insurance Corporation of India based on actuarial valuation. In respect of medical Expenses independent actuarial valuation has been made as per requirements of AS-15 (Revised 2005). Gratuity and Leave Encashment benefits to eligible employees have been funded under separate arrangement with Life Insurance Corporation of India (LIC).

## 10. IMPAIRMENT OF FIXED ASSETS

Wherever events or changes in circumstances indicate that the carrying value of fixed assets may be impaired, the Company subjects such assets to a test of recoverability, based on discounted cash flows expected from use or disposal thereof. If the assets are impaired, the Company recognizes an impairment loss as the differences between the carrying value and fair value less costs to sell.

## 11. BASIC AND DILUTED EARNINGS PER SHARE

Basic and Diluted Earnings per share are reported in accordance with Accounting Standard 20, issued by the Institute of Chartered Accountants of India. Basic earnings per equity share have been computed by dividing net profit after tax attributable to equity shareholders by the weighted average number of equity shares outstanding during a year. Diluted earnings during a year, adjusted for effects of all dilutive potential equity shares, is computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

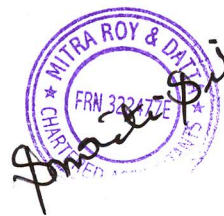
## 12. TAXATION

Income Tax expense comprises current tax and deferred tax or credit. The deferred tax for timing difference between the book and tax profit for the year is accounted using tax rates and tax laws that have enacted or subsequently enacted after the Balance Sheet date. Deferred tax assets arising from the timing difference are recognized to the extent that there is reasonable certainty that sufficient taxable income will be available.

In respect of proceedings pending before the various Income Tax/ Sales Tax/ Value Added Tax on account of Appeals/Rectification filed by the Company, adjustments are made on final settlement of such proceedings.

## 13. BORROWING COST

Borrowing cost that are attributable to the acquisition, construction or production of qualifying assets capitalised as part of cost of such assets till such time as the asset is ready for its intended use or sale. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale. All other borrowing costs are recognized as an expense in the period in which they are incurred.



HOOGLHY PRINTING COMPANY LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2017

(Rs. in lakh)

Particulars	Notes	(Rs. in lakh)	
		2016-17	2015-16
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholder's Funds</b>			
Share Capital	1	102.71	102.71
Reserves and Surplus	2	294.24	297.56
<b>Non-Current Liabilities</b>			
Long-term borrowings	3.1	-	6.03
Deferred tax liabilities	3.2	18.41	-
Long term provisions	3.3	7.92	7.92
<b>Current Liabilities</b>			
Short-term borrowings	4.1	619.88	541.86
Trade payables	4.2	619.13	534.80
Other current liabilities	4.3	555.96	480.05
Short-term provisions	4.4	11.46	34.94
<b>TOTAL:</b>		<b>2229.71</b>	<b>2005.87</b>
<b>ASSETS:</b>			
<b>Non-Current Assets</b>			
<i>Fixed assets</i>			
Tangible assets	5	177.55	100.93
Intangible assets	5	139.47	139.97
Capital work-in-progress-Tangible Assets	5	4.82	4.35
		<u>321.84</u>	<u>245.25</u>
Non-current investments	5.1	0.03	0.03
Long term loans and advances	5.2	331.36	372.33
<b>Current Assets</b>			
Current investments	6		
Inventories	6.1	122.35	131.21
Trade receivables	6.2	1414.18	1205.81
Cash and Bank Balances	6.3	33.86	25.56
Short-term loans and advances	6.4	6.05	0.29
Other Current Assets	6.5	0.04	25.39
<b>TOTAL:</b>		<b>2229.71</b>	<b>2005.87</b>

The accompanying Notes 1 to 6, 9 & 10 are an integral part of the Financial Statements

In terms of our report of even date  
For Mitra Roy & Datta  
Chartered Accountants  
Firm Regn. No. 322477E

*Smiti Sil*  
Smiti Sil  
Membership No. 067000  
Kolkata, 29th May, 2017



On behalf of the Board

*Sunil Munshi*  
Sunil Munshi

*Kaustuv Roy*  
Kaustuv Roy

Directors



**HOOGLY PRINTING COMPANY LIMITED**  
**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2017**

(Rs. in lakh)

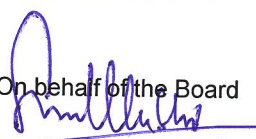
Particulars	Notes	<u>2016-17</u>	<u>2015-16</u>
<b>INCOME</b>			
Revenue from Operations	7 7.1	1614.05	1731.75
Other Income	7.2	104.32	7.09
<b>Total Revenue (A)</b>		<u><b>1718.37</b></u>	<u><b>1738.84</b></u>
<b>EXPENSES</b>			
Cost of materials consumed	8 8.1	776.56	639.85
Changes in inventories of finished goods & work-in-progress	8.2	17.77	13.75
Employee Benefits expenses	8.3	317.62	293.19
Finance costs	8.4	80.07	36.10
Depreciation and amortisation expenses	8.5	27.33	26.38
Other expenses	8.6	476.02	650.99
<b>Total Expenses (B)</b>		<u><b>1695.37</b></u>	<u><b>1660.26</b></u>
<b>Profit before exceptional and extraordinary items and Tax (A - B)</b>		23.00	78.58
Exceptional Items			
<b>Profit Before extraordinary items and Tax</b>		<u>23.00</u>	<u>78.58</u>
Extraordinary Items (Loss due to Fire)		-	49.24
<b>Profit Before Tax (PBT)</b>		<u><b>23.00</b></u>	<u><b>29.34</b></u>
Tax Expenses :			
Current Tax		5.62	21.44
Tax Adjustment		2.28	
Deferred Tax		<u>18.41</u>	<u>(-)4.76</u>
<b>Profit for the year</b>		<u><u><b>(3.31)</b></u></u>	<u><u><b>12.66</b></u></u>
<b>Earning per Equity Share of face value of ` .10 each</b>			
Basic & Diluted earnings per share before extraordinary income (Note No. 10.09)		(0.32)	7.65
Basic & Diluted earnings per share after extraordinary income (Note No. 10.09)		(0.32)	1.23
<b>Significant Accounting Policies</b>	9		
<b>Other Notes to Financial Statements</b>	10		


The accompanying Notes 7, 8, 9 & 10 are an integral part of the Financial Statements

In terms of our report of even date  
For Mitra Roy & Datta  
Chartered Accountants  
Firm Regn. No. 322477E

Smriti Sil  
Smriti Sil  
Membership No. 067000  
Kolkata, 29th May, 2017



On behalf of the Board  
  
Sunil Munshi

} Directors  
  
Kaustuv Roy

**Hooghly Printing Company Limited**  
Cash Flow Statement for the year ended 31st March, 2017

(Rs. In lakh)

Particulars	2016-17		2015-16	
	Amount	Amount	Amount	Amount
<b>Cash flows from operating activities</b>				
Profit before taxation and extraordinary item		23.00		78.58
<b>Adjustment for:</b>				
Depreciation	27.33		26.38	
Interest expense	80.07		36.10	
Depreciation Adjustment	(100.33)		-	
Prov. For doubtful debts	6.49		-	
Prov. For doubtful advance written back	(0.72)		-	
Interest income	(2.63)	10.21	(2.97)	59.51
Operating profit before working capital changes		33.21		138.09
<b>Changes in working capital</b>				
<b>Adjustment for (increase)/decrease in operating assets</b>				
Inventories	8.85		(28.00)	
Trade receivables	(214.86)		(415.91)	
Other current assets	25.34		(25.39)	
Short term loans & advances	(5.76)		-	
Long term loans & advances	40.97		(66.51)	
<b>Adjustment for increase/(decrease) in operating liabilities</b>				
Short term borrowings	78.01		200.71	
Short Term Provisions	(23.48)		(0.42)	
Deferred Tax Liability	18.41		(4.76)	
Trade payables	84.33		200.66	
Other current liabilities	68.24		131.76	
Provision for gratuity	(0.38)		1.54	
Provision for tax	-		(13.07)	
Provision for employee benefit	8.06	87.73	2.95	(16.44)
Cash generated from operations		120.94		121.65
Income tax Paid		(26.32)		(16.68)
Cash flow from operating activities before extra ordinary item		94.62		104.97
Loss by fire		-		(49.24)
Net cash flow from operating activities (A)		94.62		55.73
<b>Cash flows from investing activities</b>				
Interest received		2.63		2.97
Purchase of fixed assets		(3.28)		(0.33)
Sale of fixed assets		0.43		
Net cash flow from investing activities (B)		(0.22)		2.64
<b>Cash flows from financing activities</b>				
Proceeds from long term borrowings		(6.03)		(23.88)
Interest Paid		(80.07)		(36.10)
Net cash used in financing activities (C)		(86.10)		(59.98)
Increase / (decrease) in cash or cash equivalents (A+B+C)		8.30		(1.61)
and cash equivalents at the beginning of the year		25.56		27.17
and cash equivalents at the end of the year		33.86		25.56

The Cash Flow Statement referred to in our Report of even date.

The above Cash Flow Statement has been prepared following Indirect Method as per AS-3.

our report of even date

Roy & Datta

Accountants

No. 322477E

29th May, 2017

No. 067000

29th May, 2017



On behalf of the Board

Sunil Munshi

Kaustuv Roy  
Kaustuv Roy

Directors

NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

(Rs.in lakhs)

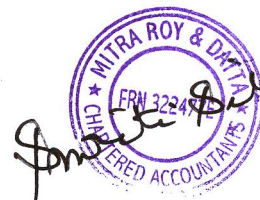
	<u>2016-17</u>	<u>2015-16</u>
<b>SHARE CAPITAL</b>		
Authorised		
10,50,000 Ordinary Shares of Rs. 10 each	105.00	105.00
<b>Issued, Subscribed and Paid up</b>		
1,70,000 Ordinary Shares of Rs.10 each fully paid, issued for payment in cash	17.00	17.00
8,37,628 Ordinary Shares of Rs.10 each fully paid, issued pursuant to conversion of unsecured loan and accrued interest	83.76	83.76
19,500 Ordinary Shares of Rs.10 each fully paid, issued by way of Bonus Shares by Capitalisation of Undistributed profits	1.95	1.95
	<u>102.71</u>	<u>102.71</u>

The details of Shareholders holding more than 5% of the Shares are set out below

Name of the Shareholders	As at 31st March, 2017		As at 31st March, 2016	
	No. of Shares	% held	No. of Shares	% held
Andrew Yule & Co. Ltd. (Holding Company)	1027128	100	1027128	100

The reconciliation of the number of shares outstanding is set out below

	As at 31st March, 2017		As at 31st March, 2016	
	No. of Shares	Value	No. of Shares	Value
Equity shares at the beginning of the year	1027128	102.71	1027128	102.71
Issued during the year	NIL	-	NIL	-
Equity shares at the end of the year	<u>1027128</u>	<u>102.71</u>	<u>1027128</u>	<u>102.71</u>





NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

(Rs. in lakhs)

	<u>2016-17</u>	<u>2015-16</u>
<b>NOTE 2 RESERVES &amp; SURPLUS</b>		
<b>Capital Reserve</b>		
Balance as per last Accounts	0.39	0.40
<b>OTHER RESERVES</b>		
<b>General Reserve</b>		
Balance as per last Accounts	167.81	167.81
<b>Surplus i.e. balance in the statement of Profit &amp; Loss</b>		
Balance as per last Accounts	129.35	116.69
Add : Profit for the year (after Tax)	<u>(3.31)</u>	<u>12.66</u>
Amount available for appropriation	126.04	129.35
	<u><u>294.24</u></u>	<u><u>297.56</u></u>

**NOTE 3 NON-CURRENT LIABILITIES**

**3.1 LONG TERM BORROWINGS**

**SECURED LOAN**

Term Loan from United Bank of India

- 6.03

Secured by hypothecation of plant and machinery and other fixed assets both present and future and guaranteed by Andrew Yule & Co. Ltd. (holding company)

Terms of repayment : Repayable in 30 quarterly instalments of ` 5.97 lac each and 1 instalment Rs. 6.03 lac commencing from 2009-10 at interest rate of Base rate+5.5%

- 6.03

**3.2 DEFERRED TAX LIABILITIES**

Balance as per last Accounts

- 4.76

Increase / Decrease during the year

18.41 (4.76)

Closing Balance

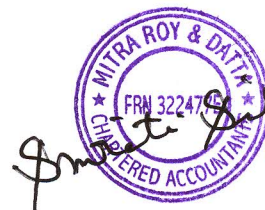
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**3.3 LONG TERM PROVISIONS**

Provision for Employees' Medical Expenses

7.92 7.92

7.92 7.92



NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH 2017

(Rs. in lakhs)

	<u>2016-17</u>	<u>2015-16</u>
<b>NOTE 4 CURRENT LIABILITIES</b>		
<b>4.1 SHORT TERM BORROWINGS</b>		
Secured :		
Cash Credit from United Bank of India Secured by hypothecation of Stock of Inventories and Receivables, Movable Assets including Plant and Machinery as also guaranteed by Andrew Yule & Co. Ltd. (holding company)	537.88	459.86
Unsecured :		
Short Term Loan from Andrew Yule & Co. Ltd.	82.00	82.00
	<u>619.88</u>	<u>541.86</u>
<b>4.2 TRADE PAYABLE</b>		
For Goods and Services	<u>619.13</u>	<u>534.80</u>
<b>4.3 OTHER CURRENT LIABILITIES</b>		
Current maturity on Long Term Debt - United Bank of India	6.03	29.85
Interest accrued and due on borrowings	8.41	1.32
Advances & Deposits received from Customers	1.96	5.63
Related Parties	131.04	142.20
Other Payable (Employees dues, other contractual obligations and statutory dues)	384.66	291.12
Employee Benefits (Gratuity)	8.79	5.92
Employees' Leave Encashment	15.07	4.01
	<u>555.96</u>	<u>480.05</u>
<b>4.4 SHORT TERM PROVISIONS</b>		
Others :		
Provisions for <del>Tax</del> (Income Tax)	11.46	34.94
	<u>11.46</u>	<u>34.94</u>

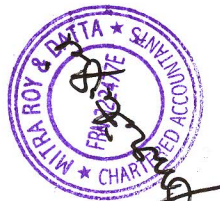


NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH 2017

(Rs. in lakhs)

NOTE 5 FIXED ASSETS

Name of the Assets	GROSS BLOCK				DEPRECIATION/AMORTISATION				NET BLOCK	
	As at 31st March, 2016	Additions during the year	Sales/ Adjustment during the year	As at 31st March, 2017	Up to 31st March, 2016	For the year	On Sales/ Adjustment during the year	Up to 31st March, 2017	As at 31st March, 2017	As at 31st March, 2016
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	
Tangible Assets- Machinery and Plant	467.06	0.09	12.63	454.52	369.64	22.16	111.13	280.67	173.85	97.42
Electric Installation	4.84	0.00	0.97	3.87	3.13	0.00	(0.57)	3.70	0.17	1.71
Furniture and Fittings	11.64	0.00	6.23	5.41	10.43	0.16	5.63	4.96	0.45	1.20
Office Equipment	0.00	0.00	1.52	1.52	0.00	0.02	(1.36)	1.38	0.14	0.00
Computer Hardware	0.00	1.88	3.67	5.55	0.00	0.50	(3.39)	3.89	1.66	0.00
Motor Vehicles and Bicycles	6.19	0.00	0.00	6.19	5.59	0.98	1.66	4.91	1.28	0.60
Building 2nd Class	0.79	0.00	0.00	0.79	0.79	0.00	0.00	0.79	0.00	0.00
Sub-Total	490.52	1.97	25.02	477.85	389.58	23.82	113.10	300.30	177.55	100.93
Intangible Assets - Leasehold Land	147.99	0.00	0.00	147.99	8.22	1.50	0.00	9.72	138.27	139.77
Computer Software	0.96	1.31	0.00	2.27	0.76	0.31	0.00	1.07	1.20	0.20
Total	639.47	3.28	25.02	628.11	398.56	25.63	113.10	311.09	317.02	240.90
Capital W.I.P.	4.35	0.47	0.00	4.82	0.00	0.00	0.00	0.00	4.82	4.35
2015-16	639.14	0.33	0.00	639.47	372.18	26.38	0.00	398.56	240.90	303.67





NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH 2017

(Rs. in lakhs)

	<u>2016-17</u>	<u>2015-16</u>
<b>NOTE 5 NON- CURRENT ASSETS</b>		
<b>5.1 INVESTMENTS (other than trade)</b>		
<b>Unquoted -at cost (Long Term)</b>	<u>0.03</u>	<u>0.03</u>
250 Ordinary shares of Rs.10/- each in Woodlands Multispeciality Hospital Ltd.		
 <b>5.2 LONG TERM LOANS AND ADVANCES</b>		
Classification :		
Unsecured - Considered Good		
Security Deposit	15.61	14.35
Advance Income Tax and Other Tax	24.90	85.32
Other Loan and Advances	290.85	272.66
	<u>331.36</u>	<u>372.33</u>
Classification :		
Considered Doubtful	5.11	5.83
	<u>336.47</u>	<u>378.16</u>
Less : Provision for Doubtful Advance	5.11	5.83
	<u>331.36</u>	<u>372.33</u>



NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH 2017

(Rs. in lakhs)

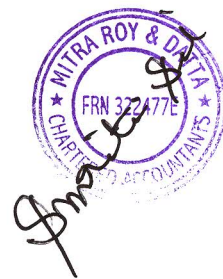
	<u>2016-17</u>	<u>2015-16</u>
<b>NOTE 6 CURRENT ASSETS</b>		
<b>6.1 INVENTORIES</b>		
Finished Goods-		
at lower of cost or net realisable value	-	0.65
Work-in-Progress-		
at lower of cost or realisable value	-	17.12
Raw Materials- at cost	120.56	112.14
Stores at cost	1.79	1.30
	<u><u>122.35</u></u>	<u><u>131.21</u></u>
<b>6.2 TRADE RECEIVABLES (Unsecured)</b>		
Debts outstanding over six months :		
Considered good	236.42	33.67
Considered Doubtful	8.81	2.32
	<u>245.23</u>	<u>35.99</u>
Less: Provision for Doubtful Debts	8.81	2.32
	<u>236.42</u>	<u>33.67</u>
Other Debts :	1177.76	1172.14
Considered good		
	<u><u>1414.18</u></u>	<u><u>1205.81</u></u>
<b>6.3 CASH AND BANK BALANCES</b>		
Cash in hand	0.03	0.02
	<u>0.03</u>	<u>0.02</u>
Other Bank Balance		
Fixed Deposit in Margin Money Account with Bank (maturing after 3 months)	33.83	25.54
	<u><u>33.86</u></u>	<u><u>25.56</u></u>
<b>6.4 SHORT TERM LOANS &amp; ADVANCES</b>		
Advance recoverable in Cash or in kind	0.10	0.11
- United India Insurance Co. Ltd. (Unsecured, Considerd good)		
Loans & Advances to related parties (Unsecured, Considerd good)	5.95	0.18
	<u><u>6.05</u></u>	<u><u>0.29</u></u>
<b>6.5 OTHER CURRENT ASSETS</b>		
Interest accrued on deposit with Bank	0.04	0.39
Insurance Claim receivable	-	25.00
(Total Claim - Rs. 74.24 lacs)	<u><u>0.04</u></u>	<u><u>25.39</u></u>



## NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH 2017

(Rs. in lakhs)

	<u>2016-17</u>	<u>2015-16</u>
<b>NOTE 7 INCOME</b>		
<b>7.1 REVENUE FROM OPERATIONS</b>		
Sale of Products (Printed Materials)	1606.87	1705.36
Other Operating Revenue		
- Income from Sale of Scrap	7.18	26.39
	<u>1614.05</u>	<u>1731.75</u>
<b>7.2 OTHER INCOME</b>		
Miscellaneous Receipts	1.10	0.47
Interest on Fixed Deposit with Bank	1.31	2.97
Interest Received on Others	1.33	-
Liabilities no longer required written back	-	3.23
Provision for obsolete stock no longer required written back	-	0.42
Profit on Sale of Fixed Assets	0.25	-
Adjustment of Depreciation	100.33	-
	<u>104.32</u>	<u>7.09</u>

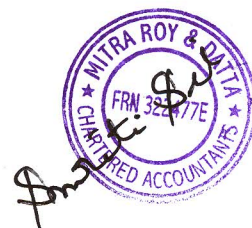




NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

(Rs. in lakhs)

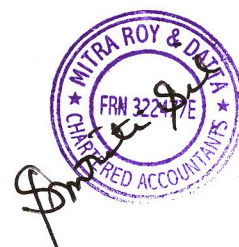
NOTE 8	EXPENSES	<u>2016-17</u>	<u>2015-16</u>
<b>8.1 COST OF MATERIALS CONSUMED</b>			
	Opening Stock as at 1st April, 2016		
	Raw Materials & Components	112.14	69.95
	 <b>Purchase during the year</b>		
	Raw Materials & Components	784.98	756.28
		<u>897.12</u>	<u>826.23</u>
	 <b>Less : Closing Stock as at 31st March 2017</b>		
	Raw Materials & Components	120.56	112.14
		<u>776.56</u>	<u>714.09</u>
	 <b>Less: Loss Due to Fire</b>	-	74.24
		<u>776.56</u>	<u>639.85</u>
	Major items of Raw Materials consumed		
	Paper	742.27	602
	Others	34.29	37.85
		<u>776.56</u>	<u>639.85</u>
 <b>8.2 CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS</b>			
	<b>Inventories (at commencement)</b>		
	Finished Goods	0.65	21.36
	Work-in-Progress	<u>17.12</u>	<u>10.16</u>
		17.77	31.52
	 <b>Inventories (at close)</b>		
	Finished Goods	-	0.65
	Work-in-Progress	<u>-</u>	<u>17.12</u>
		0.00	17.77
		<u>17.77</u>	<u>13.75</u>



NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

(Rs.in lakhs)

	<u>2016-17</u>	<u>2015-16</u>
<b>8.3 EMPLOYEE BENEFIT EXPENSES</b>		
Salaries, Wages and Bonus	249.95	240.40
Contribution to Gratuity Fund	17.31	9.65
Contribution to Provident and other Funds	32.66	26.88
Medical and Welfare Expenses	15.96	14.16
State Insurance Act Contribution	0.31	0.30
Administrative Charges PF	1.41	1.78
Administrative Charges DLI	0.02	0.02
	<u>317.62</u>	<u>293.19</u>
<b>8.4 FINANCE COSTS</b>		
Interest Expenses :		
On Bank Borrowing	68.74	35.73
On Others:		
- Interest on Unsecured Loan	9.35	-
- Interest on Others	1.98	0.37
	<u>80.07</u>	<u>36.10</u>
<b>8.5 DEPRECIATION AND AMORTISATION EXPENSES</b>		
Depreciation Written Off:		
Current Depreciation	24.13	24.88
Prior Period Depreciation	1.70	
Amortisation of Leasehold Land	1.50	1.50
	<u>27.33</u>	<u>26.38</u>



## NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

(Rs. in lakhs)

	<u>2016-17</u>	<u>2015-16</u>
<b>3.6 OTHER EXPENSES</b>		
Power & Fuel	8.45	25.12
Stores & Spares Consumed	42.60	43.81
Outsourced Process	197.94	369.49
Repairs & Maintenance :		
Building	0.22	3.37
Machinery	9.67	6.62
Others	2.33	2.03
Rent, Rates & Taxes	14.14	15.63
Insurance	2.11	1.83
Security and Supervision Charges	15.42	14.65
Legal & Professional Fees	1.87	1.36
Management Development	-	0.25
Staff Training Expenses	0.02	0.16
Common Expenses (H.O.)	34.50	34.18
Hire Charges	1.17	1.06
General Upkeep	3.57	3.45
Local Conveyance	2.91	2.91
Motor Car Running Expenses	3.05	3.27
Advertisement - Misc.	2.80	3.00
Delivery/Forwarding Charges	52.83	81.84
Marketing & Sales Promotion Expenses	6.69	4.46
Bank Charges	4.83	4.99
Books & Periodicals	0.06	0.05
Legal Expenses	4.00	0.45
Purchase of Tender Paper	0.39	0.48
Printing & Stationery	1.20	1.41
Postage	0.01	0.03
Sales Tax - Expenses	-	0.51
Sundries	3.84	4.92
Irrecoverable Adv. W / Off	29.01	0.17
Telephone, Telegram, Telex	2.62	2.37
Travelling Expenses	4.16	4.47
Items relating to Previous Year	15.48	0.14
Subscription	0.56	0.61
<u>Auditor's Remuneration :</u>		
Statutory Audit Fees	0.40	0.41
Tax Audit fees	0.10	0.08
VAT Audit Fees	0.11	0.11
Internal Audit Fees	0.12	-
	0.73	0.60
Software Service Charges	0.07	0.96
Packing Charges	0.28	2.91
Provision for Doubtful Debts	6.49	2.32
Provision for Doubtful Deposit	-	4.07
Provision for Doubtful Advance	-	1.04
	<u>476.02</u>	<u>650.99</u>





## NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

NOTE 10

NOTES ON THE ACCOUNTS

1) Counter guarantees given to Andrew Yule & Co. Ltd. In respect of guarantees issued by them on behalf of the Company to United Bank of India amounted to Rs. 334.70 lakhs (2015-16 Rs. 334.70 lakhs)

2) Contingent liability and commitments not provided for in respect of :

Disputed Demands on account of Sales Tax Rs. 8.01 lakhs (2015-16 Rs.7.81 lakhs).

Non-submission of VAT Audit Report Rs. 0.20 lakhs for 2014-15 & 2015-16 (2015-16 Rs. 0.20 lakhs)

Bank Gurantees provided in connection with company's operations and remaining outstanding as at the end of the year Rs. Nil (2015-16 Rs. 3.50 Lakhs)

Commitments:

Estimated amount of contract remaining to be executed on Capital Account and not provided for installation of fire fighting arrangements of Rs. 1.03 lakhs.

3) Details of Deferred Tax Liability/(Assets) as at 31st March, 2017 as per Accounting Standard -22 issued by The Institute of Chartered Accountants of India are as follows :

Particulars	Value (Rs. in lakhs)		
	Balance as on 01.04.16	Charged/Credit during the year	Balance as on 31.03.17
<i>Deferred Tax Liabilities:</i>			
Difference between Book and Tax Depreciation	-	27.52	27.52
<i>Deferred Tax Assets:</i>			
Difference on account of deferred VRS expenses	-	9.11	9.11
Total	0.00	18.41	18.41

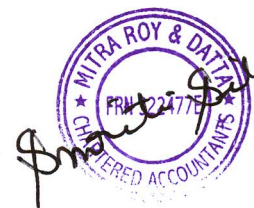
4) The Company has carried out comprehensive exercise to assess the impairment loss of assets. Based on such exercise, there is no impairment of assets. Accordingly no adjustment in respect of loss on impairment of assets is required to be made in the Accounts.

5) Company was recognizing the Provision for the employee retirement benefits as per Revised Accounting Standard 15 "Accounting for retirement benefits". Independent actuarial valuation of Medical Benefit has been made on 31st March, 2015. In respect of Gratuity and Leave Encashment actuarial valuation was made by Life Insurance Corporation of India.

6) Advance Income Tax and Other Tax Rs.24.90 lac (2015-16 Rs.85.32 lac) appearing in Note 5.2 comprises mainly of Advance Income Tax Rs.15.54 lac (2015-16 Rs.62.19 lac) and Income Tax Deducted at Source Rs.8.86 lac (2015-16 Rs.22.63 lac).

7) Due to change in Method of Depreciation an amount of Rs. 100.33 lakh has been credited to Statement of Profit & Loss for the year as Misc. Income as per A. S. -10 ( Accounting for Fixed Assets)

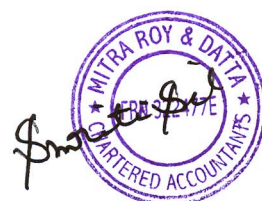
Also, the net impact on the Statement of Profit & Loss for the year was decrease in Profit by Rs. 3.21 lakh due to increase in depreciation as a result of change in method of depreciation.



NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

(` in lakhs)

	Leave Encashment		Medical Benefit		Gratuity	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
<b>EMPLOYEES BENEFITS</b>						
Benefit plans/long term compensated absences						
Actuarial valuation as on 31st March, 2017						
Change in present value of Defined Benefit Obligations						
during the year ended 31st March, 2017						
Present Value of DBO at beginning of period	25.95	18.19	7.92	7.92	97.14	89.63
Current Service cost	3.00	2.32	-	-	4.15	3.47
Interest cost	2.08	1.46	-	-	8.06	7.17
Curtailment cost / (credit)	-	-	-	-	-	-
Settlement cost (credit)	-	-	-	-	-	-
Plan amendments	-	-	-	-	-	-
Acquisitions	-	-	-	-	3.67	-
Actuarial Gains /Losses	15.11	4.21	-	-	8.84	5.69
Benefits paid	(0.25)	(0.23)	-	-	(3.92)	(8.82)
Present Value of DBO at the end of period	45.89	25.95	7.92	7.92	117.94	97.14
Change in fair value of Assets during the year ended						
31st March, 2017						
Plan assets at beginning of period	21.94	16.46	-	-	91.23	85.41
Acquisition Adjustment	-	-	-	-	-	-
Actual return of plan assets	2.12	1.65	-	-	8.14	6.95
Actual company contribution	7.01	4.06	-	-	13.70	7.69
Benefits paid	(0.25)	(0.23)	-	-	(3.92)	(8.82)
Plan assets at the end of the period	30.82	21.94	-	-	109.15	91.23
Net assets / (Liability) recognised in Balance Sheet						
at 31st March, 2017						
Present value of Defined Benefit Obligation	45.89	25.95	7.92	7.92	117.94	97.14
Fair value of plan assets	30.82	21.94	-	-	109.15	91.22
Funded status (Surplus / Defecit)	(15.07)	(4.01)	(7.92)	(7.92)	8.79	(5.92)
Unrecognised past service cost	-	-	-	-	-	-
Net assets/(liability) recognised in Balance Sheet	(15.07)	(4.01)	(7.92)	(7.92)	(8.79)	(5.92)
Components of employer expenses recognised in Profit						
and Loss Account for the year ended 31st March, 2017						
Current Service Cost	3.00	2.32	-	-	4.15	3.47
Interest cost	2.08	1.46	-	-	8.06	7.17
Expected return on plan assets	(2.12)	(1.65)	-	-	(8.14)	(6.95)
Curtailment cost / (credit)	-	-	-	-	-	-
Settlement cost / (credit)	-	-	-	-	-	-
Past Service cost	-	-	-	-	-	-
Actuarial Losses / (Gains)	15.11	4.21	-	-	8.84	5.69
Total expenses recognised in the Statement of	18.07	6.34	-	-	12.91	9.38
Profit & Loss Account-under the head Salaries & Wages						
Actuarial Assumption						
Discount Rate	0.08	0.08	-	-	0.08	0.08
Expected return on plan assets	-	-	-	-	-	-
Salary escalation	0.05	0.05	-	-	0.05	0.05
Expected Avg. remaining wkg. lives of employees (years)	13	13	-	-	10	10
Method of valuation						
						(Projected Unit Credit Actuarial Method)





## NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

relating to Computer Software which are acquired are capitalised and amortised on a straight line basis over useful life of five years.

Amount paid for acquisition of Leasehold Land is amortised over the period of the Lease.

The Creditors have not confirmed their status about registration under "Micro Small and Medium Enterprise Development Act, 2006", the dues of such parties, if any, could not be ascertained. Hence necessary disclosure as required under the aforesaid Act could not be made.

## Segment Reporting

Company has only one Business Segment (printing) and its operations are located only in one geographical segment (Kolkata). Accordingly segment information is not required to be disclosed.

## Related party disclosure

Names of Related Parties with whom Company had transactions during the year :

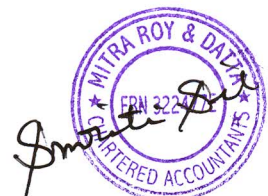
Holding Company	Andrew Yule & Co. Ltd.
Associated Companies	Tide Water Oil Co. (I) Ltd. Bengal Coal Co. Ltd. New Beerbhoom Coal Co. Ltd. WEBFIL Ltd. Yule Financing and Leasing Co. Ltd. Katras Jherriah Coal Co. Ltd.

## Key Management Personnel

Nil

Disclosure of transactions between the Company and related parties and the status of outstanding balance as on 31st March, 2017

	Associates		Key Management Personnel and relatives	
	2016-17 (Rs. in lakhs)	2015-16 (Rs. in lakhs)	2016-17 (Rs. in lakhs)	2015-16 (Rs. in lakhs)
<b>Purchase of goods</b>	0.00	0.00	-	-
Tide Water Oil Co. (I) Ltd				
<b>Purchase of Services</b>				
Yule Financing & Leasing Co. Ltd.	5.74	2.50	-	-
<b>Reimbursement of Expenses</b>				
Andrew Yule & Co. Ltd.	34.50	34.18	-	-
<b>Purchase of goods</b>				
Andrew Yule & Co. Ltd.	15.84	13.50	-	-
Tide Water Oil Co. (I) Ltd	24.70	15.90	-	-
Bengal Coal Co. Ltd.	0.95	0.95	-	-
New Beerbhoom Coal Co. Ltd.	0.42	0.42	-	-
Katras Jherriah Coal Co. Ltd.	0.29	0.29	-	-
Yule Financing and Leasing Co. Ltd.	2.48	2.27	-	-
<b>Debtors / Receivable</b>				
Andrew Yule & Co. Ltd. (Other Group. Co.)	10.63	6.09	-	-
Tide Water Oil Co. (I) Ltd.	0.47	0.47	-	-
Yule Financing & Leasing Co. Ltd.	0.00	0.00	-	-
WEBFIL Ltd.	2.88	0.15	-	-
<b>Debt from customers</b>				
Tide Water Oil Co. (I) Ltd.	65.31	72.53	-	-
<b>Debtors/Payable</b>				
Tide Water Oil Co. (I) Ltd	0.00	0.00	-	-
Andrew Yule & Co. Ltd.	65.73	69.67	-	-





NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

and diluted Earnings per Share:

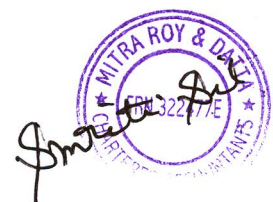
	For the year ended 31st March,2017	For the year ended 31st March,2016
of Ordinary Shares at the beginning of the year	1027128	1027128
of Ordinary Shares at the end of the year	1027128	1027128
Weighted average number of Ordinary Shares standing during the year	1027128	1027128
Face value of each Ordinary Share (Rupees)	10	10
Profit after Tax available for Shareholders (Rs. in lakhs)	(3.31)	12.66
Earnings per Share (Rs.)	(0.32)	1.23

In absence of confirmation of balances from sundry debtors, sundry creditors and other parties, the balances appearing in the books at the year end have been considered in these Accounts.

Tax deducted at source by the customers for the year amounting to Rs. 17,56,079.60 (Rs. 50,20,491.30 in 2015-16)

Statement of Imported and Indigenous Raw Materials, Components, Stores and Spares Parts consumed (including items consumed for Capital & Repair jobs etc.)

	Raw Materials & Components				Stores & Spare Parts			
	<u>2016-17</u>	%	<u>2015-16</u>	%	<u>2016-17</u>	%	<u>2015-16</u>	%
Imported	-	-	-	-	-	-	-	-
Indigenous	776.56	100.00	639.85	100.00	42.60	100.00	43.81	100.00
	<u>776.56</u>	<u>100.00</u>	<u>639.85</u>	<u>100.00</u>	<u>42.60</u>	<u>100.00</u>	<u>43.81</u>	<u>100.00</u>

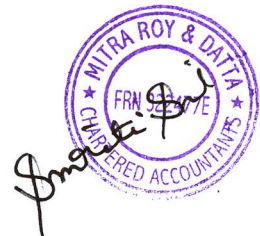


## NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

E 10

Details of Specified Bank Notes (SBN) held and transacted during the period 08/11/2016 to 30/12/2016:

	SBNs		Other denomination notes		Total	
	Denomination	Amount	Denomination	Amount	Denomination	Amount
Closing Balance as at 8 <sup>th</sup> November, 2016	500 X 65	32500.00			500 X 65	32500.00
			100 X 93	9300.00	100 X 93	9300.00
			50 X 6	300.00	50 X 6	300.00
			20 X 30	600.00	20 X 30	600.00
			10 X 100	1000.00	10 X 100	1000.00
			5 X 2	10.00	5 X 2	10.00
			COIN	27.00	COIN	27.00
		<u>0.33</u>		<u>0.11</u>		<u>0.44</u>
Transaction between 9 <sup>th</sup> November, 2016 and 30 <sup>th</sup> December , 2016						
Add: Withdrawal from Bank accounts	-	0.00		1.93		1.93
Add: Receipts for permitted transactions	-	0.00		0.09		0.09
Add: Receipts for non-permitted transaction (if any) [Refer reporting Scenario6]	-	0.00	-	0.00	-	0.00
Less: Paid for Permitted transactions	-	0.00		2.05		2.05
Less: Paid for non-permitted transaction (if any) [Refer reporting Scenario6]	-	0.00	-	0.00	-	0.00
Less: Deposited in bank accounts	500 X 65	0.33	-	0.00	500 X 65	0.33
Closing balance as at 30 <sup>th</sup> December, 2016		<b>0.00</b>		<b>0.08</b>		<b>0.08</b>



NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH, 2017

**NOTE 10**



	2016-17 Value (Rs. in lakhs)	2015-16 Value (Rs. in lakhs)
(a) Expenditure in Foreign Currency (on accrual basis) : Foreign Tour Expenses	NIL	NIL
(b) Value of Imports (on C.I.F. basis)	NIL	NIL
(c) Earnings in Foreign Currency	NIL	NIL

The figures in these accounts have been rounded off to nearest lakhs of rupees and, as such, the balances in certain heads of account amounting to Rs.500 or less, although maintained in the books of accounts of the Company, do not appear in these accounts.

Previous year's figures have been re-arranged and/or re-grouped wherever necessary.

Signatories to all Notes 1 to 10

Terms of our report of even date  
Mitra Roy & Datta  
Chartered Accountants  
Firm Regn. No. 322477E

On behalf of the Board  
  
 Sunil Munshi  
  
 Kaustuv Roy  
 } Directors

  
 Smriti Sil  
 Membership No. 067000  
 Kolkata, 29th May, 2017

