

# **SAHYOG MULTIBASE LIMITED**

**(Formerly Sahyog Credits Limited)**

Regd Office: House No. 9, Road No. 13, East Punjabi Bagh, New Delhi-110026

CIN: L74110DL1992PLC116773

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**SML/Annual Report/10/2018**

**09.10.2018**

The Manager  
Department of Corporate Services  
Bombay Stock Exchange Limited  
Phiroze JeejeeBhoy Towers  
Dalal Street, Fort,  
Mumbai-400001

**Scrip Code: 539660**

**Sub: Annual Report 2017-18.**

Dear Sir,

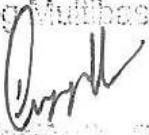
Pursuant to Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed the Annual Report for the financial year 2017-18, approved and adopted in Annual General Meeting as per the provisions of the Companies Act, 2013.

Kindly accept this for your record purpose.

Thanking you.

**For Sahyog Multibase Limited**

For Sahyog Multibase Limited

  
Directorate Signatory

**(Vishesh Gupta)  
Managing Director**

**Sahyog Multibase Limited**

**Annual Report**

**2017-2018**

## **CORPORATE INFORMATION**

<b>KEY MANAGERIAL PERSONNEL</b>  Mr. Vishesh Gupta, Managing Director Mr. Chandan Kumar, Whole-Time Director & CFO Ms. Neha Garg, Company Secretary	<b>REGISTERED OFFICE</b>  House No.9, Road No. 13, East Punjabi Bagh, New Delhi-110026  Email: <a href="mailto:sahyogcreditslimited@yahoo.in">sahyogcreditslimited@yahoo.in</a> Website: <a href="http://www.sahyogmultibaselimited.com">www.sahyogmultibaselimited.com</a>
<b>NON-EXECUTIVE DIRECTOR</b>  Mr. Naresh Kumar Singhal	<b>INTERNAL AUDITORS</b>  G.S. Goel & Co. New Delhi-110007
<b>NON-EXECUTIVE &amp; INDEPENDENT DIRECTORS</b>  Mr. Ghanshyam Prasad Gupta Mrs. Meetu Aggarwal (Women Director)	<b>STATUTORY AUDITORS</b>  M/s Goyal Nagpal & Co. 20A, Street No. 6 Dheeraj Vihar, Karala, New Delhi-110085
<b>SECRETARIAL AUDITORS</b>  M/s Aditi Agarwal & Associates, 20/18, Shakti Nagar, New Delhi-110007 Company Secretaries 2 <sup>nd</sup> Floor, Manish Chambers, LSC, Mayur Vihar, New Delhi-110091	<b>REGISTRAR &amp; SHARE TRANSFER AGENT</b>  Skyline Financial Services Private Limited D-153A, 1st Floor Okhla Industrial Area, Phase-I, New Delhi-110020

# **Board Committees & its Composition**

## **Audit Committee**

Ghanshyam Prashad Gupta	Chairman, Independent & Non-Executive Director
Meetu Aggarwal	Member, Independent & Non-Executive Director
Naresh Kumar Singhal	Member, Non-Executive Director

## **Nomination and Remuneration Committee**

Ghanshyam Prashad Gupta	Chairman, Independent & Non-Executive Director
Meetu Aggarwal	Member, Independent & Non-Executive Director
Naresh Kumar Singhal	Member, Non-Executive Director

## **Stakeholders' Relationship Committee**

Naresh Kumar Singhal	Chairman, Non-Executive Director
Meetu Aggarwal	Member, Independent & Non-Executive Director
Ghanshyam Prashad Gupta	Member, Independent & Non-Executive Director

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## **NOTICE**

Notice is hereby given that the 27<sup>th</sup> ANNUAL GENERAL MEETING of the Shareholders of Sahyog Multibase Limited (CIN L74110DL1992PLC116773) will be held on Thursday, 27<sup>th</sup> September, 2018 at 5/2, Agarwal Bhawan, Jaidev Park, East Punjabi Bagh, New Delhi-10026 at 11:00 a.m. to transact the following business:

### **ORDINARY BUSINESS**

1. To receive, consider and adopt the Financial Statements of the Company for the year ended 31<sup>st</sup> March, 2018 including the audited Balance Sheet as at March 31, 2018, the Statement of Profit and Loss for the year ended on that date and the reports of the Board of Directors ('the Board') and Auditors thereon.
2. To declare final dividend on Equity Shares @ 1% i.e. Rs. 0.1/- (Ten Paisa) per share for the Financial Year ended 31<sup>st</sup> March, 2018.
3. To appoint a Director in place of Mr. Vishesh Gupta, Director, who retires by rotation and being eligible, offers himself for reappointment.

### **SPECIAL BUSINESS**

4. To appoint Statutory Auditors of the Company and to fix their remuneration and to pass the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** pursuant to the provisions of Section 139(8) and other applicable provisions, if any, of the Companies Act, 2013 as amended from time to time or any other law for the time being in force (including any statutory modification or amendment thereto or re-enactment thereof for the time being in force), M/s Goyal Nagpal & Co., Chartered Accountants (Registration No. 018289C), New Delhi be and are hereby appointed as the Auditors of the Company to fill the casual vacancy caused by the resignation of M/s Akhil Mittal & Co., Chartered Accountants.

**RESOLVED FURTHER THAT** M/s Goyal Nagpal & Co., Chartered Accountants (Registration No. 018289C), be and are hereby appointed as the Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of next Annual General Meeting.

**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorised to decide and finalize the terms and condition of appointment and the remuneration of the Auditors."

5. To appoint Mr. Chandan Kumar as Whole-Time Director (Finance) and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an Special Resolution:-

**"RESOLVED THAT** pursuant to Section 196, 203 and other applicable provisions of Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014, the members of the Company hereby accords its approval for appointment of Mr. Chandan Kumar as a Whole-Time Director (Finance) designated as Chief-Financial officer of the Company for a period of 5 years with effect from 11<sup>th</sup> June, 2018, on such terms and at such remuneration as set out in the explanatory statement annexed to this Notice.

**RESOLVED FURTHER THAT** the aggregate of salary, perquisites and allowances of Mr. Chandan Kumar, Whole-time Director (Finance) of the Company in any one financial year shall not exceed the limits prescribed under Section 197 read with Schedule V of the Companies Act, 2013 (including applicable rules, if any) as amended from time to time and in the event of loss or inadequacy of profit in any financial year during the currency of tenure of services of Mr. Chandan Kumar , the payment of salary, perquisites and other allowances shall be governed by the limits prescribed under Section II of Part II of Schedule V of the Companies Act, 2013.

**RESOLVED FURTHER THAT** the Board of Directors (including any Board Committee exercising powers conferred by this resolution) be and is hereby authorized, in its absolute discretion and from time to time, to fix within the range of remuneration detailed in the explanatory statement, the salary and other allowances / entitlements including performance bonus/incentive, if any, subject to such periodic increase as may be permissible within the overall remuneration limit under Section 197 of the Act and to file necessary forms & to do all such acts, deeds, things and matters as may be required or necessary to give effect to the above resolution."

**By order of the Board  
For Sahyog Multibase Limited**

SD/-

**Place: New Delhi  
Date: 10.08.2018**

**(Vishesh Gupta)  
Managing Director  
DIN: 00255689  
F-14/9, MODEL TOWN, PART-II,  
NEW DELHI-110009**

**NOTES:**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY AND SUCH PROXY NEED NOT TO BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY AT LEAST 48 HOURS BEFORE THE COMMENCEMENT OF MEETING. A PERSON CAN ACT AS PROXY ON BEHALF OF MEMBERS NOT EXCEEDING FIFTY (50) AND HOLDING IN THE AGGREGATE NOT TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY.
2. The business set out in the Notice will be transacted through electronic voting system and the Company is providing facility for voting by electronic means. Instructions and other information relating to e-voting are given in this Notice (kindly refer note no. 20). The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper. The Company will also send communication relating to remote e-voting which inter alia would contain details about User ID and password along with a copy of this Notice to the members, separately.
3. The Company has appointed M/s Aditi Agarwal & Associates, Company Secretaries, Delhi as Scrutinizer to scrutinize the remote e-voting process and through poll at the Annual General

Meeting in a fair and transparent manner and he has communicated his willingness to be appointed and will be available for same purpose.

4. In terms of Section 152 of the Companies Act, 2013, Mr. Vishesh Gupta, Director retire by rotation at the Meeting and being eligible, offer themselves for reappointment. The Board of Directors of the Company recommends his re-appointment.
5. A Statement pursuant to Section 102(1) of the Companies Act, 2013, relating to the Special Business to be transacted at the Meeting is annexed hereto.
6. The Register of Members and Share Transfer Books shall remain closed from 21<sup>st</sup> September, 2018 to 27<sup>th</sup> September, 2018 (Both days inclusive) for the Annual General Meeting of the Company and dividend declaration.
7. Members of the Company holding shares as on the cut-off date 24<sup>th</sup> August, 2018 will be eligible to receive the notice of 27<sup>th</sup> Annual General Meeting of the Company.
8. Corporate members intending to send their authorized representatives to attend the Annual General Meeting are advised to send a duly certified copy of the Board Resolution authorizing their representative to attend and vote at the meeting.
9. Members attending the meeting are requested to bring with them the attendance slip attached to the Annual Report duly filled in and signed and handover the same at the entrance of the hall.
10. The copies of relevant documents can be inspected at the Registered Office of the Company on any working day during office hours.
11. The dividend on Equity Shares, if declared, at the 27<sup>th</sup> Annual General Meeting, will be credited/paid between 28<sup>th</sup> September, 2018 to 27<sup>th</sup> October, 2018 to those members whose names appear on the Company's Register of Members on 20<sup>th</sup> September, 2018; in respect of the shares held in dematerialized form, the dividend will be paid to members whose names are furnished by National Securities Depository Limited and Central Depository Services (India) Limited as beneficial owners as on that date.
12. Members also note that Notice of the Annual General Meeting 2017-18 shall be available on the Company's website [www.sahyogmultibaselimited.com](http://www.sahyogmultibaselimited.com).
13. Members holding shares in physical form are requested to intimate immediately to the Registrar & Share Transfer Agent of the Company, M/s. Skyline Financial Services Pvt. Ltd., D-153A, 1<sup>st</sup> Floor, Okhla Industrial Area, Phase-I, New Delhi-110020, quoting the Registered Folio Number: (a) details of their Bank Account/change in Bank Account, if any, to enable the Company to print these details on the Dividend Warrants; and (b) change in their address, if any, with the Pin Code Number.

Members holding shares in electronic form shall address communication to their respective Depository Participants only.

14. Please send your unpaid dividend warrants/instruments for revalidation/reissue, if already not encashed. The dividend remaining unclaimed for seven years is required to be transferred to the "Investor Education and Protection fund" established by the Central Government and you shall not be able to claim any unpaid dividend from the said fund or from the Company thereafter.

15. M/s. Skyline Financial Services Pvt. Ltd., having registered and corporate office at D-153A, 1<sup>st</sup> Floor, Okhla Industrial Area, Phase-I, New Delhi-110020, is the Registrar and Share Transfer Agent of the Company for physical shares as well as depository interface with NSDL and CDSL.
16. You may now avail the facility of nomination by nominating, in the prescribed form, a person to whom your shares in the Company shall vest in the event of death. Interested members may right to the company/registrar & share Transfer Agent for the prescribed form. Members holding shares in the dematerialized form may contact their Depository Participant for recording the nomination in respect of their shares.
17. The Company's e-mail id sahyogcreditslimited@yahoo.in to enable investors to register their complaints/queries, if any.
18. Members who are holding shares in more than one folio are requested to write to the Company to enable the Company to consolidate their holdings in one folio.
19. Members are requested to promptly notify to the Company any change in their addresses.
20. Information and other instructions relating to e-voting are as under:
  - A. In compliance with provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Clause 35B of the Listing Agreement, the Company is pleased to provide members facility to exercise their right to vote on resolutions proposed to be considered at the 27<sup>th</sup> Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by National Securities Depository Limited (NSDL).
  - B. The voting period commences on Monday, 24<sup>th</sup> September, 2018 (09.00 a.m.) and ends on Wednesday, 26<sup>th</sup> September, 2018 (05.00 p.m.). During this period members of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 20<sup>th</sup> September, 2018, may cast their vote electronically. The E-voting module shall be disabled by NSDL for voting after 26th September, 2018 (05.00 p.m). Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.
  - C. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through polling paper.
  - D. Members attending the meeting who have not already cast their vote by remote e-voting shall be able to exercise their right at the meeting and that the members who have cast their vote by remote e-voting prior to the meeting may also attend the meeting but shall not be entitled to cast their vote again.
- E. The process and manner for remote e-voting are as under:
  - I. In case a Member receives an email from NSDL [for members whose email IDs are registered with the Company/Depository Participants(s)] :
    - (i) Open email and open PDF file viz; "remote e-voting.pdf" with your Client ID or Folio No. as password. The said PDF file contains your user ID and

password/PIN for remote e-voting. Please note that the password is an initial password.

- (ii) Launch internet browser by typing the following URL:  
<https://www.evoting.nsdl.com/>
- (iii) Click on Shareholder – Login
- (iv) Put user ID and password as initial password/PIN noted in step (i) above. Click Login.
- (v) Password change menu appears. Change the password/PIN with new password of your choice with minimum 8 digits/characters or combination thereof. Note new password. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (vi) Home page of remote e-voting opens. Click on remote e-voting: Active Voting Cycles.
- (vii) Select “EVEN” of “Sahyog Multibase Limited”. Members can cast their vote online from 24.09.2018 (9:00 am) till 26.09.2018 (5:00 pm).

Note: e-Voting shall not be allowed beyond said time.

- (viii) Now you are ready for remote e-voting as Cast Vote page opens.
- (ix) Cast your vote by selecting appropriate option and click on “Submit” and also “Confirm” when prompted.
- (x) Upon confirmation, the message “Vote cast successfully” will be displayed.
- (xi) Once you have voted on the resolution, you will not be allowed to modify your vote.
- (xii) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail to [cs.aditiagarwal@gmail.com](mailto:cs.aditiagarwal@gmail.com) or [sahyogcreditslimited@yahoo.in](mailto:sahyogcreditslimited@yahoo.in) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).

II. In case a Member receives physical copy of the Notice of AGM [for members whose email IDs are not registered with the Company/Depository Participants(s) or requesting physical copy] :

- (i) Initial password is provided as below/at the bottom of the Attendance Slip/by separate pin mailer for the AGM:

EVEN (Remote e-voting Event Number)	USER ID	PASSWORD/PIN
-	-	-

(ii) Please follow all steps from Sl. No. (ii) to Sl. No. (xii) above, to cast vote.

F. General Instructions:

- I. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Members and remote e-voting user manual for Members available at the downloads section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800-222-990.
- II. If you are already registered with NSDL for remote e-voting then you can use your existing user ID and password/PIN for casting your vote.
- III. You can also update your mobile number and e-mail id in the user profile details of the folio which may be used for sending future communication(s).
- IV. The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 20<sup>th</sup> September, 2018.
- V. Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. 20<sup>th</sup> September, 2018, may obtain the login ID and password by sending a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or [virenrv@skylinerta.com](mailto:virenrv@skylinerta.com) or [sahyogcreditslimited@yahoo.in](mailto:sahyogcreditslimited@yahoo.in).

However, if you are already registered with NSDL for remote e-voting then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or contact NSDL at the following toll free no.: 1800-222-990.

- VI. A member may participate in the AGM even after exercising his right to vote through remote e-voting but shall not be allowed to vote again at the AGM.
- VII. A person, whose name is recorded in the register of members or in the
- VIII. Register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM through ballot paper.
- IX. M/s Aditi Agarwal & Associates, Company Secretaries has been appointed as the Scrutinizer of the Company to scrutinize the voting and remote e-voting process in a fair and transparent manner.
- X. The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutineer, by use of "Ballot Paper" or "Poling Paper" for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
- XI. The Scrutinizer shall after the conclusion of voting at the general meeting, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the

conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.

- XII. The Results declared along with the report of the Scrutinizer shall be placed on the website of the Company at [www.sahyogmultibaselimited.com](http://www.sahyogmultibaselimited.com) and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the Stock Exchanges.

## **EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013.**

### **ITEM NO. 4**

M/s Akhil Mittal & Co., Chartered Accountants, New Delhi, have tendered their resignation from the position of Statutory Auditors due to unavoidable circumstances, resulting into a casual vacancy in the office of Statutory Auditors of the Company as envisaged by Section 139(8) of the Companies Act, 2013. Casual Vacancy caused by the resignation of auditors can only be filled up by the Company in general meeting. The Board proposes that M/s Goyal Nagpal & Co., Chartered Accountants (Registration No. 018289C), be appointed as Statutory Auditors of the Company to fill the casual vacancy caused by the resignation of M/s Akhil Mittal & Co., Chartered Accountants. M/s Goyal Nagpal & Co., Chartered Accountants (Registration No. 018289C), New Delhi have conveyed their consent to be appointed as the Statutory Auditors of the Company along with confirmation that their re-appointment, if made by members, would be within the limits prescribed under the Companies Act, 2013.

Accordingly, Ordinary Resolution is submitted to the meeting for the consideration and approval of members.

None of the Directors or Key Managerial Personnel or their relative(s) is/are in any way concerned or interested, in this resolution.

### **ITEM NO. 5.**

The nomination and remuneration committee has approved and recommend the appointment of Mr. Chandan Kumar as Whole-Time Director (Finance) & CFO of the Company at remuneration of not exceeding Rs. 75,000/- per month inclusive of all allowances and perquisites and as amended from time to time.

The Committee also approved that the said remuneration shall be payable in case of inadequacy of profits or no profits, which is within minimum remuneration in accordance with Part II of Schedule V of the Companies Act, 2013. The Information as required under Section II of Part II of Schedule V of the Companies Act, 2013 is as under:

#### **1. GENERAL INFORMATION**

**a) Nature of Industry:** Trading

**b) Date or expected date of commencement of commercial Production:**

Not Applicable (The Company is an existing company)

- c) In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus:**  
Not Applicable (The Company is an existing company)

- d) Financial performance based on given indicators:**

**Standalone Financial Results:**

Fig. in INR Lakh

Particulars	17-18	16-17
Total Revenue	13327.73	9938.66
Profit/Loss for the Year	(2.31)	(13.54)

**Consolidated Financial Results:**

Fig. in INR Lakh

Particulars	17-18	16-17
Total Revenue	15147.11	12689.74
Profit/Loss for the Year	1.23	(19.64)

- e) Foreign investments or Collaborators, if any:** The Company has made an investment of 2,70,000 shares in Value Industries Asia Pte Ltd. (Foreign Company) amounting Rs. 1,30,14,920 during the year.  
The Company has not entered into any material foreign collaboration.

## 2. INFORMATION ABOUT THE WHOLE-TIME DIRECTOR (FINANCE)

- a) Background details:**

Mr. Chandan Kumar is a qualified Chartered Accountant and has professional experience of more than 7 years in senior management positions. He also holds Masters Degree in commerce. Mr. Chandan Kumar is not a Director or a Committee Member of any other Company in India and he does not hold by himself or for any other person on a beneficial basis, any shares in the Company. The appointment of Mr. Chandan Kumar as the Whole-time director (Finance) shall be valid for a period of 5 years from 11<sup>th</sup> June, 2018.

- b) Remuneration Proposed:**

The Nomination and remuneration Committee proposed the remuneration of not exceeding Rs. 75,000/- inclusive of all allowances and perquisites and as amended time to time.

- c) Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person (in case of expatriates the relevant details would be w.r.t. the country of his origin).**

The remuneration payable to the Whole-Time Director has been benchmarked with the remuneration being drawn by similar positions in industry and has been considered by the Nomination and Remuneration Committee of the Company as appropriate or rather on lower side as compared to industry.

**d) Pecuniary relationship directly or indirectly with the Company or relationship with managerial personnel, if any**

The Whole-Time Director have no pecuniary relationship directly or indirectly with the Company except to the extent of their remuneration and shareholdings in the Company.

**3. OTHER INFORMATION**

**a) Reasons of loss or inadequate profits:**

The performance of the Company in the last two financial years has been impacted due to slowdown in global and Indian economies. The situation has aggravated further due to short-term downtrend in industry. However the Company has been a profit earning entity continuously.

On standalone basis, the Company has incurred the loss of 2.31 Lakh, however on consolidated basis, the Company has earned the profit of 1.25 Lakh.

**b) Steps taken or proposed to be taken for improvement:**

The Company will remains committed to generating superior returns for its stakeholders. The Company would continue to drive growth through asset light business models and release cash by exiting capital intensive business models and expects to receive better returns in future.

**c) Expected increase in productivity and profits in measurable terms.**

Mr. Chandan Kumar has vast experience in senior management, the overall efficiency of the organization and the board as a whole is expected to increase manifold.

Your Board recommends or approval of members by way of Special Resolution.

None of the Directors or Key Managerial Personnel or their relative(s) except Mr. Chandan Kumar is/are in any way concerned or interested, in passing of the above mentioned resolution.

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS  
For Sahyog Multibase Limited**

SD/-

**Place: New Delhi  
Date: 10.08.2018**

**(Vishesh Gupta)  
Managing Director  
DIN: 00255689**

**F-14/9, MODEL TOWN, PART-I, NEW DELHI-110009**

**PURSUANT TO REGULATION 36 OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 WITH THE STOCK EXCHANGES AND SECRETARIAL STANDARD 2 ISSUED BY ICSI, INFORMATION ABOUT THE DIRECTORS PROPOSED TO BE RE-APPOINTED IS FURNISHED BELOW:**

In terms of Section 152(6) of the Act, Mr. Vishesh Gupta shall retire by rotation at the forthcoming AGM and being eligible offers himself for re-appointment.

Mr. Vishesh Gupta was appointed as a Managing Director of the Company for a period of five years effective from 12<sup>th</sup> April, 2017. As per the terms of his appointment, his re-appointment at the AGM as a director retiring by rotation would not constitute break in his appointment as a Managing Director.”

Name of Director	Date of Birth & No. of Equity Shares Held	Qualification (Relationship with other Directors)	Nature of Expertise	Name of Companies in which he/ she holds Directorship	Name of Committees of the Companies of which he/ she holds Membership
Vishesh Gupta	18.12.1985  (1,14,325 Equity Shares of Rs.10 each)	Graduate	He has vast experience of 4-5 years business of trading of various polymer and petro chemical products.	SAHYOG MULTIBASE LIMITED	NIL
Chandan Kumar	25.05.1987	Chartered Accountant	Mr. Chandan Kumar is a qualified Chartered Accountant and has professional experience of more than 7 years in senior management positions. He also holds Masters Degree in commerce.	SAHYOG MULTIBASE LIMITED	NIL

# BOARD'S REPORT

The Members,

Your Directors have pleasure in presenting 27<sup>th</sup> (Twenty Seventh) Annual Report of your Company together with the Audited Statements of Accounts for the year ended 31<sup>st</sup> March, 2018.

## 1. FINANCIAL HIGHLIGHTS

The standalone and Consolidated financial statements for the financial year ended March 31, 2018, forming part of this Annual Report, have been prepared in accordance with the Indian Accounting Standards (Ind AS) as notified by the Ministry of Corporate Affairs.

The Company's financial performance, for the year ended 31<sup>st</sup> March, 2018 and the corresponding Figures for the last year are summarized below:-

Particulars	(Standalone)		(Consolidated)	
	2017-2018	2016-2017	2017-2018	2016-2017
Revenue from operations	1,29,18,46,839	99,15,13,275	1,51,47,02,361	1,26,89,74,355
Other Income	4,09,26,882	23,53,637	4,31,05,258	83,06,574
<b>Total Income</b>	<b>1,33,27,73,721</b>	<b>99,38,66,912</b>	<b>1,55,78,07,619</b>	<b>1,27,72,80,929</b>
Gross Expenditure	1,32,11,87,899	98,18,21,035	1,53,67,22,915	1,26,48,18,305
Less Interest	96,59,857	1,10,78,404	1,84,78,759	1,11,69,669
<b>Profit before Depreciation</b>	<b>19,25,965</b>	<b>9,67,473</b>	<b>26,05,945</b>	<b>12,92,955</b>
Less Depreciation	14,97,843	6,66,090	16,58,407	9,30,611
<b>Profit after depreciation and Interest/Net Profit Before Tax</b>	<b>4,28,122</b>	<b>3,01,383</b>	<b>9,47,538</b>	<b>3,62,344</b>
Less Exceptional items	-	-	60,500	-
<b>Profit before extraordinary items and tax</b>	<b>4,28,122</b>	<b>3,01,383</b>	<b>8,87,038</b>	<b>3,62,344</b>
Less Current Tax	9,00,000	15,90,561	9,80,000	21,85,040
Less Previous year adjustment of Income Tax	-	-	-	-
Less Deferred Tax	(2,38,052)	66,532	(2,16,916)	1,41,358
<b>Net Profit after Tax</b>	<b>(2,33,826)</b>	<b>(13,55,710)</b>	<b>1,23,954</b>	<b>(19,64,054)</b>
<b>Other Comprehensive income for the year, net of tax</b>	<b>2,34,21,414</b>	<b>(2,82,64,993)</b>	<b>2,34,21,414</b>	<b>(2,82,64,993)</b>
<b>Total Comprehensive income/(loss) for the year</b>	<b>2,31,87,588</b>	<b>(2,96,20,703)</b>	<b>2,35,45,368</b>	<b>(3,02,29,047)</b>
<b>Earnings per Share (Basic)</b>	<b>(0.03)</b>	<b>(0.17)</b>	<b>2.95</b>	<b>(3.79)</b>
<b>Earnings per Share (Diluted)</b>	<b>(0.03)</b>	<b>(0.17)</b>	<b>2.95</b>	<b>(3.79)</b>

\*Figures for the current financial year 2017-18 have been consolidated pursuant to merger of Athena Multitrade Private Limited with the Company vide order of Hon'ble NCLT Principle Bench, Delhi dated 13.04.2018 effective from 17.04.2018 whereas appointed date was 01.04.2016. Thus the figures have been consolidated accordingly.

**Standalone performance:** Your Company's gross turnover has increased to Rs. 12918.46/- Lakhs as compared to Rs. 9,915.13/- Lakhs in previous year. PBT increased to 4.28 Lakhs as compared to Rs. 3.01/- Lakhs in previous year. Your Directors are confident of improved performance by the Company in financial year 2018-19.

**Consolidated performance:** The Company's consolidated gross turnover increased to Rs. 15147.02/- Lakhs as compared to Rs.12689.74/- Lakh in previous year. PBT increased to Rs. 26.05/- Lakhs compared to Rs.12.92/- Lakhs in previous year.

Except, as disclosed elsewhere in the Report, there have been no material changes and commitments, which can affect the financial position of the Company between the end of the Financial Year and the date of this Report.

## **MERGER/AMALGAMATION**

The Board of Directors of the Company in its meeting held on October 29, 2016 has approved a Scheme of Amalgamation of Athena Multitrade Private Limited (Transferor Company) with Sahyog Multibase Limited (Transferee Company) and an application was moved before the Hon'ble NCLT Principle Bench, Delhi for an amalgamation of respective companies, with a view of Consolidation of business, enhancement of Competitive strengths and overall operational synergy.

The said Scheme of Amalgamation has been approved by the Hon'ble NCLT Principle Bench, Delhi dated 13.04.2018 effective from 17.04.2018 and the appointed date for consolidation is 01.04.2016.

The Company has allotted 52,17,688 equity shares to the shareholders of transferor Company as consideration of Merger in terms of approved Scheme of Amalgamation in the ratio 3875:100 i.e. 3875 equity shares of Rs. 10/- each for every 100 (Hundred) equity shares held of Athena Multitrade Private Limited.

## **SHARE CAPITAL**

During the year under review, the Authorized Share Capital of the Company consolidated with transferor Company pursuant to approved Scheme of Amalgamation, stands at Rs. 8,70,00,000/- (Eight Crore Seventy Lakhs) divided into 87,00,000 (Eighty Seven Lakh) Equity Shares of Rs. 10/- each. The Issued, Subscribed and Paid up Capital stands at 79,76,072 (Seventy Nine Lakhs Seventy Six Thousand Seventy Two Only) Equity Shares of Rs.10/- each aggregating to Rs. 7,97,60,720/- (Seven Crore Ninety Seven Lakhs Sixty Thousand Seven Hundred Twenty ).

## **RESERVES AND SURPLUS**

Reserves and Surplus of the Company stands at Rs. 43.03 Crores as against Reserve and Surplus of Rs. 40.72 Crores in the previous financial year 2016-17 respectively.

Your Company is financially strong and self reliant in terms of its funds generation, debt servicing and has been able to generate sufficient profits for dividend payouts. A constant rise in turnover and profits of the Company is apparent and your directors are expecting better results both in terms of operations of the Company and its financial position.

## **2. STATE OF AFFAIRS OF THE COMPANY**

The Company has been expanding its operations both in terms of product base and customer base. We have been trying to capture new markets for our products. The operations of the Company are growing steadily and constant raise in performance of the Company is evident from its promising financial prospects.

### **Future Outlook**

As a move forward and with the help of information technology, your Company is planning to explore new products in market.

### **Subsidiary Companies, Joint Venture and Consolidated Financial Statements**

Your Company has one Subsidiary Company as on 31<sup>st</sup> March, 2018. The members may refer to the financial statements forming part of the Annual Report as required under the provisions of Section 129(3) of the Companies Act, 2013. The key highlights of the subsidiary company are as under:

**Tavares Tradelinks Pvt. Ltd.:** This Company recorded a turnover of 2311.64 Lakhs for the year ended 31<sup>st</sup> March, 2018 (Previous year of 3520.27 Lakhs) and also recorded a profit of 3.57 Lakhs for the year ended 31<sup>st</sup> March, 2018 (Previous year of -6.08 Lakhs).

## **3. DIVIDEND**

Your directors are pleased to recommend a dividend @ 1% i.e. Rs. 0.1% (Ten Paisa) per share on 79,76,072 (Seventy Nine Lakhs and Seventy Six Thousand and Seventy Two) Equity Shares for the current financial year. The dividend if approved and declared in the ensuing Annual General meeting would result in a payout of Rs. 7,97,607/- (Rupees Seven Lakhs Ninety Seven Thousand Six Hundred Seven) and Dividend Distribution Tax of Rs. 1,44,977/- aggregating a total outflow of Rs. 9,42,584/-.

The dividend would be payable to all Shareholders whose names appear in the Register of Members as on the Book Closure Date. The Register of Members and Share Transfer books shall remain closed from Friday, September 21, 2018 to Thursday, September 27, 2018 (both days inclusive).

#### **4. CHANGE IN THE NATURE OF BUSINESS, IF ANY**

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

#### **5. DETAILS OF DIRECTORS OR KEY MANAGERIAL PERSONNEL INCLUDING THOSE WHO WERE APPOINTED OR HAVE RESIGNED DURING THE YEAR.**

During the year under review, the changes in composition of Board of Directors of the Company are as under:-

Name	Appointment Date	Cessation Date	Remarks
<b>Ghanshyam Prasad Gupta</b>	12.11.2009	-	Director (Independent)
<b>Meetu Aggarwal</b>	12.05.2016	-	Director (Independent)
<b>Naresh Kumar Singhal</b>	10.08.2016	-	Director
<b>Vishesh Gupta</b>	03.03.2017	-	Managing Director
<b>Chandan Kumar</b>	31.03.2015	22.01.2018	Chief Financial Officer
<b>Chandan Kumar</b>	12.03.2018	-	Chief Financial Officer
<b>Neha Garg</b>	16.05.2016	-	Company Secretary

Further, Mr. Chandan Kumar has been re-appointed as Chief Financial Officer of the Company w.e.f 12.03.2018 in its meeting held on 02.04.2018 and designated as Whole-Time Director (Finance) & CFO of the Company w.e.f. 11<sup>th</sup> June, 2018.

Pursuant to the provisions of Sections 196, 197, 198 and 203 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013, (including any statutory modification or re-enactment(s) thereof, for the being in force), Mr. Vishesh Gupta (DIN No. 00287019), was appointed as Managing Director of the Company for a period of five years w.e.f. 12.04.2017 at the 26<sup>th</sup> Annual General Meeting of the Company held on 27<sup>th</sup> September, 2017 at a remuneration, perquisites and other terms and conditions, as approved by the Board in its meeting held on 12<sup>th</sup> April, 2017.

Appropriate Resolution(s) seeking your approval to the appointment/ re-appointment of Directors are also included in the Notice.

#### **6. NUMBER AND DATE OF BOARD MEETINGS AND COMMITTEES CONDUCTED DURING THE YEAR UNDER REVIEW.**

##### **a. Board Meeting**

During the financial year under review, 8 (Eight) Board Meetings were held as against the minimum requirement of 4 (four) Board Meetings. The details of Board Meetings are as below:

Date	Board Strength	No. of Director present
12 <sup>th</sup> April, 2017	4	4
27 <sup>th</sup> May, 2017	4	1
03 <sup>rd</sup> June, 2017	4	4
28 <sup>th</sup> June, 2017	4	4
01 <sup>st</sup> August, 2017	4	4
12 <sup>th</sup> August, 2017	4	4
14 <sup>th</sup> November, 2017	4	4
14 <sup>th</sup> February, 2018	4	4

### **b. Audit Committee**

During the financial year under review, 4 (Four) Audit Committee Meetings were held. The details of Meetings are as below:

Date	Members Strength	No. of Members present
27 <sup>th</sup> May, 2017	3	3
12 <sup>th</sup> August, 2017	3	3
14 <sup>th</sup> November, 2017	3	3
14 <sup>th</sup> February, 2018	3	3

### **c. Nomination and Remuneration Committee**

During the financial year under review, 3 (Three) Nomination & Remuneration Committee Meeting were held. The detail of Meeting is as below:

Date	Members Strength	No. of Members present
11 <sup>th</sup> April, 2017	3	3
14 <sup>th</sup> February, 2018	3	3
27 <sup>th</sup> May, 2017	3	3

## **7. DIRECTORS' RESPONSIBILITY STATEMENT**

In accordance with the provisions of Section 134(3)(c)of the Companies Act, 2013 the Board hereby submits its responsibility Statement:

1. That in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
2. the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
3. the directors had 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;
4. the directors had prepared the annual accounts on a going concern basis; and
5. the directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively.
6. The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## **8. DECLARATION BY INDEPENDENT DIRECTOR(S) AND RE-APPOINTMENT, IF ANY.**

All the Independent Directors have submitted their disclosures to the Board that they fulfill all the requirements as stipulated in Section 149(6) of the Companies Act, 2013 so as to qualify themselves to be appointed as Independent Directors under the provisions of the Companies Act, 2013 and the relevant rules.

## **9. FORMAL ANNUAL EVALUATION**

In line with the statutory requirements enshrined under the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board carried out a performance evaluation of itself, its Committees, the Chairman and each of the other Directors. As in previous year, this was carried out on the basis of framework approved by the Nomination and Remuneration Committee. The Committee had unanimously consented for an ‘in-house’ review built on suggestive parameters. Based on the suggestive parameters approved by the Nomination and Remuneration Committee, the following evaluations were carried out:

- Review of Board as a whole by all the Members of the Board.
- Review of all Board Committees by all the Members of the Board.
- Review of Individual Directors by rest of the Board Members except the Director being evaluated.

## **10. EXTRACT OF THE ANNUAL RETURN**

The Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is available at [www.sahyogmultibaselimited.com](http://www.sahyogmultibaselimited.com)

## **11. AUDITORS**

### **1. Statutory Auditors**

M/s Goyal Nagpal, Chartered Accountants (Registration No. 018289C), New Delhi has appointed as the Auditors of the Company to fill the casual vacancy caused by the resignation of M/s Akhil Mittal & Co., Chartered Accountants to hold office from the conclusion of this Annual General Meeting till the conclusion of next Annual General Meeting.

### **2. Auditors Report**

There are no qualifications, reservations, or adverse remarks or disclaimers made by the M/s Akhil Mittal & Co., Statutory Auditors, in their report. Observations made in the Auditor's Report are self-explanatory and therefore do not call for any further comments under Section 134(1) of the Companies Act, 2013.

### **3. Secretarial Auditors**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with corresponding Rules framed there under, M/s Aditi Agarwal & Associates, Company Secretaries were appointed as the Secretarial Auditors of the Company to carry out the secretarial audit for the year ending March 31, 2018. The Secretarial Audit Report given by the Secretarial Auditors in Form No. MR-3 is annexed with this Report as "**Annexure A**". There are no qualifications, reservations or adverse remarks made by Secretarial Auditors in their Report.

## **12. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013.**

The details of loans, guarantees and investments under Section 186 of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014 are given in the notes to Financial Statements.

## **13. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES.**

All Related party transactions are entered on an arm's length basis and are in compliance with the applicable provisions of the Companies Act, 2013 and the Listing Regulations. There are no materially significant related party transactions made by the Company with Promoters, Directors or Key Managerial Personnel etc. which may have potential conflict with the interest of the Company at large.

The particulars of every contract and arrangement entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto are disclosed in Form No. AOC-2 in "**Annexure - B**" and form part of this Report.

## **14. DETAILS RELATING TO DEPOSITS COVERED UNDER CHAPTER V OF THE ACT.**

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

## **15. CORPORATE SOCIAL RESPONSIBILITY (CSR)**

Pursuant to the provisions of Section 135(1) of the Companies Act, 2013, Corporate Social Responsibility is not applicable on your Company.

## **16. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS**

The Risk Management and Governance Department of the Company have assured the existence of various risk-based controls in the Company and also tested the key controls towards assurance for compliance for the present fiscal. Further, the testing of such controls was also carried out independently by the Statutory Auditors of the Company as mandated under the provisions of the Companies Act, 2013. In the opinion of the Board, the existing internal control framework is adequate and commensurate to the size and nature of the business of the Company.

## **17. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES**

The Company has also established a vigil mechanism and overseas it through the Audit Committee to resolve the genuine concerns expressed by the employees and other directors. The Company has also provided adequate safeguards against

victimization of employees and directors who express their concerns. The Company has also provided direct access to the Chairman of the Audit Committee on reporting issues concerning the interests of co-employees and the Company.

**18. TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND**

During the year under review, the Company has not transferred any amount in investor Education and Protection Fund.

**19. LISTING OF SECURITIES**

The Shares of the Company are listed and traded at BSE. The Annual Listing Fee including applicable tax for the financial year 2018-19 has been paid to all Stock Exchanges.

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

The information pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo as required under Section 134(3) (m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in "**Annexure – C**" and forms part of this Report.

**21. ACKNOWLEDGEMENTS**

The Board places on record its appreciation for the continued co-operation and support extended to the Company by customers, vendors, regulators, banks, financial institutions, rating agencies, stock exchanges and depositories, auditors, legal advisors, consultants, business associates and all the employees with whose help, cooperation and hard work the Company is able to achieve the results. The Board deeply acknowledges the trust and confidence placed by the consumers of the Company and all its shareholders.

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS**

**SD/-**

**SD/-**

**Date: 10.08.2018**  
**Place: New Delhi**

**(Vishesh Gupta)**  
**Managing Director**  
**DIN: 0000255689**

**(Naresh Kumar Singhal)**  
**Director**  
**DIN: 0002987526**

## Annexure-B

### **Form No. AOC-2 (Pursuant of clause (h) of sub-section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)**

Form for Disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub section (1) of Section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso is given below:

1. Details of contracts or arrangements or transactions not at Arm's length basis: None, during the reporting period, all transactions were at Arm's Length basis.

SNo.	Particulars	Details
1	Name(s) of the related party and nature of relationship	Not Applicable
2	Nature of contracts/ arrangements/ transactions	Not Applicable
3	Duration of the contracts / arrangements/transactions	Not Applicable
4	Salient terms of the contracts or arrangements or transactions including the value, if any	Not Applicable
5	Justification for entering into such contracts or arrangements or transactions'	Not Applicable
6	Date(s) of approval by the Board, if any:	Not Applicable
7	Amount paid as advances, if any:	Not Applicable
8	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	Not Applicable

2. Details of contracts or arrangements at Arm's Length basis.

Sr. no.	Particulars	Details	Details	Details
1	Name(s) of the related party and nature of relationship	-	-	-
2	Nature of contracts/ arrangements/ transactions	-	-	-
3	Duration of the contracts / arrangements/transactions	-	-	-
4	Salient terms of the contracts or arrangements or transactions including the value, if any	-	-	-
5	Date(s) of approval by the Board, if any:	-	-	-
6	Amount paid as advances, if any:	-	-	-

\*Details of related party transactions are forming part of notes to financial statements, refer note no. 31.

### **ANNEXURE 'C' TO BOARD'S REPORT**

Information as per Section 134 (3) (m) of Companies Act, 2013 read with Companies (Accounts) Rules, 2014 and forming part of the Board's Report for the year ended 31<sup>st</sup> March, 2018:

#### **A. CONSERVATION OF ENERGY**

- i. The steps taken or impact on conservation of energy: NIL
- ii. The steps taken by the Company for utilizing alternate sources of energy: NIL
- iii. The capital investment on energy conservation equipments: NIL

#### **B. TECHNOLOGY ABSORPTION**

- i. **Efforts made in technology absorption& Benefits derived: NIL**
- ii. **Benefits derived like product improvement, cost reduction, product development or import substitution: NIL**
- iii. **In case of Imported Technology (imported during last 3 years reckoned from beginning of the financial year): NIL**
- iv. **The expenditure incurred on Research and Development: NIL**

#### **FOREIGN EXCHANGE EARNINGS AND OUTGO**

During the year under review, details of foreign exchange earnings and outgo are as follows:

Earnings : Rs. 1,13,20,397/-  
Outgo : Rs. 13,51,30,979/-

**FORM NO. MR-3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED MARCH 31, 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,  
**Sahyog Multibase Limited**  
(Formerly known as Sahyog Credits Limited)

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

Based on our verification of the **Sahyog Multibase Limited** (formerly known as Sahyog Credits Limited), books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the Financial Year ended on **March 31, 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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **Sahyog Multibase Limited** (formerly known as Sahyog Credits Limited) ("the Company") for the Financial Year ended on **March 31, 2018** according to the provisions of:

- (i) The Companies Act, 2013 ('the Act') and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 ('FEMA') and the rules and regulations made thereunder to the extent of Foreign Direct Investment (FDI), Overseas Direct Investment (ODI) and External Commercial Borrowings (ECB). (*No FDI and ECB was taken by the Company during the Audit Period*)  
The Company has made an investment of 2,70,000 shares in Value Industries Asia Pte Ltd. (Foreign Company) amounting Rs. 1,30,14,920/- during the year.
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
  - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 (*Not Applicable to the Company during the Audit Period*);
  - (e) 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;
  - (f) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (*Not Applicable to the Company during the Audit Period*); and
  - (g) The Securities and Exchange Board of India (Buy Back of Securities) Regulations, 1998 (*Not Applicable to the Company during the Audit Period*);
- (vi) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable rules, regulation and other communications issued from time to time.

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

- (i) Secretarial Standard-1 and Secretarial Standard-2 as issued by The Institute of Company Secretaries of India and notified by Central Government.
- (ii) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:

**We further report that**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. 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.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

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

**We further report** that during the audit period, we have observed that:

- i) During the Financial Year, Mr. Vishesh Gupta was appointed as Managing Director of the Company for the period of 5 (Five) years. Further, Mr. Vishesh Gupta, was designated as Chairman of the Board of the Company with effect from 12<sup>th</sup> April, 2017 till he is holding the position of Director of the Company or till the appointment of some other Director as chairman. Also, Mr. Vishesh Gupta was appointed as Chief Monitoring officer of the Company with effect from 12<sup>th</sup> April, 2017 to monitor the Compliances of the Company.
- ii) M/s G. S. Goel & Company, Chartered Accountants, were appointed as Internal Auditors of the Company in terms of Section 138 of the Companies Act, 2013 read with Rule 13 of Companies (Accounts) Rules, 2014 for the financial year 2017-2018.
- iii) With effect from August 01, 2017, the Company has shifted its registered office address from D-13, G/F/ R/S, Bhagwan Dass Nagar, Punjabi Bagh, Delhi- 110026 to House No. 9, Road No. 13, East Punjabi Bagh, New Delhi-110026.
- iv) The Company has appointed M/s Skyline Financial Services Private Limited having its office at D-153, Ist Floor, Okhla Industrial Area, Phase-I, New Delhi-110020 as Registrar and Share Transfer Agent (RTA) of the Company w.e.f. 27<sup>th</sup> June, 2017 in place of M/s Purva Sharegistry (I) Private Limited, Mumbai.
- v) Approval of Board of Directors and shareholders of the Company was duly accorded in terms of the provisions of Section 186 of the Companies Act, 2013, to give loans or provide guarantee or security in connection with any loan or to make investment, in the interest of the Company, upto the maximum amount of Rs. 100 crores, such that the aggregate of the amount of loans and investment so far made or the amount for which guarantee or security so far provided, at any time along with the amount of investment, loan, guarantee or security proposed to be made or given by the Board, shall not exceed the above stated approved amount.
- vi) Approval of the Board of Directors was accorded for increase in the borrowing limits of the Company upto an aggregate amount of Rs. 100 Crores, such that the money to be borrowed together with the money already borrowed shall not exceed the above stated amount, in terms of the provisions of Section 180(1)(c) of the Companies Act, 2013
- vii) Mr. Chandan Kumar has resigned from the position of Chief Financial Officer of the Company with effect from 22nd January, 2018. However, was re-appointed as Chief Financial Officer of the Company w.e.f. 12.03.2018 in the Board Meeting of the Company held on April 02, 2018.
- viii) The scheme of amalgamation of Athena Multitrade Private Limited with Sahyog Multi base Limited as approved by the shareholders and the lenders of the company has been confirmed by the Hon'ble National Company Law Tribunal Delhi Branch vide order dated 13.04.2018. The appointed date of the said Amalgamation is 01/04/2016 and the scheme has been effective on 01.04.2016, accordingly the financials of the entities have been consolidated w.e.f.01.04.2016.

The Company has allotted 52,17,688 equity shares to the shareholders of transferor Company as consideration of Merger in terms of approved Scheme of Amalgamation in the ratio 3875:100 i.e. 3875 equity shares of Rs. 10/- each for every 100 (Hundred) equity shares held of Athena Multitrade Private Limited.

**Place: New Delhi**

**Date: August 10, 2018**

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**ADITI GUPTA**

**Company Secretary in Whole-Time Practice**

**M/s Aditi Agarwal & Associates, Company Secretaries**

**FCS: 9410**

**CP No: 10512**

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

**'ANNEXURE A'**

To,

The Members,  
**Sahyog Multibase Limited**

**Our report of even date is to be read along with this letter.**

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

**Place: New Delhi**

**Date: August 10, 2018**

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**ADITI GUPTA**

**Company Secretary in Whole-Time Practice**

**M/s Aditi Agarwal & Associates, Company Secretaries**

**CP No: 10512**

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE MEMBERS OF SAHYOG MULTIBASE LIMITED**

#### **Report on the Standalone Ind AS Financial Statements**

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

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

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on these standalone 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 standalone 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 standalone 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 standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone 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's preparation of the standalone 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 the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone 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 standalone Ind AS financial statements.

#### **Opinion**

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

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the Order.
2. 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, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.
  - d) in our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act, read with relevant rules issued thereunder.
  - e) on the basis of the written representations received from the directors of the Company as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164(2) of the Act.
  - f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
  - g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company is subject to legal proceedings and claims, which have arisen in the ordinary course of business. The Management does not reasonably expect that these legal actions, when ultimately concluded and determined, will have a material and adverse effect on the Company's results of operations or financial condition.
    - ii. There are no material foreseeable losses on long term contracts including derivative contracts therefore, no such provision is required to be made.
    - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

**For Akhil Mittal & Co.**  
FRN: 026177N  
Chartered Accountants

**(CA Akhil Mittal)**  
Partner  
M. No. 517856

Date : 30th May, 2018  
Place : New Delhi

## **Annexure – A to the Independent Auditors' Report**

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone Ind AS financial statements for the year ended 31st March 2018, we report that:

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

(b) The Company has a regular program of physical verification of its fixed assets by which fixed assets are verified in a phased manner. In accordance with this program, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to the information and explanation given to us and on the basis of our examination of the records of the company, the title deeds of the immovable properties are held in the name of the company.

(ii) (a) The management of the Company has conducted the physical verification of inventory at reasonable intervals during the year.

(b) The procedure of physical verification of inventory followed by the management is reasonable and adequate in relation to the size of the Company and nature of its business.

(c) The Company has maintained proper records of inventory and no material discrepancies were noticed on physical verification.

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

(iv) The company has not granted any loans under provisions of section 185 and has complied with provisions of section 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.

(v) The Company has not accepted any deposits from the public under provisions of sections 73 to 76 or any other relevant provisions of the Companies Act' 2013.

(vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act.

(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company is irregular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess, GST and other material statutory dues with the appropriate authorities.

(b) According to the information and explanations given to us, below given dues of income tax, sales tax, service tax, excise duty, value added tax and Cess have not been deposited with the appropriate authorities on account of disputes:

<b>S. No.</b>	<b>Period of Demand</b>	<b>Amount Involved</b>	<b>Particulars of demand</b>	<b>Appeal pending before</b>
1	A.Y. 2012-13	Rs.14,90,130/-	Income Tax Appeal.	CIT (A) Kolkatta

(viii) ) In our opinion and according to the information and the explanations given to us the company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.

(ix) In our opinion and according to the information and the explanations given to us the company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purposes for which those are raised.

(x) In our opinion no material fraud by the company or on the Company by its officers or employees has been noticed or reported during the year under review.

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

(xii) In our opinion and according to information given to us the company is not a nidhi Company. Accordingly paragraph 3(xii) of the order is not applicable.

(xiii) In our opinion and according to the information and the explanations given to us and based on our examination of the records of the company, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where ever applicable and the details of such transactions have been disclosed in the notes to the standalone Ind AS financial statements as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

(xv) According to the information and the explanations given to us the company has not entered into any non-cash transactions with directors or persons connected with him under the provisions of section 192 of Companies Act, 2013

(xvi) According to the information and the explanations given to us the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934

**For Akhil Mittal & Co.**

FRN: 026177N

Chartered Accountants

**(CA Akhil Mittal)**

Partner

M. No. 517856

Date : 30th May, 2018

Place : New Delhi

**Annexure - B To the Independent Auditor's Report of even date on the Standalone Ind AS financial statements of Sahyog Multibase Limited**

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

We have audited the internal financial controls over financial reporting of **Sahyog Multibase Limited** ('the company') as of March 31, 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

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

**Auditors' Responsibility**

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

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

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

**Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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, 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 internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Akhil Mittal & Co.**

FRN: 026177N

Chartered Accountants

**(CA Akhil Mittal)**

Partner

M. No. 517856

Date : 30th May, 2018

Place : New Delhi

**SAHYOG MULTIBASE LIMITED**  
**(Formerly Known as Sahyog Credits Limited)**  
**Balance Sheet as at March 31, 2018**  
**CIN NO.: L74110DL1992PLC116773**

(Amounts in Rs.)

Particulars	Notes	March 31, 2018	March 31, 2017	April 01, 2016
<b>I. ASSETS</b>				
<b>1 Non - Current Assets</b>				
Property, plant and equipment	3(a)	23,08,486	24,02,950	30,64,693
Intangible assets	3(b)	3,892	3,892	8,239
Financial assets				
(i) Investment in fellow subsidiary	4	67,01,000	52,05,000	-
(ii) Others	4	2,75,00,914	25,73,16,902	45,30,13,758
Deferred Tax Asset (Net)	11	26,75,026	1,29,10,515	3,35,088
Other Non Current Assets		-	-	-
Income Tax Assets (Net)	7	-	-	-
		<b>3,91,89,318</b>	<b>27,78,39,259</b>	<b>45,64,21,778</b>
<b>2 Current Assets</b>				
Inventories	5	10,66,45,384	7,92,43,110	52,48,056
Financial Assets				
(i) Loans & Advances	6	36,17,47,821	31,07,06,158	7,82,83,776
(ii) Trade receivables	8	30,26,94,577	19,68,67,050	12,94,46,863
(iii) Cash and cash equivalents	9	30,44,093	23,49,767	47,48,249
Other Current Assets		-	-	-
		<b>77,41,31,875</b>	<b>58,91,66,085</b>	<b>21,77,26,944</b>
<b>Total Assets</b>		<b>81,33,21,193</b>	<b>86,70,05,344</b>	<b>67,41,48,722</b>
<b>II. EQUITY AND LIABILITIES</b>				
<b>1 Equity</b>				
Equity Share Capital	12	7,97,60,715	7,97,60,715	7,97,60,715
Other Equity (Reserves)	13	43,03,11,938	40,72,49,990	44,96,38,062
		<b>51,00,72,653</b>	<b>48,70,10,705</b>	<b>52,93,98,777</b>
<b>2 Liabilities</b>				
<b>Non - Current Liabilities</b>				
Financial Liabilities				
(i) Borrowings	14	8,33,11,364	-	-
(ii) Others		-	-	-
Provisions	10	-	-	3,68,294
Deferred Tax Liability (Net)	11	-	-	-
		<b>8,33,11,364</b>	<b>-</b>	<b>3,68,294</b>
<b>3 Current Liabilities</b>				
Financial Liabilities				
(i) Borrowings	14	1,37,617	-	5,16,21,494
(ii) Trade payables	15	18,27,88,340	19,09,09,097	5,82,76,283
(iii) Others	17	3,36,27,582	3,68,02,410	1,95,66,583
Other Current Liabilities	16	7,07,636	15,04,18,585	1,44,37,661
Income Tax Liabilities (Net)	7	26,76,001	18,64,547	4,79,630
		<b>21,99,37,176</b>	<b>37,99,94,639</b>	<b>14,43,81,651</b>
<b>Total Equity and Liabilities</b>		<b>81,33,21,193</b>	<b>86,70,05,344</b>	<b>67,41,48,722</b>

The accompanying notes 1 to 38 form an integral part of the standalone financial statements.

As per our report of even date

For Akhil Mittal & Co.  
Chartered Accountants  
Firm Regn. No.026177N

For and on behalf of the Board of  
Sahyog Multibase Limited

Akhil Mittal  
Partner  
Membership No. 517856

Naresh Kumar Singhal  
Director  
(DIN: 02987526)

Vishesh Gupta  
Managing Director  
(DIN: 00255689)

Place: New Delhi  
Dated: 30.05.2018

Neha Garg  
(Company Secretary)

Chandan Kumar  
(Chief Financial Officer)

**SAHYOG MULTIBASE LIMITED**  
**Statement of profit and loss for the year ended March 31, 2018**

(Amounts in Rs.)

Particulars	Notes	March 31, 2018	March 31, 2017
I Revenue from operations	18	1,29,18,46,839	99,15,13,275
II Other income	19	4,09,26,882	23,53,637
<b>III Total revenue (I + II)</b>		<b>1,33,27,73,721</b>	<b>99,38,66,912</b>
<b>IV Expenses:</b>			
Purchases of Stock in trade	20	1,28,91,60,230	1,00,77,35,462
Change in inventories of Finished Goods	21	(2,74,02,274)	(7,92,43,110)
Employees benefit expenses	22	58,16,590	40,19,300
Depreciation and amortisation expenses	23	14,97,843	6,66,090
Other expenses	24	5,36,13,353	4,93,09,383
Finance costs	25	96,59,857	1,10,78,404
<b>Total expenses (IV)</b>		<b>1,33,23,45,599</b>	<b>99,35,65,529</b>
<b>V Profit before Tax (III - IV)</b>		<b>4,28,122</b>	<b>3,01,383</b>
<b>VI Tax expense:</b>			
Current tax	26	9,00,000	15,90,561
Deferred Tax Liability/(Asset)		(2,38,052)	66,532
<b>Total tax expense</b>		<b>6,61,948</b>	<b>16,57,093</b>
<b>VII Profit / (loss) for the year (V - VI)</b>		<b>(2,33,826)</b>	<b>(13,55,710)</b>
<b>VIII Other comprehensive income/(expense) (OCI)</b>			
(i) Remeasurement gain (loss) on Financial Instruments		3,38,94,955	(4,09,04,476)
(ii) Tax relating to items that will not be reclassified to profit or loss		(1,04,73,541)	1,26,39,483
<b>IX Other comprehensive income for the year, net of tax</b>		<b>2,34,21,414</b>	<b>(2,82,64,993)</b>
<b>X Total comprehensive income / (loss) for the year</b>		<b>2,31,87,588</b>	<b>(2,96,20,703)</b>
<b>XI Earnings per share (of Rs. 10 each):</b>			
Basic	27	3	(4)
Diluted	27	3	(4)

The accompanying notes 1 to 38 form an integral part of the standalone financial statements.

As per our report of even date

For Akhil Mittal & Co.

Chartered Accountants

Firm Regn. No.026177N

For and on behalf of the Board of

Sahyog Multibase Limited

Akhil Mittal

Partner

Membership No. 517856

Naresh Kumar Singhal

Director

(DIN: 02987526)

Vishesh Gupta

Director

(DIN: 00255689)

Place: New Delhi

Dated: 30.05.2018

Neha Garg

(Company secretary)

Chandan Kumar

(Chief Financial Officer)

**SAHYOG MULTIBASE LIMITED**

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

**A. Equity share capital**

Equity shares of Rs. 10 each issued, subscribed and fully paid up

As at April 1, 2016	7,97,60,715
Changes in equity share capital	-
<b>As at March 31, 2017</b>	<b>7,97,60,715</b>
Changes in equity share capital	-
<b>As at March 31, 2018</b>	<b>7,97,60,715</b>

**B. Other equity**

Particulars	Reserves and surplus					Total other equity
	Special Reserve	Capital Reserve	Security Premium	Retained earnings	Foreign Currency Translation Reserve	
<b>Balance as at April 1, 2016</b>	<b>1,22,078</b>	<b>34,12,23,017</b>	<b>10,28,23,125</b>	<b>54,69,842</b>	<b>-</b>	<b>44,96,38,062</b>
Profit / (loss) for the year	-	-	-	(13,55,710)	-	(13,55,710)
Other comprehensive income, net of income tax	-	-	-	(2,82,64,993)	-	(2,82,64,993)
Provision for Proposed Dividend	-	-	-	3,61,620	-	3,61,620
Current year transfer	(1,22,078)	(75,51,711)	-	1,22,078	-	(75,51,711)
<b>Balance as at March 31, 2017</b>	<b>-</b>	<b>33,36,71,306</b>	<b>10,28,23,125</b>	<b>(2,36,67,163)</b>	<b>-</b>	<b>41,28,27,268</b>
Profit / (loss) for the year	-	-	-	(2,33,826)	-	(2,33,826)
Other comprehensive income, net of income tax	-	-	-	2,34,21,414	-	2,34,21,414
Dividend paid during the year	-	-	-	(3,06,000)	-	(3,06,000)
Dividend Distribution Tax on Dividend paid	-	-	-	(55,620)	-	(55,620)
Movement during the year	-	-	-	-	2,35,980	2,35,980
<b>Balance as at March 31, 2018</b>	<b>-</b>	<b>33,36,71,306</b>	<b>10,28,23,125</b>	<b>(8,41,195)</b>	<b>2,35,980</b>	<b>43,58,89,216</b>

The accompanying notes 1 to 38 form an integral part of the standalone financial statements.

**As per our report of even date**

**For Akhil Mittal & Co.**

Chartered Accountants

Firm Regn. No.026177N

**For and on behalf of the Board of Sahyog Multibase Limited**

**Akhil Mittal**  
Partner  
Membership No. 517856

**Naresh Kumar Singhal**  
Director  
(DIN: 02987526)

**Vishesh Gupta**  
Director  
(DIN: 00255689)

Place: New Delhi  
Dated: 30.05.2018

**Neha Garg**  
(Company Secretary)

**Chandan Kumar**  
(Chief Financial Officer)

**SAHYOG MULTIBASE LIMITED**
**Statement of Cash Flow for the year ended March 31, 2018**
**(Amounts in Rupees)**

<b>Particulars</b>	<b>March 31, 2018</b>	<b>March 31, 2017</b>
<b>Cash flows from operating activities</b>		
Total Profit before Tax for the year	4,28,122	3,01,383
Adjustments for		
Depreciation and amortization	14,97,843	6,66,090
Interest income	(8,27,057)	(85,437)
Dividend Income	(67,662)	(7,61,560)
Finance Costs	96,59,857	1,10,78,404
Provision written off	-	27,285
Profit on sale of Car	(2,08,508)	-
Loss on Consignment sale	-	16,60,534
(Profit)/Loss on sale of Investments	(1,82,48,076)	43,62,133
<b>Operating profit before working capital changes</b>	<b>(77,65,481)</b>	<b>1,72,48,832</b>
<b>Movements in working capital:</b>		
(Increase)/ decrease in Inventories	(2,74,02,274)	(7,19,09,111)
(Increase)/ decrease in Trade receivables	(10,58,27,527)	(8,03,33,889)
(Increase)/ decrease in Short term loans & advances	(5,10,41,663)	(22,50,88,432)
Increase/ (decrease) in Other Financial current liabilities	(31,74,828)	1,72,67,177
Increase/ (decrease) in Short term financial borrowings	1,37,617	(5,16,21,494)
Increase/ (decrease) in Trade payables	(81,20,757)	13,26,01,464
Increase/ (decrease) in Other current liabilities	(14,97,10,949)	13,59,80,924
<b>Cash generated from/ (used in) operations</b>	<b>(35,29,05,862)</b>	<b>(12,58,54,529)</b>
Income taxes (paid)/ Refund (net)	1,47,433	
<b>NET CASH GENERATED BY OPERATING ACTIVITIES</b>	<b>(35,27,58,429)</b>	<b>(12,58,54,529)</b>
<b>Cash flows from investing activities</b>		
Sale of Cars	8,32,688	-
Sale of Investments	24,65,68,064	60,29,85,116
Purchase of Fixed Assets	(20,27,558)	-
Purchase of Investments	-	(96,23,83,795)
Dividend Income	67,662	7,61,560
Interest income	8,27,057	85,437
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>24,62,67,913</b>	<b>(35,85,51,681)</b>
<b>Cash flows from financing activities</b>		
Long Term Borrowings	8,33,11,364	-
Remeasurement gain (loss) on Financial Instruments	3,38,94,955	-
Issue of share capital	-	5,21,76,875
Security Premium	-	10,28,23,125
Capital Reserve	-	33,84,60,357
Finance cost	(96,59,857)	(1,10,78,404)
Dividend paid (including Dividend distribution tax)	(3,61,620)	(3,74,225)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>10,71,84,842</b>	<b>48,20,07,728</b>
<b>Net decrease in cash and cash equivalents</b>	<b>6,94,326</b>	<b>(23,98,482)</b>
Cash and cash equivalents at the beginning of the year (refer note 9)	23,49,767	47,48,249
<b>Cash and cash equivalents at the end of the year (refer note 9)</b>	<b>30,44,093</b>	<b>23,49,767</b>

The accompanying notes 1 to 38 form an integral part of the standalone financial statements.

**As per our report of even date**

**For Akhil Mittal & Co.**  
Chartered Accountants  
Firm Regn. No.026177N

**For and on behalf of the Board of**  
**Sahyog Multibase Limited**

**Akhil Mittal**  
Partner  
Membership No. 517856

**Naresh Kumar Singhal**  
Director  
(DIN: 02987526)

**Vishesh Gupta**  
Director  
(DIN: 00255689)

Place: New Delhi  
Dated: 30.05.2018

**Neha Garg**  
(Company Secretary)      **Chandan Kumar**  
(Chief Financial Officer)

# NOTES TO STANDALONE FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED MARCH 31, 2018

## 1. CORPORATE INFORMATION

Sahyog Multibase Limited ('the Parent Company') is a public limited company domiciled in India and is incorporated under the provisions of the companies Act applicable in India. Its shares are listed on NSE and BSE stock exchanges in India. The Parent company is engaged in trading activities of PVC granules, Resins and other miscellaneous products. The Parent company caters primarily to domestic market. The registered office of the Parent company is located at House No. 9, Road No.13, East Punjabi Bagh, New Delhi-110026. The Parent company has taken over one of its group company "ATHENA MULTITRADE PRIVATE LIMITED" as per merger scheme approved by NCLT, Delhi dated 13.04.2018. The merger scheme is effective from 01.04.2016.

The financial statements were approved for issue in accordance with a resolution of the board of directors on May 30, 2018.

## 2. BASIS OF PREPARATION

For all periods up to and including the year ended 31 march 2017, the company prepared its financial statements in accordance with accounting standards notified under section133 of the companies Act 2013, read together with paragraph 7of the companies (Accounts) rules, 2014 (Indian GAAP).These financial statement for the year ended 31<sup>st</sup> march 2018 are the first the company has prepared in accordance with Indian accounting standards ("Ind AS").

These financial statements of the Company for the year ended 31, March 2018 have been prepared in accordance with accounting principles generally accepted in India, including the Ind AS specified under section 133 of the act read with the companies (Indian accounting standards)rules, 2015, as amended.

The financial statement has been prepared on a historical cost basis, except for certain assets and liabilities which have been measured at fair values.

## SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### 1. CURRENT AND NON CURRENT CLASSIFICATION

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

### 2. FOREIGN CURRENCIES

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 Rupee (INR), which is the company's functional and presentation currency.

Transactions in the foreign currencies are initially recorded in by the company at spot rates at the functional currency spot rate (i.e INR) at the date the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rate of exchange at the reporting date.

Foreign exchange gains and losses resulting from the settlement of transactions in foreign currencies and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognized in profit or loss.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognized in OCL or profit or loss, respectively).

### **3. FAIR VALUE MEASUREMENT**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transactions between market participants at the measurement date. The fair value measurement is based on presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability , or
- In absence of a principal market , in most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the company.

The fair value of an asset or a liability is measured using the assumption that market participants would use when pricing the assets or liability, assuming that market participants act in their best economic interest fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the assets in its highest and in its best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

### **4. USE OF ESTIMATES**

The preparation of financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities during and at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

### **5. CASH AND CASH EQUIVALENTS**

Cash and cash equivalents in the balance sheet comprise cash at bank and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

### **6. PROPERTY, PLANT AND EQUIPMENT**

The Company has to adopt the carrying value of property, plant and equipment under the Indian GAAP as on 1<sup>st</sup> April 2016, as the deemed cost for the purpose of transition to Ind AS.

Property, plant and equipment are carried at the cost of acquisition, on current cost basis less accumulated depreciation and accumulated impairment, if any. Cost comprises purchase price and directly attributable cost of bringing the assets to its working condition for intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for long term construction projects if the recognition criteria are met. Machinery spare which can be used only in the connection with an item of fixed assets and whose use is expected to be irregular are capitalized and depreciated over the useful life the principal item of the relevant assets. When significant part of plant and equipment are required to replace at intervals, the company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repairs and maintenance cost are recognized in profit or loss as incurred. The present value of the expected cost for the decommissioning of an asset after its use is incurred in the cost of the respective asset if the recognition criteria for a provision are met.

An item of property, plant and equipment and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any Gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when asset is derecognized.

Depreciation is provided on written down value method over the useful lives of property, plant and equipment as estimated by management. Pursuant to notification of schedule II of the companies Act, 2013 depreciation is provided prorate basis on written down value method at the rates determined based on estimated useful lives of property, plant and equipment where applicable, prescribed under schedule II of the companies act 2013.

The residual value, useful lives and method of depreciation of property, plant equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

## **7. INTANGIBLE ASSETS**

Intangible assets are recognized only when the further economic benefits arising out of the assets flow to the enterprise and are amortized over their useful life ranging from 3 to 5 years. Intangible asset acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Internally generated intangible assets, excluding capitalized development cost, are not capitalized and are charged to statement of profit and loss for the year during which such expenditure is incurred.

## **8. IMPAIRMENT OF NON-FINANCIAL ASSETS**

The Company assesses at each reporting date whether there is an asset may be impaired. If any indication exists, the company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash generating units (CGU) net selling price and value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets and company of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated further cash flows are discounted to their present value using a pre-tax rate that refer current market assessments of the time value of money and the risk specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

## **9. INVENTORIES**

Finished goods and work in progress are stated at the lower of cost and estimated net realizable value. Cost of inventories constitutes direct materials and labour and a proportion of manufacturing overhead based on normal operating capacity.

Raw material, components, stores and spare are valued at lower of cost and estimated net realizable value. Cost is determined on FIFO basis. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated as expected to be sold are at or above cost.

Provision is recognized for damaged, defective or obsolete stocks where necessary. Cost of all inventories is determined using FIFO method of valuation.

Traded goods are valued at lower of cost and net realizable value. Cost includes cost of purchase and other cost incurred in bringing the asset on their present location and condition. Cost is determined on FIFO basis.

Net realizable value is the estimated selling price in the ordinary courses of business, less estimated cost of completion and estimated cost necessary.

## **10. REVENUE AND OTHER INCOME**

Revenue is recognized to the extent that is a probable that the economic benefits will flow to the company and the revenue can be reliably measured, regardless of the payment is made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of government.

However, GST is not received by company on its own account. Rather, it is tax collected on value added to commodity by the selling on behalf of the government. Accordingly, it is excluded from revenue.

The specific recognition criteria described below must also met before revenue is recognized:

#### *SALE OF GOODS*

Revenue from sale of good is recognized when all the significant risk and rewards of ownership of the goods have passed to the buyer, on delivery of the goods or as per buyer's instruction. Revenue from the sale of goods is measured at fair value of the consideration received or receivable, net of returns allowances, trade discounts and volume rebates.

#### *INTEREST INCOME RECOGNISED UNDER AMORTISED COST*

Interest income is recognized at a time proportion basis taking into account the amount outstanding and applicable interest rate. Interest income is included under the head 'other income' the statement of profit or loss.

## **11. TAXES ON INCOME**

Tax expenses comprise current and deferred tax.

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the income tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the company operates. The tax rate and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred tax are provided using the liability method, on temporary difference arising between the tax basis of assets and liabilities and their carrying amount in the financial statement at the reporting date. Deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates and laws that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax assets is realized or the deferred income tax liability is settled.

Deferred tax assets are recognized for all the deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax assets to be recovered.

Deferred tax assets and liabilities are offset when there is a legal enforceable right to offset current tax asset and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset when entity has a legal enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Current and deferred tax is recognized in profit or loss, except to extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

Deferred income taxes reflect the impact of timings difference between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

## **12. PROVISIONS AND CONTINGENCIES**

A provision is recognized when an enterprise has a present obligation ( legal or constructive) as a result of past event; it is probable that an out flow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to a provision is presented in the statement of profit or loss.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the tax specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a financial cost.

The company records a provision for decommissioning costs for its certain manufacturing facilities. Decommissioning costs are provided at the present value of expected costs to settle the obligation using

estimated cash flows and are recognized as part of the cost of the particular asset. The cash flows are discounted at a current pre-tax rate that reflects the risks specific to the decommissioning liability. The unwinding of the discount is expensed as incurred and recognized in the statement of profit and loss as a financial cost. The estimated future cost of decommissioning are reviewed annually and adjusted as appropriate. Changes in the estimated future costs or in the discount rate applied are added to or deducted from the cost of the asset.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. The company does not recognize a contingent liability but disclose its existence in the financial statements.

### **13. EARNINGS PER SHARE**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

The weighted average number of equity shares outstanding during the period and for all the periods presented in adjusted for events, such as bonus shares, other than the conversion of potential equity shares outstanding, without a corresponding change in resources.

### **14. FIRST-TIME ADOPTION OF IND AS**

The financial statements, for the year ended 31 March 2018, are the first the company has prepared in accordance with Ind AS.

Accordingly, the company has prepared financial statements which comply with Ind AS applicable for the periods ending on 31st March 2018, together with the comparative period data as at and for the year ended 31 March 2017, as described in the summary of significant accounting policies. This note explains the principal adjustments made by the company in restating its Indian GAAP financial statement, including the financial Ind AS statements as at and for the year ended 31 March 2017.

#### **Exemptions and exceptions applied**

Ind AS 101 allows first -time adopters certain exemptions and mandatory exceptions from the retrospective application of certain requirements under Ind AS. The company has applied the following exemptions and exceptions:

- 1) The company has elected to measure all property, plant and equipment and intangible assets at their GAAP carrying value as on date of transition. The written down value as per the previous GAAP as on April 1 , 2016 has been considered as the gross block under Ind AS for respective classes of assets in accordance with Ind AS101- first time adoption of Indian accounting standards.  
In addition, decommissioning liability measured in accordance with Ind AS 37- provisions, contingent liabilities and contingent assets at the date of transition has been included in the above deemed cost as per Ind AS101- first – time adoption of Indian accounting standards.
- 2) The company has elected its investment in subsidiaries and joint ventures at their previous GAAP carrying value in accordance with Ind AS101 – first- time adoption of Indian accounting standards.
- 3) The estimates at 1 April , 2016 and at 31 march ,2017 are consistent with those made for the same date in accordance with Indian GAAP (after adjustments to reflect any difference in accounting policies)
- 4) These estimates used by company to present these amounts in accordance with Ind AS reflect conditions at 1 April 2016(i.e. the date of transition to Ind AS) and as of 31 march 2017.
- 5) Ind AS 101 requires an entry to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind AS 101- first- time adoption of Indian accounting standards.

**SAHYOG MULTIBASE LIMITED**

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

**Note 3(a) - Property plant and equipment**

Particulars	Free hold Building	Furniture, Fitting and equipement	Plant and Machinery	Computers	Motor Vehicles	Total
<b>Year ended 31st March 2017</b>						
<b>Gross carrying amount</b>						
Deemed cost as at 1st April 2016	-	12,350	10,09,403	1,07,700	48,64,247	59,93,700
Additions						
Assest included in a disposal group classified as held for sale						
Disposals						
<b>Closing gross carrying amount</b>	-	12,350	10,09,403	1,07,700	48,64,247	59,93,700
<b>Accumulated depreciation</b>						
<b>Opening Accumulated depreciation</b>		6,724	-	77,833	28,44,450	29,29,007
Depreciation during the year		1,337	-	18,231	6,42,175	6,61,743
Assest included in a disposal group classified as held for sale						
Disposals						
<b>Closing accumulated depreciation</b>	-	8,061	-	96,064	34,86,625	35,90,750
<b>Net carrying amount 31.03.2017</b>	-	4,289	10,09,403	11,636	13,77,622	24,02,950
<b>Year ended 31st March 2018</b>						
<b>Gross carrying amount</b>						
Opening gross carrying amount	-	12,350	10,09,403	1,07,700	48,64,247	59,93,700
Additions	8,50,000	-	-	-	11,77,558	20,27,558
Assets classified as held for sale	-	-	-	-	-	-
Disposals	-	-	-	-	(38,14,364)	(38,14,364)
<b>Closing gross carrying amount</b>	8,50,000	12,350	10,09,403	1,07,700	22,27,441	42,06,894
<b>Accumulated depreciation and Impairment</b>						
Opening accumulated depreciation	-	8,061	-	96,064	34,86,625	35,90,750
Depreciation charge during the year	-	1,110	58,644	7,349	6,09,117	6,76,220
Impairment loss	-	-	8,21,623	-	-	8,21,623
Disposals	-	-	-	-	(33,98,694)	(33,98,694)
Profit on disposal of assets	-	-	-	-	2,08,509	2,08,509
<b>Closing accumulated depreciation and Impairment</b>	-	9,171	8,80,267	1,03,413	6,97,048	18,98,408
<b>Net Carrying amount 31.03.2018</b>	8,50,000	3,179	1,29,136	4,287	15,30,393	23,08,486

**SAHYOG MULTIBASE LIMITED**  
**Notes to the financial statements for the year ended March 31, 2018**

**Note 3(b) - Other Intangible Assets**

Particulars	Computer Software	Total
<b>Year ended 31st March 2017</b>		
<b>Gross carrying amount</b>		
Deemed cost as at 1st April 2016	18,000	18,000
Additions		
Disposals		
<b>Closing gross carrying amount</b>	<b>18,000</b>	<b>18,000</b>
<b>Accumulated depreciation</b>		
<b>Opening Accumulated depreciation</b>	<b>9,761</b>	<b>9,761</b>
Depreciation during the year	4,347	4,347
<b>Closing accumulated depreciation</b>	<b>14,108</b>	<b>14,108</b>
<b>Net carrying amount 31.03.2017</b>	<b>3,892</b>	<b>3,892</b>
<b>Year ended 31st March 2018</b>		
<b>Gross carrying amount</b>		
Opening gross carrying amount	18,000	18,000
Additions	-	-
Disposals	-	-
<b>Closing gross carrying amount</b>	<b>18,000</b>	<b>18,000</b>
<b>Accumulated depreciation and Impairment</b>		
Opening accumulated depreciation	14,108	14,108
Depreciation charge during the year	-	-
<b>Closing accumulated depreciation and Impairment</b>	<b>14,108</b>	<b>14,108</b>
<b>Net Carrying amount 31.03.2018</b>	<b>3,892</b>	<b>3,892</b>

**SAHYOG MULTIBASE LIMITED**

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

Note 4. Financial assets - Investments	Number of shares ` in Rupees						
	Nominal Value per unit	As at 31-Mar-2018	As at 31-Mar-2017	As at 01-Apr-2016	As at 31-Mar-2018	As at 31-Mar-2017	As at 01-Apr-2016
Quoted Investments (Fully Paid)							
At FVTOCI							
- of Others							
Rushil Decor Ltd.	10	2,320	29,000	-	18,33,218	6,34,86,800	-
Vikas Ecotech Limited	1	4,996	4,996	2,88,58,440	1,46,633	1,04,167	45,30,13,758
Alankit Assignment Limited	10	-	59,64,000	-	-	17,45,06,640	-
TPL Plastech Limited	10	-	21,500	-	-	1,02,04,545	-
Total aggregate quoted investments [A]					19,79,850	24,83,02,152	45,30,13,758
Unquoted Investments (fully paid-up)							
- of Subsidiaries (at amortised cost)							
Tavares Tradelinks Private Limited	10	2,14,184	2,08,200	-	67,01,000	52,05,000	-
Total aggregate unquoted investments in Subsidiary[B]					67,01,000	52,05,000	-
- of Associate					-	-	-
Total aggregate unquoted investments in associate [C]					-	-	-
- of Others (at amortised cost)							
Bhurgi Super Tek Industries Limited	10	1,28,205	-	-	99,99,990	-	-
Pride Buildtech Private Limited	10	7,715	7,715	-	19,28,750	19,28,750	-
Vikas Multicorp Limited	10	17,26,020	-	-	5,77,404	-	-
Vikas Surya Buildwell Private Limited	10	-	2,36,200	-	-	70,86,000	-
Value Industries Asia Pte Ltd. (Foreign Company)		2,70,000	-	-	1,30,14,920	-	-
Total aggregate other unquoted investments [D]					2,55,21,064	90,14,750	-
Total Non-current Investments [A+B+C+D]					3,42,01,914	26,25,21,902	45,30,13,758
Investment Carried at Cost					3,22,22,064	1,42,19,750	-
Investment Carried at amortized Cost					-	-	-
Investment Carried at Fair Value through Comprehensive Income					19,79,850	24,83,02,152	45,30,13,758
Investment Carried at Fair Value through Profit & Loss					-	-	-

**SAHYOG MULTIBASE LIMITED**

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

(All amounts in Rs, unless otherwise stated)

**Note 5- Inventories**

(at the lower of cost or net realisable value)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Stock at Godown	8,49,98,636	7,92,43,110	52,48,056
Stock at Port	1,62,29,385	-	-
Stock in Transit	54,17,363	-	-
<b>Total inventories</b>	<b>10,66,45,384</b>	<b>7,92,43,110</b>	<b>52,48,056</b>

**Note 6 - Financial assets- Loans & Advances**

Particulars	March 31, 2018		March 31, 2017		April 1, 2016	
	Non Current	Current	Non Current	Current	Non Current	Current
<b>Unsecured (Considered Goods)</b>						
Balance with Government Authorities	-	94,97,700	-	45,38,113	-	19,98,493
Share Application Money - J C Industries Pte Ltd.	-	7,15,82,060	-	-	-	-
Advances to suppliers	-	17,63,81,082	-	17,23,09,563	-	7,60,19,283
Advance for Property	-	2,39,00,000	-	2,39,00,000	-	-
<b>Others</b>						
Loan to Employees	-	15,00,000	-	-	-	-
Prepaid Expenses	-	96,079	-	11,887	-	-
Other Loans & Advances	-	7,87,90,900	-	10,99,46,595	-	2,66,000
<b>Total Financial assets</b>	<b>-</b>	<b>36,17,47,821</b>	<b>-</b>	<b>31,07,06,158</b>	<b>-</b>	<b>7,82,83,776</b>

**\* Proposed Investment :**

On September 15, 2017, the Company entered to acquire the share of J C Industries Pte Ltd, a US-based creative and consumer insights agency for consideration amounting to Rs. 7.15 Crore , subject to regulatory approvals and fulfillment of closing conditions

**Note 7 - Income Tax Liability (Net)**

Particulars	March 31, 2018		March 31, 2017		April 1, 2016	
	Non Current	Current	Non Current	Current	Non Current	Current
<b>(a) Income Tax Assets</b>						
Advance income tax for previous years	-	-	-	-	-	-
Advance income tax for current year	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>(b) Income Tax Liabilities</b>						
Provision for income tax for current year		9,00,000		15,90,561		-
Provision for income tax for previous years		17,76,001	-	2,73,986		4,79,630
<b>Total</b>	<b>-</b>	<b>26,76,001</b>	<b>-</b>	<b>18,64,547</b>	<b>-</b>	<b>4,79,630</b>
<b>Income Tax Liabilities (Net) (b) - (a)</b>	<b>-</b>	<b>26,76,001</b>	<b>-</b>	<b>18,64,547</b>	<b>-</b>	<b>4,79,630</b>

**Note 8 - Trade receivables**

Particulars	March 31, 2018		March 31, 2017		April 1, 2016	
	Non Current	Current	Non Current	Current	Non Current	Current
<b>At amortised cost</b>						
Trade Receivables	-	19,43,34,754	-	19,68,67,050	-	12,94,46,863
Receivables from Related parties	-	10,83,59,823	-	-	-	-
Less: Allowance for doubtful debts	-	-	-	-	-	-
<b>Total trade receivables</b>	<b>-</b>	<b>30,26,94,577</b>	<b>-</b>	<b>19,68,67,050</b>	<b>-</b>	<b>12,94,46,863</b>

(i) Refer note 32 for disclosures related to credit risk and related disclosures.

Note 9 - Cash and cash equivalents

Particulars	March 31, 2018		March 31, 2017		April 1, 2016	
	Non Current	Current	Non Current	Current	Non Current	Current
<b>(a) Cash and cash equivalents</b>						
(1) Cash on hand	-	7,24,398	-	13,12,008	-	4,10,623
(2) Balances with banks In current accounts	-	10,76,249	-	10,37,759	-	43,37,626
<b>(b) Other Bank Balances (at amortised cost)</b>						
*Deposits with Original maturity of not less than three months but not more than twelve months		12,43,446	-	-	-	-
<b>Total cash and cash equivalents (a+b)</b>	-	30,44,093	-	23,49,767	-	47,48,249

\* Pledged against Bank Guarantee of Rs. 12,01,000/-

Note 10. Provisions

	Non-Current			Current		
	As at					
	31-Mar-2018	31-Mar-2017	01-Apr-2016	31-Mar-2018	31-Mar-2017	01-Apr-2016
Proposed Dividend	-	-	-	-	-	3,68,294
<b>Total Provisions</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,68,294</b>

Note 11. Deferred Tax Assets/ Liability

Nature - Asset/Liability	Balance Sheet		
	31-Mar-18	31-Mar-17	01-Apr-16
<b>Deferred Tax Asset</b>			
Opening Balance	1,29,10,515	3,37,564	3,35,088
<u>Arising out of temporary differences in depreciable assets</u>			
Created during the year	2,38,052	-	-
<u>Deffered Tax through OCI</u>	(1,04,73,541)	1,26,39,483	
<b>Total (A)</b>	<b>26,75,026</b>	<b>1,29,77,047</b>	<b>3,35,088</b>
<b>Deferred Tax Liability</b>			
<u>Arising out of temporary differences in depreciable assets</u>			
<u>Opening Balance</u>			
Created/Adjusted during the year	-	66,532	-
<u>Deffered Tax through OCI</u>		-	-
<b>Total (B)</b>	<b>-</b>	<b>66,532</b>	<b>-</b>
<b>Net Deferred Tax Assets (A-B)</b>	<b>26,75,026</b>	<b>1,29,10,515</b>	<b>3,35,088</b>

**SAHYOG MULTIBASE LIMITED**

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

(All amounts in Rs, unless otherwise stated)

**Note 12 - Share capital**

Particulars	March 31, 2018		March 31, 2017		April 1, 2016	
	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount
<b>Authorised</b> Equity shares of Rs 10/- each	87,00,000	8,70,00,000	87,00,000	8,70,00,000	87,00,000	8,70,00,000
	<b>87,00,000</b>	<b>8,70,00,000</b>	<b>87,00,000</b>	<b>8,70,00,000</b>	<b>87,00,000</b>	<b>8,70,00,000</b>
<b>Issued, subscribed and paid up</b> Equity shares of Rs 10/- each fully paid up Share issued Pursuant to amalgamation pending for allotment	30,60,000	3,06,00,000	30,60,000	3,06,00,000	30,60,000	3,06,00,000
	49,16,072	4,91,60,715	49,16,072	4,91,60,715	49,16,072	4,91,60,715
<b>Total share capital</b>	<b>30,60,000</b>	<b>7,97,60,715</b>	<b>79,76,072</b>	<b>7,97,60,715</b>	<b>79,76,072</b>	<b>7,97,60,715</b>

**(a) Movements in equity share capital**

Particulars	Number of shares	Amount
<b>As at April 1, 2016</b>	<b>79,76,072</b>	<b>7,97,60,715</b>
Changes during the year	-	-
<b>As at March 31, 2017</b>	<b>79,76,072</b>	<b>7,97,60,715</b>
Changes during the year	-	-
<b>As at March 31, 2018</b>	<b>79,76,072</b>	<b>7,97,60,715</b>

**Terms and rights attached to equity shares**

The Company has only one class of equity shares with a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares are entitled to receive the remaining assets of the Company, after meeting all liabilities and distribution of all preferential amounts, in proportion to their shareholding.

**(b) Details of shareholders holding more than 5% shares in the company :**

Particulars	March 31, 2018		March 31, 2017		April 1, 2016	
	No. of shares held	% of holding	No. of shares held	% of holding	No. of shares held	% of holding
<b>Equity shares with voting rights</b>						
Tusha Garg	16,25,000	20.37%	16,25,000	20.37%	16,25,000	20.37%
Madan Lal Agarwal	9,68,750	12.15%	9,68,750	12.15%	9,68,750	12.15%
Vikas Garg	8,95,125	11.22%	8,95,125	11.22%	8,95,125	11.22%

**SAHYOG MULTIBASE LIMITED**

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

(All amounts in Rs, unless otherwise stated)

**Note 13 - Other equity**

Particulars	March 31, 2018	March 31, 2017	April 1, 2016
(i) Special Reserve	-	-	1,22,078
(ii) Capital Reserve	33,36,71,306	33,36,71,306	34,12,23,017
(iii) Foreign Currency Translation Reserve	2,35,980	-	-
(iv) Security Premium	10,28,23,125	10,28,23,125	10,28,23,125
(v) Retained Earnings	(64,18,473)	(2,92,44,441)	54,69,842
<b>Total other equity</b>	<b>43,03,11,938</b>	<b>40,72,49,990</b>	<b>44,96,38,062</b>

**(i) Special reserve u/s 45-IC(i) of RBI Act**

Particulars	March 31, 2018	March 31, 2017	April 1, 2016
Opening balance	-	1,22,078	1,22,078
Transferred to Retained Earnings	-	(1,22,078)	-
<b>Closing balance</b>	<b>-</b>	<b>-</b>	<b>1,22,078</b>

**(ii) Capital reserves**

Particulars	March 31, 2018	March 31, 2017	April 1, 2016
Opening balance	33,36,71,306	34,12,23,017	34,12,23,017
Movement during the year	-	(75,51,711)	-
<b>Closing balance</b>	<b>33,36,71,306</b>	<b>33,36,71,306</b>	<b>34,12,23,017</b>

**(iii) Foreign Currency Translation Reserve**

Particulars	March 31, 2018	March 31, 2017	April 1, 2016
Opening balance	-	-	-
Movement during the year	2,35,980	-	-
<b>Closing balance</b>	<b>2,35,980</b>	<b>-</b>	<b>-</b>

**(iv) Security Premium**

Particulars	March 31, 2018	March 31, 2017	April 1, 2016
Opening balance	10,28,23,125	-	-
Premium on issue of Shares	-	10,28,23,125	10,28,23,125
<b>Closing balance</b>	<b>10,28,23,125</b>	<b>10,28,23,125</b>	<b>10,28,23,125</b>

**(v) Retained earnings**

Particulars	March 31, 2018	March 31, 2017	April 1, 2016
Opening balance	(2,92,44,441)	(1,07,436)	2,21,735
Net profit/(loss) for the year	2,31,87,588	(2,96,20,703)	52,48,107
Provision for Proposed Dividend reversed	-	3,61,620	-
Dividend paid during the year	(3,06,000)	-	-
Dividend Distribution Tax paid	(55,620)	-	-
Transferred from Special Reserves	-	1,22,078	-
<b>*Closing balance</b>	<b>(64,18,473)</b>	<b>(2,92,44,441)</b>	<b>54,69,842</b>

**SAHYOG MULTIBASE LIMITED**

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

(All amounts in Rs, unless otherwise stated)

**Note 14 - Financial liabilities - Borrowings**

Particulars	March 31, 2018		March 31, 2017		April 1, 2016	
	Non Current	Current	Non Current	Current	Non Current	Current
<b>Secured</b>						
From Bank						
Borrowing from ICICI Bank Ltd- Car Loans	-	-	-	-	-	10,84,884
From Non Banking Financial Institutions						
Global Fincap Limited	-	-	-	-	-	5,05,36,610
Tata Motor Finance Limited	7,04,705	1,37,617	-	-	-	-
<b>Unsecured</b>						
From Related Parties	1,42,63,846	-	-	-	-	-
From Others	6,83,42,813	-	-	-	-	-
	<b>8,33,11,364</b>	<b>1,37,617</b>	-	-	-	<b>5,16,21,494</b>

**Note 15 - Trade payables**

Particulars	March 31, 2018		March 31, 2017		April 1, 2016	
	Non Current	Current	Non Current	Current	Non Current	Current
<b>At amortised cost</b>						
Sundry creditors other than micro & small enterprises	-	18,27,88,340	-	19,09,09,097	-	5,82,76,283
Micro and Small enterprises balances	-	-	-	-	-	-
Interest on Micro and Small enterprises balances	-	-	-	-	-	-
<b>Total trade payables</b>	-	<b>18,27,88,340</b>	-	<b>19,09,09,097</b>	-	<b>5,82,76,283</b>

**Note 16 - Other Liabilities**

Particulars	March 31, 2018		March 31, 2017		April 1, 2016	
	Non Current	Current	Non Current	Current	Non Current	Current
Advance from Customers	-	-	-	14,87,17,167	-	1,01,95,203
<b>Statutory liabilities</b>						
Service Tax	-	-	-	1,05,605	-	75,207
Sales Tax	-	-	-	13,89,758	-	38,12,800
TDS	-	7,07,636	-	2,06,055	-	3,54,451
<b>Total other liabilities</b>	-	<b>7,07,636</b>	-	<b>15,04,18,585</b>	-	<b>1,44,37,661</b>

**Note 17 - Other financial liabilities**

Particulars	March 31, 2018		March 31, 2017		April 1, 2016	
	Non Current	Current	Non Current	Current	Non Current	Current
Expenses payable	-	12,90,683	-	8,83,220	-	2,82,793
Unpaid Dividend	-	4,17,950	-	1,56,707	-	-
Book Overdraft with Union Bank of India	-	3,19,18,949	-	3,57,62,483	-	1,92,83,790
<b>Total other financial liabilities</b>	-	<b>3,36,27,582</b>	-	<b>3,68,02,410</b>	-	<b>1,95,66,583</b>

## SAHYOG MULTIBASE LIMITED

Notes to the financial statements for the year ended March 31, 2018  
*(All amounts in Rs, unless otherwise stated)*

### Note 18 - Revenue from operations

Particulars	March 31, 2018	March 31, 2017
Sale of products*	1,29,18,46,839	99,15,13,275
<b>Total revenue from operations</b>	<b>1,29,18,46,839</b>	<b>99,15,13,275</b>

\* Sales net of Rebate and Discount

### Note 19 - Other income

Particulars	March 31, 2018	March 31, 2017
<b>(a) Interest income</b>		
Interest income earned on financial assets that are not designated as at fair value through profit or loss		
(a) Interest on fixed deposits (at amortised cost)	47,163	-
(b) Interest on loans & advances	7,79,894	85,437
<b>(b) Commission Income</b>	<b>1,45,294</b>	<b>-</b>
<b>(c) Dividend Income</b>	<b>67,662</b>	<b>7,61,560</b>
<b>(d) Foreign Exchange Fluctuation</b>	<b>58,55,877</b>	<b>15,01,491</b>
<b>(e) Provision no longer required now written back</b>	<b>(17,694)</b>	<b>5,149</b>
<b>(f) Duty Drawback Received</b>	<b>1,55,92,102</b>	<b>-</b>
<b>(g) Profit on sale of Car</b>	<b>2,08,508</b>	<b>-</b>
<b>(h) Profit on sale of Investments</b>	<b>1,82,48,076</b>	<b>-</b>
<b>Total other income</b>	<b>4,09,26,882</b>	<b>23,53,637</b>

### Note 20 - Purchase of Stock in Trade

Particulars	March 31, 2018	March 31, 2017
Purchases during the year	1,28,91,60,230	1,00,77,35,462
<b>Total purchases made during the year</b>	<b>1,28,91,60,230</b>	<b>1,00,77,35,462</b>

### Note 21 - Change in inventories

Particulars	March 31, 2018	March 31, 2017
Opening Stock at the beginning	7,92,43,110	-
Less: Closing stock at the end	10,66,45,384	7,92,43,110
<b>Net Change in inventories</b>	<b>(2,74,02,274)</b>	<b>(7,92,43,110)</b>

**Note 22 - Employees benefit expenses**

Particulars	March 31, 2018	March 31, 2017
Salary and wages	57,73,751	39,64,917
Staff Welfare expenses	42,839	54,383
<b>Total Employees benefit expense</b>	<b>58,16,590</b>	<b>40,19,300</b>

**Note 23 - Depreciation and amortisation expense**

Particulars	March 31, 2018	March 31, 2017
Depreciation expense		
- On property, plant and equipment( refer note 3)	6,76,220	6,66,090
Impairment of Assets	8,21,623	-
<b>Total depreciation and amortisation expense</b>	<b>14,97,843</b>	<b>6,66,090</b>

**Note 24 - Other expenses**

Particulars	March 31, 2018	March 31, 2017
Interest on Statutory Dues payment	1,70,569	7,62,493
Listing/Merger Fees	2,00,000	9,47,401
Advertisement	4,15,310	3,11,572
Insurance	28,162	1,00,564
Freight & Handling Expenses	4,38,60,702	3,69,82,333
Commission Expenses	-	5,15,317
Income Tax demand	-	2,81,650
Legal and professional	7,67,055	21,62,170
<b>Payment to Auditor</b>		
- Audit fee	3,25,000	3,00,000
Office Rent Expense	12,37,000	6,29,600
Loss on Consignment sale	7,88,969	16,60,534
Other Indirect Expenses	7,60,086	2,93,616
Loss on sale of investments	-	43,62,133
Donation (Contibution to Political Party)	50,00,000	-
Expenses relating to previous years	60,500	-
<b>Total other expenses</b>	<b>5,36,13,353</b>	<b>4,93,09,383</b>

**Note 25 - Finance cost**

Particulars	March 31, 2018	March 31, 2017
Interest expense :		
- Loan	94,01,587	1,10,78,404
Bank Charges	2,58,270	-
<b>Total finance cost</b>	<b>96,59,857</b>	<b>1,10,78,404</b>

## SAHYOG MULTIBASE LIMITED

Notes to the financial statements for the year ended March 31, 2018  
*(All amounts in Rs, unless otherwise stated)*

### Note 26 - Tax expense

Particulars	March 31, 2018	March 31, 2017
<b>Current Tax</b>		
In respect of current year	9,00,000	15,90,561
In respect of previous year	-	-
<b>Total income tax expense recognised in profit &amp; loss (a+b)</b>	<b>9,00,000</b>	<b>15,90,561</b>

### Note 27 - Earnings per share

Particulars	March 31, 2018	March 31, 2017
Profit for the year attributable to owners of the Company [A]	2,31,87,588	(2,96,20,703)
Weighted average number of equity shares for the purposes of basic EPS/diluted EPS [B]	79,76,071	79,76,071
Basic earning per share (face value of Rs. 10 per share) [A/B]	2.91	(3.71)
Diluted earning per share (face value of Rs. 10 per share) [A/B]	2.91	(3.71)

### Note 28 - Contingent Liability

	March 31, 2018	March 31, 2017	April 1, 2016
*Bank Guarantee for exports SIIB ICD TKD	12,01,000	-	-
<b>Total Contingent Liability</b>	<b>12,01,000</b>	-	-

\* The above Bank guarantee is given by pleading Bank Fixed Deposits of Rs. 12,43,446/-

### Note 29 - Dues to micro, small & medium enterprises

Based on the information available with the Company, there are no dues outstanding in respect of Micro, Small & Medium Enterprises at the balance sheet date. The above disclosure has been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the auditors.

## **SAHYOG MULTIBASE LIMITED**

Notes to the financial statements for the year ended March 31, 2018  
(All amounts in Rs, unless otherwise stated)

### **Note 30 - Segment information**

The Company is primarily engaged in the business of dealing in Plastic related products & raw materials which is considered to be the only reportable business segment.

The Company is domiciled in India and all its non-current assets are located in India.

The amount of Company's revenue from external customers based on geographical area and nature of the products/ services are shown below:

#### **Revenue by geographical area**

Particulars	March 31, 2018	March 31, 2017
India	1,12,90,98,126	90,96,94,284
Rest of the world including SEZ	16,27,48,713	8,18,18,991
<b>Total</b>	<b>1,29,18,46,839</b>	<b>99,15,13,275</b>

#### **Revenue by nature of products / services (refer note 18)**

Particulars	March 31, 2018	March 31, 2017
PVC Resins/ Plastic Granuels & Other related items	1,29,18,46,839	99,15,13,275
<b>Total</b>	<b>1,29,18,46,839</b>	<b>99,15,13,275</b>

#### **Information about major customers**

Particulars	March 31, 2018	March 31, 2017
<b>External customers contributing 10% or more of the total revenue</b>		
1) Vikas Ecotech Limited	49,53,13,870	61,96,77,738
2) Vikas Multi Corp Limited	28,38,92,194	17,19,18,711
<b>Total</b>	<b>77,92,06,064</b>	<b>79,15,96,449</b>

## **SAHYOG MULTIBASE LIMITED**

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

*(All amounts in Rs, unless otherwise stated)*

#### **Note 31 - Related party transactions**

##### **(A) List of key management personnel**

###### **(a) Directors**

Mr. Ghanshyam Prashad Gupta  
Mr. Naresh Kumar Singhal  
Mrs. Meetu Aggarwal  
Mr. Vishesh Gupta  
Mr. Umesh Gulhar (appointment as on 16.06.2017)  
Mr. Deepak Bansal

###### **(b) Executive Officers**

Mr. Chandan Kumar (Chief Financial Officer)  
Mr. Sharwan Prasad Group Head-Accounts Department

###### **(c) Company Secretary**

Ms. Neha Garg

##### **(B) List of subsidiaries**

Tavares Tradelink Private Limited (Indian Subsidiary)

##### **(C) List of other related parties**

###### **influence :**

Stepping Stone Construction Private Limited (Naresh Kumar Singhal Common Director)

Jha Gunjan & Associates (relative of Chief Financial Officer of the Company)

Value Industries Asia Pte Ltd (Foreign Company)\*

\* The Company is holding more than 20% of M/s Value Industries Asia Pte Ltd (201713309W) but Company doesnot exercise significant influence on the foreign intity and hance not classified as an Associate for the purpose of Ind AS 28.

##### **(D) Terms & conditions:**

The outstanding balances at the year-end are unsecured and interest free. The Company has not recorded any impairment of receivables relating to amounts owned by related parties for the year ended 31 March 2018 and 31 March 2017.

(E) The amount of transactions/ balances disclosed above are without giving effect to the Ind AS adjustments on account of fair valuation / amortisation.

**(E) Transactions with Related Party**

Related Party	Outstanding as on 31.03.2018 (Rs.)	Payable/ Receivable	Outstanding as on 31.03.2017 (Rs.)	Payable/ Receivable	Nature of transaction	As on 31.03.2018	As on 31.03.2017
						Value of transaction (Rs.)	Value of transaction (Rs.)
Naresh Kumar Singhal	31,692	Payable	40,000	Payable	Director	5,90,129	3,41,400.00
Vishesh Gupta	38,401	Payable	NIL		Director Remuneration	4,68,807	30,000
Deepak Bansal	-	Payable	40,000	payable	Director Remuneration	1,20,000	1,20,000
Chandan Kumar	45,330		45,330	payable	Salary Expenses	6,00,000	4,92,500
Umesh Gulhar	2,40,000	payable	NIL		Director Remuneration	2,40,000	-
Neha Garg	31,213	payable	31,213	payable	Salary Expenses Expenses incurred on their behalf	3,96,000	3,31,728
Vikas Multicorp Limited (formally known as Moonlite Technocham Private Limited)	NIL		6,46,70,412	Receivable	Sales	-	16,37,32,097
Steeping Stone Construction Private Limited	1,40,25,000	payable	6,00,000	Receivable	Loan Taken Loan Repaid	1,99,25,000 (53,00,000)	2,50,000 (8,50,000)
Value Industries Asia Pte Ltd (Foreign Company)	10,83,59,823	Receivable			Sales Investment	11,71,62,205 1,29,80,000	
Tavares Tradelink Private Limited( Formally Known as Mahak Vyapaar Private Limited)	3,45,95,622	Advances Receivable	7,89,10,937	Receivable	Purchase Sales Share Purchase of Vikas Multicorp Limited	1,91,31,231 1,49,27,326 5,77,404	9,56,66,066 - -
Jha Gunjan & Associates	NIL		1,500	payable	Professional Fee Reimbursement Exp	7,100 2,46,613	10,500 1,86,553

## **SAHYOG MULTIBASE LIMITED**

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

(All amounts in Rs, unless otherwise stated)

### **Note 32 - Capital management**

For the purpose of capital management, capital includes total equity of the Company. The primary objective of the capital management is to maximize shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company prefers a low gearing ratio. The Company includes within net debt, interest bearing loans and borrowings, trade and other payables, less cash and cash equivalents.

<b>Particulars</b>	<b>March 31, 2018</b>	<b>March 31, 2017</b>	<b>April 1, 2016</b>
Current and non-current Borrowings (note 14)	8,34,48,981	-	5,16,21,494
Trade payables (note 15)	18,27,88,340	19,09,09,097	5,82,76,283
Other current financial liabilities (note 17)	3,36,27,582	3,68,02,410	1,95,66,583
Other current liabilities (note 16)	7,07,636	15,04,18,585	1,44,37,661
<b>Total debt</b>	<b>30,05,72,539</b>	<b>37,81,30,092</b>	<b>14,39,02,021</b>
Less: Cash and cash equivalent (note 9)	(30,44,093)	(23,49,767)	(47,48,249)
<b>Net debt (A)</b>	<b>29,75,28,446</b>	<b>37,57,80,325</b>	<b>13,91,53,772</b>
<b>Total equity (note 12 &amp; note 13)</b>	<b>51,00,72,653</b>	<b>48,70,10,705</b>	<b>52,93,98,777</b>
<b>Total equity and net debt (B)</b>	<b>80,76,01,099</b>	<b>86,27,91,030</b>	<b>66,85,52,549</b>
<b>Gearing ratio (A/B)</b>	<b>36.84%</b>	<b>43.55%</b>	<b>20.81%</b>

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the lender to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

Further, no changes were made in the objectives, policies or process for managing capital during the years ended March 31, 2018 and March 31, 2017.

The Company is not subject to any externally imposed capital requirements.

## SAHYOG MULTIBASE LIMITED

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

(All amounts in Rs, unless otherwise stated)

### Note 33 - Financial risk management

The Company's financial liabilities generally comprises of interest bearing borrowing, trade payables and other payables represented by advances received from dealers and other employee benefits. The main purpose of these financial liabilities is to raise finances for the company. The financial assets held by the company consist of trade receivables, balance with banks, investments and plan assets.

The company is mainly exposed to credit risk, liquidity risk and market risk. The board of directors reviews and agrees policies for managing each of these risks which are summarized below:

#### (i) Credit Risk

Credit risk arises when a counterparty defaults on its contractual obligations to pay resulting in financial loss to the Company. Currently the Company is not exposed to any significant credit risk from its operating activities.

#### (ii) Liquidity risk

The Company uses liquidity forecast tools to manage its liquidity. The Company is able to substantially fund its working capital from cash and cash equivalents, cash credit facilities and cash flow that is generated from operation. The Company believes that the working capital is sufficient to meet its current requirements.

#### Maturities analysis of financial liabilities:

Particulars	on demand	< 1 year	1-5 years	Total	Carrying amount
<b>As at 31 March 2018</b>					
Current borrowings	1,37,617		-	1,37,617	1,37,617
Trade payables	18,27,88,340	-	-	18,27,88,340	18,27,88,340
Other currentfinancial liabilities	3,36,27,582	-	-	3,36,27,582	3,36,27,582
Non-current borrowings	-	-	8,33,11,364	8,33,11,364	8,33,11,364
	<b>21,65,53,539</b>	<b>-</b>	<b>8,33,11,364</b>	<b>29,98,64,903</b>	<b>29,98,64,903</b>
<b>As at 31 March 2017</b>					
Current borrowings	-	-	-	-	-
Trade payables	19,09,09,097	-	-	19,09,09,097	19,09,09,097
Other currentfinancial liabilities	3,68,02,410	-	-	3,68,02,410	3,68,02,410
Non-current borrowings	-	-	-	-	-
	<b>22,77,11,507</b>	<b>-</b>	<b>-</b>	<b>22,77,11,507</b>	<b>22,77,11,507</b>
<b>As at 1 April 2016</b>					
Current borrowings	5,16,21,494	-	-	5,16,21,494	5,16,21,494
Trade payables	5,83,07,633	-	-	5,83,07,633	5,83,07,633
Other currentfinancial liabilities	1,95,35,233	-	-	1,95,35,233	1,95,35,233
Non-current borrowings	-	-	-	-	-
	<b>12,94,64,360</b>	<b>-</b>	<b>-</b>	<b>12,94,64,360</b>	<b>12,94,64,360</b>

#### (iii) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise two types of risk: currency rate risk and interest rate risk.

##### (a) Interest rate risk:

The company's interest rate risk arises due to restricted deposit with bank. The exposure to interest risk in relation to restricted deposits is between 6% to 9%. Restriction on such deposits is realized on the expiry of terms of respective arrangements.

##### (b) Foreign currency risk:

Foreign Currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in exchange rates of any currency. The Company's exposure to the risks of changes in foreign exchange rates relates primarily to the Company's investments in foreign companies.

## **SAHYOG MULTIBASE LIMITED**

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

(All amounts in Rs, unless otherwise stated)

### **Note 34 - First time adoption of Ind AS**

#### **Transition to Ind AS**

These are the Company's first financial statements prepared in accordance with Ind AS.

The accounting policies set out in note 2 have been applied in preparing the financial statements for the year ended 31 March 2018, the comparative information presented in these financial statements for the year ended 31 March 2017 and in the preparation of an opening Ind AS balance sheet at 1 April 2016 (the transition date). In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provision of the Act (previous GAAP or Indian GAAP). Further, in view of the classification of current and non-current items adopted in accordance with the criteria specified in Ind AS 1 *Presentation of Financial Statements* the corresponding figures of the previous years have been appropriately reclassified wheresoever necessary. An explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows is set out in the following tables and notes.

#### **A. Exemptions and exceptions availed**

Set out below are the applicable Ind AS 101 optional exemptions and mandatory exceptions applied in the transition from previous GAAP to Ind AS.

##### **A.1 Ind AS optional exemptions**

###### **Deemed cost**

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38 *Intangible Assets*.

Accordingly, the Company has elected to measure all of its property, plant and equipment and intangible assets at their previous GAAP carrying value.

##### **A.2 Ind AS mandatory exceptions**

###### **A.2.1 Estimates**

An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Ind AS estimates as at 1 April 2016 are consistent with the estimates as at the same date made in conformity with previous GAAP (after adjustments to reflect any difference in accounting policies) apart from certain new estimates that were not required under previous GAAP.

###### **A.2.2 De-recognition of financial assets and liabilities**

Ind AS 101 requires a first-time adopter to apply the de-recognition provisions of Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS. However, Ind AS 101 allows a first-time adopter to apply the de-recognition requirements in Ind AS 109 retrospectively from a date of the entity's choosing, provided that the information needed to apply Ind AS 109 to financial assets and liabilities derecognised as a result of past transactions was obtained at the time of initially accounting for those transactions.

The Company has elected to apply the de-recognition provisions of Ind AS 109 prospectively from the date of transition to Ind AS.

###### **A.2.3 Classification and measurement of financial assets**

Ind AS 101 requires an entity to assess classification of financial assets (debt instruments) in terms of whether they meet the amortised cost criteria or the FVTOCI criteria based on the facts and circumstances that existed as of the transition date and the Company has followed the same.

###### **A.2.4 Impairment of financial assets**

The Company has applied the impairment requirements of Ind AS 109 retrospectively; however, as permitted by Ind AS 101, it has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date that financial instruments were initially recognised in order to compare it with the credit risk at the transition date. Further, the Company has not undertaken an exhaustive search for information when determining, at the date of transition to Ind ASs, whether there have been significant increases in credit risk since initial recognition, as permitted by Ind AS 101.

**A. Reconciliations between previous GAAP and Ind AS**

Ind AS 101 requires an entity to reconcile equity, total comprehensive income for prior periods. The following tables represent the reconciliations from previous GAAP to Ind AS.

**A.1 Effect of Ind AS adoption on the balance sheet as at March 31, 2017 and April 1, 2016**

Particulars	Notes	31 March 2017 (End of last period presented under previous GAAP)			1 April 2016 (Date of transition)			
		Previous GAAP *	Effect of transition to Ind AS	Ind AS	Previous GAAP *	Effect of transition to Ind AS	Ind AS	
<b>ASSETS</b>								
<b>Non-current assets</b>								
Property, plant and equipment		24,02,950	-	24,02,950	30,64,693	-	30,64,693	
Intangible assets		3,892	-	3,892	8,239	-	8,239	
Financial assets								
Investment in fellow subsidiaries		52,05,000	-	52,05,000	-	-	-	
Investment in associates		-	-	-	-	-	-	
Other investments		29,82,21,378	4,09,04,476	25,73,16,902	45,30,13,758	-	45,30,13,758	
Other financial assets		-	-	-	-	-	-	
Other non-current assets		-	-	-	-	-	-	
Deferred Tax Asset		2,71,032	1,26,39,483	1,29,10,515	3,35,088	-	3,35,088	
Income tax assets (net)		-	-	-	-	-	-	
<b>Total non-current assets</b>		<b>30,61,04,252</b>	<b>5,35,43,959</b>	<b>27,78,39,259</b>	<b>45,64,21,778</b>	<b>-</b>	<b>45,64,21,778</b>	
<b>Current assets</b>								
Inventories		7,92,43,110	-	7,92,43,110	52,48,056	-	52,48,056	
Financial assets								
Loans & Advances		31,07,06,158	-	31,07,06,158	7,82,83,776	-	7,82,83,776	
Trade receivables		19,68,67,050	-	19,68,67,050	12,94,46,863	-	12,94,46,863	
Cash and cash equivalents		23,49,767	-	23,49,767	47,48,249	-	47,48,249	
Other current assets		-	-	-	-	-	-	
<b>Total current assets</b>		<b>58,91,66,085</b>	<b>-</b>	<b>58,91,66,085</b>	<b>21,77,26,944</b>	<b>-</b>	<b>21,77,26,944</b>	
<b>Total assets</b>		<b>89,52,70,337</b>	<b>5,35,43,959</b>	<b>86,70,05,344</b>	<b>67,41,48,722</b>	<b>-</b>	<b>67,41,48,722</b>	

\* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note.

Particulars	Notes	31 March 2017			1 April 2016			
		Previous GAAP *	Effect of transition to Ind AS	Ind AS	Previous GAAP *	Effect of transition to Ind AS	Ind AS	
<b>EQUITY AND LIABILITIES</b>								
<b>Equity</b>								
Equity share capital		7,97,60,715	-	7,97,60,715	7,97,60,715	-	7,97,60,715	
Other equity		43,55,14,983	2,82,64,993	40,72,49,990	44,96,38,062	-	44,96,38,062	
<b>Total equity</b>		<b>51,52,75,698</b>	<b>2,82,64,993</b>	<b>48,70,10,705</b>	<b>52,93,98,777</b>	<b>-</b>	<b>52,93,98,777</b>	
<b>LIABILITIES</b>								
<b>Non-current liabilities</b>								
Financial Liabilities								
Borrowings		-	-	-	-	-	-	
Provisions		3,61,620	3,61,620	-	3,68,294	-	3,68,294	
Deferred Tax Liabilities		-	-	-	-	-	-	
<b>Total non-current liabilities</b>		<b>-</b>	<b>3,61,620</b>	<b>-</b>	<b>3,68,294</b>	<b>-</b>	<b>3,68,294</b>	
Current liabilities								
Financial liabilities								
Borrowings		-	-	-	5,16,21,494	-	5,16,21,494	
Trade payables		19,09,09,097	-	19,09,09,097	5,82,76,283	-	5,82,76,283	
Others		3,68,02,410	-	3,68,02,410	1,95,66,583	-	1,95,66,583	
Other current liabilities		15,04,18,585	-	15,04,18,585	1,44,37,661	-	1,44,37,661	
Income Tax Assets (Net)		18,64,547	-	18,64,547	4,79,630	-	4,79,630	
<b>Total current liabilities</b>		<b>37,99,94,639</b>	<b>-</b>	<b>37,99,94,639</b>	<b>14,43,81,651</b>	<b>-</b>	<b>14,43,81,651</b>	
<b>Total liabilities</b>		<b>37,99,94,639</b>	<b>3,61,620</b>	<b>37,99,94,639</b>	<b>14,47,49,945</b>	<b>-</b>	<b>14,47,49,945</b>	
<b>Total equity and liabilities</b>		<b>89,52,70,337</b>	<b>2,86,26,613</b>	<b>86,70,05,344</b>	<b>67,41,48,722</b>	<b>-</b>	<b>67,41,48,722</b>	

\* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note.

A.2 Reconciliation of total equity as at March 31, 2017 and April 1, 2016

Particulars	Notes	March 31, 2017 (End of last period presented under previous GAAP)	1 April 2016 (Date of transition)
Total equity (shareholders' funds) under previous GAAP		51,52,75,698	52,93,98,777
Total adjustment to equity		(2,82,64,993)	-
Total equity under Ind AS		48,70,10,705	52,93,98,777

A.3 Effect of Ind AS adoption on the statement of profit and loss for the year ended March 31, 2017

Particulars	Notes	March 31, 2017 (last period presented under previous GAAP)		
		Previous GAAP *	Effect of transition to Ind AS	Ind AS
Revenue from operations		99,15,13,275	-	99,15,13,275
Other income		23,53,637	-	23,53,637
<b>Total income</b>		<b>99,38,66,912</b>	-	<b>99,38,66,912</b>
<b>Expenses</b>				
Purchase of Stock during the year		1,00,77,35,462	-	1,00,77,35,462
Change in inventories		(7,92,43,110)	-	(7,92,43,110)
Finance costs		1,10,78,404	-	1,10,78,404
Depreciation and amortisation expense		6,66,090	-	6,66,090
Employees benefit expenses		40,19,300	-	40,19,300
Other expenses		4,93,09,383	-	4,93,09,383
<b>Total expenses</b>		<b>99,35,65,529</b>	-	<b>99,35,65,529</b>
<b>Profit/(loss) before tax</b>		<b>3,01,383</b>	-	<b>3,01,383</b>
Tax expense:				
- Current tax		15,90,561	-	15,90,561
- Deferred tax liability		66,532	-	66,532
<b>Total tax expense</b>		<b>16,57,093</b>	-	<b>16,57,093</b>
<b>Profit / (loss) for the year</b>		<b>(13,55,710)</b>	-	<b>(13,55,710)</b>

\* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note.

Particulars	Notes	March 31, 2017		
		Previous GAAP	Effect of transition to Ind AS	Ind AS
<b>Other comprehensive income</b>				
A (i) Items that will not be reclassified to profit or loss				
- Re-measurements of the Investments		-	(4,09,04,476)	(4,09,04,476)
- income tax relating to items that will not be reclassified to profit or loss		-	1,26,39,483	1,26,39,483
B (ii) Items that may be reclassified to profit or loss		-	-	-
B (ii) Income tax relating to items that may be reclassified to profit & loss		-	-	-
<b>Other comprehensive income for the year, net of tax</b>		<b>-</b>	<b>(2,82,64,993)</b>	<b>(2,82,64,993)</b>
<b>Total comprehensive income for the year</b>		<b>(13,55,710)</b>	<b>(2,82,64,993)</b>	<b>(2,96,20,703)</b>

A.4 Reconciliation of total comprehensive income for the year ended March 31, 2017

Particulars	Note No.	March 31, 2017 (End of last period presented under previous GAAP)
<b>Profit as per previous GAAP</b>		<b>(13,55,710)</b>
<b>Total effect of transition to Ind AS</b>		
<b>Profit / (loss) for the year as per Ind AS</b>		<b>(13,55,710)</b>
Other comprehensive for the year (net of tax)		<b>(2,82,64,993)</b>
<b>Total comprehensive income under Ind AS</b>		<b>(2,96,20,703)</b>

Note: Under previous GAAP, total comprehensive income was not reported. Therefore, the above reconciliation starts with profit under previous GAAP.

A.5 Effect of Ind AS adoption on the statement of cash flows for the year ended March 31, 2017

Particulars	March 31, 2017		
	Previous GAAP	Effect of transition to Ind AS	Ind AS
Net cash flows from operating activities	(12,58,54,529)	-	(12,58,54,529)
Net cash flows from investing activities	(35,85,51,681)	-	(35,85,51,681)
Net cash flows from financing activities	48,20,07,728	-	48,20,07,728
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(23,98,482)</b>	-	<b>(23,98,482)</b>
<b>Cash and cash equivalents at the beginning of the year (Note 9)</b>	<b>47,48,249</b>	-	<b>47,48,249</b>
<b>Cash and cash equivalents at the end of the year (Note 9)</b>	<b>23,49,767</b>	-	<b>23,49,767</b>

## SAHYOG MULTIBASE LIMITED

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

(All amounts in Rs, unless otherwise stated)

### Note 35 Fair Value Hierarchy

The table shown below analyses financial instruments carried at fair value. The different levels have been defined below:-

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 asset or liability that are not based on observable market data (unobservable inputs)

#### a) Financial assets and liabilities measured at fair value through profit and loss (OCI) at 31 March 2018

	Level 1	Level 2	Level 3
<b>Financial Assets</b>			
Investment in quoted equity instruments	19,79,850	-	-
Investment in unquoted equity instruments	-	-	-
<b>Financial Liabilities</b>			
Financial Guarantee Contracts	-	-	-
Derivatives not designated as hedges	-	-	-

#### Financial assets and liabilities measured at fair value through profit and loss (OCI) at 31 March 2017

	Level 1	Level 2	Level 3
<b>Financial Assets</b>			
Investment in quoted equity instruments	24,83,02,152	-	-
Investment in unquoted equity instruments	-	-	-
<b>Financial Liabilities</b>			
Financial Guarantee Contracts	-	-	-
Derivatives not designated as hedges	-	-	-

#### Financial assets and liabilities measured at fair value through profit and loss (OCI) at 1 April 2016

	Level 1	Level 2	Level 3
<b>Financial Assets</b>			
Investment in quoted equity instruments	45,30,13,758	-	-
Investment in unquoted equity instruments	-	-	-
<b>Financial Liabilities</b>			
Financial Guarantee Contracts	-	-	-
Derivatives not designated as hedges	-	-	-

#### Description of significant unobservable input to valuation:

Valuation technique  
DCF Method

Significant unobservable techniques  
Interest saved approach

#### b) Financial instruments at amortized cost

The carrying amount of financial assets and financial liabilities measured at amortised cost in the financial statements are a reasonable approximation of their fair values since the Company does not anticipate that the carrying amounts would be significantly different from the value that would eventually be received or settled.

#### c) During the year there has been no transfer from one level to another

**SAHYOG MULTIBASE LIMITED**

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

(All amounts in Rs, unless otherwise stated)

**Note 36 - Fair value measurements**

**Financial instruments by category**

Particulars	March 31, 2018		March 31, 2017		April 1, 2016	
	FVTOCI	Amortised cost	FVTOCI	Amortised cost	FVTOCI	Amortised cost
<b>Financial assets</b>						
Non Current Investments	19,79,850	3,22,22,064	24,83,02,152	1,42,19,750	45,09,27,813	-
Trade receivables	-	30,26,94,577	-	19,68,67,050	-	12,94,46,863
Cash and bank balances	-	30,44,093	-	23,49,767	-	47,48,249
Other current loans & advances	-	36,17,47,821	-	31,07,06,158	-	8,56,17,726
<b>Total financial assets</b>	<b>19,79,850</b>	<b>69,97,08,555</b>	<b>24,83,02,152</b>	<b>52,41,42,725</b>	<b>45,09,27,813</b>	<b>21,98,12,838</b>
<b>Financial liabilities</b>						
Borrowings	-	8,34,48,981	-	-	-	5,16,21,494
Trade payables	-	18,27,88,340	-	19,09,09,097	-	5,82,76,283
Other payables	-	3,36,27,582	-	3,68,02,410	-	1,95,35,233
<b>Total financial liabilities</b>	<b>-</b>	<b>29,98,64,903</b>	<b>-</b>	<b>22,77,11,507</b>	<b>-</b>	<b>12,94,33,010</b>

The management assessed that cash and cash equivalents, other bank balance, loans, trade payables and other financial instruments approximate their carrying amounts largely due to the short term maturities of these instruments.

**Note 37 - Recent Accounting pronouncements**

The Ministry of Corporate Affairs (MCA) vide notification dated 17 March 2017 has issued the Companies (Indian Accounting Standards) Amendment Rules, 2017 and has amended Ind AS 7 Statement of Cash Flows. The amendments to Ind AS 7 requires an entity to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes. On initial application of the amendment, entities are not required to provide comparative information for preceding periods. These amendments are effective for annual periods beginning on or after 1 April 2017. Application of this amendments will not have any recognition and measurement impact. However, it will require additional disclosure in the financial statements.

**Note 38 - Approval of standalone financial statements**

The standalone financial statements were approved for issue by the Board of Directors of the Company on 30 May 2018 subject to approval of shareholders.

**As per our report of even date**

**For Akhil Mittal & Co.**

Chartered Accountants

Firm Regn. No.026177N

**For and on behalf of the Board of  
Sahyog Multibase Limited**

**Akhil Mittal**

Partner

Membership No. 517856

**Naresh Kumar Singhal**

Director

(DIN: 02987526)

**Vishesh Gupta**

Managing Director

(DIN: 00255689)

Place: New Delhi

Dated: 30.05.2018

**Neha Garg**

(Company Secretary)

**Chandan Kumar**

(Chief Financial Officer)

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE MEMBERS OF SAHYOG MULTIBASE LIMITED (HOLDING COMPANY)**

#### **Report on the Consolidated Ind AS Financial Statements**

We have audited the accompanying consolidated financial statements of **SAHYOG MULTIBASE LIMITED** (hereinafter referred to as "the Company") and its subsidiaries (the Company and its subsidiaries together referred to as "the Group"), comprising the Consolidated Balance Sheet as at March 31, 2018, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Changes in Equity, the Consolidated Statement of Cash Flows for the year then ended, and a summary of the significant accounting policies and other explanatory information.

#### **Management's Responsibility for the Consolidated Ind AS Financial Statements**

The Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Company Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated statement of changes in equity and consolidated cash flows of the Group in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Company (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India. The respective Board of Directors of the Company included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Company, as aforesaid.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on these consolidated 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.

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

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

#### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Ind AS and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2018, and its consolidated profit, consolidated total comprehensive income, consolidated statement of changes in equity and its consolidated cash flows for the year ended on that date.

#### **Other Matters**

We did not audit the financial statements of subsidiary , whose financial statements reflect total assets of Rs. 33.04 crores and net assets of Rs. 7.38 crores as at 31<sup>st</sup> March 2018, total revenues Rs. 23.11 crores

and net cash outflow amounting to Rs.41 crores for the year ended on that date, as considered in the consolidated Ind AS financial statements. These financial statements have been audited by other auditor whose report has been furnished to us by the Management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary and our report in terms of Section 143 (3) of the Act, in so far as it relates to the aforesaid subsidiary is based solely on the report of the other auditor

### **Report on Other Legal and Regulatory Requirements**

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 of the aforesaid consolidated financial statements.
- (b) in our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
- (c) the Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- (d) in our opinion, the aforesaid consolidated financial statements comply with the 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 March 31, 2018 taken on record by the Board of Directors of the Company and its subsidiaries incorporated in India and the reports of the statutory auditors of its subsidiary Company incorporated in India, none of the directors of the Group Company incorporated in India is disqualified as on March 31, 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 and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" which is based on the auditor's reports of the Company and its subsidiary Company incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial controls over financial reporting of those Company, for the reasons stated therein.
- (g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Company (Audit and Auditor's) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Group is subject to legal proceedings and claims, which have arisen in the ordinary course of business. The Management does not reasonably expect that these legal actions, when ultimately concluded and determined, will have a material and adverse effect on the Group's results of operations or financial condition of the Group.
  - ii. There are no material foreseeable losses on long term contracts including derivative contracts by the company and its subsidiary company therefore, no such provision is required to be made
  - iii. There have been no requirements of transferring amounts to the Investor Education and Protection Fund of India by the Company..

**For AKHIL MITTAL AND CO**  
Chartered Accountants  
(Firm's Registration No. 026177N)

**AKHIL MITTAL**  
Partner  
(Membership No. 517856)

New Delhi,  
May 30, 2018

## **ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph (f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Sahyog Multibase Limited of even date)

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2018, we have audited the internal financial controls over financial reporting of **SAHYOG MULTIBASE LIMITED** (hereinafter referred to as "Company") and its subsidiary Company, which are Company incorporated in India, as of that date.

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

The Board of Directors of the Company and its subsidiary Company, which are Company incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective 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 ("the ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### **Auditor's Responsibility**

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Company and its subsidiary Company, which are Company incorporated in India.

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

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

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

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to

error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the Company and its subsidiary Company, which are Company incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the respective 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 **AKHIL MITTAL AND CO**  
Chartered Accountants  
(Firm's Registration No. 026177N)

**AKHIL MITTAL**  
Partner  
(Membership No. 51785)

New Delhi,  
May 30, 2018

**SAHYOG MULTIBASE LIMITED**  
**(Formerly Known as Sahyog Credits Limited)**  
**Consolidated Balance Sheet as at March 31, 2018**  
**CIN NO.: L74110DL1992PLC116773**

(Amount in Rs.)

Particulars	Notes	March 31, 2018	March 31, 2017
<b>I. ASSETS</b>			
<b>Non - Current Assets</b>			
Property, plant and equipment	3(a)	25,56,483	36,59,511
Intangible assets	3(b)	3,892	3,892
Financial assets			
(i) Investment in associate	4	-	-
(ii) Others	4	2,75,00,914	32,18,32,741
Deferred Tax Asset (Net)	10	25,92,548	1,28,49,173
Other Non Current Assets		-	-
Income Tax Assets (Net)	7	-	-
		<b>3,26,53,837</b>	<b>33,83,45,317</b>
<b>Current Assets</b>			
Inventories	5	24,04,16,364	9,87,26,634
Financial Assets			
(i) Loans & Advances	6	45,84,15,546	43,15,65,925
(ii) Trade receivables	8	36,03,88,142	29,56,25,856
(iii) Cash and cash equivalents	9	44,70,624	78,95,449
Other Current Assets		-	-
		<b>1,06,36,90,676</b>	<b>83,38,13,864</b>
<b>Total Assets</b>		<b>1,09,63,44,513</b>	<b>1,17,21,59,181</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity Share Capital	11	7,97,60,715	7,97,60,715
Other Equity (Reserves)	12	48,02,55,860	45,65,11,351
Equity Attributable to owners		56,00,16,575	53,62,72,066
Non-Controlling Interest	16	1,72,10,780	1,87,91,602
<b>Total Equity</b>		<b>57,72,27,355</b>	<b>55,50,63,668</b>
<b>Liabilities</b>			
<b>Non - Current Liabilities</b>			
Financial Liabilities			
(i) Borrowings	13	8,33,11,364	-
(ii) Others		-	-
Provisions		-	-
Deferred Tax Liability (Net)		-	-
		<b>8,33,11,364</b>	-
<b>Current Liabilities</b>			
Financial Liabilities			
(i) Borrowings	13	10,39,05,077	26,64,000
(ii) Trade payables	14	28,01,21,132	29,56,67,762
(iii) Others	17	4,74,09,096	3,69,88,558
Other Current Liabilities	15	16,94,488	27,93,16,167
Income Tax Liabilities (Net)	7	26,76,001	24,59,026
		<b>43,58,05,794</b>	<b>61,70,95,513</b>
<b>Total Equity and Liabilities</b>		<b>1,09,63,44,513</b>	<b>1,17,21,59,181</b>

The accompanying notes 1 to 37 form an integral part of the consolidated financial statements.

As per our report of even date

For Akhil Mittal & Co.

Chartered Accountants

Firm Regn. No.026177N

For and on behalf of the Board of

Sahyog Multibase Limited

Akhil Mittal

Partner

Membership No. 517856

Naresh Kumar Singhal

Director

(DIN: 02987526)

Vishesh Gupta

Director

(DIN: 00255689)

Place: New Delhi

Dated: 30th May 2018

Neha Garg

(Company Secretary)

Chandan Kumar

(Chief Financial Officer)

**SAHYOG MULTIBASE LIMITED**  
**Statement of profit and loss for the year ended March 31, 2018**

(Amounts in Rs.)

Particulars	Notes	March 31, 2018	March 31, 2017
I Revenue from operations	18	1,29,18,46,839	99,15,13,275
II Other income	19	4,09,26,882	23,53,637
<b>III Total revenue (I + II)</b>		<b>1,33,27,73,721</b>	<b>99,38,66,912</b>
<b>IV Expenses:</b>			
Purchases of Stock in trade	20	1,28,91,60,230	1,00,77,35,462
Change in inventories of Finished Goods	21	(2,74,02,274)	(7,92,43,110)
Employees benefit expenses	22	58,16,590	40,19,300
Depreciation and amortisation expenses	23	14,97,843	6,66,090
Other expenses	24	5,36,13,353	4,93,09,383
Finance costs	25	96,59,857	1,10,78,404
<b>Total expenses (IV)</b>		<b>1,33,23,45,599</b>	<b>99,35,65,529</b>
<b>V Profit before Tax (III - IV)</b>		<b>4,28,122</b>	<b>3,01,383</b>
<b>VI Tax expense:</b>			
Current tax	26	9,00,000	15,90,561
Deferred Tax Liability/(Asset)		(2,38,052)	66,532
<b>Total tax expense</b>		<b>6,61,948</b>	<b>16,57,093</b>
<b>VII Profit / (loss) for the year (V - VI)</b>		<b>(2,33,826)</b>	<b>(13,55,710)</b>
<b>VIII Other comprehensive income/(expense) (OCI)</b>			
(i) Remeasurement gain (loss) on Financial Instruments		3,38,94,955	(4,09,04,476)
(ii) Tax relating to items that will not be reclassified to profit or loss		(1,04,73,541)	1,26,39,483
<b>IX Other comprehensive income for the year, net of tax</b>		<b>2,34,21,414</b>	<b>(2,82,64,993)</b>
<b>X Total comprehensive income / (loss) for the year</b>		<b>2,31,87,588</b>	<b>(2,96,20,703)</b>
<b>XI Earnings per share (of Rs. 10 each):</b>			
Basic	27	3	(4)
Diluted	27	3	(4)

The accompanying notes 1 to 38 form an integral part of the standalone financial statements.

As per our report of even date

For Akhil Mittal & Co.

Chartered Accountants

Firm Regn. No.026177N

For and on behalf of the Board of  
**Sahyog Multibase Limited**

Akhil Mittal

Partner

Membership No. 517856

**Naresh Kumar Singhal**

Director

(DIN: 02987526)

**Vishesh Gupta**

Director

(DIN: 00255689)

Place: New Delhi

Dated: 30.05.2018

**Neha Garg**

(Company secretary)

**Chandan Kumar**

(Chief Financial Officer)

**SAHYOG MULTIBASE LIMITED**

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

**A. Equity share capital**

Equity shares of Rs. 10 each issued, subscribed and fully paid up

As at March 31, 2017	7,97,60,715
Changes in equity share capital	-
As at March 31, 2018	7,97,60,715

**B. Other equity**

Particulars	Reserves and surplus				Other Reserves Foreign Currency Translation reserve	Total other equity
	Special Reserve	Capital Reserve	Security Premium	Retained earnings		
Balance as at March 31, 2017	-	38,35,41,011	10,28,23,125	(2,98,52,785)	-	45,65,11,351
Profit / (loss) for the year	-	-	-	2,35,45,368	-	2,35,45,368
Other comprehensive income, net of income tax	-	-	-	-	-	-
Provision for Income Tax of earlier years w/off	-	-	-	2,39,959	-	-
Dividend paid during the year	-	-	-	(3,06,000)	-	(3,06,000)
Dividend Distribution Tax on Dividend paid	-	-	-	(55,620)	-	(55,620)
Movement during the year	-	84,822	-	-	2,35,980	3,20,802
Balance as at March 31, 2018	-	38,36,25,833	10,28,23,125	(64,29,078)	2,35,980	48,02,55,860

The accompanying notes 1 to 37 form an integral part of the consolidated financial statements.

As per our report of even date

For Akhil Mittal & Co.

Chartered Accountants

Firm Regn. No.026177N

For and on behalf of the Board of Sahyog Multibase Limited

Akhil Mittal  
Partner  
Membership No. 517856

Naresh Kumar Singhal  
Director  
(DIN: 02987526)

Vishesh Gupta  
Director  
(DIN: 00255689)

Place: New Delhi  
Dated: 30th May 2018

Neha Garg  
(Company Secretary)

Chandan Kumar  
(Chief Financial Officer)

**SAHYOG MULTIBASE LIMITED**
**Consolidated Statement of Cash Flow for the year ended March 31, 2018**
**(Amounts in `)**

<b>Particulars</b>	<b>March 31, 2018</b>	<b>March 31, 2017</b>
<b>Cash flows from operating activities</b>		
Total comprehensive income for the year	8,87,038	3,62,344
Adjustments for		
Depreciation and amortization	16,58,407	9,30,611
Interest income	(19,59,092)	(8,52,827)
Dividend Income	(1,86,958)	(7,86,645)
Provision written off	-	27,285
Interest expenses	1,84,78,759	1,11,69,669
Profit on sale of Car	(2,08,508)	-
Losses on consignment sale	-	16,60,534
(Profit)/Loss on sale of Investments	(1,82,50,076)	43,62,133
<b>Operating profit before working capital changes</b>	<b>4,19,570</b>	<b>1,68,73,104</b>
<b>Movements in working capital:</b>		
(Increase)/ decrease in Inventories	(14,16,89,730)	(6,97,06,997)
(Increase)/ decrease in Trade receivables	(6,47,62,286)	(7,30,97,063)
(Increase)/ decrease in Short Term loans & advances	(2,69,29,621)	(26,94,13,651)
Increase/ (decrease) in Other Financial current liabilities	1,04,20,538	11,65,707
Increase/ (decrease) in Short term financial borrowings	10,12,41,077	(5,16,21,494)
Increase/ (decrease) in Trade payables	(1,55,46,630)	11,74,97,400
Increase/ (decrease) in Other current liabilities	(27,76,21,679)	18,56,35,953
<b>Cash generated from/ (used in) operations</b>	<b>(41,44,68,761)</b>	<b>(14,26,67,041)</b>
Income taxes (paid)/ Refund (net)	(2,07,087)	(2,83,110)
<b>NET CASH GENERATED BY OPERATING ACTIVITIES</b>	<b>(41,46,75,848)</b>	<b>(14,29,50,151)</b>
<b>Cash flows from investing activities</b>		
Sale of Investments	24,65,68,064	60,29,85,116
Sale of Fixed Assets	16,82,688	-
Purchase of Fixed Assets	(20,27,558)	-
Purchase of Investments	-	(94,51,59,795)
Dividend Income	1,86,958	7,86,645
Capital Asset converted into Stock	6,45,15,839	45,60,065
Interest income	19,59,092	8,52,827
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>31,28,85,083</b>	<b>(33,59,75,142)</b>
<b>Cash flows from financing activities</b>		
Long Term Borrowings	8,33,11,364	-
Remeasurement Gain (Loss) on Financial Instruments	3,38,94,955	-
Issue of share capital	-	5,21,76,875
Security Premium	-	10,28,23,125
Capital Reserve	-	33,84,60,357
Interest paid	(1,84,78,759)	(1,11,69,669)
Dividend Paid (including Dividend Distribution Tax)	(3,61,620)	(3,74,225)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>9,83,65,940</b>	<b>48,19,16,463</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(34,24,825)</b>	<b>29,91,170</b>
Cash and cash equivalents at the beginning of the year (refer note 9)	78,95,449	49,04,279
<b>Cash and cash equivalents at the end of the year (refer note 9)</b>	<b>44,70,624</b>	<b>78,95,449</b>

The accompanying notes 1 to 37 form an integral part of the consolidated financial statements.

**As per our report of even date**

**For Akhil Mittal & Co.**

Chartered Accountants

Firm Regn. No.026177N

**For and on behalf of the Board of**

**Sahyog Multibase Limited**

**Akhil Mittal**

Partner

Membership No. 517856

**Naresh Kumar Singhal**

Director

(DIN: 02987526)

**Vishesh Gupta**

Director

(DIN: 00255689)

Place: New Delhi

Dated: 30th May 2018

**Neha Garg**

(Company Secretary)

**Chandan Kumar**

(Chief Financial Officer)

# NOTES TO CONSOLIDATED FINANCIAL STATEMENT AS AT AND FOR THE YEAR ENDED MARCH 31, 2018

## 1. CORPORATE INFORMATION

Sahyog Multibase Limited ('the Parent Company') is a public limited company domiciled in India and is incorporated under the provisions of the companies Act applicable in India. Its shares are listed on NSE and BSE stock exchanges in India. The Parent company is engaged in trading activities of PVC granules, Resins and other miscellaneous products. The Parent company caters primarily to domestic market. The registered office of the Parent company is located at House No. 9, Road No.13, East Punjabi Bagh, New Delhi-110026. The Parent company has taken over one of its group company "ATHENA MULTITRADE PRIVATE LIMITED" as per merger scheme approved by NCLT, Delhi dated 13.04.2018. The merger scheme is effective from 01.04.2016.

The consolidated financial statements were approved for issue in accordance with a resolution of the board of directors on May 30, 2018.

## 2. BASIS OF PREPARATION

For all periods up to and including the year ended 31 march 2017, the Parent company prepared its consolidated financial statements in accordance with accounting standards notified under section133 of the companies Act 2013, read together with paragraph 7of the companies (Accounts) rules, 2014 (Indian GAAP).These consolidated financial statement for the year ended 31<sup>st</sup> march 2018 are the first the group has prepared in accordance with Indian accounting standards ("Ind AS").

These consolidated financial statements of the group ('Sahyog Multibase Limited' and its subsidiary 'Tavares Tradelinks Private Limited') for the year ended 31, March 2018 have been prepared in accordance with accounting principles generally accepted in India, including the Ind AS specified under section 133 of the act read with the companies (Indian accounting standards)rules, 2015, as amended.

The consolidated financial statement has been prepared on a historical cost basis, except for certain assets and liabilities which have been measured at fair values.

## SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### 1. CURRENT AND NON CURRENT CLASSIFICATION

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

### 2. FOREIGN CURRENCIES

Items included in the consolidated financial statements of the group are measured using the currency of the primary economic environment in which the group operates ('the functional currency'). The consolidated financial statements are presented in Rupee (INR), which is the group's functional and presentation currency. Transactions in the foreign currencies are initially recorded in by the group at spot rates at the functional currency spot rate (i.e INR) at the date the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rate of exchange at the reporting date.

Foreign exchange gains and losses resulting from the settlement of transactions in foreign currencies and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognized in profit or loss.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non- monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognized in OCL or profit or loss, respectively).

### **3. FAIR VALUE MEASUREMENT**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transactions between market participants at the measurement date. The fair value measurement is based on presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability , or
- In absence of a principal market , in most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the group.

The fair value of an asset or a liability is measured using the assumption that market participants would use when pricing the assets or liability, assuming that market participants act in their best economic interest fair value measurement of a non- financial asset takes in to account a market participant's ability to generate economic benefits by using the assets in its highest and in its best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

### **4. USE OF ESTIMATES**

The preparation of consolidated financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues , expenses, assets and liabilities and the disclose of contingent liabilities during and at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

### **5. CASH AND CASH EQUIVALENTS**

Cash and cash equivalents in the balance sheet comprise cash at bank and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

### **6. PROPERTY, PLANT AND EQUIPMENT**

The Group has to adopt the carrying value of property, plant and equipment under the Indian GAAP as on 1<sup>st</sup> April 2016, as the deemed cost for the purpose of transition to Ind AS.

Property, plant and equipment are carried at the cost of acquisition, on current cost basis less accumulated depreciation and accumulated impairment, if any. Cost comprises purchase price and directly attributable cost of bringing the assets to its working condition for intended use. Any trade discounts and rebates are deducting in arriving at the purchase price. Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for long term construction projects if the recognition criteria are met. Machinery spare which can be used only in the connection with an item of fixed assets and whose use is expected to be irregular are capitalized and depreciated over the useful life the principal item of the relevant assets. When significant part of plant and equipment are required to replace at intervals, the group depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repairs and maintenance cost are recognized in profit or loss as incurred. The present value of the expected cost for

the decommissioning of an asset after its use is incurred in the cost of the respective asset if the recognition criteria for a provision are met.

An item of property, plant and equipment and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any Gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when asset is derecognized.

Depreciation is provided on written down value method over the useful lives of property, plant and equipment as estimated by management. Pursuant to notification of schedule II of the companies Act, 2013 depreciation is provided prorate basis on written down value method at the rates determined based on estimated useful lives of property, plant and equipment where applicable, prescribed under schedule II of the companies act 2013.

The residual value, useful lives and method of depreciation of property, plant equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

## **7. INTANGIBLE ASSETS**

Intangible assets are recognized only when the further economic benefits arising out of the assets flow to the enterprise and are amortized over their useful life ranging from 3 to 5 years. Intangible asset acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Internally generated intangible assets, excluding capitalized development cost, are not capitalized and are charged to statement of profit and loss for the year during which such expenditure is incurred.

## **8. IMPAIRMENT OF NON-FINANCIAL ASSETS**

The Group assesses at each reporting date whether there is an asset may be impaired. If any indication exists, the group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash generating units (CGU) net selling price and value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets and group of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated further cash flows are discounted to their present value using a pre-tax rate that refer current market assessments of the time value of money and the risk specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

## **9. INVENTORIES**

Finished goods and work in progress are stated at the lower of cost and estimated net realizable value. Cost of inventories constitutes direct materials and labour and a proportion of manufacturing overhead based on normal operating capacity.

Raw material, components, stores and spare are valued at lower of cost and estimated net realizable value. Cost is determined on FIFO basis. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated as expected to be sold are at or above cost.

Provision is recognized for damaged, defective or obsolete stocks where necessary. Cost of all inventories is determined using FIFO method of valuation.

Traded goods are valued at lower of cost and net realizable value. Cost includes cost of purchase and other cost incurred in bringing the asset on their present location and condition. Cost is determined on FIFO basis.

Net realizable value is the estimated selling price in the ordinary courses of business, less estimated cost of completion and estimated cost necessary.

## **10. REVENUE AND OTHER INCOME**

Revenue is recognized to the extent that is a probable that the economic benefits will flow to the group and the revenue can be reliably measured, regardless of the payment is made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of government.

However, GST is not received by group on its own account. Rather, it is tax collected on value added to commodity by the selling on behalf of the government. Accordingly, it is excluded from revenue.

The specific recognition criteria described below must also be met before revenue is recognized:

#### **SALE OF GOODS**

Revenue from sale of good is recognized when all the significant risk and rewards of ownership of the goods have passed to the buyer, on delivery of the goods or as per buyer's instruction. Revenue from the sale of goods is measured at fair value of the consideration received or receivable, net of returns allowances, trade discounts and volume rebates.

#### **INTEREST INCOME RECOGNISED UNDER AMORTISED COST**

Interest income is recognized at a time proportion basis taking into account the amount outstanding and applicable interest rate. Interest income is included under the head 'other income' the statement of profit or loss.

### **11. TAXES ON INCOME**

Tax expenses comprise current and deferred tax.

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the income tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the group operates. The tax rate and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred tax are provided using the liability method, on temporary difference arising between the tax basis of assets and liabilities and their carrying amount in the consolidated financial statement at the reporting date. Deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates and laws that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax assets is realized or the deferred income tax liability is settled.

Deferred tax assets are recognized for all the deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax assets to be recovered.

Deferred tax assets and liabilities are offset when there is a legal enforceable right to offset current tax asset and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset when entity has a legal enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Current and deferred tax is recognized in profit or loss, except to extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

Deferred income taxes reflect the impact of timings difference between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

### **12. PROVISIONS AND CONTINGENCIES**

A provision is recognized when an enterprise has a present obligation (legal or constructive) as a result of past event; it is probable that an out flow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to a provision is presented in the statement of profit or loss.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the tax specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a financial cost.

The group records a provision for decommissioning costs for its certain manufacturing facilities. Decommissioning costs are provided at the present value of expected costs to settle the obligation using estimated cash flows and are recognized as part of the cost of the particular asset. The cash flows are discounted at a current pre-tax rate that reflects the risks specific to the decommissioning liability. The unwinding of the discount is expensed as incurred and recognized in the statement of profit and loss as a

financial cost. The estimated future cost of decommissioning are reviewed annually and adjusted as appropriate. Changes in the estimated future costs or in the discount rate applied are added to or deducted from the cost of the asset.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the group or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. The group does not recognize a contingent liability but disclose its existence in the consolidated financial statements.

### **13. EARNINGS PER SHARE**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

The weighted average number of equity shares outstanding during the period and for all the periods presented in adjusted for events, such as bonus shares, other than the conversion of potential equity shares outstanding, without a corresponding change in resources.

### **14. FIRST-TIME ADOPTION OF IND AS**

The consolidated financial statements, for the year ended 31 March 2018, are the first the group has prepared in accordance with Ind AS.

Accordingly, the group has prepared consolidated financial statements which comply with Ind AS applicable for the periods ending on 31st March 2018, together with the comparative period data as at and for the year ended 31 March 2017, as described in the summary of significant accounting policies. This note explains the principal adjustments made by the group in restating its Indian GAAP consolidated financial statement, including the financial Ind AS statements as at and for the year ended 31 March 2017.

#### **Exemptions and exceptions applied**

Ind AS 101 allows first -time adopters certain exemptions and mandatory exceptions from the retrospective application of certain requirements under Ind AS. The group has applied the following exemptions and exceptions:

- 1) The group has elected to measure all property, plant and equipment and intangible assets at their GAAP carrying value as on date of transition. The written down value as per the previous GAAP as on April 1 , 2016 has been considered as the gross block under Ind AS for respective classes of assets in accordance with Ind AS101- first time adoption of Indian accounting standards.  
In addition, decommissioning liability measured in accordance with Ind AS 37- provisions, contingent liabilities and contingent assets at the date of transition has been included in the above deemed cost as per Ind AS101- first – time adoption of Indian accounting standards.
- 2) The group has elected its investment in subsidiaries and joint ventures at their previous GAAP carrying value in accordance with Ind AS101 – first- time adoption of Indian accounting standards.
- 3) The estimates at 1 April , 2016 and at 31 march ,2017 are consistent with those made for the same date in accordance with Indian GAAP (after adjustments to reflect any difference in accounting policies)
- 4) These estimates used by group to present these amounts in accordance with Ind AS reflect conditions at 1 April 2016(i.e. the date of transition to Ind AS) and as of 31 march 2017.
- 5) Ind AS 101 requires an entry to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind AS 101- first- time adoption of Indian accounting standards.

**SAHYOG MULTIBASE LIMITED**

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

Note 3(a) - Property plant and equipment

Particulars	Gross Block at Cost			Depreciation / Amortisation				Net Block			
	As at 01.04.2017	Additions	Deletions	As at 31.03.2018	As at 01.04.2017	For the Year	On Deletions(Acc umulated upto the date of sale)	Profit on sale of Assets	As at 31.03.2018	As at 31.03.2018	As at 31.03.2017
Land	8,48,000	8,50,000	8,48,000	8,50,000	-	-	-	-	-	8,50,000	8,48,000
Plant & Machinery	10,09,403	-	8,21,623	1,87,780	-	58,644	-	-	58,644	1,29,136	10,09,403
Furniture and Fixtures	12,350	-	-	12,350	8,061	1,110	-	9,171	3,179	4,289	
Computer	1,19,135	-	-	1,19,135	1,05,351	8,193	-	1,13,544	5,591	13,784	
Vehicles	56,33,251	11,77,558	38,14,364	29,96,445	38,49,216	7,68,837	33,98,694	2,08,509	14,27,868	15,68,577	17,84,035
<b>TOTAL</b>	<b>67,74,139</b>	<b>20,27,558</b>	<b>54,83,987</b>	<b>41,65,710</b>	<b>39,62,628</b>	<b>8,36,784</b>	<b>33,98,694</b>	<b>2,08,509</b>	<b>16,09,227</b>	<b>25,56,483</b>	<b>36,59,511</b>
Previous Year	76,22,140	-	-	76,22,140	30,36,365	9,26,264	-	-	39,62,629	36,59,511	45,85,775

Note 3(b) - Other Intangible assets

Particulars	Gross Block at Cost			Depreciation / Amortisation				Net Block			
	As at 31.03.2017	Additions	Deletions	As at 31.03.2018	As at 31.03.2017	For the Year	On Deletions(Acc umulated upto the date of sale)	Translation Difference	As at 31.03.2018	As at 31.03.2018	As at 31.03.2017
Computer Software	18,000	-	-	18,000	14,108	-	-	-	14,108	3,892	3,892
<b>TOTAL</b>	<b>18,000</b>	<b>-</b>	<b>-</b>	<b>18,000</b>	<b>14,108</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,108</b>	<b>3,892</b>	<b>3,892</b>
Previous Year	18,000	-	-	18,000	9,761	4,347	-	-	14,108	3,892	8,239

Note 4. Financial assets - Investments

		Number of shares					` in Rupees		
		Nominal Value per unit	As at 31-Mar-2018	As at 31-Mar-2017	As at 31-Mar-2018	As at 31-Mar-2017			
<b>Quoted Investments (Fully Paid)</b>									
<b>At FVTOCI</b>									
- of Others									
Rushil Decor Ltd.		10	2,320	29,000	18,33,218		6,34,86,800		
Vikas Ecotech Limited		1	4,996	9,680	1,46,632		1,87,706		
Alankit Assignment Limited		10	-	59,64,000	-		17,45,06,640		
TPL Plastech Limited		10	-	21,500	-		1,02,04,545		
<b>Total aggregate quoted investments [A]</b>							<b>19,79,850</b>	<b>24,83,85,691</b>	
<b>Unquoted Investments (fully paid-up)</b>									
- of Associate									
<b>Total aggregate unquoted investments in associate [B]</b>							<b>-</b>	<b>-</b>	
<b>- of Others (at amortised cost)</b>									
Bhurgi Super Tek Industries Limited		10	1,28,205	-	99,99,990		-		
Pride Buildtech Private Limited		10	7,715	15,430	19,28,750		57,86,250		
Vikas Multicorp Limited		10	17,26,020	-	5,77,404		-		
Vikas Surya Buildwell Private Limited		10	-	12,45,780	-		6,76,60,800		
Value Industries Asia Pte Ltd. (Foreign Company)			2,70,000	-	1,30,14,920		-		
<b>Total aggregate other unquoted investments [C]</b>							<b>2,55,21,064</b>	<b>7,34,47,050</b>	
<b>Total Non-current Investments [A+B+C]</b>							<b>2,75,00,914</b>	<b>32,18,32,741</b>	

**SAHYOG MULTIBASE LIMITED**

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

(All amounts in Rs., unless otherwise stated)

**Note 5- Inventories**

(at the lower of cost and net realisable value)

Particulars	As at March 31, 2018	As at March 31, 2017
Closing Stock	23,49,99,001	9,87,26,634
Stock in Transit	54,17,363	-
<b>Total inventories</b>	<b>24,04,16,364</b>	<b>9,87,26,634</b>

**Note 6 - Financial assets- Loans & Advances**

Particulars	March 31, 2018		March 31, 2017	
	Non Current	Current	Non Current	Current
Balance with Government Authorities	-	1,32,54,851	-	98,71,227
Share Application Money - J C Industries Pte Ltd.	-	7,15,82,060	-	-
Other Loans & Advances	-	8,85,96,816	-	18,35,49,154
Advances to suppliers	-	25,88,85,740	-	21,42,33,657
Advance for Property	-	2,60,00,000	-	2,39,00,000
Prepaid Expenses	-	96,079	-	11,887
<b>Total Financial assets</b>	<b>-</b>	<b>45,84,15,546</b>	<b>-</b>	<b>43,15,65,925</b>

**Note 7 - Income Tax Liability (Net)**

Particulars	March 31, 2018		March 31, 2017	
	Non Current	Current	Non Current	Current
<b>(a) Income Tax Assets</b>				
Advance income tax for previous years	-	-	-	-
Advance income tax for current year	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>(b) Income Tax Liabilities</b>				
Provision for income tax for current year		9,00,000		21,85,040
Provision for income tax for previous years		17,76,001	-	2,73,986
<b>Total</b>	<b>-</b>	<b>26,76,001</b>	<b>-</b>	<b>24,59,026</b>
<b>Income Tax Liabilities (Net) (b) - (a)</b>	<b>-</b>	<b>26,76,001</b>	<b>-</b>	<b>24,59,026</b>

**SAHYOG MULTIBASE LIMITED**

Consolidated Notes to the financial statements for the year ended March 31, 2018  
*(All amounts in Rs., unless otherwise stated)*

**Note 8 - Trade receivables**

Particulars	March 31, 2018		March 31, 2017	
	Non Current	Current	Non Current	Current
<b>At amortised cost</b>				
<b>Unsecured, considered good:</b>				
More than Six months	-	30,49,59,874	-	23,87,74,802
Upto Six months	-	5,54,28,268	-	5,68,51,054
Doubtful	-	-	-	-
Less: Allowance for doubtful trade receivables	-	-	-	-
<b>Total trade receivables</b>	-	36,03,88,142	-	29,56,25,856

(i) Refer note 32 for disclosures related to credit risk and related disclosures.

**Note 9 - Cash and cash equivalents**

Particulars	March 31, 2018		March 31, 2017	
	Non Current	Current	Non Current	Current
<b>At amortised cost</b>				
<b>(a) Cash and cash equivalents</b>				
(1) Cash on hand	-	20,93,797	-	34,69,595
(2) Balances with banks				
In current accounts	-	11,33,381	-	44,25,854
<b>(b) Other Bank Balances</b>				
*Deposits with Original maturity of not less than three months but not more than twelve months		12,43,446	-	-
<b>Total cash and cash equivalents (a+b)</b>	-	44,70,624	-	78,95,449

\* Pledged against Bank Guarantee of Rs. 12,01,000/-

**Note 10. Deferred Tax Assets/ Liability**

Nature - Asset/Liability	Balance Sheet	
	31-Mar-18	31-Mar-17
<b>Deferred Tax Asset</b>		
Opening Balance	1,28,49,173	3,37,564
<u>Arising out of temporary differences in depreciable assets</u>		
Created during the year	2,38,052	13,484
<u>Deffered Tax through OCI</u>	(1,04,73,541)	1,26,39,483
<b>Total (A)</b>	<u>26,13,684</u>	<u>1,29,90,531</u>
<b>Deferred Tax Liability</b>		
<u>Arising out of temporary differences in depreciable assets</u>		
Created/Adjusted during the year	21,136	1,41,358
<b>Total (B)</b>	<u>21,136</u>	<u>1,41,358</u>
<b>Net Deferred Tax Assets (A-B)</b>	<u>25,92,548</u>	<u>1,28,49,173</u>

**SAHYOG MULTIBASE LIMITED**

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

(All amounts in Rs., unless otherwise stated)

**Note 11 - Share capital**

Particulars	March 31, 2018		March 31, 2017	
	Number of shares	Amount	Number of shares	Amount
<b>Authorised</b>				
Equity shares of Rs10/- each	87,00,000	8,70,00,000	87,00,000	8,70,00,000
	<b>87,00,000</b>	<b>8,70,00,000</b>	<b>87,00,000</b>	<b>8,70,00,000</b>
<b>Issued, subscribed and paid up</b>				
Equity shares of Rs 10/- each fully paid up	30,60,000	3,06,00,000	30,60,000	3,06,00,000
Share issued Pursuant to amalgamation pending for allotment	49,16,072	4,91,60,715	49,16,072	4,91,60,715
<b>Total share capital</b>	<b>30,60,000</b>	<b>7,97,60,715</b>	<b>79,76,072</b>	<b>7,97,60,715</b>

**(a) Movements in equity share capital**

Particulars	Number of shares	Amount
<b>As at March 31, 2017</b>	76,74,456	7,67,44,555
Changes during the year	-	-
<b>As at March 31, 2018</b>	<b>76,74,456</b>	<b>7,67,44,555</b>

**Terms and rights attached to equity shares**

The Company has only one class of equity shares with a par value of ` 10/- per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares are entitled to receive the remaining assets of the Company, after meeting all liabilities and distribution of all preferential amounts, in proportion to their shareholding.

**(b) Details of shareholders holding more than 5% shares in the company :**

Particulars	March 31, 2018		March 31, 2017	
	No. of shares held	% of holding	No. of shares held	% of holding
<b>Equity shares with voting rights</b>				
Tusha Garg	16,25,000	20.37%	16,25,000	20.37%
Madan Lal Agarwal	9,68,750	12.15%	9,68,750	12.15%
Vikas Garg	8,95,125	11.22%	8,95,125	11.22%

## SAHYOG MULTIBASE LIMITED

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

(All amounts in Rs., unless otherwise stated)

### Note 12 - Other equity

Particulars	March 31, 2018	March 31, 2017
<b>(i) Special Reserve</b>	-	-
<b>(ii) Capital Reserve</b>	38,36,25,833	38,35,41,011
<b>(iii) Foreign Currency Translation Reserve</b>	2,35,980	-
<b>(iv) Security Premium</b>	10,28,23,125	10,28,23,125
<b>(v) Retained Earnings</b>	(64,29,078)	(2,98,52,785)
<b>Total other equity</b>	<b>48,02,55,860</b>	<b>45,65,11,351</b>

#### (i) Special reserve u/s 45-IC(i) of RBI Act

Particulars	March 31, 2018	March 31, 2017
Opening balance	-	1,22,078
Transferred to Retained Earnings	-	(1,22,078)
<b>Closing balance</b>	<b>-</b>	<b>-</b>

#### (ii) Capital reserves

Particulars	March 31, 2018	March 31, 2017
Opening balance	38,35,41,011	33,36,71,306
Movement during the year due to consolidation	84,822	4,98,69,705
<b>Closing balance</b>	<b>38,36,25,833</b>	<b>38,35,41,011</b>

#### (iii) Foreign Currency Translation Reserve

Particulars	March 31, 2018	March 31, 2017
Opening balance	-	-
Movement during the year	2,35,980	-
<b>Closing balance</b>	<b>2,35,980</b>	<b>-</b>

#### (iv) Security Premium

Particulars	March 31, 2018	March 31, 2017
Opening balance	10,28,23,125	-
Premium on issue of Shares	-	10,28,23,125
<b>Closing balance</b>	<b>10,28,23,125</b>	<b>10,28,23,125</b>

#### (v) Retained earnings

Particulars	March 31, 2018	March 31, 2017
Opening balance	(2,98,52,785)	(1,07,436)
Net profit/(loss) for the year	2,35,45,368	(3,02,29,047)
Provision for Proposed Dividend reversed	-	3,61,620
Provision for Income Tax of earlier years written off	2,39,959	-
Dividend paid during the year	(3,06,000)	-
Dividend Distribution Tax paid	(55,620)	-
Transferred from Special Reserves	-	1,22,078
<b>Closing balance</b>	<b>(64,29,078)</b>	<b>(2,98,52,785)</b>

**SAHYOG MULTIBASE LIMITED**

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

(All amounts in ` , unless otherwise stated)

**Note 13 - Financial liabilities - Borrowings**

Particulars	March 31, 2018		March 31, 2017	
	Non Current	Current	Non Current	Current
<b>Secured- at amortised cost</b>				
Borrowing from ICICI Bank Ltd- Car Loans	-	-	-	-
Global Fincap Limited	-	-	-	-
Tata Motor Finance Limited	7,04,705	1,37,617	-	-
<b>Unsecured- at amortised cost</b>				
From Directors				15,50,000
Other Loans & Advances	8,26,06,659	10,37,67,460	-	-
Share Application Money received	-	-	-	11,14,000
	<b>8,33,11,364</b>	<b>10,39,05,077</b>	-	<b>26,64,000</b>

**Note 14 - Trade payables**

Particulars	March 31, 2018		March 31, 2017	
	Non Current	Current	Non Current	Current
<b>At amortised cost</b>				
Sundry creditors other than micro & small enterprises	-	28,01,21,132	-	29,56,67,762
Micro and Small enterprises balances	-	-	-	-
Interest on Micro and Small enterprises balances	-	-	-	-
<b>Total trade payables</b>	-	<b>28,01,21,132</b>	-	<b>29,56,67,762</b>

**Note 15 - Other Liabilities**

Particulars	March 31, 2018		March 31, 2017	
	Non Current	Current	Non Current	Current
Advance from Customers	-	-	-	27,74,90,694
<b>Statutory liabilities</b>				
Service Tax	-	29,704	-	1,83,775
Sales Tax	-	-	-	13,89,758
TDS	-	16,64,784	-	2,51,940
<b>Total other liabilities</b>	-	<b>16,94,488</b>	-	<b>27,93,16,167</b>

**Note 16 Non-Controlling Interest**

Particulars	March 31, 2018	March 31, 2017
Equity Share Capital	6,50,560	7,10,400
Reserve and Surplus	1,65,60,220	1,80,81,202
<b>Closing balance</b>	<b>1,72,10,780</b>	<b>1,87,91,602</b>

**Note 17 - Other financial liabilities**

Particulars	March 31, 2018		March 31, 2017	
	Non Current	Current	Non Current	Current
Expenses payable	-	14,27,033	-	10,69,368
Unpaid Dividend	-	4,17,950	-	1,56,707
Book Overdraft with Union Bank of India	-	4,55,64,113	-	3,57,62,483
<b>Total other financial liabilities</b>	-	<b>4,74,09,096</b>	-	<b>3,69,88,558</b>

**SAHYOG MULTIBASE LIMITED**

Consolidated Notes to the financial statements for the year ended March 31, 2018  
*(All amounts in Rs., unless otherwise stated)*

**Note 18 - Revenue from operations**

Particulars	March 31, 2018	March 31, 2017
Sale of products	1,51,47,02,361	1,26,89,74,355
<b>Total revenue from operations</b>	<b>1,51,47,02,361</b>	<b>1,26,89,74,355</b>

**Note 19 - Other income**

Particulars	March 31, 2018	March 31, 2017
<b>(a) Interest income</b>		
Interest income earned on financial assets that are not designated as at fair value through profit or loss		
(a) Interest on fixed deposits (at amortised cost)	47,163	-
(b) Interest on loans & advances	19,11,929	8,52,827
<b>(b) Commission Income</b>	<b>1,45,294</b>	<b>6,65,000</b>
<b>(c) Dividend Income</b>	<b>1,86,958</b>	<b>7,86,645</b>
<b>(d) Foreign Exchange Fluctuation</b>	<b>67,26,208</b>	<b>15,01,491</b>
<b>(e) Provision no longer required now written back</b>	<b>-</b>	<b>5,149</b>
<b>(f) Duty Drawback Received</b>	<b>1,55,92,102</b>	<b>44,82,512</b>
<b>(g) Profit on sale of Car</b>	<b>2,08,508</b>	<b>-</b>
<b>(h) Profit on sale of Investments</b>	<b>1,82,50,076</b>	<b>-</b>
<b>(j) Short and Excess</b>	<b>54,714</b>	<b>12,950</b>
<b>(k) Balances written off</b>	<b>(17,694)</b>	<b>-</b>
<b>Total other income</b>	<b>4,31,05,258</b>	<b>83,06,574</b>

**SAHYOG MULTIBASE LIMITED**

Consolidated Notes to the financial statements for the year ended March 31, 2018  
 (All amounts in Rs., unless otherwise stated)

**Note 20 - Cost of Goods Sold**

Particulars	March 31, 2018	March 31, 2017
Opening Stock at the beginning	9,87,26,634	2,16,85,638
Add: Purchases during the year	1,60,74,86,834	1,26,82,98,954
Add: Operating Expenses	60,93,273	1,47,11,027
Less: Closing stock at the end	24,04,16,364	9,87,26,634
<b>Total purchases made during the year</b>	<b>1,47,18,90,377</b>	<b>1,20,59,68,985</b>

**Note 21 - Finance cost**

Particulars	March 31, 2018	March 31, 2017
Interest expense :		
- Loan	1,81,55,565	1,10,78,404
Bank Charges	3,23,194	91,265
<b>Total finance cost</b>	<b>1,84,78,759</b>	<b>1,11,69,669</b>

**Note 22 - Depreciation and amortisation expense**

Particulars	March 31, 2018	March 31, 2017
Depreciation expense		
- On property, plant and equipment( refer note 3)	8,36,784	9,30,611
Impairment of Assets	8,21,623	-
<b>Total depreciation and amortisation expense</b>	<b>16,58,407</b>	<b>9,30,611</b>

**Note 23 - Employees benefit expenses**

Particulars	March 31, 2018	March 31, 2017
Salary and wages	78,32,672	55,06,955
Staff Welfare expenses	74,497	76,521
<b>Total Employees benefit expense</b>	<b>79,07,169</b>	<b>55,83,476</b>

**Note 24 - Other expenses**

Particulars	March 31, 2018	March 31, 2017
Interest on Statutory Dues payment	2,65,373	7,76,355
Listing/Merger Fees	2,00,000	9,47,401
Demat Charges, STT and Delivery Charges	67,090	20,42,604
Advertisement	4,15,310	3,11,572
Insurance	28,162	1,00,564
Freight & Handling Expenses	4,38,60,702	3,69,82,333
Commission Expenses	-	5,15,317
Income Tax demand	-	2,81,650
Legal and professional	8,45,480	22,30,925
<b>Payment to Auditor</b>		
- Audit fee	3,59,500	4,59,500
Office Rent Expense	14,39,084	11,05,504
Loss on Consignment sale	7,88,969	16,60,534
Other Indirect Expenses	17,95,699	10,66,337
Loss on sale of investments	-	38,35,626
Donations	50,00,000	-
Foreign Exchange Fluctuation	-	9,49,622
Selling and Distribution Exp	18,60,000	-
<b>Total other expenses</b>	<b>5,69,25,369</b>	<b>5,32,65,844</b>

## SAHYOG MULTIBASE LIMITED

Consolidated Notes to the financial statements for the year ended March 31, 2018  
*(All amounts in Rs., unless otherwise stated)*

### Note 25 - Tax expense

Particulars	March 31, 2018	March 31, 2017
<b>(a) Current Tax</b>		
In respect of current year	9,80,000	21,85,040
In respect of previous year	-	-
<b>Total income tax expense recognised in profit &amp; loss (a+b)</b>	<b>9,80,000</b>	<b>21,85,040</b>

### Note 26 - Earnings per share

Particulars	March 31, 2018	March 31, 2017
Profit for the year attributable to owners of the Company [A]	2,35,45,368	(3,02,29,047)
Weighted average number of equity shares for the purposes of basic EPS/diluted EPS [B]	79,76,071	79,76,071
Basic earning per share (face value of ` 10 per share) [A/B]	2.95	(3.79)
Diluted earning per share (face value of ` 10 per share) [A/B]	2.95	(3.79)

### Note 27 - Contingent Liability

	March 31, 2018	March 31, 2017
*Bank Guarantee for exports SIIB ICD TKD	12,01,000	-
<b>Total Contingent Liability</b>	<b>12,01,000</b>	<b>-</b>

\* The above Bank guarantee is given by pleading Bank Fixed Deposits of Rs. 12,43,446/-

### Note 28 - Dues to micro, small & medium enterprises

Based on the information available with the Company, there are no dues outstanding in respect of Micro, Small & Medium Enterprises at the balance sheet date. The above disclosure has been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the auditors.

## **SAHYOG MULTIBASE LIMITED**

Consolidated Notes to the financial statements for the year ended March 31, 2018  
(All amounts in Rs., unless otherwise stated)

### **Note 29 - Segment information**

The Group is primarily engaged in the business of dealing in Plastic related products & raw materials and dealing & investing in immovable properties which is considered to be the only reportable business segment.

The Group is domiciled in India and all its non-current assets are located in India.

The amount of Group's revenue from external customers based on geographical area and nature of the products/ services are shown below:

#### **Revenue by geographical area**

Particulars	March 31, 2018	March 31, 2017
India	1,35,19,53,648	1,18,71,55,364
Rest of the world	16,27,48,713	8,18,18,991
<b>Total</b>	<b>1,51,47,02,361</b>	<b>1,26,89,74,355</b>

#### **Revenue by nature of products / services (refer note 18)**

Particulars	March 31, 2018	March 31, 2017
Shares	12,33,94,242	-
PVC Resins/ Plastic Granuels & other related items	1,39,13,08,119	1,26,89,74,355
<b>Total</b>	<b>1,51,47,02,361</b>	<b>1,26,89,74,355</b>

#### **Information about major customers**

Particulars	March 31, 2018	March 31, 2017
<b>External customers contributing 10% or more of the total revenue</b>		
1) Vikas Ecotech Limited	49,53,13,870	61,96,77,738
2) Vikas Multi Corp Limited	31,05,62,802	33,94,20,988
<b>Total</b>	<b>80,58,76,672</b>	<b>95,90,98,726</b>

## **SAHYOG MULTIBASE LIMITED**

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

*(All amounts in Rs, unless otherwise stated)*

#### **Note 30 - Related party transactions**

##### **(A) List of key management personnel**

###### **(a) Directors**

Mr. Ghanshyam Prashad Gupta  
Mr. Naresh Kumar Singhal  
Mrs. Meetu Aggarwal  
Mr. Vishesh Gupta  
Mr. Umesh Gulhar (appointment as on 16.06.2017)  
Mr. Deepak Bansal

###### **(b) Executive Officers**

Mr. Chandan Kumar (Chief Financial Officer)  
Mr. Sharwan Prasad Group Head-Accounts Department

###### **(c) Company Secretary**

Ms. Neha Garg

##### **(B) List of subsidiaries**

Tavares Tradelink Private Limited (Indian Subsidiary)

##### **(C) List of other related parties**

###### **Enterprises over which Key Managerial Personnel and / or their relatives exercise significant influence :**

Stepping Stone Construction Private Limited (Naresh Kumar Singhal Common Director)  
Jha Gunjan & Associates (relative of Chief Financial Officer of the Company)  
Value Industries Asia Pte Ltd (Foreign Company)

##### **(D) Terms & conditions:**

The outstanding balances at the year-end are unsecured and interest free. The Company has not recorded any impairment of receivables relating to amounts owned by related parties for the year ended 31 March 2018 and 31 March 2017.

##### **(E) The amount of transactions/ balances disclosed above are without giving effect to the Ind AS adjustments on account of fair valuation / amortisation.**

**(F) Transactions with Related Party**

Related Party	Outstanding as on 31.03.2018 (Rs.)	Payable/ Receivable	Outstanding as on 31.03.2017 (Rs.)	Payable/ Receivable	Nature of transaction	As on 31.03.2018	As on 31.03.2017
						Value of transaction (Rs.)	Value of transaction (Rs.)
Naresh Kumar Singhal	31,692	Payable	40,000	Payable	Director	5,90,129	3,41,400.00
Vishesh Gupta	38,401	Payable	NIL		Director Remuneration	4,68,807	30,000
Deepak Bansal	-	Payable	40000	payable	Director Remuneration	1,20,000	1,20,000
Chandan Kumar	45,330		45,330	payable	Salary Expenses	6,00,000	4,92,500
Umesh Gulhar	2,40,000	payable	NIL		Director Remuneration	2,40,000	-
Neha Garg	31,213	payable	31,213	payable	Salary Expenses Expenses incurred on their behalf	3,96,000	3,31,728
Vikas Multicorp Limited (formally known as Moonlite Technocham Private Limited)	NIL		6,46,70,412	Receivable	Sales	-	16,37,32,097
Steeping Stone Construction Private Limited	1,40,25,000	payable	6,00,000	Receivable	Loan Taken Loan Repaid	1,99,25,000 (53,00,000)	2,50,000 (8,50,000)
Value Industries Asia Pte Ltd (Foreign Company)	12,13,74,742	Receivable			Sales Investment	11,71,62,205 1,29,80,000	
Elan India Exim Private Limited	NIL	NIL	34,87,070	Receivable	Purchases	34,87,070	91,62,930
Tavares Tradelink Private Limited( Formally Known as Mahak Vyapaar Private Limited)	34595622	Receivable	7,89,10,937	Receivable	Purchase Sales Share Purchase of Vikas Multicorp Limited	1,91,31,231 1,49,27,326 5,77,404	9,56,66,066 - -
Jha Gunjan & Associates	NIL	NIL	1,500	payable	Professional Fee Reimbursement Exp	7,100 2,46,613	10,500 1,86,553

## **SAHYOG MULTIBASE LIMITED**

Consolidated Notes to the financial statements for the year ended March 31, 2018  
(All amounts in ` , unless otherwise stated)

### **Note 31 - Capital management**

For the purpose of capital management, capital includes total equity of the Parent Company. The primary objective of the capital management is to maximize shareholder value.

The Parent Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. The Parent Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Parent Company prefers a low gearing ratio. The Parent Company includes within net debt, interest bearing loans and borrowings, trade and other payables, less cash and cash equivalents.

<b>Particulars</b>	<b>March 31, 2018</b>	<b>March 31, 2017</b>
Current and non-current Borrowings (note 13)	18,72,16,441	26,64,000
Trade payables (note 14)	28,01,21,132	29,56,67,762
Other current financial liabilities (note 17)	4,74,09,096	3,69,88,558
Other current liabilities (note 15)	16,94,488	27,93,16,167
<b>Total debt</b>	<b>51,64,41,157</b>	<b>61,46,36,487</b>
Less: Cash and cash equivalent (note 9)	(44,70,624)	(78,95,449)
<b>Net debt (A)</b>	<b>51,19,70,533</b>	<b>60,67,41,038</b>
<b>Total equity (note 11, note 12 &amp; note 16)</b>	<b>57,72,27,355</b>	<b>55,50,63,668</b>
<b>Total equity and net debt (B)</b>	<b>1,08,91,97,888</b>	<b>1,16,18,04,706</b>
<b>Gearing ratio (A/B)</b>	<b>47.00%</b>	<b>52.22%</b>

In order to achieve this overall objective, the Parent Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the lender to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

Further, no changes were made in the objectives, policies or process for managing capital during the years ended March 31, 2017 and March 31, 2016.

The Parent Company is not subject to any externally imposed capital requirements.

## SAHYOG MULTIBASE LIMITED

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

(All amounts in Rs., unless otherwise stated)

### Note 32 - Financial risk management

The Parent Company's financial liabilities generally comprises of interest bearing borrowing, trade payables and other payables represented by security deposit received from dealers and other employee benefits. The main purpose of these financial liabilities is to raise finances for the Parent Company. The financial assets held by the Parent Company consist of trade receivables, balance with banks, security deposit and plan assets.

The Parent Company is mainly exposed to credit risk, liquidity risk and market risk. The board of directors reviews and agrees policies for managing each of these risks which are summarized below:

#### (i) Credit Risk

Credit risk arises when a counterparty defaults on its contractual obligations to pay resulting in financial loss to the Parent Company. Currently the Parent Company is not exposed to any significant credit risk from its operating activities.

#### (ii) Liquidity risk

The Parent Company uses liquidity forecast tools to manage its liquidity. The Parent Company is able to substantially fund its working capital from cash and cash equivalents, cash credit facilities and cash flow that is generated from operation. The Parent Company believes that the working capital is sufficient to meet its current requirements.

#### Maturities analysis of financial liabilities:

Particulars	on demand	< 1 year	1-5 years	Total	Carrying amount
<b>As at 31 March 2018</b>					
Current borrowings	10,39,05,077	-	-	10,39,05,077	10,39,05,077
Trade payables	-	28,01,21,132	-	28,01,21,132	28,01,21,132
Other financial liabilities	-	4,74,09,096	8,33,11,364	13,07,20,460	13,07,20,460
	<b>10,39,05,077</b>	<b>32,75,30,228</b>	<b>8,33,11,364</b>	<b>51,47,46,669</b>	<b>51,47,46,669</b>
<b>As at 31 March 2017</b>					
Current borrowings	26,64,000	-	-	26,64,000	26,64,000
Trade payables	-	29,56,67,762	-	29,56,67,762	29,56,67,762
Non-current borrowings	-	3,69,88,558	-	3,69,88,558	3,69,88,558
	<b>26,64,000</b>	<b>33,26,56,320</b>	<b>-</b>	<b>33,53,20,320</b>	<b>33,53,20,320</b>

#### (iii) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise two types of risk: currency rate risk and interest rate risk.

##### (a) Interest rate risk:

The Parent Company's interest rate risk arises due to restricted deposit with bank. The exposure to interest risk in relation to restricted deposits is between 6% to 9%. Restriction on such deposits is realized on the expiry of terms of respective arrangements.

##### (b) Foreign currency risk:

Foreign Currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in exchange rates of any currency. The Parent Company's exposure to the risks of changes in foreign exchange rates relates primarily to the Parent Company's investments in foreign companies.

### Note 33 - First time adoption of Ind AS

#### Transition to Ind AS

These are the Parent Parent Company's first consolidated financial statements prepared in accordance with Ind AS.

The accounting policies set out in note 1 have been applied in preparing the consolidated financial statements for the year ended 31 March 2018 and the comparative information presented in these consolidated financial statements for the year ended 31 March 2017. In preparing its opening Ind AS balance sheet, the Parent Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provision of the Act (previous GAAP or Indian GAAP). Further, in view of the classification of current and non-current items adopted in accordance with the criteria specified in Ind AS 1 Presentation of Financial Statements the corresponding figures of the previous years have been appropriately reclassified wheresoever necessary. An explanation of how the transition from previous GAAP to Ind AS has affected the Parent Company's financial position, financial performance and cash flows is set out in the following tables and notes.

## **A. Exemptions and exceptions availed**

Set out below are the applicable Ind AS 101 optional exemptions and mandatory exceptions applied in the transition from previous GAAP to Ind AS.

### **A.1 Ind AS optional exemptions**

#### **A.1.1 Deemed cost**

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the consolidated financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38 *Intangible Assets*.

Accordingly, the Parent Company has elected to measure all of its property, plant and equipment and intangible assets at their previous

#### **A.1.2 Leases**

Appendix C to Ind 17 requires an entity to assess whether a contract or arrangement contains a lease. In accordance with Ind AS 17, this assessment should be carried out at the inception of the contract or arrangement. Ind AS 101 provides an option to make this assessment on the basis of facts and circumstances existing at the date of transition to Ind AS, except where the effect is expected to be not material.

The Parent Company has elected to apply this exemption for such contracts/ arrangements.

### **A.2 Ind AS mandatory exceptions**

#### **A.2.1 Estimates**

An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Ind AS estimates as at 1 April 2016 are consistent with the estimates as at the same date made in conformity with previous GAAP (after adjustments to reflect any difference in accounting policies) apart from certain new estimates that were not required under previous GAAP.

#### **A.2.2 De-recognition of financial assets and liabilities**

Ind AS 101 requires a first-time adopter to apply the de-recognition provisions of Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS. However, Ind AS 101 allows a first-time adopter to apply the de-recognition requirements in Ind AS 109 retrospectively from a date of the entity's choosing, provided that the information needed to apply Ind AS 109 to financial assets and liabilities derecognised as a result of past transactions was obtained at the time of initially accounting for those transactions.

The Parent Company has elected to apply the de-recognition provisions of Ind AS 109 prospectively from the date of transition to Ind AS.

#### **A.2.3 Classification and measurement of financial assets**

Ind AS 101 requires an entity to assess classification of financial assets (debt instruments) in terms of whether they meet the amortised cost criteria or the FVTOCI criteria based on the facts and circumstances that existed as of the transition date and the Parent Company has followed the same.

#### **A.2.4 Impairment of financial assets**

The Parent Company has applied the impairment requirements of Ind AS 109 retrospectively; however, as permitted by Ind AS 101, it has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date that financial instruments were initially recognised in order to compare it with the credit risk at the transition date. Further, the Parent Company has not undertaken an exhaustive search for information when determining, at the date of transition to Ind ASs, whether there have been significant increases in credit risk since initial recognition, as permitted by Ind AS 101.

**B. Reconciliations between previous GAAP and Ind AS**

Ind AS 101 requires an entity to reconcile equity, total comprehensive income and cash flows for prior periods. The following tables represent the reconciliations from previous GAAP to Ind AS.

**B.1 Effect of Ind AS adoption on the balance sheet as at March 31, 2017**

Particulars	Notes	31 March 2017 (End of last period presented under previous GAAP)		
		Previous GAAP *	Effect of transition to Ind AS	Ind AS
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment		36,59,511	-	36,59,511
Intangible assets		3,892	-	3,892
Financial assets				
Investment in fellow subsidiaries		-	-	-
Investment in associates		-	-	-
Other investments		36,27,37,217	(4,09,04,476)	32,18,32,741
Other financial assets		-	-	-
Other non-current assets		-	-	-
Deferred Tax Asset		2,09,690	1,26,39,483	1,28,49,173
Income tax assets (net)		-	-	-
<b>Total non-current assets</b>		<b>36,66,10,310</b>	<b>(2,82,64,993)</b>	<b>33,83,45,317</b>
<b>Current assets</b>				
Inventories		9,87,26,634	-	9,87,26,634
Financial assets				
Loans & Advances		43,15,65,925	-	43,15,65,925
Trade receivables		29,56,25,856	-	29,56,25,856
Cash and cash equivalents		78,95,449	-	78,95,449
Other		-	-	-
Other current assets		-	-	-
<b>Total current assets</b>		<b>83,38,13,864</b>	<b>-</b>	<b>83,38,13,864</b>
<b>Total assets</b>		<b>1,20,04,24,174</b>	<b>(2,82,64,993)</b>	<b>1,17,21,59,181</b>

\* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note.

Particulars	Notes	31 March 2017		
		Previous GAAP *	Effect of transition to Ind AS	Ind AS
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity share capital		7,97,60,715	-	7,97,60,715
Other equity		43,57,98,592	(2,07,12,759)	45,65,11,351
Non Controlling Interest		1,16,00,988	(71,90,614)	1,87,91,602
<b>Total equity</b>		<b>52,71,60,295</b>	<b>(2,79,03,373)</b>	<b>55,50,63,668</b>
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
Financial Liabilities				
Borrowings		-	-	-
Provisions		3,61,620	(3,61,620)	-
<b>Total non-current liabilities</b>		<b>3,61,620</b>	<b>(3,61,620)</b>	<b>-</b>
Current liabilities				
Financial liabilities				
Borrowings		26,64,000	-	26,64,000
Trade payables		29,56,67,762	-	29,56,67,762
Others		3,69,88,558	-	3,69,88,558
Other current liabilities		27,93,16,167	-	27,93,16,167
Income Tax Assets (Net)		24,59,026	-	24,59,026
<b>Total current liabilities</b>		<b>61,70,95,513</b>	<b>-</b>	<b>61,70,95,513</b>
<b>Total liabilities</b>		<b>61,74,57,133</b>	<b>(3,61,620)</b>	<b>61,70,95,513</b>
<b>Total equity and liabilities</b>		<b>1,14,46,17,428</b>	<b>(2,82,64,993)</b>	<b>1,17,21,59,181</b>

\* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note.

**B.2 Reconciliation of total equity as at March 31, 2017**

Particulars	Notes	March 31, 2017 (End of last period presented under previous GAAP)
<b>Total equity (shareholders' funds) under previous GAAP</b>		<b>52,71,60,295</b>
<b>Total adjustment to equity</b>		<b>2,79,03,373</b>
<b>Total equity under Ind AS</b>		<b>55,50,63,668</b>

**B.3 Effect of Ind AS adoption on the statement of profit and loss for the year ended March 31, 2017**

Particulars	March 31, 2017 (last period presented under previous GAAP)		
	Previous GAAP *	Effect of transition to Ind AS	Ind AS
Revenue from operations	1,26,89,74,355	-	1,26,89,74,355
Other income	83,06,574	-	83,06,574
<b>Total income</b>	<b>1,27,72,80,929</b>	-	<b>1,27,72,80,929</b>
<b>Expenses</b>			
Cost of Goods sold	1,20,59,68,985	-	1,20,59,68,985
Finance costs	1,11,69,669	-	1,11,69,669
Depreciation and amortisation expense	9,30,611	-	9,30,611
Employees benefit expenses	55,83,476	-	55,83,476
Other expenses	5,32,65,844	-	5,32,65,844
<b>Total expenses</b>	<b>1,27,69,18,585</b>	-	<b>1,27,69,18,585</b>
<b>Profit/(loss) before tax</b>	<b>3,62,344</b>	-	<b>3,62,344</b>
Tax expense:			
- Current tax	21,85,040	-	21,85,040
- Deferred tax liability	1,41,358	-	1,41,358
<b>Total tax expense</b>	<b>23,26,398</b>	-	<b>23,26,398</b>
<b>Profit / (loss) for the year</b>	<b>(19,64,054)</b>	-	<b>(19,64,054)</b>

\* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note.

Particulars	March 31, 2017		
	Previous GAAP	Effect of transition to Ind AS	Ind AS
<b>Other comprehensive income</b>			
A (i) Items that will not be reclassified to profit or loss			
- Re-measurements of the Investments	-	(4,09,04,476)	(4,09,04,476)
- income tax relating to items that will not be reclassified to profit or loss	-	1,26,39,483	1,26,39,483
B (i) Items that may be reclassified to profit or loss	-	-	-
Income tax relating to items that may be reclassified to profit & loss	-	-	-
<b>Other comprehensive income for the year, net of tax</b>	<b>-</b>	<b>(2,82,64,993)</b>	<b>(2,82,64,993)</b>
<b>Total comprehensive income for the year</b>	<b>(19,64,054)</b>	<b>(2,82,64,993)</b>	<b>(3,02,29,047)</b>

**B.4 Reconciliation of total comprehensive income for the year ended March 31, 2017**

Particulars	Note No.	March 31, 2017 (End of last period presented under previous GAAP)
<b>Profit as per previous GAAP</b>		<b>(19,64,054)</b>
<b>Total effect of transition to Ind AS</b>		<b>-</b>
<b>Profit / (loss) for the year as per Ind AS</b>		<b>(19,64,054)</b>
Other comprehensive for the year (net of tax)		<b>(2,82,64,993)</b>
<b>Total comprehensive income under Ind AS</b>		<b>(3,02,29,047)</b>

**Note:** Under previous GAAP, total comprehensive income was not reported. Therefore, the above reconciliation starts with profit under previous GAAP.

**B.5 Effect of Ind AS adoption on the statement of cash flows for the year ended March 31, 2017**

Particulars	March 31, 2017		
	Previous GAAP	Effect of transition to Ind AS	Ind AS
Net cash flows from operating activities	(14,29,50,151)	-	(14,29,50,151)
Net cash flows from investing activities	(33,59,75,142)	-	(33,59,75,142)
Net cash flows from financing activities	48,19,16,463	-	48,19,16,463
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>29,91,170</b>	-	<b>29,91,170</b>
Cash and cash equivalents at the beginning of the year (Note 9)	49,04,279	-	49,04,279
<b>Cash and cash equivalents at the end of the year (Note 9)</b>	<b>78,95,449</b>	-	<b>78,95,449</b>

## SAHYOG MULTIBASE LIMITED

Consolidated Notes to the financial statements for the year ended March 31, 2018  
 (All amounts in ` , unless otherwise stated)

### Note 34 - Information related to subsidiaries and joint ventures

The Subsidiary considered in the consolidated financial statements is as follows:

Name of Company	Country of Incorporation	% of voting power as on March 31, 2018	% of voting power as on March 31, 2017	Accounting Period
<b><u>Direct Subsidiary</u></b>				
TAVARES TRADELINKS PRIVATE LIMITED	INDIA	76.70%	74.56%	1st April - 31st March

### Note 35 - Fair value measurements

#### Financial instruments by category

Particulars	March 31, 2018		March 31, 2017	
	FVTOCI	Amortised cost	FVTOCI	Amortised cost
<b>Financial assets</b>				
Non Current Investments	19,79,850	2,55,21,064	24,83,85,691	7,34,47,050
Trade receivables	-	36,03,88,142	-	29,56,25,856
Cash and bank balances	-	44,70,624	-	78,95,449
Other current loans & advances	-	45,84,15,546	-	43,15,65,925
<b>Total financial assets</b>	<b>19,79,850</b>	<b>84,87,95,376</b>	<b>24,83,85,691</b>	<b>80,85,34,280</b>
<b>Financial liabilities</b>				
Borrowings	-	18,72,16,441	-	26,64,000
Trade payables	-	28,01,21,132	-	29,56,67,762
Other payables	-	4,74,09,096	-	3,69,88,558
<b>Total financial liabilities</b>	<b>-</b>	<b>51,47,46,669</b>	<b>-</b>	<b>33,53,20,320</b>

The management assessed that cash and cash equivalents, other bank balance, loans, trade payables and other financial instruments approximate their carrying amounts largely due to the short term maturities of these instruments.

### Note 36 - Recent Accounting pronouncements

The Ministry of Corporate Affairs (MCA) vide notification dated 17 March 2017 has issued the Companies (Indian Accounting Standards) Amendment Rules, 2017 and has amended Ind AS 7 Statement of Cash Flows. The amendments to Ind AS 7 requires an entity to provide disclosures that enable users of consolidated financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes. On initial application of the amendment, entities are not required to provide comparative information for preceding periods. These amendments are effective for annual periods beginning on or after 1 April 2017. Application of this amendments will not have any recognition and measurement impact. However, it will require additional disclosure in the consolidated financial statements.

### Note 37 - Approval of standalone financial statements

The consolidated financial statements were approved for issue by the Board of Directors of the Parent Company on 30 May 2018 subject to approval of shareholders.

#### As per our report of even date

For Akhil Mittal & Co.

Chartered Accountants

Firm Regn. No.026177N

For and on behalf of the Board of  
 Sahyog Multibase Limited

Akhil Mittal  
 Partner  
 Membership No. 517856

Naresh Kumar Singhal  
 Director  
 (DIN: 02987526)

Vishesh Gupta  
 Director  
 (DIN: 00255689)

Place: New Delhi  
 Dated: 30th May, 2018

Neha Garg  
 (Company Secretary)

Chandan Kumar  
 (Chief Financial Officer)

**SAHYOG MULTIBASE LIMITED**

(CIN: L74110DL1992PLC116773)

Registered Office: House No. 9, Road No.-13 East Punjabi Bagh, New Delhi-110026

Ph No.: 011-40109341, e-mail id: sahyogcreditslimited@yahoo.in

**ATTENDANCE SLIP**

**(To be presented at the entrance)**

27<sup>th</sup> ANNUAL GENERAL MEETING ON THURSDAY, 27<sup>th</sup> SEPTEMBER 2018 AT 11.00 A.M. AT 5/2, AGARWAL BHAWAN, JAIDEV PARK, EAST PUNJABI BAGH, NEW DELHI-110026.

Name of Shareholder/Proxy Holder.....

DP ID No.....

Client ID No.....

Shareholder's Folio No. ....

No. of Shares held.....

I certify that I am a member / proxy / authorized representative for the member of the Company.

I hereby record my presence at the 27<sup>th</sup> ANNUAL GENERAL MEETING ON THURSDAY, 27<sup>th</sup> SEPTEMBER 2018 AT 11.00 A.M. AT 5/2, AGARWAL BHAWAN, JAIDEV PARK, EAST PUNJABI BAGH, NEW DELHI-110026.

.....  
Member's/Proxy Signature

**NOTES:-**

1. Only shareholder/Proxy holder can attend the meeting

**SAHYOG MULTIBASE LIMITED**  
(CIN: L74110DL1992PLC116773)  
Registered Office: House No. 9, Road No.-13 East Punjabi Bagh New Delhi-110026  
Ph No.: 011-40109341, e-mail id: sahyogcreditslimited@yahoo.in

**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 of the member(s): _____
Registered Address: _____
E-mail ID: _____
Folio/ DP ID - Client ID No.: _____

I/We being the member(s) of \_\_\_\_\_ shares of Sahyog Multibase Limited hereby appoint:

- (1) Name: \_\_\_\_\_  
Address: \_\_\_\_\_  
E-mail ID: \_\_\_\_\_  
Signature: \_\_\_\_\_, or failing him;
- (2) Name: \_\_\_\_\_  
Address: \_\_\_\_\_  
E-mail ID: \_\_\_\_\_  
Signature: \_\_\_\_\_, or failing him;
- (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 27<sup>th</sup> Annual General Meeting of the Company, to be held on 27<sup>th</sup> September 2018 at 11:00 a.m. at 5/2, Agarwal Bhawan, Jaidev Park, East Punjabi Bagh, New Delhi-110026 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.	Resolution	Optional*	
Ordinary Business:		For	Against
1.	Adoption of Audited Financial Statements for the year ended March 31, 2018.		
2.	Declare Final Dividend @ 1% i.e. Rs. 0.1/- (Ten Paisa) per share.		
3.	Re-appointment of Mr. Vishesh Gupta as a Director, who retires by rotation.		
Special Business:			
4.	Appointment of M/s Goyal Nagpal & Co., Chartered Accountants (Registration No. 018289C) as Statutory Auditors of the Company.		
5.	Appointment of Mr. Chandan Kumar as Whole-Time Director (Finance) for a period of five years.		

**Note:** Notwithstanding the above, the Proxies can vote on such other items which may be tabled at the meeting by the members present.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2018

Signature of shareholder \_\_\_\_\_ Revenue Stamp

Affix Re 1

Signature of Proxy holder \_\_\_\_\_

**Note:**

1. **This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.**
2. **A Proxy need not be a member of the Company.**
3. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
4. For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the 27<sup>th</sup> Annual General Meeting.
- \*5. It is optional to put an 'X' in the appropriate column against the Resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all Resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.
6. Please complete all details including details of member(s) in above box before submission.

## MAP OF AGM VENUE

