



CIN-U72214MH1998PLC121048

NATURAL SUGAR & ALLIED INDUSTRIES LTD.

An ISO 9001:2008 Company

**DIRECTOR'S REPORT**

Respected Shareholders,

Your Directors are pleased to present the 19th Annual Report and the Company's audited financial statement for the financial year ended on 31st March, 2018.

1. Financial Results

The Company's financial performance for the year under review along with previous year's performance is produced hereunder:

Sr. No.	Particulars	For the financial year ended on 31/03/2018 (Rs.)	For the financial year ended on 31/03/2017 (Rs.)
1	Total Revenue	2,50,88,62,526.00	2,14,06,15,558.00
2	Less: Expenses	2067550727.00	1967348761.00
3	Profit before, finance cost and depreciation	441311799.00	173266796.00
4	Less: Finance Cost	17,68,13,820.00	9,62,58,540.00
5	Less: Depreciation and Amortization	8,92,43,318.00	7,67,33,382.00
6	Profit before Exceptional items	175254661.00	274875.00
7	Exceptional Items	5087056.00	5177598.00
8	Profit before Tax	180341717.00	5452473.00
9	Less Tax Expenses	80279878.00	688613.00
10	Net profit for the year	100061839.00	4763860.00
11	Earning per share (basic and Diluted)	55.31	2.63

2. Performance of Operations And Future Prospects:

This financial year under review was one of the financial crises year though the satisfactory rain fall in the region. The sugar cane production was at peak as compare to previous 2-3 financial year /crushing season. The sugar cane that was produced during the crushing season 2017-18 was totally new produce and hence huge production was resulted. In spite of huge production of sugarcane and good recovery of sugar, the sugar prices was reduced as expected every year. Due to decrease in sugar price and high guaranteed rate to sugarcane, the Company had to face financial losses.

During the financial year 2017-18, total 187 sugar factory incorporated crushing season out of which 101 sugar factories were under Co-operative sector and 86 were in private sector. All these total sugar factories crushed 957 Lakhs ton of sugarcane and produced 107 Lakh ton of sugar. The average recovery during this crushing season was 11.24%. In the previous crushing season there was thrice increase in the crushing of sugarcane and the recovery remained averagely same.

Our company has also other divisions supportive to main division of sugar. These divisions are Distillery, Steel, Co-gen, Dairy, Solar plant Performance of Company's various divisions are satisfactory subject to steel and distillery division. The appraisal performance of these divisions is given below.

2.1. SUGAR DIVISION:

During the crushing season 2017-18, there was satisfactory rainfall within the working area of factory, dams, canals were fully water flooded. At the same time, financial assistance to sugarcane producers through banks, co-operative societies, Patsansta etc, and also declaration of encouragement awards, expert's advice and guidance helps the high production.

Considering previous crushing season's experience of high production of sugar, in coming crushing season also expects high production of sugar, the West Indian Sugar Association (WISMA) has taken steps and following up to issue the Order by the Government, for the production of raw sugar and B heavy Molasses by the sugar factories and to commence the sugar crushing season from 1st October 2018.

During the crushing season 2017-18, the Company's Unit No. 1 at Village Sainagar Ranjani having capacity of 5000 MT/day was crushed 7.57 Lakh tone of sugar cane and got the recovery of 11.15 Lakhs ton of sugar. At the same time at the Company's Unit 2 factory achieved 2.93 lakhs tons of sugar cane crushing and got the 11.15 % recovery of sugar.

At the beginning of crushing season the rate of sugar was Rs.3611/- per ton and there after reduced to 3023/- per ton and remained average price at Rs. 3250/- per ton.

Sugarcane Rate:

As per the Central Government mandate, for crushing season 2017-18 the sugarcane price per ton was 2,590/- and after deducting the harvesting and transportation charges expenses of Rs. 580/- per ton, the net sugar cane rate was fixed to Rs. 2010/- per ton. In spite of this, the Company paid the net rate of Rs. 2325/- per ton to sugar cane producers at Unit No. 1. This rate is much more than the government rate by Rs. 315/- per ton. In addition to this the recovery increment bonus and transport expenses saving grant of Rs.90/- per ton was also paid to the sugarcane producers.

At the same time at Unit No. 2 the Central Government rate was fixed at Rs. 2826/- and after deducting the harvesting and transportation cost of Rs. 588/- per ton, the rate came to Rs. 2238/- per ton, but the Company paid Rs. 2250/- per ton (ex-field) and Rs. 2838.30 per ton at ex get, to sugar cane growers at Unit 2 of the Company.

Both the rates are reasonable and fair as decided by the Central Government.

2.2. Power Division (Co-Generation):

During the financial year 2017-18, the Company generated 437.96 Lakhs units from Company's 10 MW and 13 MW power generation units. Out of this generation, the Company exported 104.71 Lakhs units to Mahadiscom and remaining units were exported to other plants of the Company. The Company gained near about Rs. 2727.99 Lakh of net profit.

2.3 Ferro Alloys Division:

The Ferro Alloys and steel division produced aggregate of 1955 tons of Ferro Manganese and Silico Manganese and achieved the turnover of Rs. 1338 Lakhs. But the division incurred the loss of Rs. 154.30 Lakhs.

2.4 Distillery Division:

The company has modern and updated fully automatic distillery plant based on multi feed, multi pressure and multi product concept. During the year under review, the Distillery division had produced 54.95 lakhs liters of RS and 21.43 Lakhs liters of ethanol. For the production of the RS division utilized 20289.448 ton of molasses. The average recovery was 270.9 ltr. per ton of molasses. The Division incurred the loss of Rs. 76.96 Lakhs for the year.

2.5 Bio-Compost & Natural Phosphate Division:

The press mud and spent wash (polluted water) generated from the Sugar Plant, is used for production of bio compost and natural phosphate fertilizers. During the Financial year 2017-18, the said division produced 14409 MT of bio compost and was sold to the farmers at very reasonable rate.

2.6 Natural Bio-Gas & Bio-Power Project:

From the waste water exhaled by the Distillery division, Bio Gas plant having capacity of 45000 cubic meter Plant produced 12367 Mt steam and gained the net profit of Rs. 7.51 Lakhs.

2.7 Natural Dairy & Food Processing Project:

The performance of Dairy Division is very satisfactory. As a supplementary business to Farming, it helps the farmers for their livelihood in bad condition like drought, low or no farm incomes etc. During the year under review, the dairy division purchased milk of 234.50 Lakhs Liters from 10042 milk producers' farmers and paid Rs. 6866.93 lakhs to them against the said purchase of milk. The division earned Rs. 689.53 Lakhs profit from the sale of milk and milk products during the financial year 2017-18.

2.8 Solar Energy:

The Company's ultra-modern Solar Energy Plant having the Capacity of 604 KWH, which move constantly towards sun has generated 586329 units of electricity and was used in the Factory unit and administrative office of the Company which helped the company in reducing the Electricity bill expenses.

2.9. Natural Software Division:

Company has established and running a separate Software Division which provides software for carrying day to day activities online basis, thereby making work more speedy, accurate, convenient and paperless. This Division has all infrastructure required to develop software's under "Natural Sugar ERP" and has already made it commercially viable project. We have already provided services of software to 6 sugar factories in Maharashtra & performance is satisfactory.

3. General Reserves:

During the year under review, Rs. 100.06 Lakhs was transferred to General Reserve account which is near about 10/- of the profit of the year.

4. Dividend:

The Board of Directors has pleasure to recommend the declaration and payment of 10% dividend on the equity shares of the Company for the financial year 2017-18, which comes to Rs. 180.92 Lakhs. For the purpose of deciding the eligibility of receiving dividend the 04/09/2018 is fixed as Record date. Whose names are registered in the Register of Members of the Company as on that date shall be eligible for receiving the dividend, if approved in the AGM.

5. Transfer Of Unclaimed Dividend To Investor Education And Protection Fund:

Since there was no unpaid/unclaimed Dividend pending with the company for more than previous seven years, no amount is transferred or required to be transferred to IEPF account.

6. Board of Directors

The board of Directors of the Company is duly constituted. There are three Executive Directors, 2 Independent Directors and 6 non-executive Directors on the Board. The Board meets 8 times during the financial year 2017-18.

7. Policy For Appointment / Re-Appointment And Remuneration To Directors:

The Company's Policy relating to appointment of Directors, payment of Managerial remuneration, Directors' qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013 is furnished in **Annexure – 1** is attached to this report, and forms a part of the report.

8. Evaluation Of Performance Of Board Of Directors, Committee Of Directors And Independent Directors

The Board of Directors of the Company has established the committee of independent Directors and that committee evaluate and analyse the performance of Executive and non-executive Directors' performance, as required under the provisions of the Companies Act, 2013.

The Board of Directors expressed their satisfaction with the evaluation process. The result of the evaluation is satisfactory and adequate and meets the requirement of the Company.

9. Directors Responsibility Statement

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submits its responsibility Statement:-

- (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) 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 of the company for that period;
- (c) 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;
- (d) The directors had prepared the annual accounts on a going concern basis; and
- (e) 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.

10. Directors and Key Managerial Personnel Intending For Appointment/Re-Appointment:

During the year under review, the Company's senior Director Shri Dinkar Gore expired on 18th October 2017 due to ill health. The Board of Directors appreciates his guidance to Board of Directors and Management from time to time during his tenure as Director of the Company.

Shri Bibhishan Krishna Bhatlawande (DIN 00273767) and Shri Balaji Bajirao Tat (DIN 02747299) who retire by rotation and being eligible offers themselves for being re-elected as a Director of the Company, liable to retire by rotation in the ensuing annual general meeting.

The term of Shri Harshal B. Thombare (DIN 03176256) as Whole Time Director is ending on the 30th September 2018.

Smt. Prabhawati Gore (DIN: 08057356) was appointed as an Additional Director by the Board of Directors on 19th January 2018. Her term will end on the conclusion of this Annual General Meeting. The proposal has received along with requisite deposit for her election as regular Director on the Board. The Board of Directors on the recommendation of Audit Committee and Remuneration and Nomination Committee recommend the members to elect her as regular director by passing necessary resolution.

11. Directors' remuneration as required under the provisions of Corporate Governance (Applicable to the Companies paying remuneration to Managerial personnel as per the provisions of Schedule V of the Companies Act, 2013)

- (i) All elements of remuneration package such as salary, benefits, bonuses, stock options, pension, etc., of all the directors;
 - a) Mr. B. B. Thombare, Chairman & Managing Director -- Rs. 28,87,500/-
 - b) Mr. A.B.Thombare, Technical Director - Rs. 12,59,100/-
 - c) Mr. H. B. Thombare, Whole Time Director - Rs. 8,20,200/-
- (ii) The executive Directors are eligible for the receipt of incentive and profit sharing at 2 % per annum in the event of company earns the net profit in the financial year depending on the performance of the Directors.
- (iii) Service contracts, notice period, severance fees;
- (iv) No Stock option is given to any director or employee for the purchase of Company's shares.

12. Payment Of Commission To Directors:

The Directors of the company have not received any commission from the company or subsidiary company or holding company.

13. Declaration of Independent Directors:

The Company has obtained the declaration from the Independent Directors that they fulfill all the requirements of independence as stipulated in Section 149(6) of the Companies Act, 2013 so as to qualify to be appointed as Independent Directors under the provisions of the Companies Act, 2013 and the relevant rules.

14. Details Of Fraud As Reported By The Auditors Of The Company:

There was no fraud reported by the statutory auditors of the Company during the financial year under review.

15. Committees of the Directors of the Company:

The Board of Directors has formed the committees as required under the provisions of the Companies Act, 2013. The details of these committees are as below:

15.1 Audit Committee:

As provided under the Companies Act, 2013, the Audit Committee of the Directors is constituted to look after the Financial Activities and transactions and the working of Directors responsibilities and authorities. The committee has following members:

Shri Pandurang S. Awad	Chairman of the Committee
Shri Agatrao R. Patil	Member
Shri Bibhishan K. Bhatlawande	Member

The Audit Committee met 8 times during the year. All the recommendations of the audit committee were accepted by the Board of Directors.

15.2 Stakeholders Relationship Committee

The Stakeholders Relationship Committee is constituted for the purpose of considering and resolving the grievance of investors and matters relating to transfer/transmission etc. The Committee consists of following members:

Shri Pandurang S. Awad	Chairman of the Committee
Shri Bhairavnath B. Thombare	Member
Shri Agatrao R. Patil	Member
Shri Bibhishan K. Bhatlawande	Member

The Committee met 8 times during the year under review.

15.3 Nomination and Remuneration Committee:

The Nomination and Remuneration Committee as constituted by the company is required to decide over the appointment and fixing the remuneration of Directors, Key managerial personnel and recommending the Board of Directors accordingly in respect of the same. The Committee consists of the following members:

Shri Pandurang S. Awad	Chairman of the Committee
Shri Agatrao R. Patil	Member
Shri Bibhishan K. Bhatlawande	Member

The committee met 4 times during the Financial Year. All the recommendations of the committee were accepted by the Board of Directors.

Company's Policy for Nomination & Remuneration is annexed with this report in Annexure No. 1

15.4 Corporate Social Responsibility Committee:

As per the provision of the Companies Act, 2013, the provisions of Corporate Social Responsibility are applicable to the Company and accordingly the Committee known as Corporate Social Responsibility Committee is constituted by the Board of Directors of the Company consisting of following members

Shri Pandurang S. Awad	Chairman of the Committee
Shri Agatrao R. Patil	Member
Shri Bibhishan K. Bhatlawande	Member

The Committee looks after the social work to be undertaken by the Company and frame the policy for the social work and implementing the same conducting by the company itself or through other social agency. Committee met 2 times during the year under review. All the recommendations of the committee were accepted by the Board of Directors.

15.5 Committee of Independent Directors:

The Company has two Independent Directors as members. The Board of Directors has established the said separate Committee of Independent Directors to evaluate the working performance of Executive Directors, Key Managerial personal and other Directors of the company. The Committee consists of following members:

Shri Pandurang S. Awad	Chairman of the Committee
Shri Agatrao R. Patil	Member

The Committee held one meeting during the year under review.

16. Particulars Of Loans, Guarantees Or Investments Made Under Section 186 Of The Companies Act, 2013.

The Company has not given any loan or made any investments under Section 186 of Companies Act, 2013 during the year 2017-18 but the Company has given guarantees during the year as per details below:

Sr. No.	Descriptions	Amount Rs.
1	Employees Loan	
	a) Shri Sai Gramin Bigar Sheti Sahakari Patsanstha Ltd.	43,84,435/-
2	Harvesting & Transportation Contractor Loan	
	a) Shri Sai Gramin Bigar Sheti Sahakari Patsanstha Ltd.	12,24,00,000/-

17. Prevention Of Women From Sexual Harassment

The Company has zero tolerance for sexual harassment at workplace and has adopted a Policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules there under for prevention and redressal of complaints of sexual harassment at workplace. The Company is committed to providing equal opportunities without regard to their race, caste, sex, religion, colour, nationality, disability, etc. All women associates (permanent, temporary, contractual and trainees) as well as any women visiting the Company's office premises or women service providers are covered under this Policy. All employees are treated with dignity with a view to maintain a work environment free of sexual harassment whether physical, verbal or psychological.

No incidence/complaint was recorded for sexual harassment during the year under review.

18. Particulars Of Contracts Or Arrangements Made With Related Parties

The particulars of Contracts or Arrangements made with related parties made pursuant to Section 188 are furnished in **Annexure – 2** and is attached to this report.

19. Statutory Auditors:

M/s D. D. Darphalkar & Associates, Chartered Accountants, Latur,(FRN 135523W) were appointed as Statutory Auditors of the Company for the period of five financial years commencing from 1st April 2017 and ending on 31st March 2022. As required under the provisions of Companies Act, the members of the Company has to ratify the appointment each year. Accordingly, the Board of Directors has recommend the Members to ratify the appointment of said auditors for the financial year 2018-19.

20. Statutory Audit Report:

The Statutory Auditors report on the financial statement of the Company for the financial year 2017-18 given by M/s D. D. Darphalkar & Associates, Chartered Accountants, Latur, is self-explanatory except following observations /matter of emphasis:

- i) *We draw attention to Note No. 29.4.4 of accompanying financial statements in respect of recovery of amounts/assets belonging to JSSK unit assets which comprises total amount of Rs 4,54,75,255/-, the recovery and outcome of which is uncertain as on the date of balance sheet and therefore provision for doubtful recovery has been made into the accounts. However management expects recovery in the account.*
- ii) *We draw attention to the Note No. 29.4.10 of accompanying financial statements in respect of contingencies related to uncertainty of claims pertaining to Unit No. II which may arise in due course of time, of which liability at present is not known and not accounted for.*
- iii) *We draw attention to the Note No. 29.22 of accompanying financial statements, regarding scrap value of certain machineries withdrawn from effective use. The amount of scrap value appearing in Balance Sheet of Rs 4,86,52,038/-is subject to actual realization. The management expects realization value of scrap as reported in the financial statements.*
- iv) *We draw attention to note 29.4.11 in the financial statements about working of harvesting & transportation expenses. In absence of certified H & T rates from District Collector; the management has worked out H & T Expenses as per conventional method and accordingly made the cane payment to cane growers. The management donot expect further liability in this aspect as in the past.*
- v) *We draw attention to note 29.4.12 in the financial statements for non-provisioning of interest on delayed payments for which management do not expect any liability.*

The management reply to the said observation/ qualification or adverse remark is as under:

1. Point no. i): In respect of recovery of assets of JSSK unit, the legal case is pending with the Court, and management is expecting that the order will be passed by the court in favour of the Company.
2. Point no. ii): The management does not expect any further claims as stated in the said note no. 29.4.10.which will have an huge impact on the financial condition of the company.
3. Point no. iii) Some of the machineries are out of date and not usable and maintenance cost for these is not affordable. The Management of the Company had decided to treat these machineries as scrap and may be sold out at reasonable price.
4. Point no. iv) The harvesting and transportation expenses are decided by the State Government considering various issues in this connection. Uptill now the Government has not issued any order in this behalf and accordingly, the management of the Company had calculated the harvesting and transportation expenses considering the market variable and trend in this regard and fix the rate accordingly which is quite fair and reasonable. The Management expect that, even if the government declares the rate for payment towards harvesting and transportation cost, the Company's rate would be higher than government declared rate. Hence considering no further liability in this behalf.
5. Point No. v). There was delayed in payment of certain payment of sugar cane. But matter was settled and not expecting any further liability in this connection.

21. Secretarial Auditors and Its report :

The Company had appointed M/s Manoj H. Shah & Associates, Company Secretaries, Pune as Secretarial Auditors for the financial Year 2016-17. For the financial year 2017-18, the management had continued the appointment of M/s Manoj H. Shah & Associates, Company Secretaries, Pune as a Secretarial Auditors. The Secretarial Audit report as received from the Secretarial Auditors for the financial year 2017- 18 is annexed as **Annexure – 3** and forms a part of this Directors report.

Observation/ Qualification or Adverse remark mentioned in the Secretarial Audit Report and management's reply thereon is given below:

1. Companies Act , 2013:

- a. Pursuant to the provisions of Section 203 of the Companies Act , 2013, the Company has to appoint a Company Secretary in Whole time employment of the Company. The Company has not appointed the KMP viz. Company Secretary till 1/7/2017 in the said Financial year.
- b. Pursuant to the provisions of Section 77 of the Companies Act , 2013 read with the Rules there under the Company had to file form no. CHG1 for the various loans as availed by the Company and the Form no. CHG4 for the satisfaction of charge for the repayment of the loans as done by the company. The said forms were pending for filing as at the end of the financial year under review. Further the petitions as to be filed for the condonation of delay in filing of the said forms is also pending as at the end of the year under review.
- c. Pursuant to the provisions of Section 179 of the Companies Act , 2013 read with the rules thereunder, the Company had to file various resolutions in the prescribed form no. MGT 14 with the office of the Registrar of Companies in respect of loans as taken by the Company and /or Corporate Guarantees as given by the Company. The said forms were pending for filing, as at the end of the financial year under review.
- d. Pursuant to the provisions of Sec 124 and Section 125 of the Companies Act, 2013 read with the rules there under the filing of the details of the unpaid Dividend with the Investor Education and Protection Fund for the previous years was pending at the end of the financial year under review.
- e. The form in respect of the Cost audit report as filed for the year ended 31st March 2017, requires rectification and refilling.
- f. The filing of the forms in respect of the vacation of the office of the CFO (KMP) and the re-appointment as done, is pending for filing at the end of the year under review.
- g. CSR disclosure in the Directors report for the year FY 2016-17 do not disclose the same as per the formats prescribed by CSR rules of Sec 135.

2. Factories Act 1948.

- The Company is required to get a No Objection Certificate from The Director Maharashtra Fire & Emergency Services-Mumbai, for its factory units, which has not been obtained.

3. Payment of Wages Act 1936.

- As per the provisions of Payment of Wages Act 1936 the payment to workers are not paid within the prescribed time limit as provided under the provisions of the Act .

The Explanation of the management to above observations is as follows:

- a) Point no. a: The Company had taken all steps for appointment of company secretary in whole time employment by publishing advertisement in newspapers etc. The Company has appointed a Company secretary in employment with effect from 1, June 2017.
- b) Points nos. 1, sub point Nos. b, c, d and e: Some forms in respect of Charge creation for loan taken from financial institution, passing of resolutions by the board, intimation of unpaid dividend etc. were pending for filing and the said delay was inadvertently done. The Company is taking all steps for filing/ rectifying the forms at the earliest.
- c) On the sub point no. g of point no. 1, the CSR report is drafted on the basis of schedule VII of the Company's Act, 2013. Some of the points are not considered in the format as they are covered under other points collectively.
- d) Point no. 2. The Company is under the process of getting no objection from The Director Maharashtra Fire & Emergency Services-Mumbai.
- e) Point no. 3 :The payment to employees was delayed due to non-availability of funds in time.

22. Internal Audit Control:

The management has sufficient control over the affairs of the internal matter of the Company. The Board of Directors has appointed M/s Shinde Chavan Gandhi & Co. chartered Accountant, Pune, in place of M/s CANJ & Associates, Chartered Accountants, as an Internal Auditors of the Company for the financial year 2017-18. The internal Auditors check the financial and other matter of the Company from time to time and report to the board quarterly.

23. Cost Auditors:

The Board of Directors has appointed M/s Deepak V. Marne, cost Accountants, as Cost Auditors of the Company as required under the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, for the completion of Cost Audit for the financial year 2017-18 and decided to continue for the financial year 2018-19. The Audit Committee also approved and recommended the said appointment.

24. Details In Respect Of Adequacy Of Internal Financial Controls With Reference To The Financial Statements:

- a) **Maintenance of books of accounts of the Company:** The Company has a well-established system of maintenance of books of accounts with adequate security controls which have proper measures to safeguard against tampering of data.
- b) **Internal Audit:** The Company has appointed an Internal Auditor and the internal audit team works in coordination with the management to adhere to the guidelines as suggested by the Audit Committee. The Internal Auditor of the Company conducts the audit on regular basis and the Audit Committee periodically reviews internal audit reports and effectiveness of internal control systems.
- c) **Budgeting:** Based on the guidelines as given by the Audit Committee to the management, the Company has adequate control over its financial activities. Budgets and actual expenses are reviewed periodically by the finance team and the audit committee.
- d) **Internal business review:** The Company has a structure to review the business activities periodically through various MIS reports, statements etc from the concerned departments.
- e) **Vigil mechanism & Whistle Blower Policy:** The Company has adopted the Vigil Mechanism & Whistle Blower Policy to deal with instances of fraud and mismanagement, if any.
- f) **Risk Management:** The Company has also adopted a Risk Management Policy to identify and evaluate business risks and opportunities. The policy seeks to create transparency, minimize adverse impact on business objectives and enhance your Company's competitive advantage. In the opinion of the Board, currently there is no perceivable risk which may threaten the existence of the Company.
- g) **Legal & statutory compliance:** The Company always endeavor to follow the various provisions of Laws applicable to the company and its compliance from time to time. The Company has established a separate legal department to look after the statutory compliances and offer legal advice to the management. The Company also avails the services of advocates and other experts/ consultants for compliances under various laws.
- h) **Secretarial Compliance:** The Company has a Company secretarial team to handle Company secretarial matters. The Company has now ensured that the secretarial compliances are regularly audited by a practicing Company Secretary as required under the provisions of Law.

25. Material Changes And Commitment If Any Affecting The Financial Position Of The Company Occurred During The Financial Year To Which These Financial Statements Relate And The Date Of The Report:

During the year under review, there is no any such matter/event or incidence that may change materially or affecting the financial position or change of the management of the Company.

26. Conservation Of Energy, Technology Absorption, Foreign Exchange Earnings And Outgo:**(A) Conservation Of Energy**

Sr. No.	Particulars	Steps Taken
1	Steps taken or impact on conservation of energy	Company is taking benefit of power factory & has installed and maintained capacitors for the same
2	Steps taken by the company for utilising alternate sources of energy.	Company has other source of such as steam and bio gas for the generating of Boiler consequently the power consumption has been minimized.
3	Capital investment on energy conservation equipment's.	There is no capital investment, but precautions are taken on regular basis. Maintenance is done on day to day basis.

(B) Technology Absorption

Sr. No.	Particulars	Steps Taken
1	Efforts made towards technology absorption	Efforts are being taken in this regard and systems are installed to ensure maximum absorption of technology
2	Benefits derived	product improvement and cost reduction
3	In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)- the details of technology imported; the year of import; whether the technology been fully absorbed; if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	There is no imported technology utilised by the Company
4	Expenditure incurred on Research	NIL

(C) Foreign Exchange Earnings And Outgo

Sr. No	Particular	Amount for the year 2017-18 Rs.
1	foreign exchange inflow	-----
2	foreign exchange Outflow	-----

27. Statement Concerning Development And Implementation Of Risk Management Policy Of The Company

Pursuant to the requirement of Section 134 of the Companies Act, 2013, a separate **annexure -4** on Risk Management Policy is annexed and forms a part of the report.

The management of the Company has a framework to identify and evaluate business risks and opportunities. The framework seeks to create transparency, minimize adverse impact on business objectives and enhance your Company's competitive advantage.

28. Corporate Social Responsibility.

The company has established Corporate Social Responsibility as required under the Companies Act, 2013. The Committee prepares the policy for the Social Responsibility Activity to be undertaken by the Company for the purpose of commitment towards social responsibility. During the year though there was no sufficient funds to be expended towards Corporate Social Responsibility the management had allocate Rs. 1.09 lacs for the CSR Activity and accordingly expended on the project of providing clean drinking water widening and deepening of river etc. Detailed report on CSR activity and expenditure incurred thereon is given separate **Annexure 5** and attached to this report.

Particulars Of Employees: [pursuant to the provisions of Section 197 (12) of the Companies Act, 2013 and Rule5(1) and 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]:

The Company does not have any employee whose particulars are required to be given pursuant to the provisions of Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

29. Extract Of Annual Return

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is furnished in **Annexure - 6** and is attached to this Report.

30. Recognition or awards:

Mr. B.B. Thombare, the Promoter- Chairman and managing director of the company has been honored with following awards:

Sr. No.	Name of the Award	Institute giving the award	Year of Award
1	Marathwada Udyog Ratan Award	International Marathi Chamber of Commerce & Industries at Aurangabad	2001
2	Rashtriya Udyog Ratan Award	International Economic Development Council & Priyadarshini Loknyas, New Delhi	19/11/2001

3	Indira Gandhi Sadbhavana Award	Global Economic Council, New Delhi	22/11/2002
4	Bharatiya Udyog Ratan Award	Presented by Indian Economic Development & Research Association (IEDRA) New Delhi	21/03/2003
5	Year 2004 Rotary Award	Rotary Club of Latur Metro	02/11/2004
6	Year 2006-07 Wayvasaik Utkrushthata Puraskar	Rotary Club of Pune Metro	12/06/2007
7	Latur Gaurav Pursakar	On occasion of silver jubilee of Latur District for outstanding work done for the industrial development of Latur District	16/01/2008
8	Krushu Udhogratna Maratha Samaj Bhushan Pursakar	Maratha Seva Sangh, Maharashtra Rajya at Latur	01/09/2008
9	Chhatrapati Sambhaji Maharaj Rashitray Pursakar	Sambhaj iBriged, 5 th Mahadhiveshan, Maharashtra Rajya, Nanded	30/11/2008
10	Marathwada Gaurav Pursakar	Marathwada Lokvikas Manch, Mumbai	27/06/2009
11	Shams Award	Urs Hazrat Khawja Shamsuddin Gazi Rah. Osmanabad	12/07/2009
12	Kusumtai Chavan Smruti Pursakar	Dainik Satyaprabha, Nanded	14/07/2009
13	State Level Udyog bhushan Puraskar-2011	Avishakar Social and Educational Foundation, Kolhapur District, Maharashtra State	22/01/2011
14	International Level Satish Haware Business Excellence Award-2011	Saturday Club Global Trust Mumbai	20/02/2011
15	Marathwada Bhushan Samajik Pursakar	on occasion of 63 rd Marathwada Mukti din at Pune, for outstanding work done for the Social and Industrial development of rural Maharashtra.	17/09/2011
16	Udyog Gaurav Puraskar-2011	Laghu Udyog Bharti Devagiri Prant, Aurangabad	24/09/2011
17	Maratha Vishwabhusan Puraskar - 2011	Shivashri Purushottam Khedekar for 14 th National Seminar, Beed	13/11/2011
18	Industry Excellence Award - Go Green	Daily Divya Marathi, Aurangabad	25/03/2012
19	Marathwada Audhyogik Yogdan Sanmanpatra – 2012	CMIA, MACCIA, MCCTC & AGVM	21/04/2012
20	Jivan Gaurav Puraskar – 2012	Yogeshwari Shikshan Santha & Kirloskar Vasundhara Antar-Rashtriya Chitrapat Mahotsava Ambajogai	02/10/2012
21	Dr. Panjabrao Deshmukh Krushiratna Award-2011	Maharashtra Dept. Agriculture & Marketing, Mantralaya	30/10/2012
22	Marathwada Krushi Vidhyapith Fellow	Marathwada Krushi Vidhyapith Parbhani	22/02/2013
23	Agriculture & Food Processing category Award	Maharashtra Chamber of Commerce, Industry & Agriculture & IBN-Lokmat	09/08/2013
24	Jal - Mitra Award – 2014	Maharashtra Vikas Kendra, Pune	14/05/2014
25	Jivan Gaurav Puraskar	Dr. Babasaheb Ambedkar Marathwada University, Aurangabad	23/08/2015
26	Life Time Achievement Award	STAI-Delhi & DSTA-Pune jointly convention at Goa	04/09/2015
27	Krushiratna Award	Vasantrao Naik Marathwada Agriculture University Parbhani	25/03/2017
28	Vasundhara Sanman Award	Kirloskar Vasundhara International Film Festival Solapur	

31. Details Of Significant & Material Orders Passed By The Regulators Or Courts Or Tribunals Impacting The Going Concern Status & Company's Operations In Future:

There are no significant & material orders passed by the regulators or courts or tribunals impacting the going concern status & company's operations in future during the year under review.

32. **Shares:**

The Board of Director is considering to issue of 125000 Equity Shares to certain of persons other than existing shareholders by way of preferential allotment basis. Members are requested to pass the necessary resolution authorizing the board of Directors to issue and allot the above said equity shares.

a. **Buy Back Of Securities**

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

b. **Sweat Equity**

The Company has not issued any Sweat Equity Shares during the year under review.

c. **Bonus Shares**

No Bonus Shares were issued during the year under review.

d. **Employees Stock Option Plan**

The Company has not provided any Stock Option Scheme to the employees during the year under review.

33. **Subsidiaries, Joint Ventures And Associate Companies**

The Company does not have any Subsidiary, Joint venture or Associate Company.

34. **Acknowledgements:**

Directors of the Company place on record their sincere thanks to bankers, business associates, consultants, various Government Authorities, customers, suppliers of the Company, Farmers for their continued support extended to management of the Company during the year under review. Directors also appreciate and acknowledge gratefully for the support and confidence shown on the management of the Company.

Place: Sainagar Ranjani
Date: 04/09/2018

For and on behalf of Board of Directors

[B. B. Thombare]
Chairman & Managing Director
DIN: 00022391

Annexure 1

Nomination & Remuneration Policy

The company considers Human Resources as its invaluable assets. This policy on the nomination and remuneration of the Directors, Key Managerial Persons (KMPs) and other employees has been formulated in terms of the Companies Act, 2013, in order to pay equitable remuneration to the Directors, Key Managerial Persons (KMPs) and other employees of the company and to harmonize the aspiration of human resources consistent with the Goal of the company.

In case of any inconsistency between the provisions of law and this remuneration policy, the provisions of the law shall prevail and the Company shall abide by the applicable law. While formulating this Policy, the Nomination and Remuneration Committee ("NRC") has considered the factors laid down under Section 178(4) of the Act, which are as under:

- a) "the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully;
- b) relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- c) Remuneration to Directors, KMP and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals".

The purpose of the policy are:

- To formulate criteria for determining qualifications, positive attributes and independence of a Director.
 - To formulate criteria for evaluation of Independent Directors and the Board.
 - To identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down in this policy.
 - To carry out evaluation of Director's performance.
 - To recommend to the Board the appointment and removal of Directors and Senior Management.
 - To recommend to the Board policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management.
 - To devise a policy on Board diversity, composition, size.
 - Succession planning for replacing Key Executives and overseeing.
 - To carry out any other function as is mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modification, as may be applicable.
 - To perform such other functions as may be necessary or appropriate for the performance of its duties
- Key principles governing this remuneration policy are as follows:

Remuneration for Independent Directors and Non-Independent Non-Executive Directors

Overall remuneration should be reflective of the size of the Company, complexity of the sector/industry/company's operations and the company's capacity to pay the remuneration.

Independent Directors ("ID") and Non-Independent Non-Executive Directors ("NED") may be paid sitting fees (for attending the meetings of the Board and of committees of which they may be members) and commission within regulatory limits. Quantum of sitting fees may be subject to review on a periodic basis, as required. Within the parameters prescribed by law, the payment of sitting fees and commission will be recommended by the NRC and approved by the Board.

Overall remuneration (sitting fees and commission) should be reasonable and sufficient to attract, retain and motivate Directors aligned to the requirements of the Company (taking into consideration the challenges faced by the Company and its future growth imperatives). Overall remuneration practices should be consistent with recognized best practices.

In addition to the sitting fees and commission, the Company may pay to any Director such fair and reasonable expenditure, as may have been incurred by the Director while performing his / her role as a Director of the Company.

The Nomination and Remuneration Committee (NCR) or the Board may review the Policy as and when it deems necessary. The NRC may issue the guidelines, procedures, formats, reporting mechanism and manual in supplement and better implementation to this Policy, if it thinks necessary. This Policy may be amended or substituted by the NRC or by the Board as and when required and also by the Compliance Officer where there is any statutory changes necessitating the change in the policy.

Remuneration for Managing Director (MD)/Executive Directors (EDs)/KMP/rest of the employees

The extent of overall remuneration should be sufficient to attract and retain talented and qualified individuals suitable for every role. Hence remuneration should be:

- Market competitive (market for every role is defined as companies from which the Company attracts talent or companies to which the Company loses talent),
- Based on the role played by the individual in managing the Company including responding to the challenges faced by the Company,
- Reflective of size of the Company, complexity of the sector/ industry/company's operations and the Company's capacity to pay,
- Consistent with recognized best practices and
- Aligned to any regulatory requirements.

For Natural Sugar & Allied Ind. Ltd.

[B. B. Thombare]
Chairman & Managing Director
(DIN 00022391)

Annexure -2
FORM NO. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

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

1. Details of contracts or arrangements or transactions not at Arm's length basis:

There were no contracts or arrangements or transactions entered in to during the year ended March 31, 2018, which were not at arm's length basis.

2. Details of contracts or arrangements or transactions at Arm's length basis:

Name(s) of the related party	Nature of Relationship	Duration of contract	Salient terms	Dates of Approval by the Board	Amount Rs.	Amount paid as advances, if any
Nature of Contract: Lease rent received & other						
Shri Sai Gramin Bigar Sheti Sahakari Patsanstha Ltd.	Some Directors of Company are directors in the society	99 years	As per market rate	24/05/2017	19,250.00	NIL
Nature of Contract: Purchase & Sale of goods						
Natural Bazaar Consumer Stores Ltd.	Some Directors of Company are directors in Company	01/04/2017 to 31/03/2018	As per market rate	24/05/2017	Sale: 11096446.00 Purchase: 4626775.00	NIL
Nature of Contract: Sale and purchase of Molasses & other						
Natural Cattle Feed Private Ltd.	Director	01/04/2017 to 31/03/2018	As per market rate	24/05/2017	Sale: 7571274.00 Purchase: NIL	NIL
Nature of Contract: Payment for purchase of Sugarcane						
B. B. Thombare	CMD	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	439296.00	NIL
Anil B. Thombare	Technical Director	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	895104.00	NIL
Harshal B. Thombare	Whole Time Director	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	543136.00	NIL
Pandurang S. Awad	Independent Director	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	591573.00	NIL
Pratibha B. Thombare	Director	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	557038.00	NIL
Lalasaheb Pawar	Director	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	697407.00	NIL
Sunil Ashruba Devne	Director	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	1380025.00	NIL
Prabhawati D. Gore	Additional Director	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	844663.00	NIL
Bibhishan K. Bhatlawande	Director	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	678120.00	NIL
Agatrao R. Patil	Independent Director	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	514109.00	NIL
Shubhangi Bhairavanath Thombare - Jadhav	Relative of Director	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	551816.00	NIL

Nanda Anil Thombare	Relative of Director	of	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	975010.00	NIL
Vimal Goroba Thombare	Relative of Director	of	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	439369.00	NIL
Shakuntala Ashruba Devane	Relative of Director	of	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	363848.00	NIL
Alankawati Sunil Devane	Relative of Director	of	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	484466.00	NIL
Balbhim Rambhau Devane	Relative of Director	of	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	609366.00	NIL
Amarsingh Pandurang Awad	Relative of Director	of	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	691523.00	NIL
Balasaheb Sahebrao Awad	Relative of Director	of	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	927079.00	NIL
Kevalbai Sahebrao Awad	Relative of Director	of	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	666912.00	NIL
Mahesh Pandurang Awad	Relative of Director	of	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	300634.00	NIL
Suryakant Sahebrao Awad	Relative of Director	of	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	1708350.00	NIL
Vandana Manik Tat	Relative of Director	of	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	631650.00	NIL
Dharmaraj Balasaheb Pawar	Relative of Director	of	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	2531664.00	NIL
Varsha Dharmaraj Pawar	Relative of Director	of	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	535185.00	NIL
Limbraj Lalasaheb Pawar	Relative of Director	of	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	586756.00	NIL
Rahul Lalasaheb Pawar	Relative of Director	of	01/04/2017 to 31/03/2018	As per market rate	25/07/2017	456094.00	NIL

Justification for entering into Related Party Transactions:

- Shri Sai Gramin Bigar Sheti Sahakari Patsanstha Ltd.:** The Company's commercial property at Kallam, Dist. Osmanabad was not in use and Company had to pay the Corporation Tax/Local tax without any use. Therefore it was decided by the management to lease out the said property at market rate in the area. Shri Sai Gramin Bigar Sheti Sahakari Patsanstha Ltd had enquired about the said premises on rent as they wanted to open their branch at Kallam. Hence the property at Kallam was leased out to Shri Sai Gramin Bigar Sheti Sahakari Patsanstha Ltd. after the approval of Audit committee and Board of Directors accordingly.
- Natural Bazaar Consumer Stores Ltd:** Natural Bazaar Consumer Stores Ltd is in the business of grocery and some the Company's products are sell from their outlets. Many times the Company also required to purchase grocery and other things for maintenance of Guest House, cantins and other office purposes. Therefore the sale purchase transactions were entered into between the said related parties.
- Natural Cattle Feed Private Ltd.:** There is huge wastage remained after the manufacture of various products like sugar etc. the waste is agribase and may be used for preparing the natural/organic fertilizers which may be useful in the farms. Keeping in view to provide the indirect help to farmers in the nearby vicinity, the waste are sold to Natural Cattle Feed Private Ltd.
- Transactions with Directors and their relatives:** Most of the Directors and their relatives are farmers and sugarcane growers. The Company is in the field of manufacturing of Sugar from sugarcane, the company purchased the sugarcane from directors and their relatives and paid the amount accordingly.

All the transactions with related parties are at arms length and the amount paid/received by the Company is on the basis of prevailing market system and approved by the Audit Committee and Board of Directors accordingly.

For Natural Sugar & Allied Ind. Ltd.

[B. B. Thombare]
Chairman & Managing Director
(DIN 00022391)

Annexure 3

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2018

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

To,

The Members,
Natural Sugar & Allied Industries Limited.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Natural Sugar & Allied Industries Limited (hereinafter called the 'Company'). The Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion there on.

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

I have examined the books, papers, minute books, forms and returns filed and other records maintained by Natural Sugar & Allied Industries Limited ("the Company") for the financial year ended on 31st March 2018, according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made there under;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder; **Not applicable to the company for the financial year under review.**
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder; **Not applicable to the company for the financial year under review.**
- iv. Foreign Exchange Management Act,1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment Overseas Direct Investment and External Commercial Borrowings; **Not applicable to the company for the financial year under review.**
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act,1992 ('SEBI Act'):-**Not applicable to the company for the financial year under review.**
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations,2011;**Not applicable to the company for the financial year under review.**
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations,1992;**Not applicable to the company for the financial year under review.**
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **Not applicable to the company for the financial year under review.**
 - d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;**Not applicable to the company for the financial year under review.**
 - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations,2008; **Not applicable to the company for the financial year under review.**
 - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations,1993 regarding the Companies Act and dealing with client; **Not applicable to the company for the financial year under review.**

g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **Not applicable to the company for the financial year under review.**

And

h. The Securities and Exchange Board of India (Buy back of Securities) Regulations, 1998; **Not applicable to the company for the financial year under review.**

(vi) The Other Laws, as informed and certified by the management of the Company which are specifically applicable to the Company, based on the Sector/industry are:

- I. Trade Marks Act, 1999
- II. Information Technology Act, 2000
- III. Information Technology (Amendment) Act, 2008
- IV. Weight and Measures Act,
- V. Legal Metrology Act, 2009
- VI. Sugarcane (Control) Order 1966-
- VII. Sugar Cess Act, 1982
- VIII. The Indian Boiler Act 1923
- IX. Essential Commodities Act, 1955
- X. Sugar (Packing and Marketing) order 1970
- XI. The Sugar (Regulation and Production) Act, 1961
- XII. Energy Conservation Act, 2011
- XIII. Food Safety and Standards Act, 2006
- XIV. The Milk and Milk Product Order 1992
- XV. The Molasses Control Order 1961
- XVI. The Environment Protection Act, 1986& Rules
- XVII. Water (Prevention and Control of pollution) Act, 1974& Rules
- XVIII. Air (Prevention and Control of Pollution) Act, 1981& Rules
- XIX. The Noise Pollution (Regulation and Control) Rules, 2000
- XX. The Petroleum Act, 1934 and Rules
- XXI. Explosive Act, 1884 and Explosive Rules 2008
- XXII. The Employees Compensation Act, 1923
- XXIII. The Control of Major Accidents Hazard Rules 2003
- XXIV. The Payment of Wages Act, 1936& Rules
- XXV. The Equal Remuneration Act, 1976
- XXVI. Payment of Gratuity Act, 1972 and Rules
- XXVII. Payment of Bonus Act, 1965, and Rules
- XXVIII. The Minimum wages Act, 1948 and rules
- XXIX. Protection of Women against Sexual Harassment at Workplace Act and Rules
- XXX. The Contract Labour (Regulation and Abolition) Act, 1970& Rules
- XXXI. The Industrial Disputes Act, 1947
- XXXII. The Trade Unions Act, 1926
- XXXIII. The Workmen's Compensation Act, 1923 and Rules
- XXXIV. The Factories Act, 1948
- XXXV. The Employees Provident Fund and Miscellaneous Provisions Act, 1952
- XXXVI. The Employees State Insurance Act, 1948 and Rules
- XXXVII. Land Revenue and local laws as applicable.
- XXXVIII. The Maharashtra Recognition of Trade Union and Prevention of Unfair labour Practices Act, 1971 and Rules
- XXXIX. Hazardous Waste MH & TM Rules 2008

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

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

(ii) The Listing Agreements entered into by the Company with Stock Exchange: **Not applicable to the company for the financial year under review.**

Based on our verification of the Company's record during the period under review the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the observations as mentioned in Annexure B as annexed to this report. The report to be read with the Annexure as annexed to this report.

I further report that:

1. 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.
2. 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.
3. All the Decisions were unanimously made and there were no dissenting members' views on any item which were to be reported.

Based on the information as provided by the management, I further report that there are systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period:

1. The Company has not acknowledged the claims as debts including Award Passed by Arbitrator in the matter of Jagdamba Sugar Sakhar Karkhana Limited the Unit which was taken on lease by the Company and the Differential Liability which is subject to Supreme Court decision pursuant to the petition as filed by the Company. The Claim which may arise from the constituent of sugar factory (unit No. II) purchased under securitization liability of claim .
2. The processing and approval of the application for the license for storage of Petroleum products and ethanol at the Factory Site at Ranjani, as under the Provisions of Petroleum Act 1934 & Explosive Act 1884, and Ethanol Storage Rules was pending at the end of the Financial year under review.

Place: Pune
Date: 4/9/2018

Signature:
For Manoj H. Shah & Associates
Company Secretaries
CS Manoj H. Shah
FCS 4238
C P No. 2499

'Annexure A'

To,
The Members
Natural Sugar & Allied Industries Limited
Ranjani.

Management Responsibility:

1) Maintenance of the secretarial records is the responsibility of the management of the Company only .My responsibility is to express an opinion on the secretarial records based on my audit.

Auditor's Responsibility:

2) I 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. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.

3) I have broadly reviewed the financial records/ cost records and books of account as maintained by the Company However, I have not made detailed examination of the records with a view to determine the correctness

and appropriateness of financial records/ cost records and Books of Accounts as maintained by the Company and relied on the other professionals who have audited the said records.

4) Where ever required, I 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 of other applicable laws, rules, regulations, standards is the responsibility of management only. My examination was limited to the verification of procedures on test basis.

Disclaimer:

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: Pune
Date: 4/9/2018

Signature:
For Manoj H. Shah & Associates
Company Secretaries
CS Manoj H. Shah
FCS 4238
C P No. 2499

Annexure B
Annexure to the Secretarial Audit Report

1. Companies Act , 2013:

➤ Pursuant to the provisions of Section 203 of the Companies Act , 2013, the Company has to appoint a Company Secretary in Whole time employment of the Company. The Company has not appointed the KMP viz. Company Secretary till 1/7/2017 in the said Financial year.

➤ Pursuant to the provisions of Section 77 of the Companies Act , 2013 read with the Rules there under the Company had to file form no. CHG1 for the various loans as availed by the Company and the Form no. CHG4 for the satisfaction of charge for the repayment of the loans as done by the company. The said forms were pending for filing as at the end of the financial year under review. Further the petitions as to be filed for the condonation of delay in filing of the said forms is also pending as at the end of the year under review.

➤ Pursuant to the provisions of Section 179 of the Companies Act , 2013 read with the rules thereunder, the Company had to file various resolutions in the prescribed form no. MGT 14 with the office of the Registrar of Companies in respect of loans as taken by the Company and /or Corporate Guarantees as given by the Company. The said forms were pending for filing, as at the end of the financial year under review.

➤ Pursuant to the provisions of Sec 124 and Section 125 of the Companies Act, 2013 read with the rules thereunder the filing of the details of the unpaid Dividend with the Investor Education and Protection Fund for the previous years was pending at the end of the financial year under review.

➤ The form in respect of the Cost audit report as filed for the year ended 31stMarch 2017, requires rectification and refilling.

➤ The filing of the forms in respect of the vacation of the office of the CFO (KMP) and the re-appointment as done, is pending for filing at the end of the year under review.

➤ CSR disclosure in the Directors report for the year FY 2016-17 do not disclose the same as per the formats prescribed by CSR rules of Sec 135.

2. Factories Act 1948.

➤ The Company is required to get a No Objection Certificate from The Director Maharashtra Fire & Emergency Services-Mumbai, for its factory units, which has not been obtained.

3. Payment of Wages Act 1936.

➤ As per the provisions of Payment of Wages Act 1936 the payment to workers are not paid within the prescribed time limit as provided under the provisions of the Act .

Place: Pune
Date: 4/9/2018

Signature:
For Manoj H. Shah & Associates
Company Secretaries
CS Manoj H. Shah
FCS 4238
C P No. 2499

Annexure 4

Risk Management Policy

Objectives must exist before management can identify potential events affecting their achievement. Enterprise Risk Management ensures that management has in place a process to set objectives and that the chosen objectives support and align with the entity's mission and are consistent with its risk appetite.

The Company's business is exposed to many internal risks and external risks like Threat to market share due to Local and Global Competition, Technology Risk, Human Resource risk, Regulatory and Compliance risk etc. and in order to address the same in a systematic manner, the Board of Directors pursuant to Section 134, of the Companies Act, 2013, has instructed the management to do a detailed analysis of risk and present to the board.

Business risk, inter-alia, further includes financial risk, political risk, fidelity risk, legal risk. The focus on the nature of risk in Indian Sugar industries and possible policy option for mitigate risks.

The key objective of the policy is:

- Identify the weather conditions which affect production of Sugarcane
- Analyze Sugar price volatility trend in India
- Identify Systematic and unsystematic risk in sugar industries
- Understand the impact of risk on stakeholders
- Critically examine the current policy framework
- Explore the risk management measures to mitigate unpredictable risk

The Management recognized that risk is an integral and unavoidable component of business and is committed to managing the risk in a proactive and effective manner The Company believes that the Risk cannot be eliminated.

However, it can be:

- Transferred to another party, who is willing to take risk, say by buying an insurance policy.
- Reduce, by having good Internal Controls;
- Avoided, by not entering into Risky Businesses;
- Retained, to either avoid the cost of trying to reduce risk or in anticipation of higher profits by taking on more risk, and;
- Shared, by following a middle path between retaining and transferring risk.

The Board, its Audit Committee and its Executive Management should collectively identify the risks impacting the company's business and document their process of risk identification, risk minimization, risk optimization as a part of a Risk Management Policy or Strategy. Currently the Risk Management activity is under development stage.

The Enterprise Wide Risk Management with focus on three key elements, viz:

1. Risk Assessment
2. Risk Management
3. Risk Monitoring

We have adopted a system based approach for risk management, with clear objectives of identification, evaluation, monitoring and minimization of the identified risks. The Board of directors takes decision for assessment and evaluation of the risks associated with the business through its risk document. The management periodically reviews the risk management framework to identify the major business risks as applicable to the Company and works out their mitigation strategy.

For Natural Sugar & Allied Ind. Ltd.

[B. B. Thombare]
Chairman & Managing Director
(DIN 00022391)

Annexure 5
Annual Report on Corporate Social Responsibility

Details of CSR Activity and Amount Spent During the Financial Year 2017-18

1. A brief outline of the Company's CSR policy, including overview of the projects or programs proposed to be undertaken and a reference to the web link to CSR Policy and projects or programs:
The Company has constituted CSR Committee according to the provisions laid down under Section 135 of the Companies Act, 2013 along with the rules made thereunder.
The CSR Committee of the Company adopted CSR Policy and identified key areas for CSR expenditure as under:
 - Providing drinking water facility and rain harvesting for residents of Latur.
 - The CSR Policy of the Company is posted on the website www.naturalsugar.in
2. **The Composition of the CSR Committee:**
The Company has constituted the Corporate Social Responsibility Committee as under the provisions of section 135 of the Companies Act, 2013. The said committee consists of the following members:
 - a. Mr. Pandurang Sahebrao Awad
 - b. Mr. Agatrao Rangnath Patil
 - c. Mr. Bibhishan Krushna Bhatlawande
3. **Average net profit of the company for the last three financial year: (*)**
4. **Prescribed CSR Expenditures (2 percent of the amount as in item 3 above):109,900/-****
5. **Details of CSR spent during the financial year.**
 - (a) Total amount to be spent for the financial year: Rs. 48,668/-
 - (b) Amount unspent, if any: Rs.61232/-
 - (c) Manner in which the amount spent during the financial year is detailed below:

(* calculation of available average profit for CSR Activity) :

Profit for the year 2014-15 Rs. -4,09,77,489.00

Profit for the year 2015-16 Rs. 5,26,98,651.00

Profit for the year 2016-17 Rs. 47,63,860.00

Total = 1,64,85,022.00
=====

Average = 54,95,007.00

Amount available for CSR Activity 2% of above = 109,900.14
=====

S. No	CSR project or activity identified	Sector in which the project is covered	Projects or programs (1) Local area or other (2) Specify the state and district where projects or programs were undertaken	Amount outlay (budget) project or programs wise Rs.	Amount spent on the projects or programs Sub-heads: (1) Direct expenditure on projects or programs. (2) Overheads: Rs.	Cumulative expenditure upto the reporting period. Rs.	Amount spent: Direct or through implementing agency Rs.
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1							
2	Widening and deepening of river Manjra	Sainagar. Ranjani Tal.	Project in local area in Ranjani Tal. Kallam	109,900.00	48,668.00	48,668.00	Donation given to Manjra River Development

		Kallam, Dist.Osma- nabad- 413528	Dist. Osmanabad (Maharashtra)				Conservation work Committee, Kallam
3							
	TOTAL			109,900.00	48,668.00	48,668.00	

1. The Company has spent the amount for CSR beyond the available amount as a social responsibility and considering upliftment of social and individual health of the people residing within the area of factory and nearby villages of factory site.

2. The CSR Committee of the Company hereby states that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company.

3. Reason for The company could spent only 44% out of allotted fund for CSR Activity. In fact, the amount was sanctioned on the basis of work undertaken by the Manjra River Development Conservation work Committee and on demand the funds were made available to it. But due to certain unavoidable circumstances, the project work was held up and funds remained unspent. The remaining fund may be spent in next financial year.

For Natural Sugar & Allied Ind. Ltd.

[Pandurang S. Awad]
Chairman of CSR Committee
(DIN: 00242574)

[B.B. Thombare]
Chairman & Managing Director
(DIN 00022391)

Annexure -6
Form No. MGT-9
EXTRACT OF ANNUAL RETURN
As on the Financial Year ended on 31/03/2018
[Pursuant to section 92(3) of the Companies Act, 2013 and
Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

Sr. No.	Particular	Details
1	CIN	U72214MH1998PLC121048
2	Registration Date	24/11/1998
3	Name of the Company	Natural Sugar And Allied Industries Limited
4	Category/subcategory of the Company	Public Limited Company
5	Address of the Registered office and contact details	SAINAGAR RANJANI, TAL. KALLAM DIST. OSMANABAD - 413528 Ph. No. 02473 265503, 04, 05 Fax: 02473 265600 Email ID: naturalgad@gmail.com / naturalsugarcs@gmail.com ; Web: www.naturalsugar.in

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

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

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	White Crystal Sugar	170199.02 / 170199.09	51.46
2	Milk & Milk Product	9961122	34.56

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES: NA

S. no.	Name & Address of the company	CIN/ GLN	Holding/ Subsidiary/Associate	% of Shares Held	Applicable Section
		NIL	NIL		

IV. SHAREHOLDING PATTERN: (Equity Share Capital Breakup as Percentage of Total Equity)

A) Category Wise Share Holding:

Category of Shareholders	No. of Shares held at the Beginning of the year				No. of Shares held at the End of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
1) Indian									
a) Individual/ HUF	0	161100	161100	8.91	0	161100	161100	8.91	0
B. Public Shareholding:									
1. Institutions									
2. Non Institutions									
a) Bodies Corp.									
i) Indian	0	274900	274900	15.19	0	274900	274900	15.19	0
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	0	907100	907100	50.14	0	919600	919600	50.83	0.69
ii) Individual shareholders									

holding nominal share capital in excess of Rs 1 lakh	0	466100	466100	25.76	0	453600	453600	25.07	-0.69
C. SHARES HELD BY CUSTODIAN FOR GDRs & ADRs	0	0	0	0	0				
Grand Total (A+B+C)	0	1809200	1809200	100.00	0	1809200	1809200	100.00	0

B. SHAREHOLDING OF PROMOTERS:

Sl. No.	Shareholder's Name	Shareholding at the Beginning of the year (01/04/2016)			Shareholding at the End of the year (31/03/2017)			% change in share holding during the year.
		No. of Shares	% of total shares of the company	% of shares Pledged / encumbered to total shares	No. of Shares	% of total shares of the company	% of shares Pledged / encumbered to total shares	
1	Thombare Bhairavnath Bhagwanrao	46000	2.54	Nil	46000	2.54	Nil	0
2	Thombare Pratibha Bhairavnath	20000	1.11	Nil	20000	1.11	Nil	0
3	Thombare Anil Bhagwanrao	15000	0.83	Nil	15000	0.83	Nil	0
4	Kaldate Dnyaneshwar Ramrao	1300	0.07	Nil	1300	0.07	Nil	0
5	Mohite Vishnu Tukaram	2000	0.11	Nil	2000	0.11	Nil	0
6	Thombare Harshal Bhairavnath	11200	0.62	Nil	11200	0.62	Nil	0
7	Thombare Shubhangi Bhairavnath	10000	0.55	Nil	10000	0.55	Nil	0
8	Thombare Nanda Anil	10000	0.55	Nil	10000	0.55	Nil	0
9	Thombare Vimal Goroba	13000	0.72	Nil	13000	0.72	Nil	0
10	Thombare Shripad Goroba	11000	0.61	Nil	11000	0.61	Nil	0
11	Thombare Shivani Bhairavnath	5000	0.28	Nil	5000	0.28	Nil	0
12	Thombare Geetanjali Harshal	5000	0.28	Nil	5000	0.28	Nil	0
13	Thombare Shivkumar Anil	5000	0.28	Nil	5000	0.28	Nil	0
14	Thombare Pallavi Shripad	5000	0.28	Nil	5000	0.28	Nil	0
15	Thombare Rutuja Goroba	400	0.02	Nil	400	0.02	Nil	0
16	Thombare Geeta Goroba	100	0.01	Nil	100	0.01	Nil	0
17	Shinde Amarja Ajit	1100	0.06	Nil	1100	0.06	Nil	0.0
	TOTAL	161100	8.91	Nil	161100	8.91	Nil	0.00

C. Change In Promoters' Shareholding (Please Specify, If There Is No Change): No Change in Promoters' Shareholding during the year.

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year		Date	Date wise Increase/ Decrease in promoters share holding during the year	Reasons for increase / decrease
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company			
01.	Nil							

D. Shareholding Pattern Of Top Ten Shareholders (Other Than Directors, Promoters And Holders Of Gdrs And Adrs):

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year		Date	Date wise Increase/ Decrease in share holding during the year	Reasons for increase / decrease
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company			
01.	Dale Mangala Kishor	16000	0.88	16000	0.88		NA	NA
02.	Choughule Gajanan Tatyrao	11000	0.61	11000	0.61		NA	NA
03.	Munde Pankaja Gopinathrao	10000	0.55	10000	0.55		NA	NA
03.	Munde Pradnya Gopinathrao	10000	0.55	10000	0.55		NA	NA
04.	Gangane Vishal Vishwambhar	9000	0.50	9000	0.50		NA	NA
05.	Bhise Balasaheb Vaijanath	8500	0.47	8500	0.47		NA	NA
06.	Lakde Kranti Shivaji	8100	0.45	8100	0.45		NA	NA
07.	Ikhe Pratibha Banshidhar	8000	0.44	8000	0.44		NA	NA
07	Pardeshi Surajmal Sukhalal	8000	0.44	8000	0.44		NA	NA
07	Jaishwal Shankarlal Ramlal	8000	0.44	8000	0.44			
08	Zende Pradip Padmakar	7500	0.41	7500	0.41		NA	NA
08	Salunke Sarjerao Ganpatrao	7500	0.41	7500	0.41		NA	NA
09	Dongare Lalita Radhakrushna	7000	0.39	7000	0.39		NA	NA
09	Reddy Sambhaji Goroba	7000	0.39	7000	0.39		NA	NA
10	Kaldate Laxman Shajirao	6500	0.36	6500	0.36		NA	NA

E. Shareholding Of Directors And Key Managerial Personnel:

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year		Date	Date wise Increase/ Decrease in share holding during the year	Reasons for increase / decrease
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company			
	For Each Of The Directors And KMP							
01.	Thombare Bhairavnath Bhagwanrao	46000	2.54	46000	2.54		NA	NA
02	** Gore Dinkar Baburao	13700	0.76	13700	0.76		NA	NA
03	Awad Pandurang Sahebrao	12000	0.66	12000	0.66		NA	NA
04	Thombare Anil Bhagwanrao	15000	0.83	15000	0.83		NA	NA
05	Thombare Harshal Bhairavnath	11200	0.62	11200	0.62		NA	NA

06	Bhatlawande Bibhishan Krishna	6000	0.33	6000	0.33		NA	NA
07	Patil Agatrao Rangnath	10000	0.55	10000	0.55		NA	NA
08	Pawar Lalasaheb Balasaheb	4000	0.22	4000	0.22		NA	NA
09	Devane Sunil Ashruba	8200	0.45	8200	0.45		NA	NA
10	Tat BalajiBajirao	10500	0.58	10500	0.58		NA	NA
11	Thombare Pratibha Bhairavnath	20000	1.11	20000	1.11		NA	NA
12	Gore Prabhawati Dinkar	0	0	0	0		NA	NA

** Ceased to be Director from 18/10/2017 due to death.

V. INDEBTEDNESS:

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	888707800/-	490837376/-	-	1379545176/-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (I + ii + iii)	888707800/-	490837376/-	-	1379545176/-
Change in Indebtedness during the financial year				
1) Addition	1796955590/-	68689431/-	-	1865645021/-
2) Reduction	- 146970853/-	-	-	- 146970853/-
Net Change	1649984737/-	68689431/-	-	1718674168/-
Indebtedness at the end of the financial year				
1) Principal Amount	2538692537/-	559526807/-		3098219344/-
2) Interest due but not paid	-	-		-
3) Interest accrued but not due.	-	-		-
Total (I + ii + iii)	204929205/-	559526807/-		3098219344/-

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A. Remuneration to Managing Director, Whole Time Director and/or Manager:

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager			Total Amount
		Mr. B. B. Thombare	Mr. Anil B. Thombare	Mr. H. B. Thombare	
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	2887500/-	1259100/-	820200/-	4966800/-
		0	0	0	0
		0	0	0	0
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission: - as % of profit - others, specify...	-	-	-	-
5	Others, please Specify				
	Total (A)	2887500/-	1259100/-	820200/-	4966800/-
	Ceiling as per the Act	84,00,000/-	84,00,000/-	84,00,000/-	84,00,000/-

B. Remuneration to Other Director:

Sl. No.	Particulars of Remuneration	Name of Director			Total Amount
		Mr. P. S. Awad	Mr. A. R. Patil		
	1. Independent Directors				

	<ul style="list-style-type: none"> Fee for attending board / committee meetings Commission Others, please specify 	8000/-	5000/-	-	13000/-
	Total (1)	8000/-	5000/-	-	13000/-
	2. Other Non-Executive Directors				
	<ul style="list-style-type: none"> Fees for attaining Board/ Committee meeting Commission Others, please specify 	-	-	** 45000/-	45000/-
	Total (29)	-	-	-	-
	Total (B) = (1)+(2)	8000/-	5000/-	45000/-	58000/-
	Total Managerial Remuneration				
	Overall Ceiling as per the Act.	84,00,000/-	84,00,000/-	84,00,000/-	84,00,000/-

** Sitting fees paid to Shri. Bibhishan Bhatlawande, Shri. Lalasaheb Pawar, Shri. Sunil Devane and Shri. Balaji Tat and Sou. Pratibha Thombare (Rs. 8000/- each) and Late Shri. Dinkarrao Gore (Rs. 3000/-), Smt Prabhawati Gore (Rs. 2000/-)

C. Remuneration to Key Managerial Personnel Other Than MD/Manager/WTD:

Sl.No.	Particulars of Remuneration	Key Managerial Person			
		CEO	CS	CFO	Total
			Shri S. V. Shende	Shri S. U. Vedpathak	
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	271875.00	567563.00	786929.00
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission: - as % of profit - others, specify...	-	-	-	-
	Others, please Specify	-	-	-	-
	Total	-	271875.00	5,15,054.00	786929.00

VII. PENALTIES/ PUNISHMENTS/ COMPOUNDING OF OFFENCES: Nil

Type	Section of Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority (RD/ NCLT/ COURT)	Appeal Made, if any (Give details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

For Natural Sugar & Allied Ind. Ltd.

[B.B. Thombare]
Chairman & Managing Director
(DIN 00022391)

Independent Auditor's Report

To the Members of Natural Sugar And Allied Industries Limited Report on the Financial Statements

We have audited the accompanying Standalone financial statements of **Natural Sugar And Allied Industries Limited ("the Company")** which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

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

Auditor's Responsibility

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

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

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

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

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

Basis for Qualified Opinion

i) *Subject to Note No. 29.28 in the notes to accounts; the company has made provision for leave encashment on estimated basis at Rs 83,71,692/- which is not in consonance with AS-15 Employees Benefits (Revised 2005). Being technical matter we could not quantify the exact effect of this deviation on financial statement*

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, *except for the effect of the matters described in the Basis for Qualified Opinion Paragraph above*, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its profit and its cash flows for the year ended on that date.

Emphasis of Matter

- vi) *We draw attention to Note No. 29.4.4 of accompanying financial statements in respect of recovery of amounts/assets belonging to JSSK unit assets which comprises total amount of Rs 4,54,75,255/-, the recovery and outcome of which is uncertain as on the date of balance sheet and therefore provision for doubtful recovery has been made into the accounts. However management expects recovery in the account.*
- vii) *We draw attention to the Note No. 29.4.10 of accompanying financial statements in respect of contingencies related to uncertainty of claims pertaining to Unit No. II which may arise in due course of time, of which liability at present is not known and not accounted for.*
- viii) *We draw attention to the Note No. 29.22 of accompanying financial statements, regarding scrap value of certain machineries withdrawn from effective use. The amount of scrap value appearing in Balance Sheet of Rs 4,86,52,038/-is subject to actual realization. The management expects realization value of scrap as reported in the financial statements.*
- ix) *We draw attention to note 29.4.11 in the financial statements about working of harvesting & transportation expenses. In absence of certified H & T rates from District Collector; the management has worked out H & T Expenses as per conventional method and accordingly made the cane payment to cane growers. The management donot expect further liability in this aspect as in the past.*
- x) *We draw attention to note 29.4.12 in the financial statements for non provisioning of interest on delayed payments for which management do not expect any liability.*

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, 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 paragraphs 3 and 4 of the Order.

2. As required by section 143 (3) of the Act, we report that:

- a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c. the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
- d. in our opinion, the aforesaid (Standalone) financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of written representations received from the directors 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**", and
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 29.4 to the financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**FOR M/S D. D. DARPALKAR & CO
CHARTERED ACCOUNTANTS;**

**CAMP: RANJANI
DATE : 04/09/2018**

**(CA DHANANJAY D DARPALKAR)
PROPRIETOR
M.NO. 150254 F R No. 135523W**

“Annexure A” to the Independent Auditors’ Report

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the financial statements of the Company for the year ended March 31, 2018:

- 1) (a) The Company is maintaining proper records of Fixed Assets showing full particulars including quantitative details and situation of Fixed Assets except assets located JSSK unit, at Rashin Tq Karjat, Dist Ahmadnagar;
 (b) substantial portion of the fixed assets except assets located JSSK unit, at Rashin Tq Karjat, Dist Ahmadnagar have been physically verified by the management personnel during the year and in our opinion the frequency of such verification is reasonable having regard to the size of the Company and the nature of its business. No such material discrepancies were noticed on such verification.
 (c) According to information and explanation given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the company.
- 2) As explained to us, inventories have been physically verified by the management at regular intervals during the year. In our opinion, the frequency of verification is reasonable. No material discrepancies were noticed on such physical verification.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public within the meaning of Sections 73 to 76 of the Act and the rules framed thereunder.
- 6) We have broadly reviewed the books of accounts maintained by the Company in respect of products where pursuant to the Rules made by the Central Government, the maintenance of cost records has been prescribed under sub section 1 of section 148 of the Companies Act, 2013. We are of the opinion that prima facie the prescribed accounts and records have been maintained. However we have not, made a detailed examination of the records with a view to determining whether they are accurate or complete.
- 7) (a) According to the information and explanations given to us, company is generally regular in payment of statutory dues except for amount mentioned clause (b) which are mostly arised as liability taken over while acquiring the assets of unit No. 2 at Gunj, Tq Mahagaon & also for minor delays in depositing undisputed statutory and other dues, including provident fund, sales tax, income tax, service tax, excise duty, cess and any other statutory dues with the appropriate authorities during the year.
 (b) There are undisputed amounts payable in respect of Provident Fund, Income-tax, Goods & Service Tax, Sales Tax, Service Tax, Custom Duty Value Added Tax, cess and other material statutory which are mostly arised as liability taken over while acquiring the assets of unit No. 2 at Gunj, Tq Mahagaon dues in arrears as at 31st March, 2018 for a period of more than six months from the date they become payable

Sr No.	Particulars	Amount outstanding as on 31/03/2018	arrears of outstanding statutory dues for a period of more than six months from the date they became payable
1	Gratuity Payable JSSK unit	33,82,311/-	33,82,311/-
2	Court Award Payable (Unit No.2)	7,29,957/-	7,29,957/-
3	Sugarcane Purchase Tax (Unit No. 2)	1,37,59,354/-	1,37,59,354/-
4	Sales Tax (Unit No. 2)	1,64,65,595/-	1,64,65,595/-
5	Income Tax (Employees) (Unit No. 2)	15,129/-	15,129/-
6	Income Tax (Contractors) (Unit No. 2)	1,92,735/-	1,92,735/-
7	Statutory Audit Fees (Unit No. 2)	4,77,099/-	4,77,099/-
8	Government Guarantee Fees (Unit No. 2)	1,49,28,611/-	1,49,28,611/-
9	Interest on Government Guarantee Fees (Unit No. 2)	54,89,069/-	54,89,069/-
10	Water Recovery (Unit No. 2)	4,133/-	4,133/-
11	Employees Professional Tax (Unit No. 2)	10,51,883/-	10,51,883/-
12	Employees Well fare fund (Unit No. 2)	7,005/-	7,005/-

- (c) On the basis of our examination of documents on records of the Company and information and explanations given to us upon our inquiries in this regard, there are no disputed amounts payable in respect of Service Tax, Excise duty/cess.
- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks.
 - 9) In our opinion and according to the information and explanation given to us, money raised by way of term loan during the year have been applied by the company for the purpose for which they were raised. The company has not raised any money by way of initial public offer or further public offer including debt instrument.
 - 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
 - 11) According to information & explanation given to us and based on our examination of the records of the company, the company has paid/ provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
 - 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
 - 13) According to Information and explanation given to us and based on our examination on the records of the company transaction with related parties are in compliance with sec. 177 and 188 of the act were applicable and details of such transactions have been disclosed in financial statement as required by the applicable accounting standards.
 - 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
 - 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
 - 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

**FOR M/S D. D. DARPHALKAR & CO
CHARTERED ACCOUNTANTS;**

**CAMP: RANJANI
DATE : 04/09/2018**

**(CA DHANANJAY D DARPHALKAR)
PROPRIETOR
M.NO. 150254 F R No. 135523W**

“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of Natural Sugar And Allied Industries Limited

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

We have audited the internal financial controls over financial reporting of **Natural Sugar And Allied Industries 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. 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 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, 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 M/S D. D. DARPALKAR & CO
CHARTERED ACCOUNTANTS;**

**CAMP : RANJANI
DATE : 04/09/2018**

**(CA DHANANJAY D DARPALKAR)
PROPRIETOR
M.NO. 150254 F R No. 135523W**

नॅचरल शुगर अँड अलाईड इंडस्ट्रीज लि., साईनगर रांजणी ता.कळंब जि.उस्मानाबाद

BALANCE SHEET AS ON 31st March, 2018 ३१ मार्च २०१८ रोजीचे एकत्रीत ताळेबंद पत्रक

S.N. अ.क्र.	PARTICULARS तपशील	Note No. परिशिष्ट क्र.	As at 31 March, 2018 (Rs.) ३१.३.२०१८ अखेर (रु.)	As at 31 March, 2017 (Rs.) ३१.३.२०१७ अखेर (रु.)
A	EQUITY AND LIABILITIES समभाग व देयता			
1	Shareholders' funds भागधारकाचा निधी			
	(a) Share capital भागभांडवल	2	18,09,20,000	18,09,20,000
	(b) Reserves and surplus गंगाजळी व निधी	3	1,05,17,10,436	97,34,24,128
	Total एकूण		1,23,26,30,436	1,15,43,44,128
2	Non-current liabilities अचल देणी			
	(a) Long-term borrowings दिर्घ मुदती उचली	4	13,00,60,740	45,16,02,356
	(b) Deferred tax liabilities (net) डेफर्ड टॅक्स देयता	5	11,10,68,293	3,62,02,205
	(c) Other long-term liabilities इतर दिर्घ मुदती देणी	6	1,91,99,494	1,59,73,748
	(d) Long-term provisions दिर्घ मुदती तरतुदी	7	42,10,402	42,10,402
	Total एकूण		26,45,38,929	50,79,88,711
3	Current liabilities चालू देणी			
	(a) Short-term borrowings अल्प मुदती उचली	8	2,85,73,41,822	73,52,33,942
	(b) Trade payables व्यापारी देणे	9	77,63,40,396	8,44,96,861
	(c) Other current liabilities इतर चालू देणी	10	59,92,76,900	61,29,85,537
	(d) Short-term provisions अल्प मुदती तरतुदी	11	7,98,80,560	1,05,83,643
	Total एकूण		4,31,28,39,678	1,44,32,99,983
	GRAND TOTAL		5,81,00,09,043	3,10,56,32,822
B	ASSETS			
1	Non-current assets अचल मालमत्ता			
	(a) Fixed assets कायम मालमत्ता			
	(i) Tangible assets सद्दृश्य मालमत्ता	12.A	2,00,93,09,666	2,04,71,33,588
	(ii) Intangible assets असदृश्य मालमत्ता	12.B	89,500	89,500
	(iii) Work in Progress चालू असलेली कामे	12.C	--	38,48,972
	(b) Non-current investments अचल गुंतवणूक	13	1,78,00,910	24,08,910
	(c) Long-term loans and advances दिर्घ मुदती कर्ज व उचली	14	6,03,45,827	2,43,59,478
	(d) Other non-current assets अचल मालमत्ता	15	--	--
	Total एकूण		2,08,75,45,903	2,07,78,40,448
2	Current assets चालू मालमत्ता			
	(a) Inventories साठा	16	3,42,41,47,112	87,40,60,154
	(b) Trade receivables व्यापारी येणी	17	4,80,68,629	46,12,753
	(c) Cash and cash equivalents रोख व चालू खाते शिल्लक	18	3,16,72,778	1,85,63,221
	(d) Short-term loans and advances अल्प मुदती कर्ज व आवाक रक्कम	19	20,06,34,266	8,60,80,556
	(e) Other current assets इतर चालू मालमत्ता	20	1,79,40,355	4,44,75,690
	Total एकूण		3,72,24,63,140	1,02,77,92,374
	GRAND TOTAL एकूण		5,81,00,09,043	3,10,56,32,822
	See accompanying notes forming part of the financial statements and significant accounting policies	1/29		

AS PER OUR REPORT OF EVEN DATE FOR and on behalf of the Board of Directors

FOR M/S D. D. DARPHALKAR & CO (A.B. THOMBARE.) (H.B. THOMBARE.) (B.B. THOMBARE.)
 CHARTERED ACCOUNTANTS Technical Director Whole Time Director Chairman & Managing Director

(CA DHANANJAY D DARPHALKAR) (P.B. Thombare.) (P.S.AWAD) (B.B.TAT)
 PROPRIETOR Director Independent Director Director

M.NO. 150254 F. R. NO. 135523W (P.D.GORE) (B.K.BHATLAWANDE.) (S.A. DEVANE)
 Director Director Director

Place : CAMP RANJANI. (A.R. PATIL.) (L.B.PAWAR) (S.U.VEDPATHAK) (A.K.BHATI) (S.V. Shende)
 Date : 04 /09/2018 Independent Director Director Chief Finance Officer General Manager Company Secretary

१९ वा वार्षिक अहवाल २०१७-२०१८

३५

नॅचरल शुगर अँड अलाईड इंडस्ट्रीज लि., साईनगर रांजणी ता.कळंब जि.उस्मानाबाद

PROFIT & LOSS A/C FOR THE YEAR ENDED 31/03/2018 मार्च २०१८ अखेर संपणाऱ्या वर्षाचे नफा तोटा पत्रक

S.N. अ.क्र.	PARTICULARS तपशील	Note No परिशिष्ट क्र.	As at 31 March, 2018 (Rs.) ३१.३.२०१८ अखेर (रु.)	As at 31 March, 2017 (Rs.) ३१.३.२०१७ अखेर (रु.)
A	CONTINUING OPERATIONS महसुली उत्पन्न एकूण जमा			
1	Revenue from operations (gross) महसुली उत्पन्न एकूण जमा	21.A	2,51,87,12,665	2,20,89,20,840
	Less: Excise duty वजा अबकारी कर	21.B	1,46,46,276	7,21,11,393
	Revenue from operations (net) निव्वळ महसुली जमा		2,50,40,66,389	2,13,68,09,447
2	Other Income इतर उत्पन्न	22	47,96,137	38,06,111
3	Total Revenue (1+2) एकूण महसुली उत्पन्न		2,50,88,62,526	2,14,06,15,558
4	Expenses खर्च			
	(a) Cost of materials consumed कच्चा माल खरेदी किंमत	23.a	3,82,86,04,384	96,13,61,638
	(b) Purchases of Traded Goods व्यापारी खरेदी माल	23.b	14,72,97,736	5,42,07,483
	(c) Changes in inventories of finished goods, Work-in-Progress and stock-in-trade पक्का माल, प्रक्रियेतील माल व व्यापारी माल साठ्यातील फरक	23.c	(2,55,05,12,744)	61,18,34,342
	(d) Employee benefits expense कर्मचारी कल्याण खर्च	24	17,99,88,264	12,60,81,414
	(e) Other expenses इतर खर्च	25	46,21,73,087	21,38,63,884
	Total एकूण		2,06,75,50,727	1,96,73,48,761
5	Profit / Loss Before Finance Cost, Depreciation & amortization Before Exceptional and Extra Ordinary Items & Tax (3-4)		44,13,11,799	17,32,66,796
6	Finance Costs	26	17,68,13,820	9,62,58,540
7	Depreciation and amortization expense घसारा खर्च	27	8,92,43,318	7,67,33,382
8	Profit / (Loss) before exceptional and extraordinary items and tax (5-6-7=8) असामान्य बाबापूर्वीचा नफा (तोटा)		17,52,54,661	2,74,875
9	Exceptional items	28.a	50,87,056	51,77,598
10	Profit / (Loss) before extraordinary items and tax (8-9 = 10) नफा-(तोटा) असामान्य बाबी व कर पूर्वीचा		18,03,41,717	54,52,473
11	Extraordinary items असामान्य खर्च		-	-
12	Profit / (Loss) before tax (10-11= 12) करपूर्व नफा (तोटा)		18,03,41,717	5,45,2,473
13	Tax expense: कर खर्च			
	(a) Current tax expense for current year चालू वर्षातील कर खर्च		4,20,00,000	-
	(b) (Less): MAT credit गतवर्षाचा मॅट जमा		(3,60,00,000)	-
	(c) Current tax expense relating to prior years गतवर्षाशी संबंधित चालू कर		(5,86,210)	(42,57,122)
	(d) Net current tax expense निव्वळ चालू कर खर्च		54,13,790	(42,57,122)
	(e) Deferred tax लांबणीवर टाकलेला कर		7,48,66,088	49,45,735
	Total एकूण		8,02,79,878	6,88,613



१९ वा वार्षिक अहवाल २०१७-२०१८

३६



नॅचरल शुगर अँड अलाईड इंडस्ट्रीज लि., साईनगर रांजणी ता.कळंब जि.उस्मानाबाद

PROFIT & LOSS A/C FOR THE YEAR ENDED 31/03/2018 मार्च २०१८ अखेर संपणाऱ्या वर्षाचे नफा तोटा पत्रक

S.N. अ.क्र.	PARTICULARS तपशील	Note No	As at 31 March, 2018 (Rs.) ३१.३.२०१८ अखेर (रु.)	As at 31 March, 2017 (Rs.) ३१.३.२०१७ अखेर (रु.)
14	Profit / (Loss) from continuing operations (12 +13)		10,00,61,839	47,63,860
15	Profit / (Loss) from discontinuing operations		--	--
16	Profit from total Operations		10,00,61,839	47,63,860
17	Profit / (Loss) for the year		10,00,61,839	47,63,860
18	Earnings per share (of Rs 100/- each):			
	(a) Basic (Continuing & Total Operating)		55.31	2.63
	(b) Diluted (Continuing & Total Operating)		55.31	2.63
	See accompanying notes forming part of the financial statements	1/29		

AS PER OUR REPORT OF EVEN DATE

FOR M/S D. D. DARPALKAR & CO
CHARTERED ACCOUNTANTS

(CA DHANANJAY D DARPALKAR)

PROPRIETOR
M.NO. 150254 F. R. NO. 135523W

Place : CAMP RANJANI.
Date : 04 /09/2018

(A.B. THOMBARE.)
Technical Director

(P.B. Thombare.)
Director

(P.D.GORE)
Director

(A.R. PATIL.) (L.B.PAWAR)
Independent Director Director

For and on behalf of the Board of Directors

(H.B. THOMBARE.)
Whole Time Director

(P.S.AWAD)
Independent Director

(B.K.BHATLAWANDE.)
Director

(S.U.VEDPATHAK)
Chief Finance Officer

(B.B. THOMBARE.)
Chairman & Managing Director

(B.B.TAT)
Director

(S.A. DEVANE)
Director

(A.K.BHATI) (S.V. Shende)
General Manager Company Secretary



१९ वा वार्षिक अहवाल २०१७-२०१८

३७

