28TH
ANNUAL REPORT
2014-15

STEEL STRIPS GROUP

INDIAN ACRYLICS LIMITED

STEEL STRIPS GROUP

COMPANY CIN: L24301PB1986PLC006715

BOARD OF DIRECTORS

Sh. Yogesh Kumar Goel	Chairman
Sh. R. K. Garg	Managing Director
Sh. Dheeraj Garg	Additional Managing Director
Shri A.S. Chatha, I.A.S. (Retd),	Director
Rear Adm. M.M. Chopra (Retd.)	Director
Sh. A.K. Mahajan	Nominee PSIDC
Sh. Satish Kumar Dua	Nominee PNB
Prof. (Dr.) B.B. Tandon	Director
Smt. Tejinder Kaur	Director
Sh. H.K. Singhal	Finance Director

COMPANY SECRETARY

Sh. Bhavnesh K. Gupta

BANKERS

Punjab National Bank
State Bank of India
State Bank of Patiala
Indian Overseas Bank

AUDITORS

S.C. Dewan & Co.
Chartered Accountants,
Swastik Vihar, Panchkula.

REGD. OFFICE & WORKS

Village Harkishanpura
Distt. Sangrur (Punjab) - 148 026
(on Patiala-Sangrur Highway)
Email: shares@indianacrylics.com
Website: www.indianacrylics.com

CORPORATE OFFICE

SCO 49-50, Sector 26
Madhya Marg,
Chandigarh - 160 019
INDIA

CONTENTS

INDIAN ACRYLICS LIMITED

INDIAN ACRYLICS LIMITED
(CIN:L24301PB1986PLC006715)
Regd. Office: Village Harkishanpura,Sub-Tehsil Bhawanigarh,
Distt. Sangrur (Punjab) -148026.
Email: shares@indianacrylics.com, **Website: www.indianacrylics.com**
Phone: +91-172-2793112., Fax: +91-172-2794834

NOTICE

NOTICE is hereby given that the 28th Annual General Meeting of the Shareholders of the Company shall be held as scheduled below:

Day & Date	:	**Tuesday, 29th day of September, 2015**
Time	:	**11.00 A. M.**
Venue	:	**Company's Regd. Office at Village Harkishanpura, Sub-Tehsil Bhawanigarh, Distt. Sangrur (Punjab) - 148026**

To transact the following business:

ORIDINARY BUSINESS:

1. To receive, consider and adopt the Financial Statements of the Company for the year ended March 31, 2015 including audited Balance Sheet as at March 31, 2015 and the Statement of Profit & Loss for the year ended on that date and the Reports of Directors' and Auditors' thereon.
2. To appoint a Director in place of Sh. Satish Kumar Dua (DIN: 06949879), who retires by rotation and being eligible, offers himself for re-appointment.
3. To ratify the appointment of Auditors and in this regard to consider and if thought fit, to pass with or without modification, the following Resolution as an Ordinary Resolution:
   “RESOLVED THAT pursuant to the provisions of Section 139(1) of the Companies Act, 2013 and Rules framed thereunder, as amended from time to time, the Company hereby ratifies the appointment of M/s S. C. Dewan & Co., Chartered Accountants (Firm's Registration No. 000934N), as Auditors of the Company to hold office from the conclusion of this Annual General Meeting (AGM) till the conclusion of the 29th Annual General Meeting of the Company to be held in the year 2016, at such remuneration as may be mutually agreed between the Board of Directors of the Company and the Auditors.”

SPECIAL BUSINESS

4. To consider, and, if thought fit, to pass, with or without modification(s), if any, the following Resolution as an Ordinary Resolution:
   “RESOLVED THAT pursuant to the provisions of Sections 149, 150 & 152 and other applicable provisions, if any, of the Companies Act, 2013 (”ACT”) and the Rules made there under read with Schedule IV to the Act, as amended from time to time and Clause 49 of the Listing Agreement, Smt. Tejinder Kaur (DIN:00512377), who was appointed as additional Non-Executive Director of the Company, has submitted a declaration that she meets the criteria of independence as provided in Section 149(6) of the Act and who is eligible for appointment, and in respect of whom the Company has received a notice in writing from a member proposing her candidature for the office of the Director, be and is hereby appointed as an Independent Director of the Company with effect from 30.03.2015 to 29.03.2020, not liable to retire by rotation."
5. To consider, and, if thought fit, to pass, with or without modification(s), if any, the following Resolution as an Ordinary Resolution:
   “RESOLVED THAT pursuant to the provisions contained in Articles 129, 133 of Articles of Association of the Company, and Section 149, 161 and other applicable provisions, if any, of the Companies Act, 2013 (“Act”), and the rules made there under and pursuant to his nomination by Shri R K Garg, promoter of the Company, Shri Dheeraj Garg (DIN 00034926), who was appointed by the Board of Directors as an Additional Director of the Company w.e.f. 30/05/2015 and who hold office upto the date of Annual General Meeting of the Company and in respect of whom the Company has received notice in writing from a member under Section 160 of the Act proposing his candidature for the office of Director of the Company, be and is hereby appointed a Director of the Company.”
6. To consider and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:-
   “RESOLVED THAT pursuant to Section 196, 197, 203 and other applicable provisions, if any, of the Companies Act, 2013, read with Schedule V of the said Act, as amended from time to time, and subject to such approvals/ sanctions as may be required, the Company hereby approves the appointment of Shri Dheeraj Garg (DIN-00034926), as an Additional Managing Director of the Company for a period of five years with effect from 30/05/2015 without any remuneration, whose term of office shall be liable to retire by rotation at the Annual General Meeting.
   RESOLVED FURTHER THAT the Board of Directors be and are hereby severally authorised to take all steps including convening of the general meeting of the shareholders and to do all such acts, deeds, matters and things as may be considered necessary, proper and expedient to give effect to the aforesaid resolution.”
7. To consider and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:-
   “RESOLVED THAT in accordance with the provisions contained in Section 196, 197, 203 and other applicable provisions, if any, of the Companies Act, 2013 and the schedules thereto, subject to such approvals, permissions, if any, as may be necessary, the Company hereby approves the re-appointment of Shri H. K. Singhal as a Finance Director (DIN 00044328) of the Company on for a period of 3 years with effect from 01.02.2015, whose term of office shall be

liable to retire by rotation at the Annual General Meeting on the following terms and conditions:

Basic Salary	₹. 80,000/- per month
House Rent Allowance	35% of Basic Salary. In case the accommodation is hired by the Company, rent will not exceed 35% of the salary over and above 15% payable by the Finance Director

- Contribution to the provident Fund @ 12% of the basic salary;
- Chauffer Driven Car and Telephone at the residence for official use (the private use of Car and telephone shall be billed by the Company to the appointee).
- Re-imbursement of Medical Bills up to 5% (five percent) of the basic salary in a year, cumulative upto three years.
- Gratuity not exceeding half months salary for each completed year of service, subject to the maximum as prescribed under the Gratuity Act.
- Earned leave and its encashment as per Company rules.

FURTHER RESOLVED THAT in the event of losses or inadequate profits in any financial year during the term of office of Shri H K Singhal as Finance Director, the aforesaid remuneration/ perquisites be paid to the appointee as minimum remuneration subject to the ceiling laid down in Schedule V to the Companies Act, 2013, as amended from time to time.

By Order of the Board of Directors

BHAVNESH K GUPTA
G.M. CUM COMPANY SECRETARY
FCS-3255

Place: Harkishanpura
Date: 14.08.2015

NOTES:

1. The Explanatory Statement pursuant to the provisions of Section 102 of the Companies Act, 2013 and rules made thereunder, relating to the Special business to be transacted at the Meeting is annexed hereto. The relevant details of Directors seeking appointment/re-appointment at this Annual General Meeting of the Company are also annexed.
2. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself/herself and the proxy so appointed need not be a member of the Company. The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before the commencement of the meeting. A Proxy form is sent herewith.

   A person can act as a proxy on behalf of the members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

   During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided that not less than three days of notice in writing is given to the Company
3. Corporate Members intending to send their authorized representative to attend the meeting are requested to send to the Company, a certified copy of the Board resolution authorizing their representative to attend and vote on their behalf at the meeting.
4. The members are requested to bring duly filled attendance slip along with their copy of Annual Report at the Meeting.
5. In case of joint holders attending the meeting, only such joint holder who is higher in the order of the names will be entitled to vote.
6. The Register of Members and Share Transfer Books of the Company will remain closed from 22.09.2015 to 29.09.2015 (both days inclusive).
7. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company or Registrar and Share Transfer Agent.
8. Electronic copy of the Annual Report for 2014-15 is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes. For members who have not registered their email address, physical copies of the Annual Report for 2014-15 are being sent by the permitted mode.
9. Members who have not registered their e-mail addresses so far are requested to register their e-mail addresses with Registrar and Share Transfer Agents of the Company/ Depository Participant (s), for receiving all communication including Annual Report. Notices, Circulars, etc from the Company electronically.
10. Members may also note that the Notice of the Annual General Meeting and the Annual Report for 2014-15 will also be available on the Company's website for their download. The physical copies of the aforesaid documents will also be available at the Company's Registered Office for inspection during normal business hours on working days.
11. The Company is maintaining the "INVESTORS SERVICE CELL" at its Head Office at SCO 49-50, Sector 26, Madhya Marg, Chandigarh 160019.
12. Members having any queries relating to Annual Report are requested to send their queries at least seven days before the date of the Meeting.
13. Voting through electronic means
    A. In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services provided by Central Depository (Services) India Limited (CDSL).

    The instructions for shareholders voting electronically are as under:

(i) The voting period begins on September 25, 2015 at 9.00 a.m. and will end on September 28, 2015 at 5.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on 22nd September, 2015 (cut off date), may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. The members are requested to note that once vote on a resolution is cast electronically, he shall not be allowed to change it subsequently.

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

(iii) Log on to the e-voting website **www.evotingindia.com**

(iv) Click on shareholders

(v) Now Enter your User ID
   a. For CDSL: 16 digits beneficiary ID
   b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID
   c. Members holding shares in Physical Form should enter Folio Number registered with the Company

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

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

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

	For Members holding shares in Demat Form and Physical Form
PAN*	Enter your 10 digit alpha - numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number which is printed on attendance slip in the PAN field. • In case the sequence number is less than 8 digit enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. For example, if your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yy format) as recorded in your demat account or in the Company records in order to login. • If both the details are not recorded with the depository or Company please enter the member id/ folio number in the Dividend Bank details field as mentioned in instruction (v).

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

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

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

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

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

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

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

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

(xvii) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.

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

(xix) Note for Non-Individual Shareholders and Custodians:
   • Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves as Corporate.
   • A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
   • After receiving the login details a compliance user should be created using the admin login and password. The compliance user would be able to link the account(s) for which they wish to vote on.
   • The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
   • A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of

the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

Any person, who acquires shares of the Company and become Member of the Company after dispatch of the Notice and holding shares as on the cut-off date i.e. 22nd September 2015 may follow the same instructions as mentioned above for e-Voting.

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

(xx) The Board of Directors has appointed Mr. S.K.Sikka, Practicing Company Secretary (ICSI Membership No. FCS- 4241 and CP No.3582) to scrutinize the e-voting process in a fair and transparent manner.

(xxi) The Scrutinizer shall within a period not exceeding two (2) working days from the conclusion of the e-voting period unblock the votes in the presence of at least two witnesses not in employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.

(xxii) The Results shall be declared on or after the AGM of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website and on the website of CDSL within two (2) days of passing of the resolutions at the AGM of the Company and communicated to the Bombay Stock Exchange.

14. Relevant documents referred to in the notice and the explanatory Statement including register of shareholding of Directors and Key Managerial Personnel are open for inspection by members at the registered office of the Company on all working days during Normal business hours (09:30 am to 5.30 pm) upto and including the date of meeting.

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

ITEM NO. 4

The Board of Directors of the Company had appointed Smt. Tejinder Kaur as Additional Director of the Company w.e.f. 30/03/2015. In accordance with the provisions of Section 161 of the Companies Act, 2013 Smt. Tejinder Kaur shall hold office upto the date of forthcoming Annual General Meeting of the Company and is eligible to be appointed as an Independent Director for a term upto five years. The Company has received notice under Section 160 of the Companies Act, 2013 from the members signifying her candidature as an Independent Director of the Company.

The Board of Directors has recommended the appointment of Smt. Tejinder Kaur as Independent Director with effect from 30.03.2015 upto 29.03.2020.

The Company has received a declaration from Smt. Tejinder Kaur that she meet the criteria of independence as provided under section 149 (6) of the Act. In the opinion of the Board, Smt. Tejinder Kaur fulfill the conditions specified in the Act and Rules framed thereunder for appointment as independent Director and she is independent of the Management. Smt. Tejinder Kaur is not disqualified from being appointed as Director in terms of section 164 of the Companies Act, 2013 and she has given her consent to act as Director.

The terms and conditions of appointment of the above Director shall be open for inspection by the Members at the registered office of the Company during normal business hours on any working days.

None of the Directors or Key Managerial Personnel and their relatives except Smt. Tejinder Kaur, are concerned or interested (financially or otherwise), in this resolution mentioned at Item No. 4 of the accompanying Notice.

The Board recommends the ordinary resolution mentioned at Item No. 4 of the accompanying Notice for approval of the members.

Item No. 5 & 6

By virtue of the provisions contained in Articles 129, 133 of Articles of Association of the Company and Section 161 of the Companies Act, 2013, Shri Dheeraj Garg has been nominated by Shri R K Garg, Collaborator as a Additional Director on the Board of the Company. Pursuant to provisions contained in Section 167(b) of the Companies Act, 2013, the office of Shri Dheeraj Garg as a Director of the Company stand vacated with immediate effect.

Shri Dheeraj Garg, aged 43 (Date of Birth 11/05/1972) had been appointed as Director on the Board of our Company on 29/11/1997. The Company was availing his advice and services which have been of immense value. He has also been successfully managing the affairs of Steel Strips Wheels Ltd., a sister concern, since 01/10/1996 as its Managing Director. In view of his wide experience and expertise, it was proposed to re-appoint him as Additional Managing Director for a period of five years without any remuneration, whose term of office shall be liable to retire by rotation at the Annual General Meeting. The appointment would be subject to approval of shareholders. He hold 10965889 equity shares in the Company representing 8.10% of the total paid up capital of the Company.

Except Shri Dheeraj Garg and Shri R K Garg, being his relative, none of the Directors of the Company and /or Key Managerial Personnel of the Company and their relatives is concerned or interested financially or otherwise in the resolution.

Item No. 7

Shri H K Singhal had been the Finance Director of the Company since 02/02/1991 and he has been associated with the Company since inception of the project. He was last appointed as Finance Director for a period of 3 (Three) years with effect from 01/02/2012 by the Board.

Shri H K Singhal, aged 64 (Date of Birth 12/01/1951) is Chartered Accountant by professional. Keeping in view his vast and varied experience, it is proposed to consider the re-appointment of Shri H K Singhal, for a further period of three years w.e.f. 01/02/2015 on the terms and conditions set out in the resolutions at Item no. 7.

The notice and explanatory statement may be treated as an abstract of the terms of contract for the reappointment and payment of remuneration to Shri H K Singhal, Finance Director within the provisions of the Companies Act. He hold 1210 equity shares in the Company representing 0% of the total paid up capital of the Company. The Board recommends Special Resolution for the approval of the Members and as a disclosure under Clause 49 of the Listing Agreement set out at Item no.7.

Except Shri H K Singhal, none of the Directors of the Company and /or Key Managerial Personnel of the Company and their relatives is concerned or interested financially or otherwise

DETAILS OF DIRECTORS SEEKING APPOINTMENT/ RE-APPOINTMENT IN ANNUAL GENERAL MEETING

Name of Director (DIN)	Smt. Tejinder Kaur (DIN-00512377)	Shri Dheeraj Garg (DIN-00034926)	Shri Humesh Kumar Singhal (DIN-00044328)	Shri Satish Kumar Dua (DIN-06949879)
Date of Birth	26/09/1949	11/05/1972	12/01/1951	13/03/1957
Date of first Appointment Qualification	30/03/2015	29/11/1997	30/11/1996	14/08/2014
Experience in Specific functional areas	Smt. Tejinder Kaur, IAS (Retired) had held various prestigious positions. She possessed appropriate skills, experience and knowledge of management and other disciplines related to the Company's business.	Shri Dheeraj Garg, is a B.Sc. (Finance) from U.S.A.. He belongs to Promoter category	Sh. Humesh Kumar Singhal, a qualified Chartered Accountant, has more than 40 years of wide and varied experience in the area of Management and Corporate Finance.	He is nominee of Punjab National Bank designation Dy. General Manager (Circle Head) Chandigarh.
List of companies in which outside Directorships held	Doctor Aapke Ghar Private Limited	Managing Director of Steel Strips Wheels Ltd.	Steel Strips Infrastructures Ltd. Indlon Chemicals Ltd. Steel Strips Ltd. SAB Udyog Ltd. Malwa Chemtex Udyog Ltd. etc.	- North India Technical Consultancy Organization Limited - Modern Dairies Limited
Chairman/ Member of the Committee of Board of Directors of the Company	Nil	Share Transfer Committee	Audit Committee, Share Transfer Committee & Stakeholder Relationship Committee	Nil
Chairman/ Member of the Committee of Directors of other Companies in which he is a Director	Nil	Nil	Secretarial Committee, Audit Committee, and Stakeholder Relationship SAB Industries Ltd. Audit Committee, Share Transfer Committee & Stakeholder Relationship Committee of Steel Strips Infrastructures Ltd. Audit Committee, Share Transfer Committee & Stakeholder Relationship Committee of Steel Strips Ltd.	Nil
No. of shares held in the Company	Nil	10965889 (8.10%)	1210	Nil

DIRECTORS' REPORT

To The Members,

The Directors of your Company have pleasure in presenting the 28th Annual Report of the Company together with Audited Accounts for the financial year ending 31st March, 2015.

FINANCIAL HIGHLIGHTS

(₹. in lacs)

PARTICULARS	2014-15	2013-14
Domestic Sales (Net of Excise)	**34093**	44094
Export Sales	**20569**	18639
Total Sales	**54662**	62733
Other operating Income	**455**	380
Total Income	**55117**	63113
Profit before interest & depreciation	**679**	4515
Interest & other financial charges	**1587**	2387
Profit/ (Loss) before depreciation	**(908)**	2128
Depreciation	**847**	975
Net Profit/(Loss) prior to Tax & Extra Ordinary Items	**(1755)**	1153
Prior period adjustment	**-**	(21)
Extra Ordinary Item	**257**	-
Net Profit/ (Loss) available forappropriation	**(1498)**	1132

The Company has achieved production of 31136 MT and sale of 29838 MT Acrylic Fibre during the year under review as against 36121 MT and 36076 MT respectively during the previous year. The Sale and other incomes during the year were ₹. 55117 lacs as against ₹. 63113 Lacs.

Acrylic Fibre demand was variable, while export demand remained strong, the domestic demand suffered due to substantial increase in dumping of Acrylic Fibre.

Due to decline in overall sales, Gross profit before interest, depreciation and tax (GPBIDT) during the current year is also lower. The GPBIDT for the year under review is ₹. 679 Lacs as against ₹. 4515 Lacs during the previous year. The expenditure on interest and financial charges, are lower at ₹.1587 Lacs as compared to ₹. 2387 Lacs in previous year. After providing for depreciation, the Company suffered a loss of ₹.1755 Lacs. After Accounting for an exceptional income of ₹. 257 Lacs mainly on account of claim awarded to the Company for the land acquired by the government for national highway, the Company incurred a net loss during the year of ₹.1498 Lacs compared to net profit of ₹. 1132 Lacs during the previous year.

RESERVES

During the year, Company has exited from CDR system. In order to settle the recompense amount paid to the banks, Company has written back a sum of ₹.406.75 lac from Capital Reserves leaving a balance of ₹.1764.44 lacs. There is no change in Securities Premium Reserves and General Reserves during the year, which stand at ₹.39.23 lac and ₹.80.00 lac respectively.

RESEARCH AND DEVELOPMENT

The Company has an In-House R & D centre registered with the Ministry of Science & Technology, Govt. of India.

During the year, the Company has been able to add some more new products such as dyed yarns. This will help in growth of sales in the current year. The Company is also working for energy conservation and reduction in the fuel cost with the help of in-house R&D.

During the year under review, we have successfully upgraded our one boiler and work on upgrading another boiler is under process to save fuel cost.

The Company had started work on installation of 9500 worsted spindles for spinning of acrylic yarn at an estimated cost of ₹.35.40 crore during the year 2013-14. Out of this, work on 6600 Spindles has since been completed and production started during the year (2014-15). Work on remaining spindles is going on and will be completed in 2015-16.

FUTURE OUTLOOK

Significant new capacities of Acrylonitrile (main raw material) manufacturing have started commercial production in the Asian Region (China) during the year 2014-15, thereby balancing its availability. On the other hand some capacities of Acrylic fibre have been closed permanently in the Middle East (Egypt) recently. With dollar appreciating and this Acrylic Fibre Capacity closure in Egypt recently, our export to Middle East markets will gain advantage.

The shifting of Acrylonitrile manufacturing from USA/European Union region to Asia will be continuing during this year (2015-16) also. These changes will be good for steady growth of Acrylic fibre Industry in this area.

Forum of Acrylic Fibre has taken up the issue of continuation of anti dumping duty with the Government on certain countries which are doing large scale dumping of fibre in Indian market and thus causing severe injury to the domestic industry. This is under consideration of the Govt. Authorities and shall help in saving domestic Industry from the adverse impact of dumping

Softening of the commodity prices, alongwith above changes in the Industry structure will be good for improving the margins in Acrylic Fibre business.

FINANCIAL STATUS

There is no change in the issued and subscribed capital of ₹.13532.21 lacs. There are no equity shares with differential rights or sweat equity or ESOP or scheme of purchase of Company shares by employees or their trustrees.

DIVIDEND

As Company does not have any distributable profits computed under provisions of Companies Act, 2013, no dividend is being recommended.

FIXED DEPOSITS

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

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

There are no significant and material changes occurred subsequent to the close of the financial year to which the Financial Statements relate and upto the date of this report that would impact the going concern status of the Company and its future operations.

CORPORATE SOCIAL RESPONSIBILITY AND GOVERNANCE COMMITTEE

During the year, your Directors have constituted a Corporate Social Responsibility and Governance Committee (CSR&G Committee) comprising Sh. R.K Garg as its Chairman Shri Dheeraj Garg and Shri A. S Chatha as other members.

The said Committee has been entrusted with the responsibility of formulating and recommending to the Board, a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken within the framework of the CSR Policy and recommending the amount to be spent on CSR activities.

Since the Company does not have net profits in the financial year in accordance with Section 197/ 198 of the Companies Act, 2013, the Company is not required to undertake any activity under CSR Rules.

However, the Company has been voluntarily undertaking CSR activities such as for maintenance of district level library, maintenance of public parks at Distt. Headquarter, running a community kitchen for poor peoples and other social activities. Expenditure incurred on these during the year is ₹.11.18 lacs.

SUBSIDIARY COMPANY

There is no subsidiary Company reportable under Section 129(3) of the Companies Act, 2013.

CORPORATE GOVERNANCE REPORT- DISCLOSURE REQUIREMENTS

The Company is continuously taking steps to attain higher levels of transparency, accountability and equity in order to enhance customer satisfaction and stakeholders' value. The Company not only complies with the regulatory requirements but is also responsive to the stakeholders' as well as customers' needs. The Company already has an Audit Committee, a Stakeholder Relationship Committee and Nomination and Remuneration Committee duly constituted by the Board to look after various activities. The Corporate Governance practices followed by the Company are enclosed as Annexure to this report.

EXTRACT OF THE ANNUAL RETURN

The extract of the annual return as provided under Section 92(3) of the Act, in **Form MGT-9**, which forms part of the Board's report **(Annexure-5)**

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, the Directors confirm that :

a. in the preparation of the annual accounts for the year ending 31st March, 2015, 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 and loss 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 laid down internal financial control to be followed by the Company and that such internal financial controls were adequate and were operating effectively.

f. 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.

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

The internal control systems and processes of the Company cover operational efficiency, accuracy and promptness in financial reporting, compliance with laws and regulations and development of mature, disciplined and effective processes. The processes are also designed to meet the goals of cost, schedule, functionality and quality, thus resulting in higher levels of customer satisfaction.

DIRECTORS

A) Changes in Directors and Key Managerial Personnel

Since the last Annual General Meeting, following changes have taken place in the Board of Directors:

PSIDC nominated Shri Yogesh Kumar Goel, its Managing Director, as a Director and Chairman of the Company, in place of Shri Vikas Pratap effective from 05/06/2014

PNB nominated Shri Satish Kumar Dua, DGM and Circle Head of the Bank, as a Director in place of Shri Ashok Kumar Gupta effective from 14/08/2014.

Smt. Tejinder Kaur, IAS has been appointed as an Independent Director on the Board effective from 30/03/2015.

PSIDC, later, withdrew the nomination of Shri Yogesh Kumar Goel, as a Director and Chairman of the Company effective from 28/05/2015.

PSIDC nominated Shri S K Singla, its Deputy General Manager, as a Director of the Company, in place of Shri A K Mahajan effective from 28/05/2015

Your Directors place on record appreciation of the valuable guidance rendered by Shri Vikas Pratap, Shri Yogesh Kumar Goel, Shri A K Mahajan and Shri Ashok Kumar Gupta during their association with the Company.

Pursuant to the provisions of Section 149 of the Act, Shri M M Chopra, Shri B B Tandon and Shri A S Chatha were appointed as independent directors at the annual general meeting of the Company held on 29th September 2014. The terms and conditions of appointment of Independent Directors are as per Schedule IV of the Act. They have submitted a declaration that each of them meets the criteria of Independence as provided in Section 149(6) of the Act and there has been no change in the circumstance which could affect their status as Independent Director during the year.

As per the provisions of Companies Act, 2013, Shri Satish Kumar Dua, Director, retire by rotation at the forthcoming Annual General Meeting and being eligible offers himself for re-appointment.

B) Declaration by an Independent Director(s) and re-appointment, if any

A declaration by Independent Directors stating that he/ they meet the criteria of independence as provided in sub-section (6) of Section 149 of the Companies Act, 2013 has been taken at the time of their appointment.

C) Formal Annual Evaluation of Board

The Board of Directors has carried out an annual evaluation of its own performance, Board committees and individual directors pursuant to the provisions of the Act and the corporate governance requirements as prescribed by Securities and Exchange Board of India ("SEBI") under Clause 49 of the Listing Agreements ("Clause 49").

The performance of the Board was evaluated by the Board after seeking inputs from all the directors on the basis of the criteria such as the Board composition and structure, effectiveness of board processes, information and functioning, etc.

The performance of the committees was evaluated by the Board after seeking inputs from the committee members on the basis of the criteria such as composition of committees, effectiveness of committee meetings, etc.

The Board and the Nomination and Remuneration Committee ("NRC") reviewed the performance of the individual directors on the basis of the criteria such as the contribution of the individual director to the Board and committee meetings like preparedness on the issue to be discussed, meaningful and constructive contribution and inputs in meetings etc. In addition, the Chairman was also evaluated on the key aspects of his role.

In a separate meeting of Independent Directors, performance of non-independent directors, performance of the board as a whole and performance of the Chairman was evaluated, taking into account the views of executive directors and non-executive directors, The same was discussed in the Board meeting that followed the meeting of the Independent Directors, at which the performance of the Board, its committees and individual directors was also discussed.

NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS

During the year under review, 4 Board Meetings were held, one each on 30th May 2014, 14th August 2014, 13th November 2014 and 14th February 2015.

POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATON AND OTHER DETAILS

The Company's policy on Directors' appointment and remuneration and other matters provided in Section 178(3) of the Act has been disclosed in the corporate governance report, which forms part of the Directors' Report.

AUDIT COMMITTEE

The Audit & Compliance Committee comprises of two non-executive Directors viz. Rear Admiral M. M. Chopra, AVSM (Retd.), Prof.(Dr.) B B Tandon and one Executive Director Shri H K Singhal. During the year, the committee held four meetings. Other details of the Audit Committee are included in the Corporate Governance Report which forms part of this report.

The Board had accepted all recommendation of the Audit Committee.

DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM/WHISTLE BLOWER POLICY FOR DIRECTORS

AND EMPLOYEES

The Company has formulated and published a Whistle Blower Policy to provide vigil mechanism for employees including Directors of the Company to report genuine concerns. The provisions of this policy are in line with the provisions of Section 177(9) of the Act and the revised Clause 49 of the Listing Agreement.

There are no cases reported during the year.

NOMINATION AND REMUNERATION COMMITTEE

The committee has been constituted to review and recommend compensation payable to the whole-time directors including Managing Director and senior management of the Company. The committee reviews the overall compensation structure and policies of the Company with a view to attract, retain and motivate employees, reviewing compensation levels of the Company vis-à-vis other Companies and industry in general.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

There were no Loans/ Guarantee given or Investments made by the Company during the year.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

The particulars of every contract or arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 pursuant to section 134(3)(h) of the Act read with rule 8(2) of the Companies (Accounts) rules 2014, including certain arms length transactions under third proviso thereto have been disclosed in the financial statements and are enclosed in **Form No. AOC-2** and the same forms part of this report. **(Annexure-2)**

RISK MANAGEMENT POLICY

The Board of the Company has formed a Risk Management Committee to frame, implement and monitor the Risk Management plan for the Company. The impact of various risks on the Company, and the steps taken to mitigate the same has been discussed in the Report on Management Discussion & Analysis annexed with this report. **(Annexure 6)**

AUDITORS

As per the Provisions of Section 139 of Companies Act, 2013, M/s S.C. Dewan & Co., Chartered Accountants, were appointed as Statutory Auditors of the Company to hold office till the conclusion of Annual General Meeting to be held in the calendar year 2017(subject to ratification of their appointment at every AGM). The Company has received a certificate from them pursuant to Companies (Audit & Auditors) Rules 2014 read with Section 139 & 141 of the Companies Act, 2013, confirming their eligibility for reappointment, and that they were not disqualified for reappointment.

AUDITORS' REPORT AND SECRETARIAL AUDITORS' REPORT

The Auditors' Report and Secretarial Auditors' Report do not contain any qualifications, reservations or adverse remarks. Report of Secretarial Auditor is attached as an annexure which forms part of this report. **(Annexure-3)**

LISTING OF SHARES

Equity shares of the Company are listed on Mumbai and Calcutta Stock Exchanges. Listing fee to the BSE has already been paid in pursuance to clause 38 of the listing agreement. The Company has since filed an application for delisting of its shares from Calcutta Stock Exchange. However, the shares will continue to be traded on Mumbai Stock Exchange.

DEMATERIALISATION

Effective from 25th September 2000, the equity shares of your Company are being compulsorily traded in dematerialized form. As on 31st March 2015, a total of 1253 lacs equity shares, representing 92.72% of equity share capital have been dematerialized and 28688 shareholders are holding shares in dematerialized form.

INSURANCE

All the assets of the Company have been adequately insured.

PARTICULARS OF EMPLOYEES

Relations with the employees during the period under review continued to be peaceful and harmonious.

MANAGERIAL REMUNERATION

The information required under Section 197 of the Act read with rule 5 of the Companies (Appointment and remuneration of managerial personnel) rules 2014 is enclosed with this report **(Annexure-4)**

The Board expresses deep appreciation of all sections of employees for their support and for making efforts to increase efficiency and growth of the Company.

INDUSTRIAL RELATIONS

Industrial relations continued to be cordial during the year under review.

HEALTH, SAFETY AND ENVIRONMENT PROTECTION

Our Company has complied with all the applicable health & Safety standards, environment laws and labour laws and has been taking all necessary measures to protect the environment and provide workers a safe work environment. Our Company is committed for continual improvement in Health & Safety as well as Environmental performance by involving all the employees to provide a Safety & healthy work environment to all its employees.

DISCLOSURE AS PER SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has zero tolerance for sexual harassment at workplace and has adopted a policy against sexual harassment in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules framed thereunder.

During the financial year 2014-15, the Company has not received any complaint on sexual harassment and hence no complaints remain pending as of 31st March, 2015.

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

A report under the provisions of Section 134(3)(m) of the Companies Act, 2013 with regard to Conservation of Energy and Technology Absorption is attached separately **(Annexure-1)**

ACKNOWLEDGEMENT

Your Directors acknowledge with gratitude the assistance, co-operation and support received by the Company from the Govt. of Punjab, PSIDC, Financial Institutions, Banks, other Statutory/ Govt. Bodies, Customers and Shareholders of the Company.

On Behalf of the Board of Directors

	H. K. SINGHAL	**R .K. GARG**
Chandigarh	FINANCE	MANAGING
30.05.2015	DIRECTOR	DIRECTOR

ANNEXURE-1

INFORMATION AS PER SECTION 134(3)(m) READ WITH RULE 8 (3) OF COMPANIES (ACCOUNTS) RULES 2014 FOR THE YEAR ENDED 31ST MARCH, 2015

A. CONSERVATION OF ENERGY :

Your Company has always been conscious of the need to conserve energy and has always attempted various measures for the same where ever possible to achieve reduction in the cost of production. The Company has taken various measures on suggestions of experts in the areas where energy reduction and fuel and oil conservation is possible. The details regarding present energy consumption including captive generation are furnished below as per Form 'A'

FORM 'A'

			Current Year	Previous Year
A)		**POWER & FUEL CONSUMPTION**		
	1. a)	Purchased Units (in lacs)	102.62	111.09
		Total amount (₹. in lacs)	753.93	894.11
		Rate/Unit (Rupees)	7.35	8.05
	b)	**OWN GENERATION**		
	i)	Through Turbine (Unit in lacs)	451.99	457.14
		Total amount (₹. in lacs)	1978.75	1998.38
		Rate/Unit (Rupees)	4.38	4.37
	ii)	**THROUGH DIESEL GENERATOR (UNIT IN LACS)**	2.20	2.37
		Total amount (₹. in lacs)	43.49	38.73
		Rate/Unit (Rupees)	19.74	16.33
	2)	**PET COKE USED FOR STEAM**		
		Quantity (Lacs MTs)	3187.99	-
		Total amount (₹. in lacs)	257.20	-
		Rate/Unit (Rupees)	8.07	-
	3)	**RICE HUSK FOR STEAM GENERATION**		
		Quantity (MTs))	52659	64380
		Total amount (₹. in lacs)	2285.94	2776.93
		Rate/Unit (Rupees)	4.34	4.31
B)		**CONSUMPTION PER UNIT OF PRODUCTION**		
		Production of Acrylic Fibre & Waste (MT)	31136	36121
		Production of Acrylic Yarn (MT)	821	-
	1.)	Electricity-Fibre (Units/MT)	1625	1537
		Electricity-Yarn (Units/MT)	4988	-
		Cost per unit of production of Fibre (₹/MTs)	8123	7927
		Cost per unit of production of Yarn (₹/MTs)	24869	-
	2)	Furnace Oil (KL/MT)		
		Rice Husk for process steam (Unit/MT)	1691	1782
		Cost per unit of production of Fibre (₹/MTs)	7342	7688
		Pet Coke for process steam (Unit/MT)	102	-
		Cost per unit of production of Fibre (₹/MTs)	826	-

B. TECHNOLOGY ABSORPTION

Efforts made in technology absorption.

1	Research & Development (R&D) a) Specific area in which R&D carried out by Company.	R & D has been carried out in the areas of improvement on product, process, cost reduction and increase in productivity.
	b) Benefits derived as a result of the above R&D	Productivity improvement, reduction of waste and development of new product varieties and increase in Carbon Credits due to R&D efforts, thereby reducing the cost of manufacturing.
	c) Further course of action.	We are working on development of new speciality products to cater to some more end use segments. We are also working on increasing the overall productivity of the plant by In-house R&D.

d) Expenditure on R&D (₹. In lacs): (Capital / Recurring)	Capital :- ₹. NIL (Previous year ₹. NIL lacs) Revenue :- ₹. 43.43 lacs (Previous year ₹. 25.69 lacs.)
2. Technology absorption, adoption and innovation a) Efforts in brief made towards technology absorption, adoptation & innovation b) Benefits derived as a result of the above efforts e.g. product improvement, cost reduction, product development, import substitution etc.	Technology Absorption Programme has been completed satisfactorily. The product range has been further diversified to produce new varieties of Acrylic Fibre. Efforts are on to further conserve the energy and to develop new varieties of Acrylic Fibre for development of new end uses.
c) In case of imported technology (imported during the last 5 years reckoned from the beginning of the financial year) following information may be furnished :	Not applicable

FOREIGN EXCHANGE EARNING AND OUTGO

a) Activity relating to exports, initiative taken to increase exports, development of new export market for products and services and export plans.	During this year export sale has Increased from ₹.205.69 Crore to ₹.186.39 Crore. Which has happened mainly due to increase demand of the product in the export market.
b) Total foreign exchange used and earned (₹. in lacs)	Used : ₹.32816.05 Lacs (Previous year ₹. 24755.70 Lacs) Earned : ₹. 20321.90 Lacs (Previous year ₹. 18222.00 Lacs)

For and on behalf of Board of Directors

Place : Chandigarh
Date : 30.05.2015

H.K. SINGHAL
FINANCE DIRECTOR

R.K. GARG
MANAGING DIRECTOR

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 transaction entered into during the year ended 31st March 2015, which were not at arm's length.
2. Details of contracts or arrangements or transactions at Arm's length basis.

Nature of contracts	Name of the related party	Nature of relationship	Duration of the contracts	Salient terms (1)	Amount (₹ in Lacs)
Internet Services	SAB Industries Ltd	Associate Concern	15.05.2014 to 14.05.2015 & 01.07.2014 to 30.06.2015	Broad Band Services to Link various location of the Company	6.16
Civil Work	SAB Industries Ltd	Associate Concern	Nov 2013 to August 2014	Supply of Construction Material	32.48

Rent	Steel Strips Ltd	Associate Concern	01.04.2014 to 31.05.2015	Godown Rent	3.48
Remuneration	Mr. R.K Garg	Managing Director	01.03.2015 to 28.02.2018	Payment of Remuneration during the Year	96.22
Remuneration	Mr. H.K Singhal	Finance Director	01.02.2015 to 31.01.2018	Payment of Remuneration during the Year	14.46
Remuneration	Mr. S. K Aggarwal	Brother of Mr. H K Singhal (Finance Director)	01.11.2014 to 31.10.2015	Payment of Remuneration during the Year	2.49

(1) Appropriate approvals have been taken for related party transaction. Advance paid have been adjusted against billings.

ANNEXURE-3

FORM NO. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2015

[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,
Indian Acrylics Limited
(CIN: L24301PB1986PLC006715)

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

Based on my verification of Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended 31 March, 2015, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31 March, 2015 according to the provisions of:

(1) The Companies Act, 2013 (the Act) and the rules made thereunder;

(2) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;

(3) The Depositories Act, 1996 and the Regulations and bye-laws framed thereunder;

(4) 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;

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

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

  (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;

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

  (d) 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;

(6) Other laws applicable to the Company as per the representation given by the Company.

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India. (Not applicable for the audit period)

(ii) The Listing Agreements entered into by the Company with BSE Limited.

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

I further report that

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

Adequate notice is given to all the 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.

Decisions at the Board meetings, as represented by management, were taken unanimously.

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

I further report that during the audit period, there were no instances of:

(i) Public / Rights / Preferential issue of shares /debentures / sweat equity.
(ii) Redemption / buy-back of securities.
(iii) Merger / amalgamation / reconstruction etc.
(iv) Foreign technical collaborations.

I further report that during the audit period, the Company has taken the following major decisions:

(i) The Company has obtained approval of shareholders under Section 180(1)(a) of the Companies Act, 2013 by way of Special Resolution through Postal Ballot to create mortgage and/or charge on whole or substantially the whole of the Company's undertaking upto an amount as may be approved by the shareholders under Section 180(1) (c) of the Companies Act, 2013.
(ii) The Company has obtained approval of shareholders under Section 180(1) (c) of the Companies Act, 2013 by way of Special Resolution for borrowings upto ₹. 500 Crores.

Sushil K. Sikka
Company Secretary
FCS 4241
CP 3582

Place: Chandigarh
Date: 30.05.2015

To,
The Members
Indian Acrylics Limited
My report of even date is to be read along with this letter.

1. Maintenance of Secretarial record is the responsibility of the management of the Company. My responsibility is to express as opinion on these secretarial records based on my audit.
2. I have followed the audit practices and process 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 not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever 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 other applicable laws, Rules, Regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Sushil K. Sikka
Company Secretary
FCS 4241
CP 3582

Place: Chandigarh
Date: 30/05/2015

ANNEXURE-4

DETAILS PERTAINING REMUNERATION AS REQUIRED UNDER SECTION 197(2) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES 2014

i) The ratio of the remuneration of each Director to the median employee's remuneration of the Company for the financial year

Non Executive Directors	**Ratio to Median Remuneration**
Shri Yogesh Goel	0.23
Shri A.K. Mahajan	0.08
Shri M.M Chopra	0.35
Shri B B Tandon	0.46
Shri A.S. Chatha	0.31
Shri A.K Gupta & S. K Dua	0.15
Executive Directors	
Shri R K Garg	66.32
Shri H K Singhal	9.97

ii) The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year;

Director, Chief Executive Officer, Chief Financial Officer, Company Secretary	% age increase in Remuneration
Shri R K Garg	80.94
Shri H K Singhal	No Change
Shri Bhavnesh K Gupta	8.13

iii) The percentage increase in the median remuneration of employees in the financial year 2014-15.

The Percentage increase in median remuneration of employee is 4.75%.

iv) The number of permanent employees on the rolls of Company.

The number of permanent employees on the roll of Company as of 31st March 2015 was 786.

v) The explanation on the relationship between average increase in remuneration and Company performance;

The final salary increases given are a function of Company's market competitiveness in this comparator group as well as overall business affordability. During the year, similar approach was followed to establish the remuneration increase to the employees. The performance of the Company is steady and maintaining market share and customer base. The profitability during the year is affected due to high dumping and falling price trend as there is time lag between the times of import of raw material and selling of fiber.

vi) Comparison of the remuneration of the Key Managerial Personnel against the performance of the Company;

Particulars	**2013-14**	**2014-15**
Aggregate Remuneration (Rupees in Lakhs)	100.65	125.10
Revenue (Rupees in Lakhs)	63112.69	55116.80
Remuneration of KMPs (As %age of Revenue)	0.16%	0.23%
Profit before tax (PBT) (Rupees in Lakhs) (Loss)	1132.02	-1498.21
Remuneration of KMP (As %age of PBT)	8.89%	Not calculated as PBT is negative

vii) **Variations in the market capitalization of the Company, price earnings ratio as at the closing date of the current financial year and previous financial year, Percentage increase or decrease in the market quotations of the shares of the Company in comparison to the rate at which the Company came out with the last public offer in case of listed companies,**

Particulars	March 31, 2015	March 31, 2014	% change
Market capitalization (INR Lakhs)	1292	250	416%
Market Price(BSE) (Nov.12,1991-IPO ₹.10/-)	5.34	3.50	24%
Price Earnings Ratio	-	6.36	-

viii) **Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;**

Average Percentage increase in salary other than managerial remuneration is 10.22% and percentage increase in managerial remuneration is 27.37%. As managerial remuneration was revised after 3 years on 01.04.2014 whereas salary of other employees is being increased every year hence the percentage increase in managerial remuneration of current year is higher than other employees. Due to inadequacy of profit, remuneration is being paid as per schedule V of the Companies Act 2013 to key managerial personnel.

ix) **Comparison of the remuneration of the each Key Managerial Personnel against the performance of the Company;**

The increase in remuneration of Key Managerial Personnel is in line with performance and industry standards.

x) **The key parameters for any variable component of remuneration availed by the directors;**

None of the Director is in receipt of any commission or variables from the Company.

xi) **The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year;**

There is no employee in the Company who is paid higher than highest paid director.

xii) **Affirmation that the remuneration is as per the remuneration policy of the Company.**

It is confirmed that the remuneration is paid as per the remuneration policy of the Company

STATEMENT PURSUANT TO SECTION 197 OF COMPANIES ACT,2013 READ WITH RULE 5 OF THE COMPANIES (APPOINTMENT & REMUNERATION OF MANAGERIAL PERSONNEL) RULES 2014 FOR THE YEAR ENDED 31ST MARCH, 2015

Name of Employee	Designation	Remuneration (₹. in lacs)	Nature of Employment	Qualification & Experience (yrs)	Date of commen-of Employment	Age Year	Last employment before joining	% of shares held	Relative Director
Sh. RK Garg	Managing Director	96.22	Contractual	51	01.10.90	72	M/s Steel Strips Ltd. Chandigarh as Managing Director	2.27	Yes. Sh. Dheeraj Garg

For and on behalf of Board of Directors

Place : Chandigarh
Date : 30.05.2015

H.K. SINGHAL
FINANCE DIRECTOR

R.K. GARG
MANAGING DIRECTOR

ANNEXURE-5

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2015

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

i.	CIN	L24301PB1986PLC006715
ii.	Registration Date	28/02/1986
iii.	Name of the Company	INDIAN ACRYLICS LIMITED
iv.	Category/Sub-category of the Company	PUBLIC LIMITED
v.	Address of the Registered office & contact details	VILLAGE HARKISHANPURA, SUB-TEHSIL BHAWANIGARH, DISTT. SANGRUR (PB) 148026. TEL:+91-01672-278106, 278104 FAX: +91-01672-278110
vi.	Whether listed Company	LISTED COMPANY
vii.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	M/S ALANKIT ASSIGNMENTS LIMITED ALANKIT HOUSE, 2E/21, JHANDEWALAN EXTENSION, NEW DELHI 110055. PH.: 011-42541234/23541234

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)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the Company
1.	Manufacture and Sale/ Trading of Acrylic Fibre/ Yarn and related activities	5503	100

The Company has no Holding, Subsidiary and Associate Companies contributing 10% or more of the total turnover of the Company.

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

The Company has no holding, subsidiary or associate Company holding at least twenty percent of total share capital of the Company.

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

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2014]				No. of Shares held at the end of the year [As on 31-March-2015]				% Change
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	e during the year
A. Promoters (1) **Indian** a) Individual/ HUF	14393201	-	14393201	10.64	15173249	-	15173249	11.21	0.57

b) Central Govt	18330000	-	18330000	13.55	18330000	-	18330000	13.55	-
c) State Govt(s)									
d) Bodies Corp.	39356648	-	39356648	29.08	39356648	-	39356648	29.08	-
e) Banks / FI									
f) Any other									
Total shareholding of Promoter (A)	72079849	-	72079849	53.27	72859897	-	72859897	53.84	0.57
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	135350	96800	232150	0.17	135350	96800	232150	0.17	-
b) Banks / FI	9241583	-	9241583	6.83	9231099	-	9231099	6.82	(0.01)
c) Central Govt									
d) State Govt(s)									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIIs									
h) Foreign Venture Capital Funds									
i) Others (specify)									
Sub-total (B) (1):-	9376933	96800	9473733	7.00	9366449	96800	9463249	6.99	(0.01)
2. Non-Institutions									
a) Bodies Corp.	9073318	82800	9156118	6.77	8927105	82800	9009905	6.66	(0.11)
i) Indian									
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital upto ₹. 1 lakh	18199666	9653698	27853364	20.58	17840097	9548120	27388217	20.24	(0.34)
ii) Individual shareholders holding nominal share capital in excess of ₹ 1 lakh	16413444	47500	16460944	12.16	16034996	47500	16082496	11.88	(0.28)
c) Others (specify)									
Non Resident Indians	221454	76700	298154	0.22	442498	75900	518398	0.38	0.16
Overseas Corporate Bodies									

Foreign Nationals Clearing Members Trusts Foreign Bodies - D R									
Sub-total (B) (2):-	43907882	9860698	53768580	39.73	43244696	9754320	52999016	39.17	(0.56)
Total Public Share-holding (B)=(B)(1)+ (B)(2)	53284815	9957498	63242313	46.73	52611145	9851120	62462265	46.16	(0.57)
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	125364664	9957498	135322162	100.00	125471042	9851120	135322162	100.00	-

(i) Shareholding of Promoter-

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the Company	%of Shares Pledged/ encumbered to total shares	No. of Shares Company	% of total Shares of the Company	%of Shares Pledged / encumbered to total shares	
1	PSIDC Ltd.	18330000	13.55	-	18330000	13.5	-	-
2	Shri R K Garg	3066144	2.27	1.36	3846192	2.84	1.36	0.57
3	Smt. Sunena Garg	278368	0.21	0.21	278368	0.21	0.21	-
4	Shri Dheeraj Garg	10965889	8.10	0.21	10965889	8.10	0.21	-
5	Ms. Priya Garg	82800	0.06	-	82800	0.06	-	-
6	Indian Acrylics Invt. Ltd.	2890030	2.14	-	2890030	2.14	-	-
7	SAB Udyog Ltd.	16880646	12.47	8.20	16880646	12.47	8.20	-
8	SAB Industries Ltd.	14793772	10.93	5.59	14793772	10.93	5.59	-
9	Steetl Strips Infrastructures Ltd.	3700000	2.73	-	3700000	2.73	-	-
10	Malwa Chemtex Udyog Ltd.	1000000	0.74	-	1000000	0.74	-	-
11	Munak Ltd. International Pvt.	68600	0.05	-	68600	0.05	-	-

12 S.J Mercantile Pvt. Ltd.	21000	0.02	-	21000	0.02	-	-
13 Steel Strips Mercantile Pvt. Ltd.	1600	-	-	1600	-	-	-
14 Steel Strips Industries Ltd.	1000	-	-	1000	-	-	-
	72079849	53.27	15.57	72859897	53.84	15.57	0.57

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

SN	Particulars	Shareholding at the beginning of the year 31.03.2014			Cumulative Shareholding end of the year 31.03.2015	
		No. of shares		% of total shares of the Company	No. of shares	% of total shares of the Company
1.	At the beginning of the year	72079849		53.27		
	Date wise Increase/ Decrease	Date	No. of Shares	% of total shares of the Company	No. of shares	% of total shares of the Company
	Sh. R.K Garg	28.04.2014	323246	0.24	72403095	53.50
		30.04.2014	135859	0.10	72538954	53.60
		02.05.2014	296494	0.22	72835448	53.82
		05.05.2014	4999	0.00	72840447	53.83
		12.05.2014	1700	0.00	72842147	53.83
		13.05.2014	1350	0.00	72843497	53.83
		15.05.2014	300	0.00	72843797	53.83
		16.05.2014	16100	0.01	72859897	53.84
	At the end of the year		72859897	53.84	72859897	53.84

Except market purchase by shri R K Garg,there is no change in other co-promoters shareholding during the year.

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

SN	Top 10 Shareholders*	Shareholding at the beginning of the year 01.04.2014		Cumulative Shareholding end of the year 31.03.2015	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	IFCI Ltd.	9241583	6.83	9231099	6.82
2.	Bloomen Flora Ltd.	2838774	2.10	2838774	2.10
3.	Madhavan Kunniyur	500000	0.37	1238767	0.92
4.	Scm Fintrade Pvt. Ltd.	938542	0.69	938542	0.69
5.	Mathew Cyriac	1503147	1.11	561580	0.41
6.	Kashmiri Investment & Leasing	625747	0.46	975000	0.72
7.	Ajay Kumar Bansal	-	-	613650	0.45
8.	Aggarwal Rakesh	540000	0.40	540000	0.40
9.	Ashari Agencies Ltd.	340000	0.25	340000	0.25
10.	Ajit Kumar Jain	380000	0.28	349910	0.26

* The shares of the Company are traded on a daily basis and hence the date wise increase/ decrease in shareholding is not indicated.

(v) Shareholding of Directors and Key Managerial Personnel:

S N	Name of the Share Holder	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	Sh. R K Garg	01.04.2014	At the beginning of the year	3066144	2.27		
	Date wise Increase/ Decrease		Date	No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
			28.04.14	323246	0.24	3389390	2.50
			30.04.14	135859	0.10	3525249	2.61
			02.05.14	296494	0.22	3821743	2.82

			05.05.14	4999	-	3826742	2.83
			12.05.14	1700	-	3828442	2.83
			13.05.14	1350	-	3829792	2.83
			15.05.14	300	-	3830092	2.83
			16.05.14	16100	0.01	3846192	2.84
	31.03.2015 (At the end of the year) Total:					3846192	2.84
2.	Sh. Dheeraj Garg	01.04.2014	At the beginning of the year	10965889	8.10		
		31.03.2015	At the end of the year			10965889	8.10
3.	Sh. H K Singhal	01.04.2014	At the beginning of the year	1210	-		
		31.03.2015	At the end of the year			1210	-

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	1156.27	1399.81	-	2556.08
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	1156.27	1399.81		2556.08
Change in Indebtedness during the financial year				
* Addition	783.52	1600.46	-	2383.98
* Reduction	432.76	-	-	432.76
Net Change	350.76	1600.46	-	1951.22
Indebtedness at the end of the financial year				
i) Principal Amount	1507.03	3000.27		4507.30
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	1507.03	3000.27	-	4507.30

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager			Total Amount
		Shri R K Garg (MD)	Shri H K Singhal (WTD)	Shri Dheeraj Garg (WTD)	
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	96,22,000/-	10,75,200/-	-	1,06,97,200/-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	3,70,565/-	-	3,70,565/-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission - as % of profit **- others, specify…**	-	-	-	-
5	Others, please specify	-	-	-	-
	Total (A)	96,22,000/-	14,45,765/-	-	1,10,67,765/-
	Ceiling as per the Act	Minimum remuneration as per Schedule V			

B. Remuneration to other directors

SN.	Particulars of Remuneration	Name of Directors				Total Amount
		Sh. M M Chopra	Sh. B B Tandon	Sh. A S Chatha	Smt. Tejinder Kaur	
1	Independent Directors					
	Fee for attending board committee meetings	50,562	67,416	44,944	-	1,62,922
	Commission				-	
	Others, please specify					
	Total (1)	50,562	67,416	44,944	-	1,62,922
2	Other Non-Executive Directors	Sh. Yogesh Goel	Sh. A K Mahajan	Sh. A K Gupta & S K Dua	-	
	Fee for attending board committee meetings	33,708	11,236	22,472	-	67,416
	Commission					

	Others, please specify					
	Total (2)	33708	11236	22472	-	67,416
	Total (B)=(1+2)					2,30,338
	Total Managerial Remuneration					1,12,98,103
	Overall Ceiling as per the Act	Minimum Remuneration as per Schedule V				

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

SN	Particulars of Remuneration	Key Managerial Personnel
		CS (Sh. Bhavnesh K Gupta)
1	Gross salary	
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	14,42,280/-
	(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	-
2	Stock Option	-
3	Sweat Equity	-
4	Commission	-
	- as % of profit	-
	others, specify…	-
5	Others, please specify	-
	Total	14,42,280/-

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

There were no penalties, punishment or compounding of offences during the year ended March 31, 2015.

ANNEXURE-6

MANAGEMENT DISCUSSION AND ANALYSIS

Acrylic Fibre Industry in India is mainly dependent on domestic sales and imported raw materials. While, sales of the acrylic fibre by domestic Industry has been lower by 12% during the year under consideration as compared with previous year, there is substantial increase in the inputs cost due to weak Indian currency against the US Dollars. Domestic Acrylic Industry has gone through tough time this year due to substantial increase in the dumping of Acrylic Fibre in India by certain countries.

Indian economy is gaining momentum and picking up steadily after recording lower growth in earlier 4 years. Indian GDP growth was 5.1% in 2012-13, 6.9% in 2013-14 and 7.3% in 2014-15. The Govt. of India economic survey has projected the economy to expand at the rate of 8.1- 8.50% in 2015-16. As per the world Bank recent report, reforms by Indian Govt. has buoyed the confidence in the Investors in India. Besides, falling crude oil prices have reduced its vulnerability as an importer. Concerns over the current account deficit, fiscal account deficit and inflation have dissipated with the fall in oil prices. Bank expects that there is going to be all round development this year and growth in South Asia is also expected to continue firming to 7.1%. This will be led by a cyclical recovery in India with growth rate of 7.5% in 2015-16 going upto 8% in 2016-17, supported by a gradual strengthening of demand in high income countries as well. With this pace of growth in economy coming back after four years, spending on luxury and clothing is likely to see reversing trend thereby reviving demand for manmade fibres and yarns. Though with the US Federal reserve expected to raise interest rates in coming few months, there could be temporary shocks of less capital flows to developing countries raising current rates and higher market volatility.

With the opening of reforms process, now International Luxury clothing brands like GAP (USA), ZARA (Spanish), H&M (Swedish retailer), Uniqlo (Japanese) and many more are targeting setting up of retail stores in India. As per the United Nation conference on trade and development (UNCTAP)'s world investment report 2015 India is now among Top 10 FDI destinations. FDI inflow in the calendar year 2014 has increased to US$ 34 billion as against US$ 28 billion in 2013 thus putting India at No. 9 in the world ranking for FDI inflows. With renewed interest of FDIs, Textile Mills in India will be looking to increase the capex on modernization, capacity expansion and quality improvements.

Indian exports are declining since December 2014 owing to weak global demand and fall in crude oil prices. Indian Companies earnings remained weak in 2014-15 especially in the last quarter. Overall performance would have been worse if India inc had not got some relief on raw material cost in January – March quarter of the year. One of the major reason for Companies saving on input cost was a steep fall in prices of crude oil and its derivatives. Brent crude oil averaged US$ 53.9 a barrel, a level seen after several years. There was decline of more than 50% in the prices compared with average prices in first half of the year. Effect of the softness in commodities prices has two way effect on Industry - near term pain but long term gain Raw material costs are widely expected to remain weak. This together with expected fall in interest cost should boost net profit margins of Indian producers in textile fibres in 2015-16.

Under the “Make in India” initiative Indian Government has identified 25 industrial sectors in which India has the potential to be world leader. These sectors include 'Textile' for growth of Indian economy & employment generation.

There is a firmness in agri-commodity prices begining mid April 2015 when Indian meterological department first came out with a rainfall forecast of 93% of long period average. Little over 60% of cultivable land is rainfed and 70% of the annual rainfall take place during monsoon. The cotton association of India has reduced its production estimate of cotton for the 2014-15 season to 38.27 million bales (of 170 kg each) from previous estimate of 39 million bales while domestic consumption is estimated at 31 million bales. Any loss of natural fibres is a gain for man made fibres.

Industry Structure and Developments

In 2014-15, Acrylic Fibre market generally moved up till August 14 and started to retreat from late August and thereafter stabilised from February 2015 onward.

World Production of Acrylic Fibre has decreased to 18.50 Lac MT in the year 2014-15 compared to 19.14 Lacs MT during previous year, showing a negative growth of 3%. Indian production of Acrylic Fibre, which was 0.88 Lacs MT during the previous year, has also decreased to 0.85 Lacs MT during the year under consideration. The slowing global economy weighed down by softness in commodity prices, uncertainty about fiscal policy in USA and lower consumer spending affected the growth of Industry. China is consuming nearly 45% Acrylic Fibre of the total world consumption. This year Chinese import of Acrylic Fibre reduced from 2.12 Lac MT in last year to 1.59 Lacs MT, showing a drop of 25%.

During the year, domestic industry has suffered losses due to increase in dumping of fibre by certain countries which are doing large scale dumping of fibre in Indian market and thus causing severe injury to the domestic industry. This is under consideration of the Govt. Authorities and continuation of anti dumping duty by Govt shall help in saving domestic industry from the adverse impact of dumping.

Opportunities and Threat

Your Company is working on development of products for new markets in Europe, Africa, and South America. These efforts are expected to yield positive results as samples and trial consignments are well appreciated by customers. There are some more new investments coming up in the domestic Spinning Industry to create more capacity for yarn production. This will also help in better demand for our products.

Threats before the industry at present are dumping, currency fluctuation, sudden increase in competition from other fibers; The threat of dumping has increased further with overseas demand affected and producers from those countries looking for other markets. Besides, weather is also an important factor as length of winter and extent of cold weather also influences the consumption of Acrylic Fibre.

Your Company is dependent on imported raw materials to a large extent and sudden increase in crude oil, naphtha or gas prices also adversely affect the Company.

Segment-wise/Product wise performance

The Company is primarily engaged i.e. “Manufacture and sale/ trading of Acrylic Fibre/ Yarn” and operating from one geographical location only catering to different segment of textile industry. The said treatment is in accordance with the principle enunciated in the accounting standard on segment reporting (AS-17), and is explained under para no. 7 of the Note No. 23 on Notes on Accounts, forming part of Annual Report.

Risk Management

The Committee ensures compliance of all the fiscal, industrial, labour and environments laws by using adequate internal control measures and through regular monitoring by the respective departmental heads in the Company.

The following table gives the key risks faced by the Company, and the steps taken to mitigate the same:

Key Risks	Impact on IAL	Mitigation
Global Economic Scenario	Spending on clothing have shown strong correlations with GDP Growth. Depressed economic outlook can impact the consumer spending on clothing and thereby constrain the demand growth of acrylic fibre.	- Well diversified customer base across different geographical locations and across different end uses of fibre - Target newer markets which might provide counter-cyclical support
Adverse change in Govt Policy	Any sudden action by the Government to allow duty free imports of acrylic fibre in India under free trade agreements without corresponding reduction in the duties on raw materials can impact the Company as there are no local production and Company is dependent on imports for its main raw materials	- Increasing exports share in the turnover of the Company by investing in newer markets development
Currency Volatility	Volatility in currency exchange movements resulting in sudden transaction and translation exposure	- Currency hedging policy and practices in place - Hedging strategy monitored by risk management committee through regular reviews
Crude Oil volatility	Volatility in crude oil prices resulting in sudden spurt or plunge of raw materials prices	- Increasing value added products in the product mix. - Inventory exposure monitored by risk management committee through regular reviews
Dumping of fibre	Large scale dumping by certain countries in India can impact the domestic sales	- Investing in the energy saving, alternate fuels and new products by in - house R & D. - Increasing exports sales by developing the new export markets

As such, the Company monitoring and taking steps to mitigate the risks, if any, which may threaten the existence of the Company.

Cautionary Statement:

Statements in this report on Management Discussion and Analysis describing the Company's Objectives, projections, estimates, expectations or predictions may be “forward looking” within the meaning of applicable Securities laws and regulations. Actual results could differ materially from those expressed or implied.

REPORT ON CORPORATE GOVERNANCE

The Company continuously strives to attain high levels of corporate performance, accountability, transparency, responsibility and fairness in all aspects of its operations. Transparency in all dealings and providing better services without compromising in any way on integrity and regulatory compliances have been the basic objectives of corporate governance in the Company.

The Company is in Compliance with the requirements stipulated under Clause 49 of the Listing agreement entered into with the stock Exchanges with regard to corporate governance.

BOARD OF DIRECTORS

i. As on March 31, 2015, the Company has ten Directors including a Non-Executive Chairman. Of the ten Directors, seven are Non-executive Directors of which, four are Independent Directors. The composition of the Board is in conformity with Clause 49 of the Listing Agreements entered into with the Stock Exchanges.

ii. During the year under review, 4 Board Meetings were held, one each on 30th May 2014, 14th August 2014, 13th November 2014 and 14th February 2015 and the gap between two meetings did not exceed one hundred twenty days. The necessary quorum was present for all the meetings.

iii. None of the Directors on the Board hold Directorship in more than ten Public Companies. Further, none of them is a member of more than ten Committees or Chairman of more than five Committees across all the Public Companies in which he is a Director. Necessary disclosures regarding Committee positions in other Public Companies as on March 31, 2015 have been made by the Directors.

iv. Independent Directors are Non-executive Directors as defined under Clause 49(II)(B)(1) of the Listing Agreements entered into with Stock Exchanges. The maximum tenure of the Independent Directors is in compliance with the Companies Act, 2013 (“Act”). All the Independent Directors have confirmed that they meet the criteria as mentioned under Clause 49 of the Listing Agreement and Section 149 of the Act.

v. The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorships and Committee Chairmanships/ Memberships held by them in other Public Companies as on March 31, 2015 are given herein below. Other Directorships do not include Directorships of Private Limited Companies, Section 8 Companies and of Companies incorporated outside India. Chairmanships/ Memberships of Board Committees include only Audit Committee and Stakeholders' Relationship Committee.

Name of Director	Category of Directors	No. of Board Meetings held during the year 2014-15		Annual General Meeting Attendance (held on 29.09.14)	No. of Directorship in other Public Companies		No. of Committee Positions held in other Public Companies	
		Held	Attended		Chairman	Member	Chairman	Member
* Shri Yogesh Goel (PSIDC Nominee) DIN 00015387	Non Executive Director / Chairman	3	3	-	-	2	-	-
Shri R K Garg DIN 00034827	Mg. Director	4	4	-	4	3	1	-
Shri A K Mahajan (PSIDC Nominee) DIN 00648889	Non Executive Director	4	1	-	4	4	-	-
Shri Dheeraj Garg DIN 00034926	Additional Mg. Director	4	-	-	-	1	1	-
Prof (Dr) B B Tandon DIN 00035266	Non Executive Director	4	4	-	-	2		1
Shri A S Chatha DIN 02289613	Non Executive Director	4	4	-	-	3	-	1
Shri M M Chopra DIN 00036367	Non Executive Director	4	3	-	-	3	-	1

Shri H K Singhal DIN 00044328	Financial Advisor	4	4	Yes	-	6		7
**Shri Satish Kumar Dua DIN 06949879	Non Executive Director	3	1	-		-	-	-
***Smt. Tejinder Kaur DIN 00512377	Non Executive Director	-	-	-		-	-	-

* Shri Yogesh Kumar Goel, PSIDC Nominee has replaced Shri Vikas Pratap w.e.f. 05/06/2014. PSIDC, later, withdrew the nomination of Shri Yogesh Goel, as a director and Chairman effective from 28.05.2015.

** Shri Satish Kumar Dua, PNB Nominee has replaced Shri Ashok Kumar Gupta w.e.f. 14/08/2014.

*** Smt. Tejinder Kaur, IAS has been appointed as an Additional Independent Director w.e.f. 30/03/2015.

vi) During the year, a separate meeting of the Independent directors was held inter-alia to review the performance of non-independent directors and the Board as a whole. The Company has adopted a familiarization programme for the independent directors, which has been displayed on the website of the Company.

vii) The Board periodically reviews compliance reports of all laws applicable to the Company and steps are taken to rectify the instances of non-compliance, if any.

COMMITTEES OF DIRECTORS

The Board has constituted committees of Directors to deal with matters, which need quick decisions and timely monitoring of the activities falling within their terms of reference. The Board Committees are as follows:

AUDIT & COMPLIANCE COMMITTEE

The Audit & Compliance Committee comprises of two non-executive Directors viz. Rear Admiral M. M. Chopra, AVSM (Retd.), Prof.(Dr.) B B Tandon and one Executive Director Shri H K Singhal. During the year, the committee held four meetings one each on 30th May 2014, 14th August 2014, 13th November 2014 and 14th February 2015

The terms of reference of the Audit & Compliance Committee are in accordance with Section 177 of the Companies Act, 2013 and paragraphs C&D of clause 49(II) of the Listing Agreement entered into with the Stock Exchanges and inter-alia include the following:

a) Overseeing the Company's financial reporting process and ensuring correct, adequate and credible disclosure of financial information.
b) Recommending appointment and removal of external auditors and fixing of their fees.
c) Reviewing with management the annual financial statements with special emphasis on accounting policies and practices, compliance with accounting standards and other legal requirements concerning financial statements.
d) Reviewing the adequacy of the Audit and Compliance function, including their policies, procedures, techniques and other regulatory requirements.
e) Reviewing the adequacy of internal control systems and significant audit findings.
f) Reviewing with the management, the quarterly financial statements before submission to the board for approval.
g) Evaluation of internal financial controls and risk management systems
h) To review the functioning of whistle blower mechanism.
i) Carrying out any other function as is mentioned in terms of reference of the Audit Committee.

SUB-COMMITEE OF BOARD OF DIRECTORS

The Sub-Committee of Board of Directors has been constituted in line with the provisions of Clause 41 of the Listing Agreements to review unaudited financial results and comprises of Shri R K Garg, as Chairman, Rear Admiral M. M. Chopra, AVSM (Retd.), Prof.(Dr.) B B Tandon, and Shri H K Singhal as members of the Committee. During the year, the committee held no meeting.

NOMINATION AND REMUNERATION COMMITTEE

The Company had a remuneration/ compensation committee of directors. The Remuneration/ compensation committee of the Company has been merged, pursuant to the provisions of the Act and clause 49 of the Listing Agreement. The Nomination and Remuneration Committee comprises of two non executive Directors viz Rear Adm. M M Chopra, AVSM (Retd.) and Prof.(Dr.) B B Tandon, and one Executive Director Shri H K Singhal. The committee has been constituted to review and recommend compensation payable to the whole-time directors including

Managing Director and senior management of the Company. The committee reviews the overall compensation structure and policies of the Company with a view to attract, retain and motivate employees, reviewing compensation levels of the Company vis-à-vis other Companies and industry in general in line with Remuneration Policy. During the year, the committee held two meetings.

REMUNERATION POLICY

The Company's Remuneration Policy is driven by the success and performance of the individual employees and the Company. Through its compensation programme, the Company endeavor to attract, retain, develop and motivate high performance workforce. The Company pays remuneration by way of salary, benefits, perks, perquisite and allowances to its employees.

REMUNERATION OF DIRECTORS

Shri R.K. Garg, Shri H K Singhal and Shri Dheeraj Garg are whole-time Directors. Shri Dheeraj Garg Additional Managing Director, appointed on 26/09/2013 for five years without remuneration. Their particulars and details of remuneration, as approved by the Board of Directors and Shareholders, are as under:

	Shri R.K. Garg	Shri H K Singhal	Shri Dheeraj Garg
-Designation	Managing Director	Finance Director	Additional Managing Director
-Last appointed on	01/03/2015	01/02/2015	30/05/2015
-Term	Three years	Three years	Five years
-Salary	₹.4,25,000/- per month	₹.80,000/- per month	Without Remuneration
-Perquisites viz. housing accommodation, gas & electricity, traveling/ halting allowance/ medical benefits	Up to a maximum of ₹.33,00,000/-	Reimbursement of House Rent Up to 35% of the salary (over and above 15% payable by the Finance Director).	-
- Commission	5% of the net profit including the above salary & perquisites	Nil	-
- Provident Fund	12% of the basic salary	12% of the basic salary	-
- Gratuity	As per the Payment of Gratuity Act.	As per the Payment of Gratuity Act.	-

The remuneration is in conformity with Schedule V of the Companies Act, 2013. Other non-executive directors are paid sitting fee of ₹.10000/- for each Meeting of the Board, and ₹.5000/- for each Meeting of the Audit Committee and Sub-Committee thereof attended by them. The Company also reimbursed the out of pocket expenses incurred by the Directors for attending meetings.

EMPOYEES STOCK OPTION (ESOP)

The Company does not have any employee stock option scheme.

DETAILS OF EQUITY SHARES OF THE COMPANY HELD BY THE DIRECTORS AS ON 31ST MARCH 2015

NAME	NO OF SHARES
SH. R,K GARG	3846192
SH. DHEERAJ GARG	10965889
SH. H K SINGHAL	1210

SECRETARIAL COMMITTEE

The Secretarial Committee approves and monitors transfers, transmission, splitting and consolidation of shares of the Company. The Secretarial Committee is comprised of Shri Dheeraj Garg, Additional Managing Director, Shri H.K. Singhal, Finance Director and Shri Bhavnesh Gupta, Company Secretary. The Secretarial Committee of the Company meets as often as required. The Committee met 17 times during the year.

STAKEHOLDERS RELATIONSHIP COMMITTEE

a) The Company had a Secretarial Committee/ Investors Grievances Committee of Directors to look into redressals of complaints of investors etc. The nomenclature of the said committee was changed to Stakeholders Relationship Committee in the light of provisions of the Act and revised Clause 49 of the Listing Agreement. The Composition of Stakeholders and Relationship Committee, comprising of Prof.(Dr.) B B Tandon as Chairman, Shri H K Singhal and Shri Bhavnesh K Gupta, Company Secretary. The Committee monitors redressal of complaints from shareholders relating to transfer of shares, non-receipt of balance sheet, dividends, dematerialization of shares etc. The Company has attended to most of the investor's grievances/ correspondence within a period of 10 days from the date of receipt, except in cases constrained by disputes or legal impediment. The Committee met 2 times during the year.

b) Details of Complaints received and redressed:

Opening Balance	Received during the year	Resolved during the year	Closing balance
Nil	8	8	Nil

c) Name, Designation, Address & E-mail of Compliance Officer:

Sh. Bhavnesh Kumar Gupta, G.M. Cum Company Secretary
INDIAN ACRYLICS LIMITED
Corporate Office: S C O 49-50, Sector – 26,
Madhya Marg, Chandigarh-160019
Telephone No. 0172- 2793112, 2792385
E-mail bhavnesh@indianacrylics.com

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:

Pursuant to section 135 of the Companies Act, 2013, Corporate Social Responsibility Committee was constituted on 30.05.2014. The CSR Committee is comprised of Shri Rajinder Kumar Garg, Chairman, Shri Dheeraj Garg, and Shri A.S.Chatha, as members of the Committee. Terms of reference of the CSR Committee includes:

a) To formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the Company as specified in Schedule VII.
b) To recommend the amount of expenditure to be incurred on the activities referred in Corporate Social Responsibility Policy; and
c) To monitor the Corporate Social Responsibility Policy from time to time.

GENERAL BODY MEETINGS

Venue & time of previous meetings of shareholders, including three Annual General Meetings:

Nature of Meetings	Day	Date	Time	Venue
AGM	Monday	2 9 .09.2014	11.00 a.m.	At Regd Office at Village Harkishanpura Distt Sangrur (Punjab)
AGM	Satur day	2 8 .09.2013	11.00 a.m.	Same as above
AGM	Friday	28.09.2012	11.30 a.m.	Same as above

No special resolutions were put through postal Ballot during last year, as there was no such item, which required to be passed through postal ballot.

DISCLOSURES:

a) The transactions with the Companies, where the Directors of the Company were interested, were in the normal course of business and there were no materially significant related party transactions that might have had potential conflict with the interest of the Company at large. The Policy on dealing with Related Party Transactions as approved by the Board is posted on the website of the Company.

b) The Company has framed a Whistle Blower Policy, detail of which are available on the Company's website.

c) Shri R K Garg is also the Chairman of Steel Strips Wheels Ltd., Steel Strips Infrastructures Ltd., SAB Industries Ltd. and Steel Strips Ltd and Director of Indlon Chemicals Ltd. The group, headed by Shri R K Garg & Family members, namely Smt. Sunena Garg, Ms. Priya Garg and Shri Dheeraj Garg comprises of the following companies:
Indian Acrylics Ltd., SAB Industries Ltd., Steel Strips Wheels Ltd., Steel Strips Ltd., Steel Strips Infrastructures Ltd., Steel Strips Industries Ltd., Indlon Chemicals Ltd., SAB Developers Pvt. Ltd., Malwa Chemtex Udyog Ltd., S.S. Credits Pvt. Ltd., S.J. Mercantile Pvt. Ltd., Indian Acrylics Investments Ltd., Malwa Holdings Pvt. Ltd., Steel Strips Mercantile Pvt. Ltd., Steel Strips Financiers Pvt. Ltd., Steel Strips Holdings Pvt. Ltd., Munak International Pvt. Ltd., Munak Financiers Pvt. Ltd., Munak Investments Pvt. Ltd., S.A.B. Udyog Ltd., Chandigarh Developers Pvt. Ltd. and DHG Marketing Pvt. Ltd.

d) Chief Executive officer (CEO) and Chief Financial Officer (CFO) have certified to the Bound in accordance with clause 49 of the Listing Agreement pertaining to CEO/CFO Cerification for the financial year ended 31st March 2015

e) There were no penalties, strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority on any matter related to Capital Markets during the last three years.

INSIDER TRADING

Pursuant to the requirements of SEBI (Prohibition of Insider Trading) Regulations, as amended, the Company has adopted a “Code of Conduct for Prevention of Insider Trading”. Sh. H K Singhal, Finance Director of the Company had been appointed as the Compliance Officer for this purpose. The Code is applicable to all such employees of the Company who are expected to have access to unpublished price sensitive information relating to the Company as well as all Directors.

MEANS OF COMMUNICATION

Quarterly Results:

The quarterly financial results are regularly published in Financial Express/ Jan Satta / Punjabi Tribune. All price sensitive information is made available at the earliest under intimation to Stock Exchanges and displayed on the website of the Company.

GENERAL SHAREHOLDER INFORMATION

Annual General Meeting of the Company: To be held on Tuesday the 29th September 2015 at 11.00 a.m. at Regd. Office of the Company.

FINANCIAL CALENDER (Tentative)

Results for quarter ending June 2015 -- Second week of Aug., 2015
Results for quarter ending Sept. 2015 -- Second week of Nov., 2015
Results for quarter ending Dec. 2015 -- Second week of Feb., 2016
Results for quarter ending March 2016 -- Last week of May, 2016
Date of Book Closure : From 22nd September 2015 to 29th September 2015
Dividend Payment Date : Not Applicable
Scrip Code on BSE : 514165

STOCK MARKET DATA

(₹./ PER SHARE)

BOMBAY STOCK EXCHANGE

MONTH	MONTH'S HIGH	MONTH'S LOW	NO. OF SHARES	N O. OF TRADES	NET TURNOVER (₹.)
April-14	5.20	2.70	1534605	3509	63 ,55 ,522 .00
May-14	5.34	3.90	1673149	3628	75,30 ,580 .00
June-14	5.35	4.10	2285193	3853	1,13,77,801.00
July-14	6.46	4.60	1565970	3496	84, 81, 437.00

August-14	5.94	4.60	1004960	2475	50,62,720.00
September-14	6.00	4.60	1350173	3543	69,95,172.00
October-14	5.10	4.40	436489	1371	20,94,853.00
November-14	9.38	5.00	6222069	11497	4,90,76,437.00
December-14	7.19	5.40	1347714	3668	83,62,982.00
January-15	8.27	5.90	1759604	4606	1,26,18,594.00
February-15	7.40	5.50	981076	3102	63,74,808.00
March-15	6.54	4.60	870397	2713	49,05,824.00

Shareholding Pattern as on 31st March 2015

Sr. No.	Particulars	No. of Shares	%age
1.	Promoters, Directors & Associates	72859897	53.84
2.	Bodies Corporate	9009905	6.66
3.	FI's & Mutual Funds	9463249	7.00
4.	NRI's	518398	0.38
5.	General Public	43470713	32.12
	Total	135322162	100.00

Distribution of shareholding as on 31st March 2015

Share holding of		Shareholders		Share Amount	
Face Value (₹.)	Face Value (₹.)	Number	%age to Total	In ₹.	%age to Total
10	To 5000	97690	92.50	130365830	9.63
5001	To 10000	3813	3.61	34472910	2.55
10001	To 20000	1747	1.65	29205670	2.16
20001	To 30000	653	0.62	17659160	1.30
30001	To 40000	314	0.30	11632960	0.86
40001	To 50000	402	0.38	19634000	1.45
50001	To 100000	504	0.48	40034960	2.96
100001	and Above	491	0.46	1070216130	79.09
		105614	100.00	1353221620	100.00

Dematerialization of shares and liquidity:

Trading in Equity shares of our Company is permitted only in dematerialized form effective from 26.09.2000 as per the notification issued by the Securities and Exchange Board of India (SEBI). Our Company has signed agreements with both the Depositories viz. NSDL & CDSL. The Company has appointed M/s Alankit Assignments Ltd. 2E/21, Alankit House, Jhandewalan Extension, New Delhi 110055, as common agency to look after dematerialization of shares as well as for physical transfer of shares. Our Company's capital comprises only of Equity Shares and the Company does not have any preference shares, ADRs or GDRs. The Company has dematerialized 1253 lakhs equity shares comprising 92.72% of the total Equity till date.

Demat ISIN Number allotted to the Company by NSDL and CDSL for equity shares is INE862B01013

CORPORATE IDENTIFICATION NUMBER (CIN): L24301PB1986PLC006715
REGISTERED OFFICE & WORKS:
Village Harkishanpura, Sub-Tehsil Bhawanigarh, Distt. Sangrur (Punjab) – 148 026.

ADDRESS FOR CORRESPONDENCE & CORPORATE OFFICE:
SCO 49-50, Sector 26, Madhya Marg, Chandigarh – 160 019.
Phone No. 0172-2793112, 2792385, 2790979, Fax No. 0172-2794834, 2790887
Designated E-Mail address for Investor Services: shares@indianacrylics.com
Website : www.indianacrylics.com

On Behalf of Board of Directors

Place: Chandigarh	**H. K SINGHAL**	**R. K GARG**
Dated: 30th May 2015	DIRECTOR	MANAGING DIRECTOR

CERTIFICATE OF CORPORATE GOVERNANCE

We have examined the Company's compliance of conditions of Corporate Governance by Indian Acrylics Limited for the year ended on 31st March 2015 as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchanges.

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

On the basis of our review of the relevant records and documents maintained by the Company and furnished to us for review and the information and explanations given to us by the Company, we certify that the Company complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above mentioned Listing Agreement with the Stock Exchanges.

For S C DEWAN & CO.
CHARTERED ACCOUNTANTS

Place: Chandigarh	**S.C. DEWAN**
Dated: 30th May 2015	Partner
	No. 15678

DECLARATION REGARDING COMPLIANCE BY THE BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH COMPANY'S CODE OF CONDUCT

This is to confirm that the Board has prescribed code of conduct for all the Board members and Senior Management of the Company, which is available on the website of the Company.

I confirm that the Company has in respect of the financial year ended 31st March 2015, received from its Board Members as well as senior management personnel, a declaration of compliance with the code of conduct as applicable to them.

Place: Chandigarh	**H. K SINGHAL**
Dated: 30.05.2015	Finance Director

STEEL STRIPS GROUP

INDEPENDENT AUDITOR'S REPORT

To the Members of

Indian Acrylics Limited

Report on the Financial Statements

1. We have audited the accompanying financial statements of Indian Acrylics Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. 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 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 (as amended). 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

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.
5. 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.
6. 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 controls 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.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 31 March 2015, and its loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

9. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
10. As required by Section143(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 financial statements dealt with by this report are in agreement with the books of account;
    d. in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended);
    e. on the basis of the written representations received from the directors as on 31 March 2015 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2015 from being appointed as a director in terms of Section164(2) of the Act;
    f. 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 does not have any pending litigations which would impact its financial position
    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 **S.C. Dewan & Co**

Chartered Accountants

FRN : 000934N

S.C. Dewan

Place : Chandigarh — Partner

Date: 30.5.2015 — M No. : 015678

Annexure to the Independent Auditor's Report of even date to the members of Indian Acrylics Limited, on the financial statements for the year ended 31 March 2015

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

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

(b) The fixed assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification of the fixed assets is reasonable having regard to the size of the Company and the nature of its assets.

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

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

(c) The Company is maintaining proper records of inventory and no material discrepancies between physical inventory and book records were noticed on physical verification.

(iii) The Company has not granted any loan, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Act. Accordingly, the provisions of clauses 3(iii)(a) and 3(iii)(b) of the Order are not applicable.

(iv) In our opinion, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal control system in respect of these areas.

(v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.

(vi) We have broadly reviewed the books of account maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under sub-section (1) of Section 148 of the Act in respect of Company's products and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

(vii) (a) The Company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, with the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they become payable.

(b) The dues outstanding in respect of income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax and cess on account of any dispute, are as follows:

Name of the statute	Nature of dues	Amount (₹ in Lacs)	Amount Paid Under Protest (In Lacs)	Period to which the amount relates	Forum where dispute is pending
Sales Tax	Sales Tax (Surcharge on exempted Tax)	78.68	62.34	2002-03	Supreme Court
Excise Dept.	Excise Duty	1.16	-	Various Years from 2005-09	Commissioner (Appeals)
Excise Dept.	Excise Duty	2.81	-	2002-03	Asstt/Dy Commissioner (Excise)
Service Tax Dept.	Service Tax	1.25	-	014-15	Asstt/Dy Commissioner (Excise)
Service Tax Dept.	Service Tax	1.21		various Years from 2005-06 TO 2009-10	CESTAT
Excise Dept.	Excise Duty	9	-	various Years from 2005-06 TO 2009-10	CESTAT
Excise Dept.	Excise Duty	100.49	-	2001-02,2002-03 & 2005-08	Additional Commissioner (Excise)
Excise Dept.	Excise Duty	314.95	-	2004-05	Supreme Court
Custom Dept.	Custom Duty	29.37	-	Various Years from 2000-01 to 2003-04	Additional Commissioner (customs)
Custom Dept.	Custom Duty	17.79	3.10	2003-04 & 2004-05	CESTAT

(c) there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

(viii) In our opinion, the Company's accumulated losses at the end of the financial year are more than fifty percent of its net worth. The Company has not incurred cash losses in the immediately preceding financial year; however, in the current financial year, the Company has incurred cash losses.

(ix) In our opinion, the Company has not defaulted in repayment of dues to any financial institution or a bank or to debenture-holders during the year.

(x) The Company has not given any guarantees for loans taken by others from banks or financial institutions. Accordingly, the provisions of clause 3(x) of the Order are not applicable.

(xi) In our opinion, the Company has applied the term loans for the purpose for which these loans were obtained.

(xii) No fraud on or by the Company has been noticed or reported during the period covered by our audit.

For **S.C. Dewan & Co.**
Chartered Accountants
FRN : 000934N

S.C. Dewan
Partner
M No. : 015678

Place : Chandigarh
Date: 30.5.2015

STEEL STRIPS GROUP

BALANCE SHEET AS AT 31ST MARCH, 2015

PARTICULARS	NOTE NO.	AS AT 31/03/2015 (₹ in lacs)	AS AT 31/03/2014 (₹ in lacs)
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	1	**13,532.22**	13,532.22
(b) Reserves & Surplus	2	**(8,035.44)**	(6,095.35)
Total (1)		**5,496.78**	7,436.87
(2) Share application money pending allotment		**-**	-
(3) Non- Current Liabilities			
(a) Long-Term borrowings	-	**-**	-
(b) Deferred Tax Liabilities (Net) (Refer Note No. 23.8)	-	**-**	-
(c) Other Long Term Liabilities	-	**3,000.27**	1,399.81
(d) Long Term Provisions	3	**296.11**	209.64
Total (3)		**3,296.38**	1,609.45
(4) Current Liabilities			
(a) Short-Term borrowings	4	**1,507.03**	723.51
(b) Trade payable	5	**12,980.66**	15,848.87
(c) Other Current Liabilities	6	**2,200.14**	1,970.29
(d) Short-Term Provisions	7	**289.10**	262.85
Total (4)		**16,976.94**	18,805.53
Total (1 to 4)		**25,770.09**	27,851.85
II ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible assets	8	**10,159.69**	8,120.91
(ii) Intangible assets	-	-	-
(iii) Capital work-in progress	8	**244.71**	2,254.91
		10,404.40	10,375.82
(b) Non-Current Investments		**-**	-
(c) Deferred Tax Assets (Net)		**-**	-
(d) Long Term Loans and Advances (Security Deposits)		**104.17**	106.86
(e) Other Non-Current assets		**-**	-
Total (1)		**10,508.57**	10,482.67
(2) Current Assets			
(a) Current Investments	-	-	-
(b) Inventories	9	**9,850.41**	11,209.31
(c) Trade Receivables	10	**1,886.16**	2,166.19
(d) Cash and cash equivalents	11	**1,208.58**	2,140.88
(e) Short-Term Loans and Advances	12	**2,166.75**	1,762.54
(f) Other Current Assets	13	**149.62**	90.25
Total (2)		**15,261.52**	17,369.18
Total (1+2)		**25,770.09**	27,851.85

SIGNIFICANT ACCOUNTING POLICIES 23

See accompanying notes to the financial statements

AUDITORS' REPORT

Certified in terms of our separate report of even date annexed.

For S. C. Dewan & Co.
Chartered Accountants
(Regn. No. 000934N)

S.C. DEWAN
Partner
(M.No. 015678)

R.K. GARG
Mg. Director

H.K. SINGHAL
Finance Director

B.B. TANDON
A.S.CHATHA
M.M. CHOPRA
TEJINDER KAUR
Directors

B.K. GUPTA
Company Secretary

Place : CHANDIGARH
Dated : 30.05.2015

PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2015

PARTICULARS	NOTE NO.	**AS AT 31/03/2015 (₹. in lacs)**	AS AT 31/03/2014 (₹. in lacs)
I. Revenue from Operations			
Gross Revenue from Operations	14	**58,622.13**	67,744.89
Less: Excise Duty	14	**3,959.86**	5,011.97
a) Net Revenue from Operations	14	**54,662.27**	62,732.92
b) Other Income from Operations	14	**454.31**	376.03
II. Other Income	15	**0.22**	3.75
III Total Revenue (I+II)		**55,116.80**	63,112.69
IV. Expenses:			
Cost of Materials Consumed	16	**40,540.54**	42,461.72
Purchase of Stock-in-Trade	17	**3,264.27**	6,775.72
Change in Inventories of Finished Goods, work-in-Progress and Stock-in-Trade	18	**(423.46)**	(1,308.19)
Employee benefit Expense	19	**2,107.86**	1,661.46
Finance Costs	20	**1,587.35**	2,386.88
Depreciation and amortization expense	8	**847.54**	974.71
Other Expenses	21	**8,947.88**	9,007.06
Total Expenses		**56,871.98**	61,959.38
V. Profit / (Loss) before exceptional and Extraordinary Items and Tax (III - IV)		**(1,755.18)**	1,153.32
VI. Exceptional Items	22	**256.97**	(21.30)
VII. Profit / (Loss) before Extraordinary Items (V-VI)		**(1,498.21)**	1,132.02
VIII. Extra ordinary Items		**-**	-
IX. Profit / (Loss) before Tax (VII - VIII)		**(1,498.21)**	1,132.02
X. Tax Expense:			
Income Tax (MAT)		**-**	-
XI. Profit / (Loss) from the period from continuing operations IX - X)		**(1,498.21)**	1,132.02
Earning per share - Basic and Diluted (₹.) (Nominal value of share of ₹.10 each)		**(1.11)**	0.84
Weighted average number of shares		**135322162**	135322162

See accompanying notes to the financial statements

AUDITORS' REPORT

Certified in terms of our separate report of even date annexed.

For S. C. Dewan & Co.
Chartered Accountants
(Regn. No. 000934N)

S.C. DEWAN
Partner
(M.No. 015678)

R.K. GARG
Mg. Director

H.K. SINGHAL
Finance Director

B.B. TANDON
A.S.CHATHA
M.M. CHOPRA
TEJINDER KAUR
Directors

B.K. GUPTA
Company Secretary

Place : CHANDIGARH
Dated : 30.05.2015

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2015

(₹. in Lacs)

		CURRENT YEAR	PREVIOUS YEAR
A.	**CASH FLOW FROM OPERATING ACTIVITIES :**		
	NET PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS	**(1,755.18)**	1,153.32
	ADJUSTMENT FOR :		
i)	ADD: DEPRECIATION	**847.54**	974.71
ii)	ADD: INTEREST & FINANCIAL CHARGES EXPENSES	**1,587.35**	2,386.88
	LESS: INCOME TAX (MAT)	**-**	-
	OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	**679.71**	4,514.91
	ADJUSTMENTS FOR :		
	TRADE AND OTHER RECEIVABLES	**(180.85)**	421.94
	INVENTORIES	**1,358.90**	(398.45)
	TRADE PAYABLES / CURRENT LIABLITIES	**(1,309.36)**	1,874.36
	CASH GENERATED FROM OPERATIONS	**548.40**	6,412.76
	CASH FLOW BEFORE EXTRAORDINARY ITEMS		
	EXTRAORDINARY ITEMS / PRIOR PERIOD ADJUSTMENT	**256.97**	(21.30)
	NET CASH FROM OPERATING ACTIVITIES	**805.37**	6,391.46
B.	**CASH FLOW FROM INVESTING ACTIVITIES :**		
	PURCHASE OF FIXED ASSETS	**912.29**	2,139.14
	SALE OF FIXED ASSETS	**1.04**	3.17
	NET CASH USED IN INVESTING ACTIVITIES	**911.25**	2,135.97
C.	**CASH FLOW FROM FINANCING ACTIVITIES :**		
	INTEREST & FINANCIAL CHARGES PAID	**1,587.35**	2,386.88
	CDR PAYMENT	**406.75**	-
	TERM LOANS REPAYMENTS	**432.76**	288.37
	UNSECURED LOAN (INTER CORPORATE LOANS) PAID/(RECEIVED)	**(1,600.46)**	143.31
	NET CASH USED IN FINANCING ACTIVITIES	**826.40**	2,818.56
	D.NET INCREASE/(DECREASE) IN CASH AND BANK BALANCES	**(932.29)**	1,436.93
	CASH AND BANK BALANCES (OPENING BALANCE)	**2,140.88**	703.95
	CASH AND BANK BALANCES (CLOSING BALANCE)	**1,208.58**	2,140.88

AUDITORS' REPORT

We have verified the attached Cash Flow Statement of M/s Indian Acrylics Limited derived from audited financial statements and the books and records maintained by the Company for the year ended 31st March, 2015 and found the same in agreement therewith.

For S. C. Dewan & Co.
Chartered Accountants
(Regn. No. 000934N)

B.B. TANDON
A.S.CHATHA
M.M. CHOPRA
TEJINDER KAUR
Directors

R.K. GARG
Mg. Director

S.C. DEWAN
Partner
(M.No. 015678)

H.K. SINGHAL
Finance Director

B.K. GUPTA
Company Secretary

Place : CHANDIGARH
Dated : 30.05.2015

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2015

PARTICULARS		AS AT 31.03.2015 (₹.in Lacs)		AS AT 31.03.2014 (₹.in Lacs)
NOTE NO. '1' SHARE CAPITAL				
AUTHORISED				
1500 Lac (Previous Year 1500 Lac) Equity Shares of ₹. 10/- each		**15,000.00**		15,000.00
ISSUED, SUBSRIBED AND PAID UP				
135322162 Equity Shares of ₹.10/- each fully paid up. (Previous year 135322162)		**13,532.22**		13,532.22
Total (₹.)		**13,532.22**		13,532.22
No of shares held by Shareholders holding 5% & above:-				
1. SHRI DHEERAJ GARG	**10,965,889**	**8.10**	10,965,889	8.10
2. IFCI LTD	**9,231,099**	**6.82**	9,241,583	6.83
3. SAB INDUSTRIES LTD	**14,793,772**	**10.93**	14,793,772	10.93
4. SAB UDYOG LTD	**16,880,646**	**12.47**	16,880,646	12.47
5. PSIDC LTD	**18,330,000**	**13.55**	18,330,000	13.55
NOTE NO. '2' RESERVES & SURPLUS				
1. Capital Reserves		**2,171.19**		2,171.19
Less: Capital Reserves reversed during the year being amount used for recompense settlement under CDR.		**406.75**		-
Net Capital Reserves		**1,764.44**		2,171.19
2. Securities Premium Reserves		**39.23**		39.23
3. Other - General Reserves		**80.00**		80.00
4. Debit balance of Profit & Loss Account				
- Opening Balance		**(8,385.77)**		(9,517.79)
- Less: Balance of expired useful life of assets as per Companies Act 2013.		**35.13**		-
- Add: Profit/ Loss for the year		**(1,498.21)**		1132.02
Total		**(9,919.12)**		(8,385.77)
Total		**(8,035.44)**		(6,095.35)
NOTE NO. '3' LONG TERM BORROWING				
Provisions for Gratuity & Earned Leaves		**296.11**		209.64
Total		**296.11**		209.64
NOTE NO. '4' SHORT TERM BORROWING				
SECURED LOANS				
Cash Credit Account	-	**1,507.03**	-	723.51
		1,507.03		723.51

1. The Term Loans from banks amounting to ₹. Nil lacs (Previous Year ₹. 432.76 Lacs) are secured by mortgage created on all the immovable assets of the Company, hypothecation of all the moveable assets including moveable machinery, machinery parts, tools and accessories and other moveables, (save and except book debts), subject to charges created or to be created in favour of the Company's Bankers for securing working capital limits. These Loans are further guaranteed by Sh.R.K.Garg, Managing Director, Sh. Dheeraj Garg, Additional Managing Director and Mrs. Sunena Garg.
2. Cash Credit / Working capital borrowings are secured by hypothecation of book debts, raw-material, finished goods, semi-finished goods, consumable stores and spares including stocks in transit of the Company and also by a second charge on the fixed assets of the Company and further guaranteed by Sh.R.K.Garg, Managing Director, Sh.Dheeraj Garg, Additional Managing Director and Mrs. Sunena Garg and also by Indlon Chemicals Limited.

PARTICULARS	AS AT 31.3.2015 (₹.in Lacs)	AS AT 31.03.2014 (₹.in Lacs)

NOTE NO. '5' CURRENT LIABILITIES & PROVISIONS
TRADE PAYABLES

<u>Trade Payable</u>		
- For Purchases - Micro & Small Enterprises #	**89.91**	54.89
- Others	**12,890.75**	15,793.98
Total	**12,980.66**	15,848.87

Include a sum of ₹. 0.38 Lacs (Previous Year ₹. 1.13 Lacs) outstanding for more than 45 days over the due date, determined to the extent the parties have been identified on the basis of information with the Company.

Details of amount outstanding to Micro & Small Enterprises as defiend under Micro, Small & Medium Enterproses Development Act 2006 based on available information with the Company is as under:

Principal amoumt due and remaining unpaid	**89.91**	54.89
Interest due on above and unpaid interest	-	-
Interst paid	-	-
Payment made beyond the appointed day during the year	-	-
Interest due and payable for the period of delay	-	-
Interest accrued and remaining unpaid	-	-
Amount of further interest remaing due and payable in succeding years	-	-

NOTE NO. '6' OTHER CURRENT LIABILITIES

<u>Other Current Liabilities</u>		
1) Current Maturity of Long Term debt *	-	432.76
2) Interest accrued & due to banks	-	2.46
3) Cheques Issued But Not Yet Presented for Payment	**77.15**	230.22
4) Other Payables **	**2,122.99**	1,304.86
Total	**2,200.14**	1,970.29

* Details are given in Note No.3.
** Includes statutory dues & advance from customers.

NOTE NO. '7' SHORT TERM PROVISIONS

<u>Short Term Provisions</u>		
Provisions for Gratuity & Earned Leaves	**65.97**	47.85
Provisions for Excise Duty on Finished Goods	**163.03**	120.07
Provision for Others	**60.10**	94.93
Total	**289.10**	262.85

NOTE NO. '8' FIXED ASSETS

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	Cost As AT 01.04.2014 (₹.in Lacs)	Additions (₹.in Lacs)	Sale and Adjustment (₹.in Lacs)	**Cost As At 31.03.2015 (₹.in Lacs)**	Upto 01.04.2014 (₹.in Lacs)	Retained Earning (₹.in Lacs)	For the year (₹.in Lacs)	**Upto 31.03.2015 (₹.in Lacs)**	**As At 31.03.2015 (₹.in Lacs)**	As At 01.04.2014 (₹.in Lacs)
a) Land	265.20	-	1.04	**264.17**	-	-	-	**-**	**264.17**	265.20
b) Building	6,718.61	909.32	-	**7,627.93**	3,436.37	17.49	174.38	**3,628.24**	**3,999.69**	3,282.24
c) Plant & Equipments	33,719.26	1,978.58	-	**35,697.84**	29,264.43	-	637.37	**29,901.80**	**5,796.04**	4,454.83
d) Furniture / Fixture	204.31	14.02	-	**218.33**	164.54	0.59	15.11	**180.24**	**38.09**	39.77
e) Vehicles	221.33	4.42	-	**225.75**	168.64	6.71	14.58	**189.93**	**35.82**	52.69
f) Office Equipment	268.09	16.14	-	**284.23**	241.91	10.33	6.11	**258.35**	**25.88**	26.17
Total (₹.)	**41,396.80**	**2,922.48**	**1.04**	**44,318.25**	**33,275.89**	**35.13**	**847.54**	**34,158.56**	**10,159.69**	**8,120.91**
Previous Year	41,313.64	86.33	3.17	**41,396.80**	32,301.18	-	974.71	**33,275.89**	**8,120.91**	9,012.46

CAPITAL WORK IN PROGRESS	**As At 31.03.2015 (₹.in Lacs)**	As At 01.04.2014 (₹.in Lacs)
Advance to Capital Goods Suppliers	**244.71**	323.35
Building / Plant & Machinery Under Erection /Installation	**-**	1,931.55
Total (₹.)	**244.71**	**2,254.91**

1) Depreciation is provided as per rates specified in Schedule II of the Companies Act, 2013 as per details given below:

S.No. Name of Asset

i) Building &Tubwell SLM Basis

ii) Plant & Machinery WDV Basis

(for current year has been provided for 314 days for both lines (Previous Year 338 days for both lines)

iii) Other Assets (Vehicles, Furniture & Fixture) WDV Basis

2.) The plant being a continuous process plant, so rates of depreciation as applicable to continuous process industry have been applied

3) Exceptional items includes a sum of ₹. 2,63,30,440/- (Two crore sixty three lacs thirty thousand four hundred forty only) on account of claim awarded to the Company for the 1.34 acre land acquired by the government for national highway. And other receivable includes the total amount of award of ₹. 2,64,34,076/ (Two Crore sixty four lacs thirty four thousand and seventy six only) receivable from government. Company has disputed the award amount and lodged its claim for higher compensation in the court of law. Higher compensation will be accounted as and when the matter is decided in the favor of the Company by court/ appellate authority.

4) Pursuant to applicability of Companies Act 2013, with effect from Ist April, 2014, during the year ended as on 31st March, 2015 the management assessed the remaining useful life of the tangile assets based on the internal and External technical evaluations. On account of that, depreciation is lower by ₹.158.05 Lacs(for the quarter) and ₹. 127.17 Lacs as compared to same previous year 2013-14. Further ₹.35.13 Lacs (net of Deferred Tax) has been adjusted against the opening balance of retained earnings representing the carrying amount of assets.

STEEL STRIPS GROUP

PARTICULARS	AS AT 31.03.2015 (₹.in Lacs)	AS AT 31.03.2014 (₹.in Lacs)
NOTE NO. '9' INVENTORIES		
(As taken valued and certified by the Management)		
1. Raw Materials	**4024.78**	5892.41
2. Work in Progress	**1,007.55**	915.07
3. Finished Goods	**3,386.93**	1,091.55
4. Stock in trade	**509.01**	2,473.43
5. Stores and Spares	**922.14**	836.86
Total (₹.)	**9,850.41**	11,209.31

1 Raw Materials Stores and Spares at weighted average cost plus direct expenses.

2 Work in Process at raw material cost plus conversion expenses depending upon stage of completion.

3 Finished Goods at Raw Materials cost plus conversion cost, Packing cost, Excise duty and other overheads to bring the goods to present condition and location.

4 Raw material and other stocks lying at port pending clearance at cost inclusive of custom duty actually paid. The custom duty payable on material lying into bond is accounted on clearance for home consumption.

NOTE NO. '10' TRADE RECEIVABLE		
(Unsecured and considered good unless otherwise stated) Outstanding for a period exceeding six months	**92.44**	67.61
Less: Provision for bad & doubtful debts	**8.93**	8.93
	83.51	58.68
Others - Considered good	**1,802.65**	2,107.51
Total (₹.)	**1,886.16**	2,166.19

Trade receivable include a sum of ₹. 2.43 Lacs (Previous year ₹. 2.43 lacs), maximum during the year ₹. 2.43 lacs (Previous year ₹. 2.43 lacs) receivable from Indlon Chemicals Ltd., an associate Company.

NOTE NO. '11' CASH & CASH EQUIVALENTS		
Cash-in-Hand	**8.54**	25.98
Cheques and Drafts in Hand pending Collection	**418.96**	159.77
Balance with Banks		
In current account	**24.76**	75.70
Fixed Deposit Receipts (Under bank lien)	**756.32**	1,879.44
Total	**1,208.58**	2,140.88

NOTE NO. '12' SHORT TERM LOANS & ADVANCES		
(Unsecured considered good)		
(a) Loan and advances to related parties	**-**	-
(b) Other Loan & advances:		
Cenvat Balance	**276.38**	217.34
Advance to Suppliers	**242.34**	382.57
Advance to Staff	**50.06**	54.52
Service tax Receivable	**118.78**	82.41
Other Advances	**1,479.19**	1,025.69
Total	**2,166.75**	1,762.54

NOTE NO. '13' OTHER CURRENT ASSETS		
Interest Receivable	**84.09**	33.45
Prepaid Expenses	**50.94**	35.09
Tax Deducted At Source	**14.59**	21.71
Total	**149.62**	90.25

PARTICULARS		AS AT 31.03.2015 (₹.in Lacs)		AS AT 31.03.2014 (₹.in Lacs)
NOTE NO. '14 ' REVENUE FROM OPERATIONS				
a) Net Revenue from Operations				
GROSS SALES				
- Domestic		**38,053.31**		49,105.51
- Export		**20,568.82**		18,639.38
- Total		**58,622.13**		67,744.89
- Less: Excise Duty		**3,959.86**		5,011.97
- NET SALES		**54,662.27**		62,732.92
b) Other Income from operations				
i) Sale of Scrap		**74.31**		70.05
ii) Interest Received from Banks		**78.12**		115.69
iii) Interest Received from Others		**64.05**		11.15
iv) Interest Received on Income Tax Refund		**0.98**		1.19
v) Sale of Power		**33.77**		54.42
vi) Export Incentives		**203.08**		123.53
Total		**454.31**		376.03
NOTE NO. '15 ' OTHER INCOME				
Misc Income		**0.22**		3.75
Total (₹.)		**0.22**		3.75
NOTE NO. '16' COST OF MATERIALS CONSUMED				
Imported Raw Material	**79.58**%	**32,260.20**	73.95%	31,401.22
Indegenous Raw Material	**20.42**%	**8,280.34**	26.05%	11,060.50
Total	**100.00**	**40,540.54**	100.00	42,461.72
Value of Imports on CIF basis in respect:				
Raw Material		**26387.17**		24006.86
Components & Spares Parts		**264.27**		404.29
NOTE NO. '17' PURCHASE OF STOCK-IN-TRADE				
Purchase of Goods Traded		**3,264.27**		6,775.72
NOTE NO. '18' CHANGE IN INVENTORIES OF FINISHED GOODS, WORK IN PROGRESS AND STOCK IN TRADE				
Opening Stock				
Finished Goods				
- Own Manufactured		**1,091.54**		899.12
- Trading		**2,473.43**		1,468.19
- Stocks in Process		**915.07**		804.54
Total (₹.)		**4,480.04**		3,171.85
Closing Stock				
Finished Goods				
- Own Manufactured		**3,386.94**		1,091.55
- Trading		**509.01**		2,473.43
- Stocks in Process		**1,007.55**		915.07
		4,903.50		4,480.04
(Increase)/Decrease in Stock		**(423.46)**		(1,308.19)

PARTICULARS	AS AT 31.03.2015 (₹.in Lacs)	AS AT 31.03.2014 (₹.in Lacs)
NOTE NO. '19 ' EMPLOYEE BENEFIT EXPENSES		
EMPLOYEE COST		
Salary & Other Allowances	**1,528.48**	1,189.83
Contribution to PF & Other Funds	**179.61**	138.96
Staff Welfare	**181.92**	155.04
Staff Training & Recruitment	**14.59**	13.42
Gratuity	**90.27**	75.50
Managerial Remuneration		
Salary	**69.10**	57.60
Perquisites / Sitting Fee	**36.61**	27.07
Contribution towards Provident Fund	**7.27**	4.03
	2,107.86	1,661.46

The Company has a defined benefit gratuity and Earned Leave plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service subject to maximum of ₹.10 Lacs. And accumulation of EL is upto 60 days.

The following tables summarize the components of net benefit expense recognised in the statement of Profit and Loss and the amounts recognised in the balance sheet.

The Employee's gratuity fund scheme managed by a Trust (Life insurance corporation of India) is defined benefit plan. The present Value of obligation is determined based on acturial valuation using the projected unit credit method which recognises each period of service as giving rise to additional unit of employee benefits entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment is recognised in the same manner as gratuity.

Net employee benefit expenses (recognised in Employee Cost)

	Earned Leave 2014-2015	Gratuity 2014-2015	Earned Leave 2013-2014	Gratuity 2013-2014
a) Expenses recognised in Profit and Loss Account				
Particulars				
Current service cost	**11.05**	**31.49**	6.90	22.99
Interest cost on benefit obligation	**4.28**	**26.66**	4.08	24.89
Expected Returns on plan assets	**1.63**	**10.66**	1.14	7.49
Net actuarial (gain)/ loss recognised in the period	**19.19**	**42.89**	5.18	5.11
Net benefit expenses recognised in the Profit and Loss a/c	**32.89**	**90.38**	15.02	45.50
b) Details of Amount to be recognised in the Balancesheet				
Present Value of obligations as on 31st March 2015	**79.76**	**410.90**	58.45	335.52
Fair Value of plan assets as on 31st March 2015	**18.41**	**110.17**	18.07	118.42
Funded status	**(61.35)**	**(300.73)**	(40.39)	(217.10)
Unrecognised acturial (gains)/losses	**-**	**-**	-	-
Defined benefit obligation	**(61.35)**	**(300.73)**	(40.39)	(217.10)
Less: Unrecognised past service cost	**-**	**-**	-	-
Net asset/ (liability) recognised in the balance sheet	**(61.35)**	**(300.73)**	(40.39)	(217.10)
Note: The above plans are Funded.				
c) Changes in present value of the defined benefit obligation are as follows:				
Opening defined benefit obligation	**58.45**	**335.52**	51.02	286.48
Interest cost	**4.28**	**26.66**	4.08	24.89
Past service cost	**-**	**-**	-	-
Current service cost	**11.05**	**31.49**	6.90	22.99
Benefit paid	**13.12**	**24.70**	8.73	3.95
Actuarial (gains)/ losses on obligation	**19.10**	**41.93**	5.18	5.11
Closing defined benefit obligation	**79.76**	**410.90**	58.45	335.52
d) Changes in the Fair Value of plan Assets				
Fair Value of plan assets as at 1st April 2014	**18.07**	**118.42**	16.93	110.93
Acquistion adjustments	**-**	**-**	-	-
Expected returns on plan assets	**1.63**	**10.66**	1.14	7.49
Contributions	**11.93**	**6.75**	8.73	3.96
Benefit paid	**13.12**	**24.70**	8.73	3.96
Actuarial (gains)/ losses on plan assets	**(0.09)**	**(0.96)**	-	-
Fair Value of plan assets as at 31st March 2015	**18.41**	**110.47**	18.07	118.42
The principal assumptions used in determining gratuity obligations for the Company's plans are shown below:				
Discount rate	**8.25**	**8.25**	8.75	8.75
Expected Increase in Compensation cost	**5.00**	**5.00**	5.00	5.00
Attrition	**1.00**	**1.00**	1.00	1.00
Mortality basis	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)

Note: The retirement age has been uniformly taken as 58 for worker and 60 years for other staff.

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The discount rates have been determined by reference to market yields as on 31st march 2015 on CG-Secs of currency and term consistent with those of liability obligations.

PARTICULARS	AS AT 31.03.2015 (₹.in Lacs)	AS AT 31.03.2014 (₹.in Lacs)
NOTE NO. '20 ' FINANCE COST		
Interest on Term Loans	**26.10**	155.22
Working Capital interest & Bank Charges	**1,214.69**	961.39
Exchange Fluctuation	**346.56**	1,270.27
Total (₹.)	**1,587.35**	2,386.88
NOTE NO. '21' OTHER EXPENSES		
1. MANUFACTURING COST		
Power & Fuel	**5,347.95**	5,739.74
Repair & Maintenance	**161.72**	141.36
Stores ,Spares & Consumables	**936.96**	999.21
Other Manufacturing Expenses	**777.50**	397.36
	7,224.13	7,277.67
2.ADMINISTRATIVE COST		
Rent	**161.05**	148.39
Rates & Taxes	**15.71**	9.53
Auditors Remuneration		
Audit Fee including Tax Audit Fee	**8.00**	7.00
Certification Charges	**2.00**	2.00
Advertisements & Publicity	**0.70**	0.55
Insurance	**33.64**	29.09
Travelling Expenses - Foreign		
- Directors	**16.04**	67.30
- Others	**56.66**	44.33
Travelling Expenses - Inland		
- Directors	**4.57**	6.75
- Others	**117.30**	91.14
Miscellaneous Expenses	**357.97**	376.35
	773.65	782.44
3. SELLING & DISTRIBUTION EXPENSES		
- Freight Outward	**129.79**	159.19
- Others	**16.26**	18.57
Export Expenses		
- Commission	**69.90**	25.25
- Freight Forwarding & Clearing Expenses	**734.14**	743.94
	950.09	946.95
Total (1+2+3)	**8,947.88**	9,007.06
NOTE NO. '22' EXCEPTIONAL ITEMS		
1. Capital gain on Land Acquired by Govt.	**263.30**	-
2. Prior Period Adjustment	**(6.34)**	(21.30)
Total (₹.)	**256.97**	(21.30)

Exceptional items includes a sum of ₹. 2,63,30,440/- (Two crore sixty three lacs thirty thousand four hundred forty only) on account of claim awarded to the Company for the 1.34 acre land acquired by the government for national highway. And other receivable includes the total amount of award of ₹. 2,64,34,076/-(Two Crore sixty four lacs thiry four thousand and seventy six only) receivable from government. Company has disputed the award amount and lodged its claim for higher compensation in the court of law. Higher compensation will be accounted as and when the matter is decided in the favor of the Company by court/ appellate authority.

NOTE NO. '23'

NOTE ON ACCOUNTS

1. SIGNIFICANT ACCOUNTING POLICIES :

i) The financial statements are prepared under the historical cost convention in accordance with the applicable Accounting Standard and relevant presentational requirements of the Companies Act, 2013.

ii) **Fixed Assets** :

Fixed Assets are stated at cost less depreciation. Cost of acquisition or construction is inclusive of duties, taxes and other incidental expenses. Cenvat credit available is deducted from cost of fixed assets.

Capital work-in-progress includes advances paid for purchase of Fixed Assets, preoperative expenses pending capitalisation, and capital work in progress. As per practice, expenses incurred on modernisation / debottlenecking of plant are capitalised.

iii) **Depreciation** :

Depreciation is provided as per rates specified in Schedule II of the Companies Act, 2013 as per details given below:

S.No.	Name of Asset	
1.	Building	SLM Basis
2.	Plant & Machinery	WDV Basis
3.	Other Assets (Vehicles, Furniture & Fixture)	WDV Basis

The plant being a continuous process plant, so rates of depreciation as applicable to continuous process industry have been applied.

iv) **Inventories :**

Inventories are valued at cost or net realizable value, whichever is lower. The cost in respect of various items of inventories are computed as under:-

- In case of raw materials stores and spares at weighted average cost plus direct expenses.
- In case of work in process at raw material cost plus conversion expenses depending upon stage of completion.
- In case of finished goods at raw materials cost plus conversion cost, packing cost, excise duty and other overheads to bring the goods to present condition and location.
- Raw material and other stocks lying at port pending clearance at cost inclusive of custom duty actually paid. The custom duty payable on material lying into bond is accounted on clearance for home consumption.

v) **Retirement Benefits :**

Gratuity and earned leave encashment has been provided for in the books of accounts on acturial valuation basis as at the end of the year.

vi) **Interest** :

Interest in respect of fixed deposits lying with banks has been accounted for on accrual basis.

vii) **Cenvat & Excise Duty**

Purchases, Sales and Stocks are shown net of cenvat credit available. Balance in the cenvat account is shown as current assets and excise duty expenditure is booked on gross basis. Provision made for excise duty liability on stock of finished goods lying at the year end is booked in excise duty expenditure account and liability for the same is shown as provisions under schedule of current liabilities.

viii) **Recognition of Income/expenditure :**

All revenues and expenses are accounted for on accrual basis except for medical reimbursement payable, claims receivable and export incentives which are accounted for on cash basis, unless otherwise explained hereafter. All expenses are shown as net of Input Tax credit as Service Tax credit is adjustable against excise duty under cenvat credit Rules.

ix) **Foreign Exchange Fluctuations :**

a) Foreign currency assets / liabilities not covered by forward contracts are restated at the rates prevailing at the end of the year.

b) Any income or expense on account of exchange difference is recognised in the Profit and Loss Account as per the requirement of **AS-11**.

2. Contingent Liabilities, alongwith there nature and description in brief as required under **AS –29**, not provided for in the books of accounts, are as under :

		As at 31.03.2015 (₹.in Lacs)	As at 31.03.2014 (₹in Lacs)
a)	Letters of Credit outstanding for Import of Raw materials / Spares	**453.33**	122.90
b)	Claims against the Company / disputed liabilities not acknowledged as debts:		
i.	In respect of Sales Tax Surcharge on exempted sales	**78.68**	78.68
ii.	In respect of Excise Duty demand on account of valuations & cenvat credit disputes.	**430.88**	429.63
iii.	In respect of custom duty on account of cancellation of DEPB scrips validly purchased by us from the market, duty demand on goods lost in high seas.	**47.15**	47.15
iv.	Others *	**639.00**	613.00

* There was an Arbitration award dated 16.03.2002 of US$ 10.22 Lacs, approx ₹. 639 lacs, (Previous Year ₹. 613 lacs) and interest against the Company awarded by Arbitration Panel in the favour of E.I. Dupont (USA). This arbitration award has been dismissed during the year by the Hon`ble High Court. E.I.Dupont (USA) has filed an appeal against this decision. The case has not yet reached its finality and the matter is now Sub-Judice. In the opinion of the management and as per the legal advice received by the Company, no liability against the Company has yet arisen. Accordingly, the awarded amount is not considered as a liability. As such, no provision for the same has been made in the books.

c)	Estimated amount of contracts remaining to be executed on capital account and not provided for in the Books of Accounts (Net of Advance).	**₹. 549 lacs**	₹. 1782.09 lacs

3. a) Previous year figures have been regrouped and rearranged, wherever considered necessary, to make them comparable with those of current year.

b) Figures have been rounded off to the nearest rupee in lacs.

4. In the opinion of the Board, the current assets, loans and advances are approximately of the value stated, if realised in the ordinary course of business, unless stated otherwise. The provision for all the known liabilities is adequate and not in excess of amount considered reasonably necessary.

5. Note No. 1 to 22 form an integral part of the accounts of the Company.

6. No provision for income tax or MAT has been made in the books of accounts as there are no taxable profits for the year under consideration, under the provisions of the Income Tax Act.

7. **A) PRIMARY SEGMENT (BUSINESS SEGMENT)**

A business segment is a distinguishable component of an enterprises that is engaged in providing an individual product or service or a group of related products or services and that is subject to risk and returns that are different from those of other business segments. The Company's Operation predominately comprise of only one segment i.e Manufacture and Sale / Trading of Acrylic Fibre / Yarn and operating from one location. In view of the same, separate segmental information is not required to be given as per the requirements of Accounting Standard 17.

B) SECONDARY SEGMENT (GEOGRAPHICAL SEGMENT)

The analysis of geographical segment is based on the geographical location of the Customers. The Company operates primarily in India and has presence in International markets as well. Its business is accordingly aligned geographically, catering to two markets. The Company has considered domestic and export markets as geographical segments and accordingly disclosed these as separate segments.

Particulars	For the year ended 31.03.2015	For the year ended 31.03.2014
Gross sale Revenue by Geographical Segment		
Within India	**38,053.31**	49,105.51
Outside India	**20,568.82**	18,639.38
Total	**58,622.13**	67,744.89

The Company has common fixed assets, other assets and liabilities for domestic as well as overseas market. Hence, separate figures for assets and liabilities have not been furnished.

8. The Net Deferred Tax asset of ₹.2044.59 lacs as at 31.03.2015 (including ₹. 1976.12 lacs upto 31.03.2014) has not been recognized in view of uncertainity of its realisation, as recommended under **AS- 22** on "Deferred Taxation. The details of deferred tax assets are as under:-

(₹. in lacs)

	As at 01.04.2014	For the year 2014-2015	**As at 31.03.2015**
Deferred Tax Assets being tax impact thereon			
(i) Tax on unabsorbed losses and / or depreciation carried forward as per Income tax laws.	3046.52	(56.35)	**2990.17**
(ii) Tax on expenses charged in the books, but allowance deferred under Income tax laws	61.85	26.42	**88.27**
Total :	3108.37	(29.93)	**3078.44**
Deferred Tax Liabilities being tax impact thereon			
(i) Tax on difference between written down value of block of assets as per Income tax laws and written down value of the fixed assets as per books of accounts.	1132.24	(98.39)	**1033.85**
(ii) Others	-	-	**-**
Net Deferred Tax Asset	1976.13	(68.46)	**2044.59**

9. **EARNING PER SHARE (EPS)**
Basic/ Diluted Earning Per Share

		Current Year (₹.in lacs)	Previous Year (₹.in lacs)
Profit / (Loss) after tax as per profit & loss account		**(1,498.21)**	1,132.02
Less : Dividend and tax thereon in respect of preference shares		**-**	-
Profit available for the shareholders	(A)	**(1,498.21)**	1,132.02
No. of equity shares	(B)	**13,53,22,162**	13,53,22,162
Earning / (Loss) per share (₹.) (basic & Diluted)	(A/B)	**(1.11)**	0.84
Nominal value per equity share		**₹.10.00**	₹.10.00

Computation of weighted average number of equity shares outstanding during the period.

	Current Year (No)	Previous Year (No)
No. of equity shares at the beginning of the year	**13,53,22,162**	13,53,22,162
Total number of equity shares outstanding as at the end of the year.	**13,53,22,162**	13,53,22,162
Weighted average number of equity shares outstanding during the period.	**13,53,22,162**	13,53,22,162

10. Managerial remuneration does not include contribution to Gratuity provision as separate figures are not available. Computation of net profit in accordance with section 198 of the Companies Act, 2013 has not been enumerated, as no commission is payable and remuneration has been paid as per provisions of schedule V of the Companies Act, 2013.

11. **Related party disclosures:**
Detail of transaction entered into with related parties during the year as required by **Accounting Standard-18** on "Related party disclosures" issued by the Institute of Chartered Accountants of India are as under:-

Particulars	Associates Company	Key Management Personnel (KMP)	Enterprises over which KMP is able to exercise significant influence	Total for Current Year	Total for Previous Year
Purchase of Fixed Assets	NIL	NIL	NIL	NIL	NIL
Purchase of goods (net)	NIL	NIL	NIL	NIL	NIL
Recoverable at end of the year	₹.2.43	NIL	NIL	₹.2.43	₹.2.43
Services availed	NIL	NIL	₹.6.16	₹.6.16	₹.6.90
Civil Construction & Maintenance	NIL	NIL	₹.32.48	₹.32.48	NIL
Lease Rent paid	NIL	NIL	₹.3.48	₹.3.48	₹.3.48
Management Contracts (Salaries)	NIL	₹.112.98	NIL	₹.112.98	₹.88.70
Remuneration paid to relatives of KMP during the year.				₹.2.49	₹.2.50
Amounts written off or written back in the period in respect of debts due from or to related parties.				NIL	NIL

Note:

1. Associate Company : Indlon Chemicals Ltd
2. Key Management Personnel : (Whole time Directors)

Mr.R.K.Garg	**Mr.H.K.Singhal**	**Mr.Dheeraj Garg**
Managing Director	Finance Director	Addl.Managing Director

3. Enterprises over which Key Management personnel (KMP) are able to exercise significant control and with whom transactions have taken place during the year:
   1) SAB Industries Ltd. 2) Steel Strips Ltd. 3) Malwa Chemtex Udyog Ltd.
   4) Steel Strips Wheels Ltd 5) Steel Strips Infrastructures Ltd.
4. Relatives of the Key Management Personnel (with whom transactions have taken place):- Mr. Suresh Aggarwal is related to Mr. H.K. Singhal (brother of Mr. H. K. Singhal) and employed with the Company. Mr. Dheeraj Garg (son of Sh. R.K. Garg, Managing Director) is Additional Managing Director on board.

12. **Detail of Provisions as per AS-29**

	Employee Benefits (Gratuity Earned Leave)	Excise duty on Finished Goods lying in stocks	Doubtful Debts.	Others
Balance at April 1, 2014	257.49	120.07	8.93	94.93
Provision made during the year	104.59	163.03	-	-
Provision written off/ back during the period	-	120.07	-	34.83
Balance at March 31, 2015	**362.08**	**120.07**	**8.93**	**60.10**

* Note: Past liability funded with L.I.C.

13. The Company has taken the Group Gratuity and Group Leave encashment policies from LIC and entire premiums demanded by them for the year 2014-15 have been paid / provided for as per the requirements of revised **AS-15**.

14. **Leases:**
   The Company has leased facilities under cancellable and non-cancellable operating leases arrangements with a lease term ranging from one to five years, which are subject to renewal at mutual consent thereafter. The cancellable arrangements can be terminated by either party after giving due notice. The lease rent expenses recognized during the year amounts to ₹.120.19 lacs (previous year ₹.35.28 lacs). The future minimum lease payments in respect of the non-cancellable operating leases as at 31st March 2015 are:

(₹.in lacs)

S.No.	**Particulars**	**As at 31.03.15**	As at 31.03.14
a)	not later than one year	**79.29**	77.21
b)	later than one year but not later than five year	**282.84**	42.98
c)	later than five year	**52.11**	-

15. Following the order of Hon`ble High Court dated 30.08.2012, Company has filed a Execution Petition before the court on 14.01.2013 praying therein for attachment of bank account and other assets of M/s E.I.Dupont of USA to realize its claim of US$ 5 lacs plus interest thereon amounting to US$ 9.75 lacs from the date of award

(16.03.2002) till the date of petition (14.01.2013). The total amount of Company claim as already decreed by the court under the arbitration and Conciliation Act 1996 comes to ₹. 814.49 lacs and same has been treated as Income in the year 2012-13. The management of the Company is confident of recovery of these claims.

16. Company has applied for reimbursement of ₹. 18.11 Crore to its bank against Term Loan of ₹. 23.60 Crore for funding the Spinning Mill Capital Expenditure. This Loan has been sanctioned by banks & they have disbursed ₹. 18.11 Crore in the month of April 2015. Company has made its own arrangements to meet this gap during the year and accordingly raised ₹. 18.78 Crore from the short term sources / customers. These funds are included in Note No.6 as other Current Liabilities / payables and have been repaid / adjusted on disbursement of Term Loans subsequently.

17. **ADDITIONAL INFORMATION PERSUANT TO PROVISIONS OF PARAGRAPHS 5(viii), OF PART II, SCHEDULE III, OF COMPANIES ACT,2013.**

		CURRENT YEAR		**PREVIOUS YEAR**	
a)	**Raw Material consumed**	**Qty.(MT)**	**Value (₹.in Lacs)**	Qty.(MT)	Value (₹.in Lacs)
	i) Acrylonitrile	**28,703**	**35,537.62**	33,351	37,638.47
	ii) Dimethyl Formamide	**1,113**	**623.97**	1,251	924.26
	iii) Methyl Acrylate	**9**	**4.05**	81	72.56
	Iv) V.A.M	**2,080**	**1,923.70**	2,356	1,479.36
	iv) Others	**-**	**2,451.20**	-	2,347.07
b)	**CIF Value of imported goods**				
	a) Raw Material		26,387.17		24,006.86
	b) Components & Spare parts		264.27		404.29
c)	**Consumption of Raw-Materials & Stores and spares**				
	i) Raw Material	**%age**	**(Rs.in Lacs)**	**%age**	**(Rs.inLacs)**
	a) Indigenous	20.42	8280.34	26.05	11060.50
	b) Imported	79.58	32260.20	73.95	31401.22
	ii) **Store and Spares**				
	a) Indigenous	64.78	606.97	74.67	746.10
	b) Imported	35.22	329.99	25.33	253.11
d)	**Expenditure in Foreign**		**CurrencyCurrent**		**YearPrevious Year**
	a) Directors Travelling		14.14		53.34
	b) Staff Travelling		18.25		21.43
e)	**Earnings in Foreign Exchange**		20321.90		18222.00
f)	**F.O.B Value of Export**		20321.90		18222.00
g)	**Expenditure on Employees**				
	i) Employees drawing remuneration of not less than ₹.60,00,000/- per annum (previous year ₹.60,00,000/-) and employed throughout the year :				
	- No. of Employees		1		1
	- Salaries and Allowances (₹.in Lacs)		90.10		69.86
	- Contribution to Provident & Other Fund (₹. in Lacs)		6.12		2.88
	ii) Employees drawing remuneration not less than 5,00,000/-per month (Previous year ₹.5,00,000/-) and employed for a part of the year.		None		None

Certified in terms of our separate report of even date annexed.

For S. C. Dewan & Co.
Chartered Accountants
(Regn. No. 000934N)

S.C. DEWAN
Partner
(M.No. 015678)

Place : CHANDIGARH
Dated : 30.05.2015

R.K. GARG
Mg. Director

H.K. SINGHAL
Finance Director

B.B. TANDON
A.S.CHATHA
M.M. CHOPRA
TEJINDER KAUR
Directors

B.K. GUPTA
Company Secretary

FORM OF PROXY

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

INDIAN ACRYLICS LIMITED

CIN:L24301PB1986PLC006715

REGD. OFFICE: VILLAGE HARKISHANPURA, TEHSIL BHAWANIGARH, DISTT. SANGRUR (PB) 148026

TEL. NO. +91-0172-2790979, 2792385, 2793112,

Email: shares@indianacrylics.com, Website: www.indianacrylics.com

NAME OF THE MEMBER(S)	
REGISTERED ADDRESS	
EMAIL ID	
FOLIO NO./ CLIENT ID	
DP ID	
NO. OF SHARES HELD	

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

1.	Name:		
	Address:	Signature	
	E-mail Id:		
Or failing him/her			
2.	Name:		
	Address:	Signature	
	E-mail Id:		
Or failing him/her			
3.	Name:		
	Address:	Signature	
	E-mail Id:		

as my/ our proxy to attend and vote (on a poll) for me/us and on my/ our behalf at the 28th Annual General Meeting of the Company, to be held on Tuesday, the 29th day of September 2015, at 11.00 a.m., at Village Harkishanpura, Tehsil Bhawanigarh, Distt. Sangrur (PB) and at any adjournment thereof in respect of such resolutions as are indicated below:

Sr. No. Resolution

Ordinary Business

1. Adoption of audited financial statements for the year ended March 31, 2015
2. Re-appointment of Sh. Satish Kumar Dua as a Director
3. Appointment of Auditors M/S S.C. Dewan & Co.

Special Business

4. Appointment of Smt. Tejinder Kaur, as Independent Director of the Company.
5. Appointment of Sh. Dheeraj Garg, as a Director
6. Appointment of Sh. Dheeraj Garg, as Additional Managing Director
7. Re-appointment of Sh. H.K. Singhal, as Finance Director

Affix Revenue Stamp

Signed this .... day of September 2015.

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

Note: 1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

INDIAN ACRYLICS LIMITED

CIN:L24301PB1986PLC006715

REGD. OFFICE: VILLAGE HARKISHANPURA, TEHSIL BHAWANIGARH, DISTT. SANGRUR (PB) 148026

TEL. NO. +91-0172-2790979, 2792385, 2793112,

Email: shares@indianacrylics.com, Website: www.indianacrylics.com

ATTENDANCE SLIP

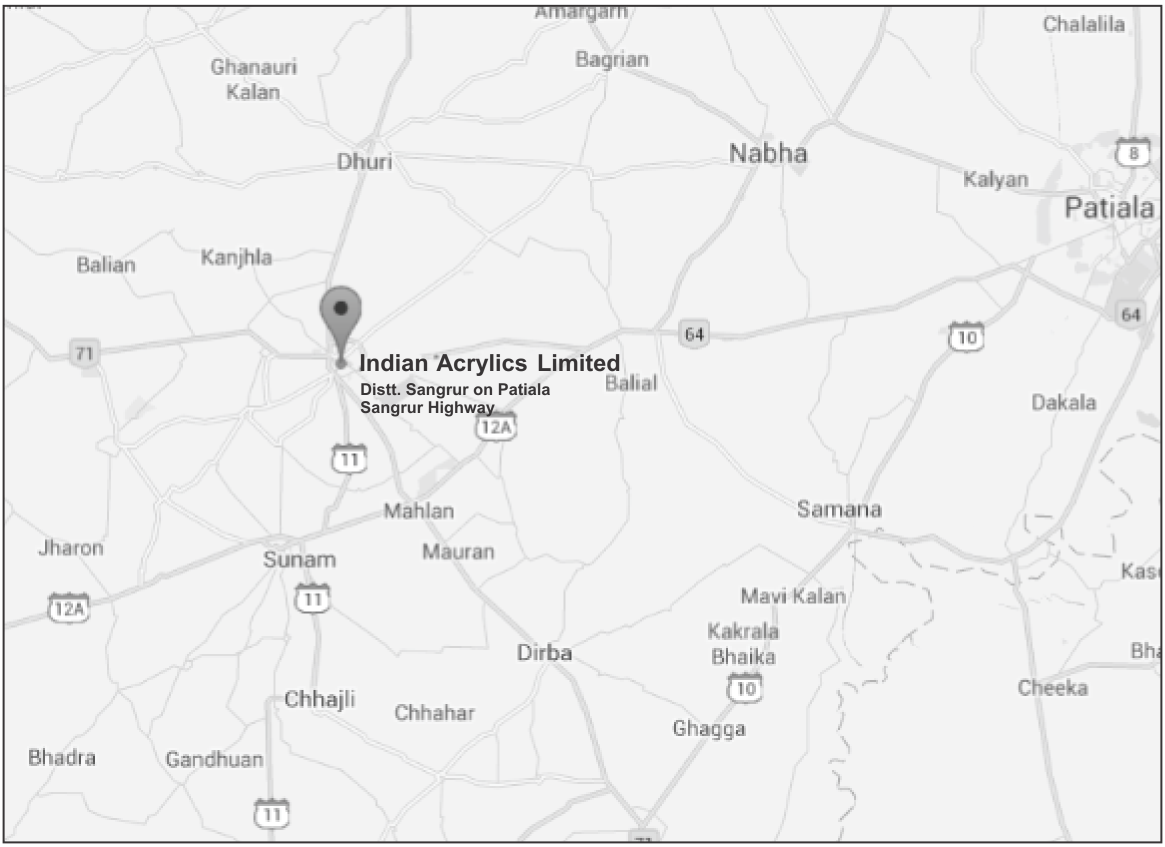
NAME OF THE ATTENDING MEMBER (IN BLOCK LETTERS)	
FOLIO NO.	
DP ID NO.	
CLIENT ID NO.	
NO OF SHARES HELD	
NAME OF PROXY (IN BLOCK LETTERS)	

I, hereby record my presence at the 28th Annual General Meeting of the Company held on Tuesday, the 29th day of September 2015, 11.00 a.m., at Village Harkishanpura, Tehsil Bhawanigarh, Distt. Sangrur (PB)

Member's/ Proxy's Signatures

Courier/ Regd. Post
(Printed Material)

Location Map of Annual General Meeting



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