

Asian Lakto Industries Limited

Regd Office: VPO Jandiali, Near Kohara, Chandigarh Road, Ludhiana , Punjab
CIN: L15209PB1994PLC014386, Email: accounts@asianlak.com

Annual Report 2015-16

BOARD OF DIRECTORS

- | | |
|---------------------------------|--------------------------------|
| (1) Mr. Gopal Poddar | - Chairman & Managing Director |
| (2) Mr. Harinder Kumar Sachdeva | - Non-Executive Director |
| (3) Mrs. Mandira Poddar | - Director |
| (4) Mr. Abhishek Poddar | - Executive Director |
| (5) Mr. Rajesh Kumar Sharma | - Independent Director |
| (6) Mr. Shatrohan Lal | - Independent Director |

COMPANY SECRETARY

CS. Raspreet Kaur Rajpal

CHIEF FINANCIAL OFFICER

Mr. Ravinder Singh Katoch

STATUTORY AUDITORS

M/s Pawan Singh & Associates,
Chartered Accountants

SECRETARIAL AUDITOR

M/s Khanna Ashwani & Associates,
Practicing Company Secretaries

REGISTERED OFFICE

**VPO Jandiali, Near Kohara,
Ludhiana-141001, Punjab.**
E-mail Id: - accounts@asianlak.com
CIN: - L15209PB1994PLC014386
PAN: - AABCA4451H

REGISTRAR AND TRANSFER AGENT

SKYLINE FINANCIAL SERVICES PRIVATE LIMITED

D-153 A, 1ST Floor, Okhla Industrial Area, Phase – I
City: New Delhi PIN: 110 020

ASIAN LAKTO INDUSTRIES LIMITED
Regd. Office: - VPO Jandiali, Near Kohara,
Ludhiana-141112, Punjab.
CIN: - L15209PB1994PLC014386
Email Id: accounts@asianlak.com
Telephone No: 0161-2424602

NOTICE

NOTICE is hereby given that the **22nd** Annual General Meeting of the Members of **Asian Lakto Industries Limited** will be held on **Friday** the **30th** day of **September, 2016** registered office of the Company situated at **11:00 A.M. at VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab** to transact the following business:

ORDINARY BUSINESS:

ITEM NO.1: TO RECEIVE & ADOPT AUDITED ANNUAL FINANCIAL STATEMENTS AND OTHER REPORTS

To receive, consider and adopt the Audited Balance Sheet as at **31st March, 2016**, Statement of Profit and Loss for the year ended on that date, together with Report of the Auditor's and Director's thereon.

ITEM NO.2: RE-APPOINTMENT OF SMT. MANDIRA PODDAR.

To appoint Directors in place of **Smt. Mandira Poddar (holding DIN. 02114374)**, who retires by rotation in terms of **Section 152(6)** of the

Companies Act, 2013 and being eligible, offer himself for re-appointment.

ITEM NO. 3: RATIFICATION OF APPOINTMENT OF AUDITORS

To consider and ratify the appointment of Statutory Auditors of the company for the Financial Year **2016-17** and to fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s) the following resolution as an **Ordinary Resolution:**

“RESOLVED THAT pursuant to the provisions of **Section 139, 142** and other applicable provisions, if any, of the **Companies Act, 2013** read with the **Companies (Audit and Auditors) 2014**, the appointment of the **M/s Pawan Singh & Associates**, (Firm Registration No. 008433N), as the Statutory Auditors of the Company for a term of consecutive three years starting from Conclusion of **20th** Annual general Meeting till the conclusion of **23rd** Annual general Meeting of the company be and is hereby ratified at the **22nd** Annual General Meeting of the Company at such remuneration as may be finalized by the board of directors in consultation with auditor plus applicable service tax and reimbursement of

travelling and out of pocket expenses incurred by

them for the purpose of audit .”

Place: Ludhiana

Date: 25.05.2016

By Order of the Board
For **Asian Lakto Industries Limited**

Sd/-

(Gopal Poddar)

Managing Director

(DIN: - 01859022)

**Add: 509-B, Aggar Nagar,
Ludhiana 141001, PB (IN).**

Notes:

1. A member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself/herself and such proxy need not be a member of the Company. The proxy, in order to be effective must be received by the Company not less than 48 hours before the Meeting. The Blank Proxy form is enclosed.

2. In Compliance with Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Amendment Rules 2015, and Regulation 44 of the SEBI (Listed Obligations And Disclosures Requirements) Regulations 2015, the Company has provided a facility to the members to exercise their votes electronically through the electronic voting service facility arranged by Central Depository Services (India) Limited. The facility for voting through ballot paper, will also be made available at the AGM and the members attending the AGM who have not already cast their votes by remote e-voting prior

to the AGM may attend the AGM but shall not be entitled to cast their votes again.

3. Corporate Members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the Board Resolution authorizing their representative to attend and vote in their behalf at the Meeting.

4. A person can act as a proxy on behalf of 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.

5. A statement giving the relevant details of the Directors seeking re-appointment under Item No. 2 of the accompanying Notice is annexed herewith in explanatory statement.

6. *Members are requested to intimate their queries, if any, related to accounts at least seven days in advance of meeting so that information can be made available and furnished at meeting.*

7. *All documents referred to in the notice, unless otherwise specifically stated will be available for members for inspection at the registered office of the Company between 10.30 am to 12.30 pm from the date hereof upto the date of Annual General Meeting.*

8. *The register of members and share transfer books shall remain closed from Monday the 26th September, 2016 to Wednesday 30th September, 2016 (Both Days inclusive).*

9. *Mr. Ashwani Khanna proprietor of Khanna Ashwani & Associates has been appointed as scrutinizer for providing the report on results of*

12. *M/s Khanna Ashwani & Associates, Company Secretaries, have been appointed as the scrutinizer to scrutinize the e-voting process in fair and transparent manner (including the ballot forms received from members who do not have access to the e-voting process). The scrutinizer shall within a period of three working days from the conclusion of e-voting period, unblock the votes in presence of at least two witnesses not in employment of the company and make a report of the votes cast in favour or against, if any, forthwith to the chairman of the company.*

The instructions for shareholders voting electronically are as under:

(i) *The voting period begins on 27th Sep, 2016 (9:00 am) and ends on 29th Sep, 2016 (5:00 pm). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.*

poll/vote for the resolution passed during the AGM.

10. *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 physical form are, therefore, requested to submit their PAN to the Company Skyline Financial Services Private Limited.*

11. *The Result of the resolutions passed at the AGM of the Company will be declared within 48 working hours of Conclusion of AGM. The results declared along with the Scrutinizer Report shall be placed on Company's website and on the website of CDSL and will be communicated to the stock exchanges.*

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

(iii) *The shareholders should log on to the e-voting website www.evotingindia.com.*

(iv) *Click on "Shareholders" tab.*

(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	<p>Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> • 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 in the PAN field. • In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is 3 Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none"> • 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 directly reach 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 160914051 <ASIAN LAKTO INDUSTRIES LIMITED> for the relevant 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 a print of the vote cast by clicking on "Click here to print" option on the Voting page.

(xviii) If a demat account holder has forgotten the login 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) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google play store. Apple and windows phone user can download the app from the App store and windows Phone store respectively on or after 30th June, 2016. Please follow the instructions as prompted by the mobiles app while voting on your mobile.

(xx) Note for Non – Individual Shareholders and Custodians

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian• are required to log on to www.evotingindia.com and register themselves as Corporates.*
- 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 linked in the login 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.*

(xxi) 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.

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

ITEM NO. 2 OF THE ORDINARY BUSINESS

INFORMATION AND DETAILS REGARDING DIRECTOR SEEKING RE-APPOINTMENT IN THE ENSUING ANNUAL GENERAL MEETING:

Name of the Director	MANDIRA PODDAR
Director Identification Number (DIN)	02114374
Date of Birth	20/05/1966
Nationality	Indian
Date of Appointment on Board	27/03/2015
Qualification	B.A.
No. of Shares Held	3,29,700
List of Directorships held in other Companies (excluding foreign, private and Section 8 Companies)	NIL
Memberships / Chairmanships of Audit and Stakeholders' Relationship Committees across Public Companies	NIL
Relationship with other Directors	Gopal Poddar (Wife), Abhishek Poddar (Mother), Neeraj Poddar (Sister-in-law), Radhe Shyam Poddar (Daughter-in-law)

None of the other Directors/ Key Managerial Personnel (KMP) of the company/their relatives are concerned or interested, financial or otherwise, in the resolution set out at item No. 2.

By Order of the Board
For **Asian Lakto Industries Limited**

Place: Ludhiana
Date: 25.05.2016

Sd/-
(Gopal Poddar)
Managing Director
(DIN: - 01859022)
Add: 509-B, Aggar Nagar,
Ludhiana 141001, PB (IN).

ASIAN LAKTO INDUSTRIES LIMITED
Regd. Office: - VPO Jandiali, Near Kohara,
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DIRECTORS' REPORT

To,

The Members,

The Directors of your Company have pleasure in presenting their **22nd Annual Report** on the affairs of the Company together with the Audited Accounts of the Company for the year ended **March 31, 2016**.

33. FINANCIAL RESULTS

The Company's financial performance, for the year ended March 31, 2016 is summarized below:

(Amt. in Lakhs)		
<u>PARTICULARS</u>	<u>2015-16</u>	<u>2014-15</u>
Revenue from operations(Gross)	7675.33	7493.26
Profit before Depreciation, Interest & Tax (PBDIT)	374.59	359.34
Less: Interest & Financial Expenses	156.43	155.24
Profit Before Depreciation & Tax (PBDT)	218.16	204.10
Less: Depreciation	26.01	17.72
Profit Before Tax (PBT)	192.15	186.38
Less: Current Tax	57.64	33.55
Deferred Tax	--	--
Earlier Year Tax Adjustments	--	--
Profit For The Period and After Tax (PAT)	134.50	152.83
Earnings Per Share (Rs.)		
-Basic	--	--
-Diluted	--	--

Balance Available for Appropriation	134.50	152.83
Less: Proposed Dividend on Equity Shares	--	--
Tax on Proposed Dividend	--	--
Transfer to General Reserve	--	--
Balance Brought Forward	118.43	34.33
Surplus Carried to Balance Sheet	252.94	187.16

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under Section 211 (3C) of the Companies Act, 1956 (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of Rule 7 of The Companies (Accounts) Rules, 2014) and the relevant provisions of the Companies Act, 1956 / Companies Act, 2013, as applicable. Accounting policies have been consistently applied except where a newly issued accounting standard, if initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. Management evaluates all recently issued or revised accounting standards on an ongoing basis.

2. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

A. FINANCIAL ANALYSIS AND STATE OF COMPANY AFFAIRS:

PRODUCTION & SALES REVIEW:

During the year, the Revenue from operations was **Rs. 76,72,54,268/-** as against **Rs. 74,88,60,972/-** in the previous year. The

Company earned other income of **Rs. 2,79,575/-** during the year as against **Rs. 4,65,039/-** in the previous year.

PROFITABILITY:

The Company earned profit before depreciation, interest and tax of **Rs. 3,74,60,239.54** as against **Rs. 3,59,34,159.08** in the previous year. After providing for depreciation of **Rs. 26,01,393.02** (Previous Year **Rs. 17,71,112.02**), the profit after tax was **Rs. 1,56,43,800.62** as against **Rs. 1,52,83,253.53** last year.

B. RESOURCE UTILISATION:

FIXED ASSETS:

The net fixed assets as at 31st March, 2016 were **Rs. 5,49,03,679.00** as against previous year's fixed assets of **Rs. 2,59,30,579.02**. During the year, there were no additions made to fixed assets but there is revision in written down value of assets as on 01.04.2016.

CURRENT ASSETS:

The net current assets as on 31st March, 2016 were **Rs. 22,76,42,680.81** as against **Rs. 22,19,84,267.35** in the previous year.

Management believes that the Company's liquidity and capital resources are sufficient to meet its expected working capital needs and other anticipated cash requirements. The position of liquidity and capital resources of the Company is given below: -

C. FINANCIAL CONDITIONS AND LIQUIDITY:

CASH AND CASH EQUIVALENTS:

The cash flow statement depicting the opening cash, closing cash balances and receipt of cash and spending thereof from operating activities is annexed to the balance sheet and stated as follows:

(Amt in Rs.)

Particulars	2015-16
Beginning of the Year	74,39,822.35
End of the Year	34,60,507.24
Net Cash provided/(used) by:	
- Operating Activities	3,51,29,586.30
- Investing Activities	(3,15,74,493.00)
- Financing Activities	(75,34,408.41)

3. DIVIDEND

To keep and conserve the profits and reserves for future expansion of the company the Board of Directors of the company has not recommended any dividend for the year **2015-2016**.

The Board meets at regular intervals to discuss and decide on Company / business policy and strategy apart from other Board business.

4. EXTRACT OF ANNUAL RETURN

As required pursuant to **Section 92(3)** of the Companies Act, 2013 and **Rule 12(1)** of the Companies (Management and Administration) Rules, 2014, an extract of annual return in **MGT-9** as a part of this Annual Report as **ANNEXURE 'A'**.

The notice of Board meeting is given well in advance to all the Directors. Usually, meetings of the Board are held in Ludhiana to discuss the complex business strategies. The Agenda of the Board / Committee meetings is normally circulated at least a week prior to the date of the meeting but in certain cases is being held at a shorter notice. The Agenda for the Board and Committee meetings includes detailed notes on the items to be discussed at the meeting to enable the Directors to take an informed decision.

5. NUMBER OF MEETINGS OF THE BOARD

The Board met **17(Seventeen)** times in financial year 2015-16 viz., on

Sr. No.	DATE OF BOARD MEETING	DIRECTOR IN ATTENDANCE	VENUE OF BOARD MEETING
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1.	02.04.2015	4	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
2.	07.04.2015	4	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
3.	11.04.2015	4	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
4.	27.04.2015	4	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
5.	23.06.2015	4	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
6.	18.07.2015	6	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
7.	05.09.2015	6	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
8.	26.10.2015	6	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
9.	23.11.2015	6	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
10.	16.12.2015	6	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
11.	20.12.2015	6	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
12.	05.01.2016	6	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
13.	16.01.2016	6	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
14.	01.02.2016	6	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
15.	05.02.2016	6	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
16.	27.03.2016	6	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.
17.	28.03.2016	6	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab.

The maximum interval between any two meetings did not exceed 120 days.

5. DIRECTOR'S RESPONSIBILITY STATEMENT

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3) I of the Companies Act, 2013:

a). that in the preparation of the annual financial statements for the year ended 31st March, 2016, the applicable accounting standards have been

followed along with proper explanation relating to material departures, if any;

b). that 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). that the Directors had taken proper and sufficient care for the 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 fraud and other irregularities;

d). that Directors' have prepared the annual accounts on a going concern basis;

e). the directors, had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively;

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.

6. COMMENTS ON AUDITORS REPORT

(i) There are no qualifications, reservation or adverse remark or disclaimer made by statutory auditors during this financial year.

(ii) There are no qualifications, reservation or adverse remark or disclaimer made in secretarial audit report given by a company secretary in practice during this financial year.

7. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013:

- The company has not granted any loan to any person during the year under review:
- The company has given corporate guarantee in respect of Asianlak health Foods Ltd and Sri Vardharaja Fruits Products Pvt Ltd by passing special resolution through postal ballots on 10.11.2014 pursuant to the provisions of Section 186 of the Companies Act, 2013.

8. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES:

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis. The details of material contracts/ arrangements/ transactions at arm's length basis for the year ended 31st March, 2015 is annexed hereto in **Form AOC-2** and forms part of this report as **ANNEXURE 'B'**.

9. TRANSFER TO RESERVES

NIL amount is transferred to the General Reserve. However profit of **Rs. 1,12,94,398.24/-** is proposed to be retained in the surplus.

10. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

In accordance with the provisions of Section 125(2) of the Companies Act, 2013 company has not having any unpaid dividend or excess share application amount in the book of accounts. As company has not declared any dividend in the previous year, hence no amount is transferred to Investor Education and Protection Fund.

11. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

No material changes and commitments affecting the financial position of the Company occurred between the ends of the financial year to which these financial statements relate on the date of this report.

12. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

Energy conservation continues to be an area of major emphasis in our Company. Efforts are made to optimize the energy cost while carrying out the manufacturing operations. Particulars with respect to conservation of energy and other areas as per Section 134(3)(m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014, are annexed hereto and form part of this report as ANNEXURE 'C' and is attached to this report.

13. CORPORATE SOCIAL RESPONSIBILITY

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions as per section 135 of Companies Act, 2013 are not applicable.

14. BOARD EVALUATION

Pursuant to the provisions of the **Section 134** of the Companies Act, 2013 read with **Rule 8(4)** of the **Companies (Accounts) Rules, 2014**, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination & Remuneration and Compliance Committees. The performance evaluations of all the independent Directors have been done by the entire board excluding the director being evaluated. On the basis of the performance evaluation done by the board it shall be determined whether to extend or continue their term of appointment, whenever their respective term expires.

15. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

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

16. FINANCIAL HIGHLIGHTS

(Amt. in Lakhs)

PARTICULARS	2015-16	2014-15	2013-14	2012-13	2011-12
Revenue from operations(Gross)	7672.54	7488.60	7138.62	5034.78	3861.30
TOTAL INCOME	7675.33	7493.26	7143.19	5041.07	3864.86
Earnings before Depreciation, Finance Cost & Tax expenses (EBDIT)	374.59	359.34	329.25	277.02	209.29
Less: Depreciation & Amortization	26.01	17.71	72.62	71.98	71.78
Finance Cost	156.43	155.24	133.49	116.22	81.02
PROFIT FOR THE	192.15	152.83	100.97	72.82	56.49

YEAR						
Equity Dividend%		-	-	-	-	-
Dividend payout		-	-	-	-	-
Equity Share Capital		580.33	580.33	580.33	520.33	395.33
Equity Share Suspense Account		-	-	-	-	-
Equity Share warrants		-	-	-	-	-
Reserves & Surplus		252.94	118.43	114.33	80.00	80.00
Net Worth		833.27	698.76	694.66	600.33	475.33
Borrowings (Long term & Short term)		1769.29	1693.14	1807.28	1364.70	1061.41
Gross Fixed Assets		1818.72	1502.97	1502.97	1451.13	1415.35
Less: Depreciation		1269.68	1243.67	1077.23	1004.61	932.62
Net Fixed Assets		549.03	259.30	425.74	446.52	482.73
Investments		--	--	--	--	--
Face Value Per Share		10	10	10	10	10
EPS	Basic	--	--	--	--	1.17
	Diluted	--	--	--	--	--

17. DEPOSITS

The Company has not accepted and does not intend to accept any deposits from the public. As at 31st March, 2016 there are no outstanding/unclaimed deposits from the public.

18. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There are no significant material orders passed by the Regulators/Courts which would impact the going concern status of the Company and its future operations.

19. NUMBER OF CASES FILED, IF ANY, AND THEIR DISPOSAL UNDER SECTION 22 OF THE SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

Your Company has Zero tolerance towards any action on the part of any one which may fall under the ambit of 'Sexual Harassment' at workplace, and is fully committed to uphold and maintain the dignity of every women working with the Company. The Policy framed by the Company in this regard provides for protection against sexual harassment of women at

workplace and for prevention and redressal of such complaints.

20. PARTICULARS NO. OF COMPLAINTS TO PREVENTION OF SEXUAL HARASSEMENT I

Number of Complaints pending as on beginning of the financial year NIL

Number of Complaints filed during the financial year NIL

Number of Complaints pending as on the end of the financial year NIL

21. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has well defined internal control system. The Company takes abundant care to design, review and monitor the working of internal control system. Internal audit in the organization is an independent appraisal activity and all significant issues are brought to the attention of the Audit Committee of the Board.

22. INTERNAL FINANCIAL CONTROL:

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weaknesses in the design or operation were observed.

B). KEY MANAGERIAL PERSONNEL

Pursuant to the provisions of **Section 203** of the Companies Act, 2013 the below mentioned KMP have been appointed in the Company:

WHOLE TIME KEY MANAGERIAL PERSONNEL OF THE COMPANY	DESIGNATION	DATE OF APPOINTMENT
Raspreet Kaur Rajpal	Company Secretary (CS)	07.04.2015
Ravinder Singh Katoch	Chief Financial Officer (CFO)	30.03.2015

24. AUDITORS AND AUDITORS REPORT

A). STATUTORY AUDITORS

23. A). DIRECTORS

i). APPOINTMENTS

INDEPENDENT DIRECTORS

At the Extra Ordinary General Meeting of the Company held on **23.06.2015**, the Members of the Company had appointed **Sh. Shatrohan Lal** and **Sh. Rajesh Kumar Sharma** as an Independent Directors of the Company, for a period of 5 years with effect from 23.06.2015. All Independent Directors have given declarations that they meet the criteria of independence as laid down under **Section 149(6)** of the Companies Act, 2013.

DECLARATION UNDER SECTION 149(6):

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

ii). RETIREMENT BY ROTATION

Pursuant to the provisions of Section 152 of the Companies Act, 2013 **Smt. Mandira Poddar (holding DIN. 02114374)** Director of the Company retires by rotation and being eligible offers himself for re-appointment.

M/s Pawan Singh & Associates, (Firm Registration No. 008433N) the Statutory Auditors of the Company, have been appointed by the Shareholders of the Company for three consecutive years i.e. from conclusion of 20th

Annual General Meeting to the conclusion of 23rd Annual General Meeting, whose first year will be completed in the ensuing Annual General Meeting. Pursuant to provisions of Section 139 (1) of the Companies Act, 2013, this appointment shall be ratified by the Shareholders at every Annual General Meeting during their tenure. Therefore, it is recommended to the shareholders to ratify the appointment of **M/s Pawan Singh & Associates**, the Statutory Auditors, in their forthcoming Annual General Meeting.

Further, the Statutory Auditors of the Company have submitted Auditors' Report on the accounts of the Company for the accounting year ended 31st March, 2016 which is self-explanatory.

B). SECRETARIAL AUDITOR

M/s Khanna Ashwani & Associates, Company Secretary in Practice, were appointed as Secretarial Auditor of the Company by the Board of Directors in their meeting held on **27.03.2016** for the financial year 2015-16.

The Secretarial Auditors of the Company have submitted their Report in Form No. MR-3 as required under Section 204, of the Companies Act, 2013 for the financial year ended 31st March, 2015. The Report forms part of this report as **Annexure 'D'**.

C). INTERNAL AUDITOR:

Sh. Naresh Baweja was appointed as Internal Auditor of the Company pursuant to provisions of **Section 138** of the Companies Act, 2013 by the Board of Directors in their meeting held on **27.03.2016** to conduct internal audit of the functions and activities of the Company and maintain internal control systems of the Company.

25. BOARD COMMITTEES

A). AUDIT & RISK MANAGEMENT COMMITTEE

The Audit and Risk Management committee of the Board of Directors comprises of two Independent directors i.e. **Sh. Rajesh Kumar**

Sharma, Sh. Shatrohan Lal and one executive director i.e. **Sh. Gopal Poddar**. **Sh. Rajesh Kumar Sharma** is the Chairperson of the said committee. **CS Raspreet Kaur Rajpal** is Secretary of the Committee. The Committee met six times, during the year under review.

B). STAKEHOLDER RELATIONSHIP COMMITTEE

The Stakeholder Relationship and Risk Management Committee consist of three directors i.e. **Sh. Rajesh Kumar Sharma, Sh. Shatrohan Lal** and **Sh. Abhishek Poddar**. **Sh. Rajesh Kumar Sharma** is the Chairperson of the said committee.

The Committee met once, during the year under review. The Committee has formulated Risk Management policy which was subsequently approved by board of Directors.

C). NOMINATION AND REMUNERATION COMMITTEE

The Nomination & Remuneration Committee consists of three non-executive directors i.e. **Sh. Rajesh Kumar Sharma, Sh. Shatrohan Lal** and **Sh. Harinder Kumar Sachdeva**. **Sh. Shatrohan Lal** is the Chairperson of the said committee. The Committee met once, during the year under review. The Committee met once, during the year under review. The Committee has formulated policy relating to appointment of Directors, Payment of Managerial remuneration, Director's qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) & (4) of Companies Act, 2013 which was subsequently approved by board of Directors.

26. POLICIES

A). VIGIL MECHANISM AND WHISTLE BLOWER POLICY

Pursuant to provisions of **Section 177 (9)** of the Companies Act, 2013, the Company has established a "Vigil Mechanism" incorporating Whistle Blower Policy in terms of the Listing Agreement for employees and directors of the Company, for expressing the genuine concerns

of unethical behavior, frauds or violation of the codes of conduct by way of direct access to the Chairman/Chairman of the Audit Committee in exceptional cases. The Company has also provided adequate safeguards against victimization of employees and Directors who express their concerns.

B). REMUNERATION POLICY

The Nomination & Remuneration Committee of the Company has formulated the Nomination & Remuneration policy on Director's appointment and remuneration includes the criteria for determining qualifications, positive attributes, independence of a director and other matters as provided under **Section 178(3)** of the Companies Act, 2013. The Nomination & Remuneration Policy is annexed thereto and form part of this Report as **Annexure 'E'**.

C). RISK MANAGEMENT POLICY

The Stakeholder Relationship and Risk Management Committee has formulated Risk Management Policy of the Company which has been subsequently approved by the Board of Directors of the Company. The aim of risk management policy is to maximize opportunities in all activities and to minimize adversity.

The policy includes identifying types of risks and its assessment, risk handling and monitoring and reporting, which in the opinion of the Board may threaten the existence of the Company.

D). RELATED PARTY TRANSACTION POLICY

Related Party Transaction Policy, as formulated by the Company defines the materiality of related party transactions and lays down the procedures of dealing with Related Party Transactions that may have potential conflict with the interest of the Company at large. Transactions entered with related parties as defined under the Companies Act, 2013 during the Financial Year 2015-16 were mainly in the Ordinary Course of business and on an arm's length basis. Prior approval of the Audit and Risk Management Committee is obtained by the

Company before entering into any Related Party Transaction as per the applicable provisions of the Companies Act 2013.

27. SHARES

A). BUY BACK OF SECURITIES

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

B). SWEAT EQUITY

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

C). BONUS SHARES

No Bonus Shares were issued during the year under review.

D).EMPLOYEES STOCK OPTION PLAN

The Company has not provided any Stock Option Scheme.

28.HUMAN RESOURCES /INDUSTRIAL RELATIONS:

The Company continues to lay emphasis on building and sustaining an excellent organization climate based on human performance. Performance management is the key word for the company. During the year the Company employed around 120 employees.

Pursuit of proactive policies for industrial relations has resulted in a peaceful and harmonious situation on the shop floors of the various plants.

29. PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES:

The disclosures in respect of managerial remuneration as required under section 197(12) read with **Rule 5(1)** of the Companies (Appointment & Remuneration of Managerial

Personnel) Rules, 2014 is annexed hereto and form part of this report as **Annexure 'F'**

None of the employee of the Company receives salary of **Rs. 60 Lacs** per annum or **Rs. 5 Lacs** per month or more during the Financial Year 2014-2015 as per Rule **5(2)** and **5(3)** Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014.

In terms of section **197(14)** of the Companies Act, 2013, the Company does not have any Holding or Subsidiary Company.

30. LISTING WITH STOCK EXCHANGE

The Shares of the company were listed on Ludhiana, Delhi, Bombay, Ahmedabad and Jaipur Stock Exchanges and presently the same are suspended for trading/delisted from BSE because of non-payment of listing fee and non compliance of listing agreements.

The Company is in process of Relisting. Company has filed application with Metropolitan Stock Exchange of India (formerly known as MCX Stock Exchange Ltd.) for listing of its Shares on Stock Exchange having nation wide terminals in compliance of circular no. CIR/MRD/ DSA/ 14/ 2012 issued by the SEBI dated 30th May, 2012.

Place: Ludhiana

Date: 25.05.2016

31. CORPORATE GOVERNANCE REPORT

Clause 49 of listing agreement which outlines the corporate governance report is not applicable to our company, as our company's paid up capital is less than 10 crores and net worth is less than 25 crores for F.Y 2015-16.

32. STATUTORY DISCLOSURES

None of the Directors of the Company are disqualified under the provisions of section 164 of the Companies Act 2013. The Directors have made the requisite disclosures, as required under the Companies Act 2013.

33. ACKNOWLEDGEMENT

The Board of Directors places on record its sincere appreciation for the dedicated services rendered by the employees of the Company at all levels and the constructive co-operation extended by them. Your Directors would like to express their grateful appreciation for the assistance and support by all Government Authorities, Auditors, financial institutions, banks, suppliers, other business associates and last but not the least the Shareholders.

For And on Behalf of the Board
For **Asian Lakto Industries Limited**

Sd/-

(Gopal Poddar)

Managing Director

(DIN: - 01859022)

**Add: 509-B, Aggar Nagar,
Ludhiana 141001, PB (IN).**

ANNEXURE A – EXTRACT OF ANNUAL RETURN

(Referred to Paragraph 17 under “Annual Return” section of our Report of even date)

FORM NO. MGT 9

AS ON FINANCIAL YEAR ENDED ON 31.03.2016

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

C. REGISTRATION & OTHER DETAILS:

1	CIN	L15209PB1994PLC014386
2	Registration Date	29/03/1994
3	Name of the Company	ASIAN LAKTO INDUSTRIES LIMITED
4	Category/Sub-category of the Company	Company Limited By Shares Indian Non-Government Company
5	Address of the Registered office & contact details	VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab
6	Whether listed company	Yes
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Skyline Financial Services Private Limited Add: D-153 A, 1 ST Floor, Okhla Industrial Area, Phase – I, New Delhi . STD Code: 011 Tel.: 26812682, 26812683

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	Fruit Juices	282	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

SN	Name and address of the Company	CIN/GLN	Holding/ Subsidiary / Associate	% of shares held	Applicable Section
NIL					

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-2015]				No. of Shares held at the end of the year [As on 31-March-2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	-	3128300	3128300	49.73%	-	3396700	3396700	54.00%	4.27% (Increase of Shareholding due to Transfer of Shares)
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	20500	20500	0.33%	-	20500	20500	0.33%	-
e) Banks / FI	-	-	-	-	-	-	-	-	-

f) Any other	-	-	-	-	-	-	-	-	-
Sub Total (A) (1)	-	3148800	3148800	50.06%	-	3417200	3417200	54.33%	4.27%
(2) Foreign									
a) NRI Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Any other	-	-	-	-	-	-	-	-	-
Sub Total (A) (2)	-	-	-	-	-	-	-	-	-
TOTAL (A)	-	3148800	3148800	50.06%	-	3417200	3417200	54.33%	4.27%

B. Public Shareholding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2015]				No. of Shares held at the end of the year [As on 31-March-2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
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):-	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	-	181300	181300	2.89%	-	181300	181300	2.89%	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	979000	979000	15.56%	-	989000	989000	15.56%	-
ii) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	1979900	1979900	31.47%	-	1701500	1711500	27.21%	(4.27%) (Decrease of Shareholding due to Transfer of Shares)
c) Others (HUF)		1000	1000	0.02		1000	1000	0.02	
Non Resident Indians	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members									
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies – D R	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	-	3141200	3141200	49.93%	-	2872800	2872800	45.67%	(4.27%)
Total Public (B)	-	3141200	3141200	49.93%	-	2872800	2872800	45.67%	(4.27%)

C. Shares held by Custodian for GDRs & ADRs

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2015]				No. of Shares held at the end of the year [As on 31-March-2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Total (A+B+C)	-	6290000	6290000	100 %	-	6290000	6290000	100 %	0.00%

PAID UP SHARE CAPITAL BREAKUP:

Total Paid Up Capital	Rs.6,29,00,000
Calls in Areams (Less)	Rs. 48,67,000
Total Paid Capital	Rs. 5,80,33,000

C. Shareholding of Promoter

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	RADHE SHYAM PODDAR	725300	11.53%	-	725300	11.53%	-	-
2	GOPAL PODDAR	262600	4.17%	-	262600	4.17%	-	-
3	NEERAJ PODDAR	412500	6.56%	-	412500	6.56%	-	-
4	NIRMAL PODDAR	589700	9.37%	-	589700	9.37%	-	-

5	NEPTUNE INTERNATIONAL PVT LTD	20500	0.33%	-	20500	0.33%	-	-
6	MANDIRA PODDAR	329700	5.24%	-	329700	5.24%	-	-
7	PRAGYA PODDAR	23500	0.37%	-	23500	0.37%	-	-
8	ABHISHEK PODDAR	100000	1.58%	-	100000	1.58%	-	-
9	RADHE SHYAM PODDAR & SONS HUF	210000	3.34%	-	210000	3.34%	-	-
10	GOPAL PODDAR & SONS HUF	175000	2.79%	-	324500	5.16%	-	2.37%
11	NEERAJ PODDAR & SONS HUF	300000	4.77%	-	418900	6.66%	-	1.89%
	TOTAL	3148800	50.06%		3407200	54.33%		4.27%

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

S. No.	For Each of the Top 10 Shareholders	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
	At the beginning of the year	3148800	50.06%	3138800	50.06%
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	268400	4.27%		
		19/12/2015 20/12/2015			
		Increase of Shareholding due to Share Transfer			
	At the end of the year	3417200	54.33%	3417200	54.33%

(iv) Shareholding Pattern of top ten Shareholders

(Other than Directors, Promoters and Holders of GDRs and ADRs):

SN	For each of the Top 10 shareholders	Date	Reason	Shareholding at the beginning of the Year		Cumulative Shareholding during the Year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	Ramsons Financial Services Limited						
	At the beginning of the year			73800	1.17%	73800	1.17%
	Changes During the year			No Change	0.00%	No Change	0.00%
	At the end of the year			73800	1.17%	73800	1.17%
2	Raj Kumar						
	At the beginning of the year			66200	1.05%	66200	1.05%
	Changes During the year			No Change	0.00%	No Change	0.00%
	At the end of the year			66200	1.05%	66200	1.05%
3	Rakesh Kumar Kharbanda						
	At the beginning of the year			66200	1.05%	66200	1.05%
	Changes During the year			No Change	0.00%	No Change	0.00%
	At the end of the year			66200	1.05%	66200	1.05%
4	Chanchal Khanna						

	At the beginning of the year			66200	1.05%	66200	1.05%
	Changes During the year			No Change	0.00%	No Change	0.00%
	At the end of the year			66200	1.05%	66200	1.05%
5	Mukesh K Nahar						
	At the beginning of the year			66200	1.05%	66200	1.05%
	Changes During the year			No Change	0.00%	No Change	0.00%
	At the end of the year			66200	1.05%	66200	1.05%
6	Aparna Capital Services						
	At the beginning of the year			52900	0.84%	52900	0.84%
	Changes During the year			No Change	0.00%	No Change	0.00%
	At the end of the year			52900	0.84%	52900	0.84%
7	Pawan Kumar Agarwal						
	At the beginning of the year			51400	0.82%	51400	0.82%
	Changes During the year			No Change	0.00%	No Change	0.00%
	At the end of the year			51400	0.82%	51400	0.82%
8	Gurditta Mal						
	At the beginning of the year			39700	0.63%	39700	0.63%
	Changes During the year			No Change	0.00%	No Change	0.00%
	At the end of the year			39700	0.63%	39700	0.63%
9	Shama Mehta						
	At the beginning of the year			39700	0.63%	39700	0.63%

	Changes During the year			No Change	0.00%	No Change	0.00%
	At the end of the year			39700	0.63%	39700	0.63%
10	Priya Aggarwal						
	At the beginning of the year			33100	0.53%	33100	0.53%
	Changes During the year			No Change	0.00%	No Change	0.00%
	At the end of the year			33100	0.53%	33100	0.53%

(v) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	GOPAL PODDAR						
	At the beginning of the year	-	-	262600	4.17%	262600	4.17%
	Changes during the year	-	-	No change	No change	No change	No change
	At the end of the year	-	-	262600	4.17%	262600	4.17%
2	MANDIRA PODDAR						
	At the beginning of the year			3,29,700	5.24%	3,29,700	5.24%
	Changes during the year			No change	No change	No change	No change
	At the end of the year			3,29,700	5.24%	3,29,700	5.24%
3	HARINDER KUMAR SACHDEVA						
	At the beginning of the year			Nil	Nil	Nil	Nil
	Changes during the year			No change	No change	No change	No change

	At the end of the year			Nil	Nil	Nil	Nil
4	ABHISHEK PODDAR						
	At the beginning of the year			1,00,000	1.58%	1,00,000	1.58%
	Changes during the year			No change	No change	No change	No change
	At the end of the year			1,00,000	1.58%	1,00,000	1.58%
5	RAJESH KUMAR SHARMA						
	At the beginning of the year			Nil	Nil	Nil	Nil
	Changes during the year			No change	No change	No change	No change
	At the end of the year			Nil	Nil	Nil	Nil
6	SHATROHAN LAL						
	At the beginning of the year			Nil	Nil	Nil	Nil
	Changes during the year			No change	No change	No change	No change
	At the end of the year			Nil	Nil	Nil	Nil

V. INDEBTEDNESS

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

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
INDEBTEDNESS AT THE BEGINNING OF THE FINANCIAL YEAR				
i) Principal Amount	13,29,60,543.37	3,63,53,644.98	-	16,93,14,188.35
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (I +ii+iii)	13,29,60,543.37	3,63,53,644.98	-	16,93,14,188.35
CHANGE IN INDEBTEDNESS DURING THE FINANCIAL YEAR				
Addition				
Loan Taken	76,15,459.54	-	-	76,15,459.54
Interest On Loan	-	-	-	-

Reduction				
Loan Repaid	-	-	-	-
Net Change	76,15,459.54	-	-	76,15,459.54
INDEBTEDNESS AT THE END OF THE FINANCIAL YEAR				
i) Principal Amount	14,05,76,002.91	3,63,53,644.98	-	17,69,29,647.89
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (I +ii+iii)	14,05,76,002.91	3,63,53,644.98	-	17,69,29,647.89

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
		Sh. Gopal Poddar	Sh. Abhishek Poddar	
1.	Gross salary C. Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 © Profits in lieu of salary under section 17(3) Income- tax Act, 1961	6,90,000	5,70,000	12,60,000
2.	Stock Option	-	-	-
3.	Sweat Equity	-	-	-
4.	Commission - as % of profit - others, specify...	-	-	-

5.	Others, please specify	-	-	-
6.	Total (A)	6,90,000	5,70,000	12,60,000
	Ceiling as per the Act	-	-	-

B. Remuneration to other directors:

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
	Independent Directors · Fee for attending board committee meetings · Commission · Others, please specify	N/A	N/A	N/A	N/A	-
	Total (1)					
	Other Non-Executive Directors · Fee for attending board committee meetings · Commission · Others, please specify	N/A	N/A	N/A	N/A	-
	Total (2)	-	-	-	-	-
	Total (B)=(1+2)	-	-	-	-	-
	Total Managerial Remuneration					
	Overall Ceiling as per the Act					

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

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary C. Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 © Profits in lieu of salary under section 17(3) Income-tax Act, 1961	N/A	1,92,000	3,81,000	5,73,000

2.	Stock Option	N/A	N/A	N/A	-
3.	Sweat Equity	N/A	N/A	N/A	-
4.	Commission - as % of profit - Others, specify...	N/A	N/A	N/A	-
5.	Others, please specify				
6.	Total	-	1,92,000	3,81,000	5,73,000

PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority[RD /NCLT/Court]	Appeal made. If any(give details)
A. Company					
Penalty	Nil				
Punishment	Nil				
Compounding	Nil				
B. Directors					
Penalty	Nil				
Punishment	Nil				
Compounding	Nil				
C. Other Officers In Default					
Penalty	Nil				
Punishment	Nil				
Compounding	Nil				

Place: Ludhiana
Date: 25.05.2016

By Order of the Board
For **Asian Lakto Industries Limited**

Sd/-
(Gopal Poddar)
Managing Director
(DIN: - 01859022)
Add: 509-B, Aggar Nagar,
Ludhiana 141001, PB (IN).

ANNEXURE 'B'
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.

SL. No.	Particulars	Details
1.	Name (s) of the related party	N.A.
	Nature of Relationship	N.A.
2.	Nature of contracts/arrangements/transaction	N.A.
3.	Duration of the contracts/ arrangements/ transaction	N.A.
4.	Amount (In Lakhs)	N.A.
5.	Salient terms of the contracts or arrangements or transaction including the value, if any	N.A.
6.	Date of approval by the Board	N.A.

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

SL. No.	Particulars	Details
1.	Name (s) of the related party	Sri Varadharaja Fruit Products Private Limited
	Nature of Relationship	Business
2.	Nature of contracts/arrangements/transaction	Purchase
3.	Duration of the contracts/ arrangements/ transaction	On going
4.	Amount (In Cr.)	Rs. 3,84,55,682/-
5.	Salient terms of the contracts or arrangements or transaction including the value, if any	N.A.
6.	Date of approval by the Board	02.04.2015

SL. No.	Particulars	Details
1.	Name (s) of the related party	Asianlak Health Foods Ltd
	Nature of Relationship	Business
2.	Nature of contracts/arrangements/transaction	Purchase

3.	Duration of the contracts/ arrangements/ transaction	On going
4.	Amount (In Lakhs)	Rs. 29,00,967/-
5.	Salient terms of the contracts or arrangements or transaction including the value, if any	
6.	Date of approval by the Board	02.04.2015

SL. No.	Particulars	Details
1.	Name (s) of the related party	Asianlak Health Foods Ltd
	Nature of Relationship	Business
2.	Nature of contracts/arrangements/transaction	Sale
3.	Duration of the contracts/ arrangements/ transaction	On going
4.	Amount (In Lakhs)	Rs. 44,68,667/-
5.	Salient terms of the contracts or arrangements or transaction including the value, if any	
6.	Date of approval by the Board	02.04.2015

SL. No.	Particulars	Details
1.	Name (s) of the related party	Nandan Traders
	Nature of Relationship	Business
2.	Nature of contracts/arrangements/transaction	Sale
3.	Duration of the contracts/ arrangements/ transaction	On going
4.	Amount (In Cr.)	Rs. 2,32,39,287/-
5.	Salient terms of the contracts or arrangements or transaction including the value, if any	
6.	Date of approval by the Board	02.04.2015

By Order of the Board
For **Asian Lakto Industries Limited**

Place: Ludhiana

Date: 25.05.2016

Sd/-
(Gopal Poddar)
Managing Director
(DIN: - 01859022)
Add: 509-B, Aggar Nagar,
Ludhiana 141001, PB (IN).

ANNEXURE 'C'

DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

[Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014]

A. CONSERVATION OF ENERGY

1. The steps taken or impact on conservation of energy;

Asian Lakto Industries Limited continued to emphasize on the conservation and optimal Utilization of energy in manufacturing unit of the Company. The energy conservation measures implemented during FY 2015 are listed below:

- Maintenance of the machines as per schedule.
- Lights in the Factory area are switched off whenever not required.

- Energy audit is conducted and recommendations are implemented.

2. Additional Investments & Proposals, if any, being implemented for Reduction of Consumption of Energy:

The company continued its efforts towards effective utilization of energy for reduction in power consumption. The Company is constantly exploring the use of alternate sources of energy that are commensurate with the scale of present operations and the type of products being manufactured.

3. The capital investment on energy conservation equipments;

During the year under review, there was no capital investment on Energy Conservation Equipments.

Disclosure of particulars with respect to conservation of energy:

Particulars	2015-16	2014-15
POWER CONSUMPTION		
Units Purchased (KWH)	3705651.5	3734455.63
Amount (Rs.)	2,96,45,212	2,98,75,645
Average Rate Per Unit (Rs.)	8.00	8.00

B. TECHNOLOGY ABSORPTION

(1) Efforts, in brief, made towards technology absorption, adaptation and innovation:

- Imparting training to personnel in various manufacturing techniques by experts.

(2) Benefits derived like Product Improvement, Cost Reduction, Product Development or

Import Substitution as a result of above efforts:

- Increase productivity.
 - Power saving.
 - Manpower cost reduced.
 - Raw materials cost reduction.
 - Production wastage reduced.
- (3) Information regarding technology imported during the last 3 years**
- The Details of Technology Imported - NIL
 - The Year of Import - Not Applicable

- Whether Technology Has been Fully Absorbed - Not Applicable

- If Not Fully Absorbed, Areas Where Absorption - Not Applicable

has not taken place and the reasons thereof.

(4)Expenditure on Research and Development

During the year under review the company did not incurred any expenses on Research and Development.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

During the year under review the company did not enter into any Foreign exchange transaction.

By Order of the Board
For **Asian Lakto Industries Limited**

Place: Ludhiana

Date: 25.05.2016

Sd/-
(Gopal Poddar)
Managing Director
(DIN: - 01859022)
Add: 509-B, Aggar Nagar,
Ludhiana 141001, PB (IN).

FORM NO MR-3

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31.03.2016.

[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,
Asian Lakto Industries Limited
VPO Jandial, Near Kohara, Phase VI,
LUDHIANA-141112
Punjab (India).

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices made by **Asian Lakto Industries Limited** (hereinafter called the company). Secretarial Audit for year ended 31.03.2016 was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the books, papers, minutes books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on **31.03.2016** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute book, forms and returns filed and other records maintained by the company for the financial year ended on **31.03.2016** according to the provisions of:

- a) The **Companies Act, 2013** (the Act) and the rules made thereunder;
- b) The **Securities Contracts (Regulation Act, 1956** ('SCRA') and the rules made thereunder – not applicable during the audit period as the company is not listed on any recognized Stock Exchange as on 31.03.2016
- c) The **Depositories Act, 1996** and the Regulations and Bye-laws framed thereunder – Not Applicable during the audit period as the company is not listed on any recognized Stock Exchange as on 31.03.2016

(iv) **Foreign Exchange Management Act, 1999** and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings – Not applicable during the audit period.

(v) The following Regulations and Guidelines prescribed under the **Securities and Exchange Board of India Act, 1992** ('SEBI Act') not applicable during the audit period, as the company was listed on the

Ludhiana Stock Exchange being the Regional Stock Exchange which has been de recognized by the SEBI vide exit order WTM/RKA /MRD/166/2014 under the circular CIR/MRD/DSA/14/2012. Further the company got listed on Ahmedabad Stock Exchange only on 01.03.2016. Presently the company is on Dissemination board of NSE and according to the circular treated as unlisted company; thereby SEBI regulations are not applicable. :-

d) The Securities and Exchange Board of India (**Substantial Acquisition of Shares and Takeovers Regulations**, 2011; – Not applicable during the audit period.

(b) The Securities and Exchange Board of India (**Prohibition of Insider Trading**) Regulations, 1992; – Not applicable during the audit period.

I The Securities and Exchange Board of India (**Issue of Capital and Disclosure Requirements**) Regulations, 2009; – Not applicable during the audit period.

(d) The Securities and Exchange Board of India (**Employee Stock Option Scheme and Employee Stock Purchase Scheme**) Guidelines, 1999; – Not applicable during the audit period.

I The Securities and Exchange Board of India (**Issue and Listing of Debt Securities**) Regulations, 2008; – Not applicable during the audit period.

(f) The Securities and Exchange Board of India (**Registrar to an Issue and Share Transfer Agents**) **Regulations, 1993** regarding the Companies Act and dealing with client; – Not applicable during the audit period.

(g) The Securities and Exchange Board of India (**Delisting of Equity Shares**) Regulations, 2009; – Not applicable during the audit period. And

(h) The Securities and Exchange Board of India (**Buyback of Securities**) Regulations, 1998; – Not applicable during the audit period.

e) The Securities Exchange Board of India (**Listing Obligations and Disclosure Requirements**) **Regulations 2015** (“Listing Regulation”) – Not applicable during the audit period.

(vi) **Other Applicable laws.**

We have relied on the representation made by the Company & its Officers for system and mechanism formed by the Company for compliances under other applicable Acts as Environmental Laws & Labour Laws.

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

f) The company has not complied with Listing Agreements entered into by the Company with Stock Exchange(s) as the same were not applicable during the audit period.

g) The company has not complied with the Secretarial Standards issued by The Institute of Company Secretaries of India.

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

We further report that

The Board of Directors of the Company is duly constituted with proper balance of **Executive Directors, Non-Executive Directors and independent Directors**. The changes in the composition

of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Companies Act, 2013.

Adequate notice not given to all the directors to schedule the **Board Meetings, Agenda** and detailed **notes** on agenda were not sent at least seven days in advance.

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

We further report that there are minimal 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.

Place: Ludhiana

Date: 24.05.2016

Signature:

Sd/-
Ashwani Khanna
FCS No. 3254
CP No. 2220

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

LIST OF LABOUR LAWS AND ENVIRONMENTAL LAWS WHICH HAVE BEEN VERIFIED DURING AUDIT PERIOD

❖ **List of Labour Laws**

- Factories Act, 1948
- Industrial Disputes Act, 1947
- The Payment of Wages Act, 1936
- The Minimum Wages Act, 1948
- Employee's State Insurance Act, 1948
- The Payment of Bonus Act, 1972
- The Apprentices Act, 1961
- Employee's Provident Fund and Miscellaneous Provisions Act, 1952

❖ **List of Environmental Laws**

- Environment (Protection) Act, 1986
- Water (Prevention and Control of Pollution) Act, 1974
- Air (Prevention and Control of Pollution) Act, 1981

24.05.2016

The Members,
Asian Lakto Industries Limited
VPO Jandial, Near Kohara, Phase VI,
LUDHIANA-141112
Punjab (India).

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on the random test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc and we have relied on such representation for giving our report.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on random 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 the management has conducted the affairs of the Company.

Place: Ludhiana
Date: 24.05.2016

Signature: Sd/-
(Ashwani Kumar Khanna)
FCS No. 3254
CP No. 2220

ANNEXURE 'E'

NOMINATION & REMUNERATION POLICY OF THE COMPANY:

1. PREFACE:

Pursuant to the **Section 178** of the Companies Act, 2013 read with the **Rule 6** of the Companies (Meeting of the Board and its powers) Rules, 2014, the Nomination and Remuneration committee of the Board of the Company has formulated a policy to decide the criteria for the appointment and for the remuneration to the Directors, key managerial personnel and other employees. The Policy also aims to attract, motivate and retain manpower in a competitive and global markets scenario which is formulated by the Committee and approved by the Board of Directors in their meeting held on **30.06.2016**

Produced here below is the “**Nomination & Remuneration Policy**” of the Company in compliance with **Section 178** of the Companies Act, 2013 for the object as mentioned herein.

2. ROLE OF THE COMMITTEE:

- a) To identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down and recommend to Board their appointment and removal.
- b) To formulate criteria for determining qualifications, positive attributes and independence of a Director.
- c) To recommend to the Board remuneration policy related to remuneration of Directors (Whole Time Directors, Executive Directors etc), Key Managerial Personnel and other employees while ensuring the following:-
 - That the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the

quality required to run the company successfully.

- That relationship of remuneration to performance is clear and meets appropriate performance benchmarks.
- That remuneration to Directors, Key Managerial Personnel and Senior Management involves a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate of the working of the company and its goals.

-To formulate criteria for evaluation of Directors and the Board.

-To devise a policy on Board diversity.

3. MEMBERSHIP:

- a). The Committee shall consist of a minimum 3 non-executive directors, majority of them being Independent.
- b) Minimum two (2) members shall constitute a quorum for the Committee meeting.
- c) Membership of the Committee shall be disclosed in the Annual Report.
- d) Term of the Committee shall be continued unless terminated by the Board of Directors.

4. CHAIRMAN:

- a) Chairman of the Committee shall be an Independent Director.
- b) Chairman of the Company may be appointed as a member of the Committee but shall not be a Chairman of the Committee.
- c) In the absence of the Chairman, the members of the Committee present at the meeting shall choose one amongst them to act as Chairman.

d) Chairman of the Nomination and Remuneration Committee meeting could be present at the Annual General Meeting or may nominate some other member to answer the shareholders' queries.

5. FREQUENCY OF MEETINGS:

The meeting of the Committee shall be held at such regular intervals as may be required.

6. COMMITTEE MEMBERS' INTERESTS:

h) A member of the Committee is not entitled to be present when his or her own remuneration is discussed at a meeting or when his or her performance is being evaluated.

i) The Committee may invite such executives, as it considers appropriate, to be present at the meetings of the Committee.

7. SECRETARY:

The Company Secretary of the Company shall act as Secretary of the Committee.

Place: Ludhiana

Date: 25.05.2016

8. VOTING:

a) Decisions of the Committee shall be decided by a majority of votes of Members present and voting and any such decision shall for all purposes be deemed a decision of the Committee.

b) In the case of equality of votes, the Chairman of the meeting will have a casting vote.

9. MINUTES OF COMMITTEE MEETING:

The minutes of all the proceedings of all meetings must be signed by the Chairman of the Committee at the subsequent meeting. Minutes of the Committee meetings will be tabled at the subsequent Board meetings.

10. EFFECTIVE DATE & AMENDMENTS:

This policy will be effective from **30.06.2015** and may be amended subject to the approval of Board of Directors.

By Order of the Board
For **Asian Lakto Industries Limited**

Sd/-
(Gopal Poddar)
Managing Director
(DIN: - 01859022)
Add: 509-B, Aggar Nagar,
Ludhiana 141001, PB (IN).

ANNEXURE 'F'

PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES

DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014.

1. The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary during the Financial Year 2015-16, ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the Financial Year 2015-16 and the comparison of remuneration of each Key Managerial Personnel (KMP) against the performance of the Company are as under:

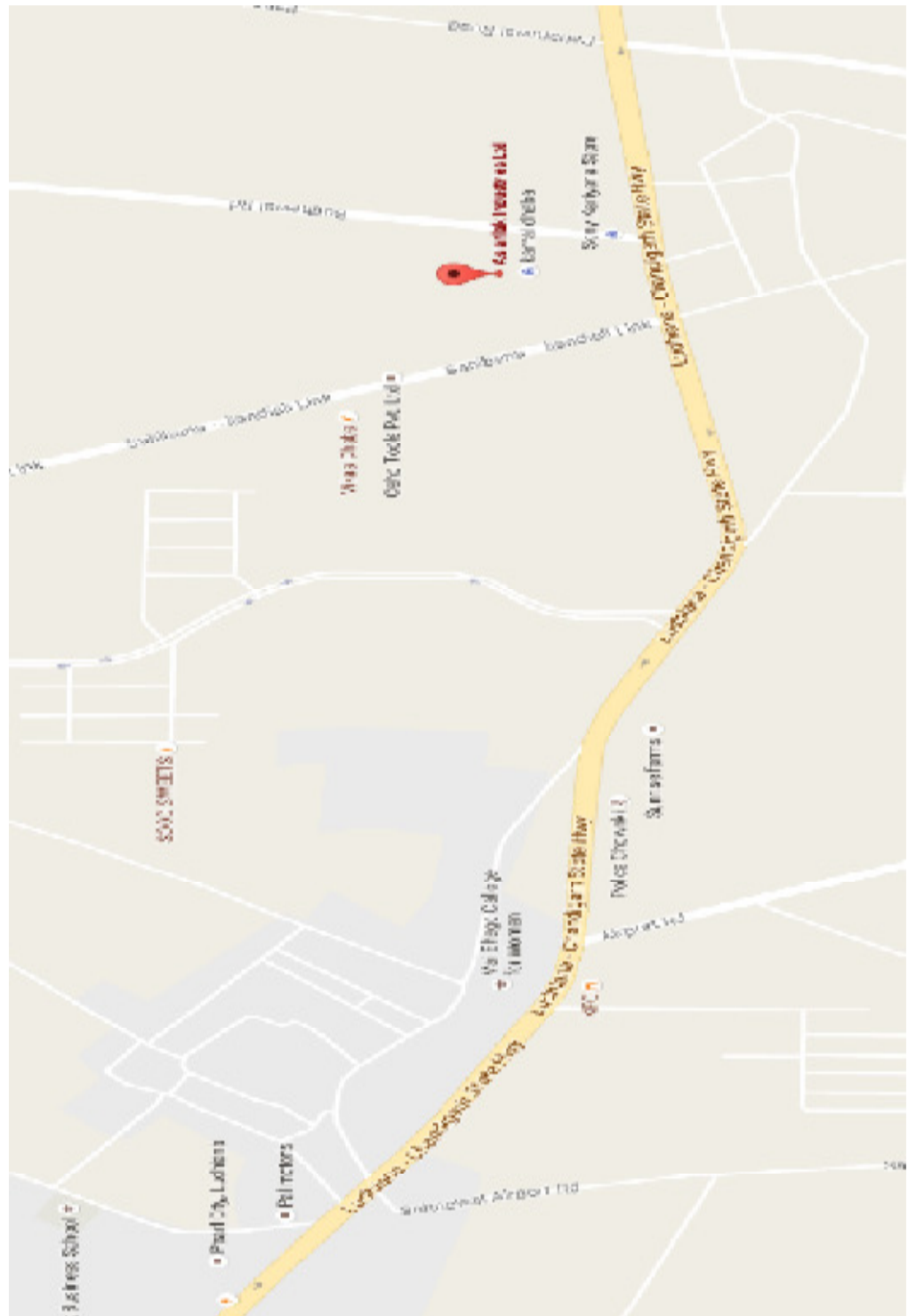
Sr. No.	Name of Director/ KMP and Designation	Remuneration of Director / KMP for the Financial Year 2015-16 (Rs. In Lacs)	% Increase in Remuneration in the Financial Year 2015-16	Ratio of Remuneration of each Director / to median remuneration of employees	Comparison of the Remuneration of the KMP against the performance of the Company
1.	Gopal Poddar, Executive Director	6,90,000	30.43%	5.129	Profit before interest, depreciation and tax increased by 3.00% and profit after tax Decreased by 13.62% in financial year 2015-16.
2.	Abhishek Poddar, Executive Director	5,70,000	26.32%	4.237	
3.	Harinder Kumar Sachdeva, Non-Executive Director	NIL	NIL	NIL	
4.	Mandira, Non-Executive Woman Director	-	-	-	Not Applicable
5.	Rajesh Kumar Sharma, Non-Executive Independent Director	-	-	-	Not Applicable
6.	Shatrohan Lal, Non-Executive	-	-	-	Not Applicable

	Independent Director				
8.	Raspreet Kaur Rajpal, Company Secretary	1,92,000	-	-	Not Applicable
9.	Ravinder Singh Katoch, CFO	3,81,000	-	-	Not Applicable

By Order of the Board
For **Asian Lakto Industries Limited**

Place: Ludhiana
Date: 25.05.2016

Sd/-
(Gopal Poddar)
Managing Director
(DIN: - 01859022)
Add: 509-B, Aggar Nagar,
Ludhiana 141001, PB (IN).



Route Map for the Venue of AGM



PAWAN SINGH & ASSOCIATES

CHARTERED ACCOUNTANTS

Office No.5, 2nd Floor, Guru Har Rai Complex,

Industrial Estate Road, Ludhiana-141003

Phone : 0161-2544029, Mobile : 09417074075

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF ASIAN LAKTO INDUSTRIES LIMITED

REPORT ON THE FINANCIAL STATEMENTS:

We have audited the accompanying financial statements of ASIAN LAKTO INDUSTRIES LIMITED, ("the Company"), which comprise the Balance Sheet as at 31 March 2016, & the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS:

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

AUDITOR'S RESPONSIBILITY:

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

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

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





PAWAN SINGH & ASSOCIATES

CHARTERED ACCOUNTANTS

Office No.5, 2nd Floor, Guru Har Rai Complex,
Industrial Estate Road, Ludhiana-141003

Phone : 0161-2544029, Mobile : 09417074075

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

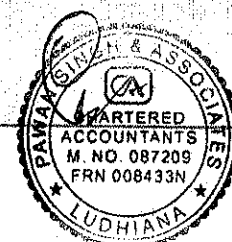
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

OPINION :

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 March 31, 2016 and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements:

1. As required by the Companies (Auditor's Report) Order, 2016("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143) of the Act, we give in the "Annexure – A" a statement on matters specified in paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;





PAWAN SINGH & ASSOCIATES

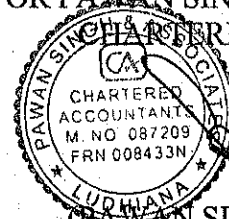
CHARTERED ACCOUNTANTS

Office No.5, 2nd Floor, Guru Har Rai Complex,
Industrial Estate Road, Ludhiana-141003

Phone : 0161-2544029, Mobile : 09417074075

- 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.
- e) On the basis of written representations received from the directors as on 31 March 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016, from being appointed as a director in terms of Section 164(2) of the Act, and
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure – B".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- (i) The Company 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 PAWAN SINGH & ASSOCIATES
CHARTERED ACCOUNTANTS



(PAWAN SINGH), PROP.
M.NO.087209

DATE : 25.05.2016
PLACE: LUDHIANA



PAWAN SINGH & ASSOCIATES

CHARTERED ACCOUNTANTS

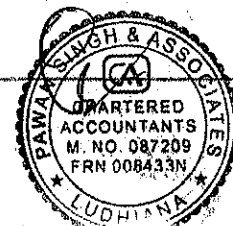
Office No.5, 2nd Floor, Guru Har Rai Complex,
Industrial Estate Road, Ludhiana-141003

Phone : 0161-2544029, Mobile : 09417074075

"ANNEXURE A" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF ASIAN LAKTO INDUSTRIES LIMITED

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31,2016:

1.
 - a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) The fixed assets of the company are physically verified by the Management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and the nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
2.
 - a) The management has conducted the physical verification of inventory at reasonable intervals.
 - b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
 - c) In our opinion and according to the information and explanations given to us and on the basis of our examination of the inventory records, the Company has maintained proper records of its inventories. The discrepancies noticed on physical verification, as compared to the book records, were not material and have been properly dealt with in the books of account.
3. Based on the audit procedures applied by us and according to the information and explanations given to us and on the basis of our examination of the records, the company has not granted any loans, secured or unsecured to companies, firms Limited Liability partnerships or other parties covered in the register maintained under section 189 of the act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
4. In our opinion and according to the information and explanations given to us, the company has not granted any loans to Directors etc. and not made any inter corporate loans and investments covered under the provisions of section 185 and 186 of the Companies Act, 2013. Accordingly, the provisions of clause 4 of the Order are not applicable to the Company and hence not commented upon.





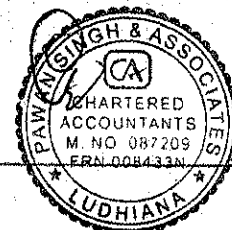
PAWAN SINGH & ASSOCIATES

CHARTERED ACCOUNTANTS

Office No.5, 2nd Floor, Guru Har Rai Complex,
Industrial Estate Road, Ludhiana-141003

Phone : 0161-2544029, Mobile : 09417074075

5. The Company has not accepted any deposits from the public during the year under the provisions of Companies Act, 2013 and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
6.
 - a) According to the information and explanations given to us and on the basis of our examination of the books of account, the company, has been generally regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other statutory dues, as applicable, with the appropriate authorities. There are no undisputed statutory dues, as at March 31, 2016, which were in arrears for a period of more than six months from the date they became payable.
 - b) According to the information and explanation given to us and records of the Company examined by us that there are no dues of Sales Tax or Service Tax or Duty of Customs or Duty of Excise or Value Added Tax which have not been deposited on account of any dispute with the relevant authorities.
7. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to a financial institution, bank or Government.
8.
 - a) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the financial year.
9. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
10. Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
11. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.





PAWAN SINGH & ASSOCIATES

CHARTERED ACCOUNTANTS

Office No.5, 2nd Floor, Guru Har Rai Complex,

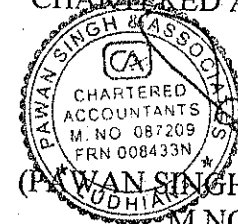
Industrial Estate Road, Ludhiana-141003

Phone : 0161-2544029, Mobile : 09417074075

12. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
13. Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
14. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
15. In our opinion, the company is not required to be registered under section 45- IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

DATE : 25.05.2016
PLACE: LUDHIANA

FOR PAWAN SINGH & ASSOCIATES
CHARTERED ACCOUNTANTS



(PAWAN SINGH), PROP.
LUDHIANA
M.NO.087209



PAWAN SINGH & ASSOCIATES

CHARTERED ACCOUNTANTS

Office No.5, 2nd Floor, Guru Har Rai Complex,

Industrial Estate Road, Ludhiana-141003

Phone : 0161-2544029, Mobile : 09417074075

“ANNEXURE B” TO THE INDEPENDENT AUDITOR’S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF ASIAN LAKTO INDUSTRIES LIMITED

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

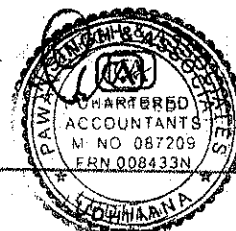
We have audited the internal financial controls over financial reporting of ASIAN LAKTO INDUSTRIES LIMITED (“the Company”) as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

MANAGEMENT’S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS:

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

AUDITORS’ RESPONSIBILITY:

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





PAWAN SINGH & ASSOCIATES

CHARTERED ACCOUNTANTS

Office No.5, 2nd Floor, Guru Har Rai Complex,

Industrial Estate Road, Ludhiana-141003

Phone : 0161-2544029, Mobile : 09417074075

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

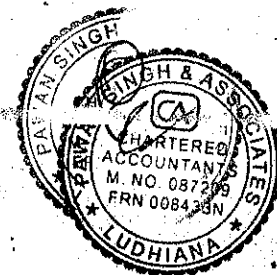
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING:

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





PAWAN SINGH & ASSOCIATES

CHARTERED ACCOUNTANTS

Office No.5; 2nd Floor, Guru Har Rai Complex,

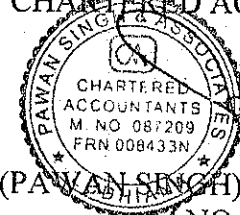
Industrial Estate Road, Ludhiana-141003

Phone : 0161-2544029, Mobile : 09417074075

OPINION:

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI').

FOR PAWAN SINGH & ASSOCIATES
CHARTERED ACCOUNTANTS



(PAWAN SINGH), PROP.
M.NO.087209

DATE : 25.05.2016
PLACE: LUDHIANA

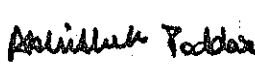

ASIAN LAKTO INDUSTRIES LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2016

	Note No	As at 31st March, 2016	As at 31st March, 2015
I. EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	1	58033000.00	58033000.00
Reserves and Surplus	2	25294398.24	11843866.45
Non-Current Liabilities			
Long-term borrowings	3	44638533.19	36529140.98
Deferred tax liabilities (Net)	-		
Other Long term liabilities	-		
Long term provisions	-		
Current Liabilities			
Short-term borrowings	4	132291114.70	132785047.37
Trade payables	5	10912721.36	2027089.00
Other current liabilities	6	6031833.78	5798668.04
Short-term provisions	7	8450348.54	3803624.53
		285651949.81	250820436.37
Assets			
Non-current assets			
Fixed assets			
Tangible assets	8	54903679.00	25930579.02
Long term loans and advances	9	3105590.00	2905590.00
Current assets			
Inventories	10	146119702.20	137578789.00
Trade receivables	11	76964481.37	76221629.00
Cash and Bank Balances	12	3460507.24	7439822.35
Short-term loans and advances	13	167887.00	254435.00
Other current assets	14	930103.00	489592.00
Profit and Loss Account		0.00	0.00
Total		285651949.81	250820436.37
		0.00	0.00

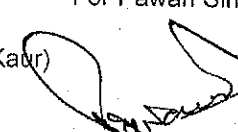
Significant Accounting Policies & Notes on Accounts : Note - 22
For Asian Lakto Industries Ltd.

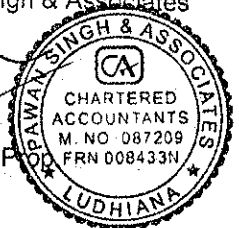

Mg. Director
(Gopal Poddar)

 
W.T. Director
(Abhishek Poddar) CFO
(R.S. Katoch)

Place: Ludhiana
Date: 25.05.2016

Auditors' Report
As per report of even date
annexed
For Pawan Singh & Associates
CS
(Raspreet Kaur)

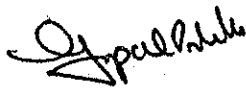
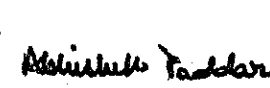

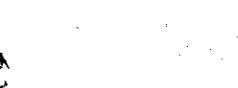

Pawan Singh, F
M.No.087209



ASIAN LAKTO INDUSTRIES LTD
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2016

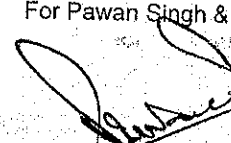
Particulars	Note No	F. Y. 2015-16	F. Y. 2014-15
INCOME			
Revenue from operations	15	767254268.00	748860972.00
Other Income	16	279575.00	465039.00
Total Revenue		767533843.00	749326011.00
EXPENDITURE			
Cost of materials consumed	-		
Material Consumed	17	660409673.80	644805831.92
Excise Duty Paid		5686000.00	6670997.00
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	18	-5388035.00	-4850653.00
Employee benefit expense	19	11874071.00	10004256.00
Finance costs	20	15643800.62	15524933.00
Depreciation and amortization expense		2601393.02	1771112.02
Other expenses	21	57491893.66	56761420.00
Total Expenses		748318797.10	730687896.94
Profit before exceptional and extraordinary		19215045.90	18638114.06
Exceptional Items		0.00	0.00
Profit before extraordinary items and tax		19215045.90	18638114.06
Extraordinary Items		0.00	0.00
Profit before tax		19215045.90	18638114.06
Tax expense:			
Current tax		5764513.77	3354860.53
Deferred tax		0.00	0.00
Earlier Year Tax adjustment		0	0
Profit(Loss) from the period from continuing		13450532.13	15283253.53
Profit/(Loss) from discontinuing operations		0.00	0.00
Tax expense of discounting operations		0.00	0.00
Profit/(Loss) from Discontinuing operations		0.00	0.00
Profit/(Loss) for the period		13450532.13	15283253.53
Balance brought forward		11843866.11	3433493.03
Balance carried forward Balance Sheet		25294398.24	18716746.56
Earning per equity share:			
Basic			
Diluted		N.A.	N.A.

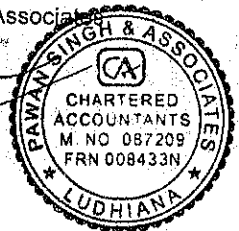
Significant Accounting Policies & Notes on Accounts : Note - 22
 For Asian Lakto Industries Ltd.

Mg. Director (Gopal Poddar) W.T. Director (Abhishek Poddar) (R.S. Katoch) (Raspreet Kaur)

Auditors' Report
 As per report of even date
 annexed
 For Pawan Singh & Associates


 Pawan Singh, Prop.
 M.No.087209



Place: Ludhiana
 Date: 25.05.2016

ASIAN LAKTO INDUSTRIES LIMITED
NOTES OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2016

NOTE - 1		SHARE CAPITAL	
PARTICULARS	AMOUNT (Rs)		AMOUNT (Rs)
	31.03.2016		31.03.2015
AUTHORISED :			
6500000 Equity Shares of Rs. 10/- each.	65000000.00		65000000.00
ISSUED, SUBSCRIBED & PAID UP :			
6290000 EQUITY SHARES OF RS. 10/- EACH	62900000.00		62900000.00
LESS : ALLOTMENT MONEY IN ARREARS	4867000.00		4867000.00
TOTAL	58033000.00		58033000.00

THE DETAILS OF SHAREHOLDERS HOLDING MORE THAN 5% SHARES

Name of Shareholder	31.03.2016		31.03.2015	
	No. of Shares	% Held	No. of Shares	% Held
RADHE SHYAM PODDAR	725300	11.53	725300	11.53
NEERAJ PODDAR	465400	6.56	465400	6.56
NIRMAL PODDAR	589700	9.33	589700	9.38
MANDIRA PODDAR	329700	5.24	329700	5.24
GOPAL PODDAR & SONS HUF	349300	5.55	175000	2.78
NEERAJ PODDAR & SONS HUF	649100	10.32	300000	4.77

NOTE - 2 RESERVES & SURPLUS

PARTICULARS	AMOUNT (Rs)		AMOUNT (Rs)
	31.03.2016		31.03.2015
Capital Reserve	3000000.00		3000000.00
Subsidy	5000000.00		5000000.00
PROFIT & LOSS ACCOUNT	17294398.24		18716746.56
LESS: Deprn. Adjustment under PART "C" schedule 11			-14872880.11
TOTAL	25294398.24		11843866.45

NOTE 3. LONG-TERM BORROWINGS

PARTICULARS	AMOUNT (Rs) 31.03.2016		AMOUNT (Rs) 31.03.2015	
	Current	Non - Current	Current	Non - Current
<u>Secured:</u>				
Punjab National Bank (Loan Against FDR)	0	0	3110046.00	0.00
INNOVA CAR LOAN(ICICI)	116085.00	0.00	457958.00	116085.00
TATA ACE LOAN (TATA)	1421109.90	894314.00	0.00	
TATA ACE LOAN (HDFC)	1150116.40	144877.60		
HDFC CAR LOAN	1631861.48	6365871.61		
PUNJAB KASHMIR FINANCE			975354.00	59411.00
VOLKASWAGON FINANCE CAR LOAN			57418.04	
ICICI UCL	403213.00	879825.00		
<u>Unsecured:</u>				
Inter Corporate Deposits		16343.00	0.00	16343.00
Security & Other Loans		36337301.98	0.00	36337301.98
TOTAL	4722385.78	44638533.19	4600776.04	36529140.98

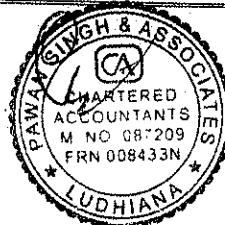
NOTE - 4 SHORT - TERM BORROWINGS

PARTICULARS	AMOUNT (Rs)		AMOUNT (Rs)
	31.03.2016		31.03.2015
Secured			
Working Capital Borrowings from Punjab National Bank	132291114.70		132785047.37
TOTAL	132291114.70		132785047.37

* Secured against Hyp. of Stocks & Receivables and Collaterally Secured by

Gopal Poddar

Abhishek Poddar



NOTE - 5 TRADE PAYABLES

PARTICULARS	AMOUNT (Rs)	AMOUNT (Rs)
	31.03.2016	31.03.2015
Micro, Small and Medium Enterprises	0.00	0.00
Others	10912721.36	2027089.00
TOTAL	10912721.36	2027089.00

NOTE - 6 OTHER CURRENT LIABILITIES

PARTICULARS	AMOUNT (Rs)	AMOUNT (Rs)
	31.03.2016	31.03.2015
Current maturities of long - term debts.	4722385.78	4600776.04
Creditors for Capital Expenditure		
Other Payables *		
Audit Fees Payable	35000.00	17632.00
Interest Payable	441740.00	441740.00
Ganesh Ji Maharaj	5.00	5.00
Listing Fee Payable	725070.00	684220.00
TDS Payable	107633.00	54295.00
TOTAL	6031833.78	5798668.04

NOTE - 7 SHORT - TERM PROVISIONS

PARTICULARS	AMOUNT (Rs)	AMOUNT (Rs)
	31.03.2016	31.03.2015
Provision for Employee Benefits		
Salary Payable	675172.00	749051.00
P F Payable	109367.00	105990.00
ESI Payable	31711.00	39623.00
Vat Payable	1011999.61	652296.00
Director Remuneration Payable	130000.00	80000.00
Welfare Payable	13600.00	12983.00
Excise Duty Payable on Stock	243622.00	137396.00
CST PAYABLE	162891.00	214812.00
Other Provision *	2378362.61	1992151.00
Provision for Taxation		
Tds (Advance Tax)	5764513.77	3354860.53
Income tax payable	-3078679.00	-1543387.00
TOTAL	8450348.54	3803624.53

NOTE - 9 LONG - TERM LOANS & ADVANCES

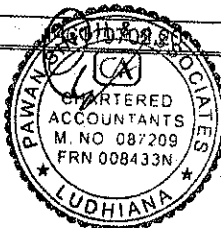
PARTICULARS	AMOUNT (Rs)	AMOUNT (Rs)
	31.03.2016	31.03.2015
Unsecured and considered good		
Capital Advances		
Security Deposits		
Security (Chandigarh Tourism)	5000.00	5000.00
Security (Haryana High Court Case)	50000.00	50000.00
Security (Electricity)	2141820.00	2141820.00
Security (Telephone)	31660.00	31660.00
Security indian railways	877110.00	677110.00
TOTAL	3105590.00	2905590.00

NOTE - 10 INVENTORIES

PARTICULARS	AMOUNT (Rs)	AMOUNT (Rs)
	31.03.2016	31.03.2015
Raw Material	92654120.20	90225124.00
Finished Goods	29947615.00	26674845.00
Work In Process	18802280.00	16687015.00
Consumable Store	4715687.00	3991805.00
TOTAL		137578789.00

Apal Prakash

Abhishek Taddar



NOTE - 11

TRADE RECEIVABLES

PARTICULARS	AMOUNT (Rs)	
	31.03.2016	31.03.2015
Unsecured and considered good		
Over Six Months		
Others	76964481.37	76221629.00
TOTAL	76964481.37	76221629.00

NOTE - 12

CASH & BANK BALANCES

PARTICULARS	AMOUNT (Rs)	
	31.03.2016	31.03.2015
Balance with Banks *		
Punjab National Bank - 12608	1432240.09	2317620.07
Punjab National Bank -kathua	5000.00	51545.00
Punjab National Bank - New Delhi	5000.00	5000.00
FDR(1)	142657.00	142657.00
FDR(2)	0.00	3357590.00
FDR(3)	50000.00	50000.00
Cash in Hand	1825610.15	1515410.28
TOTAL	3460507.24	7439822.35

NOTE - 13

SHORT - TERM LOANS & ADVANCES

PARTICULARS	AMOUNT (Rs)	
	31.03.2016	31.03.2015
Unsecured and considered good		
Loans & Advances to Related Parties		
Others		
Excise (PLA)	67887.00	54435.00
Loan to Employees	100000.00	200000.00
TOTAL	167887.00	254435.00

NOTE - 14

OTHER CURRENT ASSETS

PARTICULARS	AMOUNT (Rs)	
	31.03.2016	31.03.2015
Prepaid Expenses	627874.00	275615.00
Interest receivable	265998.00	177746.00
Advance Tax (OLD)	36231.00	36231.00
TOTAL	930103.00	489592.00

NOTE - 15

REVENUE FROM OPERATIONS

PARTICULARS	AMOUNT (Rs)	
	31.03.2016	31.03.2015
Sale of Product	767254268.00	748860972.00
TOTAL	767254268.00	748860972.00

NOTE - 16

OTHER INCOME

PARTICULARS	AMOUNT (Rs)	
	31.03.2016	31.03.2015
Rent	180000.00	180000.00
Interest Received	63575.00	249039.00
Misc Income	36000.00	36000.00
TOTAL	279575.00	465039.00

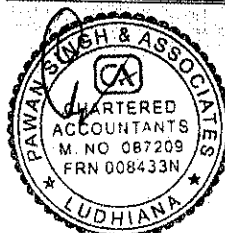
NOTE - 17

PURCHASES OF STOCK IN TRADE

PARTICULARS	AMOUNT (Rs)	
	31.03.2016	31.03.2015
Opening Stock	90225124.00	91010520.00
Purchases	662838670.00	644020435.92
Closing Stock	92654120.20	90225124.00
TOTAL	660409673.80	644805831.92

J. J. J.

Kamlesh Taddar



NOTE - 18

**CHANGES IN INVENTORIES OF FINISHED GOODS, WORK - IN -
- PROGRESS AND STOCK IN TRADE**

PARTICULARS	AMOUNT (Rs)	AMOUNT (Rs)
	31.03.2016	31.03.2015
Inventories (at Commencement)		
Work In Process	16687015.00	12468518.00
Finished Goods	26674845.00	26042689.00
	43361860.00	38511207.00
Inventories (at Close)		
Work In Process	18802280.00	16687015.00
Finished Goods	29947615.00	26674845.00
	48749895.00	43361860.00
TOTAL	-5388035.00	-4850653.00

NOTE - 19

EMPLOYEE BENEFITS EXPENSES

PARTICULARS	AMOUNT (Rs)	AMOUNT (Rs)
	31.03.2016	31.03.2015
Salaries & Wages	9067264.00	7874615.00
Directors' Remuneration	1260000.00	960000.00
Contribution to Provident Funds & Other Funds - Bonus	478172.00	438556.00
E.S.I. Contribution	312162.00	317705.00
Provident Fund	756473.00	413380.00
TOTAL	11874071.00	10004256.00

NOTE - 20

FINANCE COSTS

PARTICULARS	AMOUNT (Rs)	AMOUNT (Rs)
	31.03.2016	31.03.2015
Bank Charges	701020.62	592812.00
Interest on term loan	0.00	68738.00
Interest Others	14942780.00	14863383.00
TOTAL	15643800.62	15524933.00

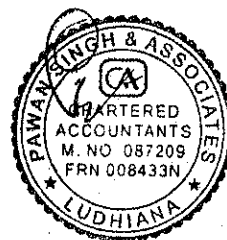
NOTE - 21

OTHER EXPENSES

PARTICULARS	AMOUNT (Rs)	AMOUNT (Rs)
	31.03.2016	31.03.2015
Administration & Selling Expenses	15871221.1	14744329.00
As per List attached		
Direct Expenses		
Power & Fuel	39042046.92	39601489.00
Stores Consumed	2578625.64	2415602.00
TOTAL	57491893.66	56761420.00

Apal Singh

Atul Singh Paddar

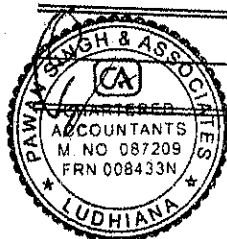


ASIANLAKTO INDUSTRIES LTD

LIST OF ADMINISTRATION & SELLING EXPS.

PARTICULARS	AMOUNT (Rs)	AMOUNT (Rs)
	31.03.2016	31.03.2015
CAR REPAIR & MAINTENANCE	61594.00	16034.00
RENT, FEE RATE & TAXES	819218.00	931498.00
POSTAGE & TELEGRAM	10625.00	50390.00
PRINTING & STATIONERY	413891.00	337981.00
COMPUTER EXPENSES	76556.00	9727.00
LEGAL & PROFESSIONAL	468644.00	487773.00
INSURANCE	637518.00	510515.00
RENT PAID	654000.00	776600.00
DIWALI EXPENSES	30600.00	26500.00
CLUB EXPENSES	0.00	2659.00
MACHINERY REPAIR & MAINT.	3868545.00	3011365.00
OTHER REPAIR, VEHICLE REPAIR	722213.00	202991.00
COMPENSATION FOR SALE	808185.00	966069.00
CARRIAGE, FREIGHT /VEHICLE DIESEL	6799319.00	7234435.00
LISTING FEE	40850.00	40850.00
AGM EXPENSES	5600.00	4800.00
ADVERTISEMENT	418863.10	116510.00
<u>PAYMENT TO AUDITORS</u>		
AUDIT FEE	35000.00	17632.00
	15871221.1	14744329.00
<u>STORES CONSUMED</u>		
OPENING STOCK	1576203.00	1386291.00
PURCHASES	4092692.64	2605514.00
	5668895.64	3991805.00
LESS: CLOSING STOCK	3090270.00	1576203.00
CONSUMED	2578625.64	2415602.00
<u>POWER & FUEL</u>		
OPENING STOCK	2415602.00	1300242.00
ELECTRICITY EXPENSES	29645412.00	29875645.00
OIL & LUBRICANT	222026.00	0.00
DIESEL	4615215.20	1994400.00
FIREWOOD	1901284.75	5264215.00
PET COAK	1867923.97	3582589.00
	40667463.92	42017091.00
LESS: CLOSING STOCK	1625417.00	2415602.00
CONSUMED	39042046.92	39601489.00

Signature



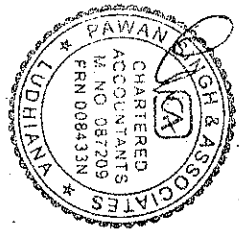
Abhishek Poddar

NOTE - 8

ASIAN LAKTO INDUSTRIES LTD
FIXED ASSETS

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK			
	AS AT 01.04.2015 Rs.	ADDITION DURING THE PERIOD	SALE DURING TH PERIOD	BALANCE AS AT 31.03.2016	AS AT 01.04.2015 Rs.	DEP RATE ON ADD.	DEP ON O.B.	AS AT 31.03.2015 Rs.	AS AT 31.03.2016 Rs.	AS AT 31.03.2016 Rs.	AS AT 31.03.2015 Rs.	AS AT 31.03.2016 Rs.
TANGIBLE ASSETS												
LAND	1,743,310.00			1,743,310.00		0.00						
BUILDING	31,725,951.02			31,725,951.02		4.00						
PLANT & MACHINERY	66,923,523.34	1,063,943.00		68,987,466.34	63,577,347.34	4.75	45,460.3	1,005,713.00	1,934,989.00	123,760,61.02	133,817,74.02	
EFFLUENT TREATMENT PLA	2,033,652.00			2,033,652.00	1,931,969.00	4.75		64,031,950.34	1,353,100,6.00	33,461,76.00	33,461,76.00	
MILK HANDLING EQUIPMEI	6,237,634.87			6,237,634.87	5,925,752.87	4.75		1,931,969.00	1,01,683.00	31,188.00	1,01,683.00	
ELECTRIC INSTALLATION	14,391,091.44			14,391,091.44	13,671,535.44	6.33		5,925,752.87	3,11,882.00	71,955.00	3,11,882.00	
DELIVERY VEHICLES	7,442,744.37	2,081,506.00		9,524,250.37	7,070,607.37	4.75	37,536.6	1,367,153,6.44	7,19,555.00	37,213.00	7,19,555.00	
GLASS BOTTLES	8,800,621.02			8,800,621.02	8,360,590.02	10.00		744,697,3.37	2,081,183,1.00	44,003,1.00	44,003,1.00	
FURNITURE & FIXTURES	949,339.28			949,339.28	799,750.00	10.00		839,935.04	4,00,985.98	14,958,9.28	14,958,9.28	
MISC. FIXED ASSETS	10,050,026.72	1,200,000.00		11,250,026.72	4,685,565.00	4.75	312	9,01,87.00	5,94,02.28	53,644,4.72	53,644,4.72	
Total	150,297,894.06	31,574,453.00		181,872,387.06	124,367,315.04	0.00	83,028.1.00	177,111,2.02	1,26,98,870,8.06	54,90,367,9.00	25,93,057,9.02	

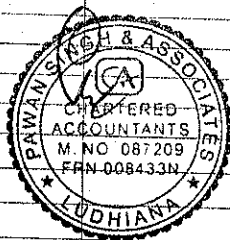
D. Pal



Manjinder Pal

ASIAN LAKTO INDUSTRIES LTD., LUDHIANA
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

	Figures as at the end of current reporting period 31.03.2016	Figures as at the end of previous reporting period 31.03.2015
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax Rs.	19215045.9	18638114.06
Adjustment For :		
Depriciation	2601393.02	1771112.02
Interest Paid	15643800.62	15524933.00
Other Incomes	0.00	0.00
Operating Profit Before Working Capital Changes	37460239.54	35934159.08
Inscrease in Inventories	(8540913.20)	(3546279.00)
Inscrease in Trade Payables	8885632.36	(2854423.19)
Decrease in Short Term Loans and Advances	86548.00	3249920.00
Inscrease in other Current Liabilities	233165.74	(1776316.24)
Inscrease in Short Term Borrowings	(493933.01)	(9872948.93)
Long Term Loans & Advances	(200000.00)	0.00
Inscrease in Trade Receivables	(742352.37)	1373468.00
Short term Provisions	4646724.01	(573347.90)
OTHER CURRENT ASSETS	(440511.00)	26338.00
Decrease in Short Term Investments	0.00	0.00
Cash Generated From Operations	40894100.07	21960569.82
Adjustment For Income Tax Paid	(5764513.77)	(3354860.53)
Adjustment For Income Tax	0.00	0.00
Net cash Flow From Operating Activities (A)	35129586.30	18605709.29
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(31574493.00)	0.00
Sale of Fixed Assets	0.00	0.00
Other Incomes	0.00	0.00
Subsidy Received	0.00	0.00
Net Cash Flow in Investing Activities (B)	(31574493.00)	0.00
C) CASH FLOW FROM FINANCING ACTIVITIES		
Long term Borrowings	8109392.21	(1541036.04)
Interest Paid	(15643800.62)	(15524933.00)
Wealth Tax	0.00	0.00
Share Applicatin Money	0.00	0.00
Net Cash From Financing Activities (C)	-7534408.41	(17065969.04)
Net Inscrease in Cash and Cash Equivalents (A+B+C)	(3979315.11)	1539740.25
Opening Cash & Cash Equivalents	7439822.35	5900082.10
Closing Cash & Cash Equivalents	3460507.24	7439822.35



Opal Singh

Abhishek Paddar

ASIAN LAKTO INDUSTRIES LTD

RELATED PARTY DISCLOSURE

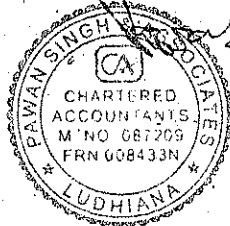
DISCLOSURE OF RELATED PARTIES AND RELATIUNSHIP BETWEEN PARTY:-

- 1 Key Management Personnel:-
Mr.Gopal Poddar(Managing Director)
Mr.Abhishek Poddar(W T Director)
Mr Ravinder Singh Katoch(Chief Financial Officer)
Ms.Rasprit Kaur(Company Secretary)

- 2 Details of transactions entered into the related parties during the year.
as required by accounting standard (AS)-18 on " related party Disclosure"
as prescribed under section 133 of the companies act 2013(Act)

Sr.No.	Related Parties		(Rs.in lacs)
			Key Management
1	Sales of goods	277.07	
2	Purchase of goods	413.56	
3	Contractual remuneration		18.33
3	Material transactions with key management personnel (Rs.in lacs)		
	Key Management Personnel		
	Gopal Poddar	6.9	
	Abhishek Poddar	5.7	
	Ravinder singh katoch	3.81	
	Raspreet Kaur	1.92	

Gopal Poddar



Abhishek Poddar

ASIAN LAKTO INDUSTRIES LTD., LUDHIANA
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

Figures as at the end
of current reporting
period 31.03.2016

Figures as at the end of previous
reporting period 31.03.2015

	Figures as at the end of current reporting period 31.03.2016	Figures as at the end of previous reporting period 31.03.2015
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax Rs.		
Adjustment For :	19215045.9	18638114.06
Depreciation		1771112.02
Interest Paid	2601393.02	
Other Incomes	15643800.62	15524933.00
Operating Profit Before Working Capital Changes	0.00	0.00
Increase in Inventories	37460239.54	35934159.08
Increase in Trade Payables	(8540913.20)	(3546279.00)
Decrease in Short Term Loans and Advances	8885632.36	(2854423.19)
Increase in other Current Liabilities	86548.00	3249920.00
Increase in Short Term Borrowings	233165.74	(1776316.24)
Long Term Loans & Advances	(493933.01)	(9872948.93)
Increase in Trade Receivables	(200000.00)	0.00
Short term Provisions	(742652.37)	1373468.00
OTHER CURRENT ASSETS	4646724.01	(573347.90)
Decrease in Short Term Investments	(440511.00)	26338.00
Cash Generated From Operations	0.00	0.00
Adjustment For Income Tax Paid	40894100.07	21960569.82
Adjustment For Income Tax	(5764513.77)	(3354860.53)
Net cash Flow From Operating Activities (A)	0.00	0.00
	35129586.30	18605709.29
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(31574493.00)	0.00
Sale of Fixed Assets	0.00	0.00
Other Incomes	0.00	0.00
Subsidy Received	0.00	0.00
Net Cash Flow in Investing Activities (B)	(31574493.00)	0.00
C) CASH FLOW FROM FINANCING ACTIVITIES		
Long term Borrowings		
Interest Paid	8109392.21	(1541036.04)
Wealth Tax	(15643800.62)	(15524933.00)
Share Application Money	0.00	0.00
Net Cash From Financing Activities (C)	-7534408.41	(17065969.04)
Net increase in Cash and Cash Equivalents (A+B+C)	(3979315.11)	1539740.25
Opening Cash & Cash Equivalents	7439822.35	5900082.10
Closing Cash & Cash Equivalents	3460507.24	7439822.35
	0	0

For Asian Lakto Industries Ltd.

Gopal Poddar
Mg. Director
(Gopal Poddar)

Abhishek Poddar
W.T. Director
(Abhishek Poddar)

R.S. Katoch
CFO
(R.S. Katoch)

CS
(Raspreet Kaur)

Auditors' Report
As per report of even date annexed
For Pawan Singh & Associates

Pawan Singh
Pawan Singh, Prop.
M.No.087209

Place: Ludhiana
Date: 25.05.2016

Asian Lakto Industries Limited.

Notes to Accounts Year ending 31/03/2016

Significant Accounting Policies

Accounting conventions

Financial statements have been prepared under the historical cost convention on accrual basis accordance with applicable accounting standards.

Fixed assets

Fixed assets are recorded at cost the company capitalizes all costs relating to Fixed assets acquisition.

Depreciation

Depreciation is provided on S.L.M. Method at the rates calculated on the basis of useful life prescribed in Schedule II of the Companies Act, 2013.

Investments

The same has been taken at cost.

Inventories

The basis of valuation of different categories of inventory is as under.

- I) Raw material is valued at least of cost arrived on FIFO basis or market value.
- II) Work in process is valued at estimated cost.
- III) Finished goods are valued at cost or market value whichever is lower.
- IV) Stores and spares/packing material has been valued cost,

Other notes

Figures in parenthesis are in respect of previous year, figure for the previous Year have been regrouped/ rearranged. Balances in respect of sundry creditors, sundry debtors and loan and Advance is subject to confirmation and has been taken as per books.

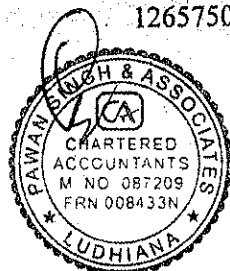
There are no outstanding dues of small scale industries unit the same have been computed on the basis of information available with the company.

- a) Estimated amount of contracts remaining to be executed on capital account Rs. NIL
- b) **Contingent liabilities not provided for** NIL

Additional information required as per Companies Act, 2013:

Particulars	Unit of Qty.	Installed	production (in) (ltrs.)	Utilization
2015-16	Ltrs.	48000/Day	12911500	86.77 41500 per day
2014-15	Ltrs.	48000/Day	12657500	86.45 41500 per day

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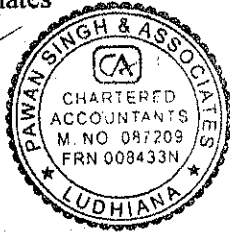


Abhinav Poddar

(B) The computation of net profits for the purpose of director remuneration Under the companies act 2013 is not given since no commission Has been paid the directors, fixed monthly remuneration has been paid to the directors within limits laid in companies Act.2013.

As per our report of even annexed
For Pawan Singh & Associates

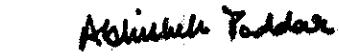
for & on behalf of the board



Chartered Accountants
Pawan Singh
Proprietor
Place: Ludhiana
Date: 25.05.2016



Gopal Poddar
Managing Director



Abhishek Poddar
W.T. Director

Form No. MGT-11

Proxy Form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3)

of the Companies (Management and Administration) Rules, 2014]

CIN: L15209PB1994PLC014386

Name of the company: Asian Lakto Industries Limited

Registered office: VPO JANDIALNAER KOHARA LUDHIANA PUNJAB

Name of the member (s):

Registered address:

E-mail Id:

Folio No/ Client Id:

DP ID:

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

1. Name:

Address:

E-mail Id:

Signature: -----

2. Name:

Address:

E-mail Id:

Signature: -----

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **22nd** Annual general meeting of the company, to be held on the 30th day of September, 2016, at **11:00 A.M.** at **VPO Jandiali, Near Kohara, Ludhiana-141112, Punjab** and at any adjournment thereof in respect of such resolutions as are indicated below:

Sr. No.	Resolution(S)	Vote	
		For	Against
1.	Adoption of statement of Profit & Loss, Balance Sheet, report of Director's and Auditor's for the financial year 31st March, 2016		
2.	Re-appointment of Smt Mandira Poddar, Director of the Company, who retires by rotation.		
3.	Ratification Of Appointment Of Auditors		

Signed this..... day of..... 2016

Signature of shareholder

Signature of Proxy holder(s)

Note: 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.

If undelivered, please mail it to

Asian Lakto Industries Limited

Registered Office: VPO Jandiali, Near Kohara,
Chandigarh Road, Ludhiana