

ALIROX ABRASIVES LIMITED
CIN: L74899DL1944PLC000759

REGISTERED OFFICE

4- Scindia House,
New Delhi-110001

DIRECTORS

Shri J.H.Dalmia
Shri M.L. Dujari
Shri. L.N.Goyal
Smt. Leena Rawal

REGISTRAR & SHARE TRANSFER AGENT

Karvy Computershare Private Limited
Karvy Selenium Tower B, Plot 31-32,
Gachibowli Financial District, Nanakramguda, Hyderabad – 500 032
E-Mail: inward.ris@karvy.com Website: www.karvy.com

AUDITORS

M/s Mathur Gupta & Associates.
Chartered Accountants

ALIROX ABRASIVES LIMITED

DIRECTORS' REPORT

For the year ended 31st March, 2018

Your Directors hereby present the Seventy fourth Annual Report on the Standalone and consolidated Audited Financial statements of the Company for the financial year ended 31st March, 2018.

FINANCIAL RESULTS:

The Company's financial performance for the year ended March, 2018 is summarized below:

(Rs. in Lacs)

PARTICULARS	2017-18		2016-17	
	Standalone	Consolidated	Standalone	Consolidated
GROSS REVENUE	46.67	54.78	33.97	33.97
Profit before interest, Depreciation and Tax (EBITDA)	13.23	21.02	3.50	3.08
Interest	-	8.60	-	6.27
Depreciation	35.44	35.44	44.59	44.59
Profit before Tax (PBT)	(22.21)	(23.02)	(41.08)	(47.78)
Provision for Current tax	(1.76)	(1.76)	(0.20)	(0.20)
Provision for deferred tax (Net of due to change in Depreciation as per Companies Act, 2013)	(34.73)	(34.73)	-	-
Profit after tax	(58.70)	(59.51)	(41.28)	(47.98)
Tax adjustment of earlier year	-	-	0.02	0.02
Add: Surplus brought forward from last year	-	-	-	-
Profit available for appropriation	(58.70)	(59.51)	(41.26)	(47.96)
Appropriations:				
General Reserve	-	-	-	-
Dividend	-	-	-	-
Dividend Distribution tax	-	-	-	-
Balance Carried Forward	(58.70)	(59.51)	(41.26)	(47.96)

Pursuant to the notification issued by Ministry of Corporate Affairs (MCA) on February 16, 2015, Indian Accounting Standards (IND AS) are applicable to the Company under the second phase with effect from April 1, 2017 with a transition date of April 1, 2016. Hence, previous financial year figures have been restated as per IND AS.

OPERATIONS

During the year under review, the Company has earned income mainly from service charges. The Company continues to be engaged in the same line of business during the financial year 2017-18.

DIVIDEND

Considering the losses, your Directors do not recommend any payment of dividend for the year under review.

TRANSFER TO RESERVE

The Company proposes to retain its entire earnings in profit and loss account and proposes not to transfer any amount to the General Reserve.

EXTRACT OF ANNUAL RETURN

In compliance with sub section (3) of Section 92 of the Companies Act 2013, the extract of the Annual Return is attached in Form MGT 9 and forms the part of this Report as '**Annexure I**'.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

Shri J.H. Dalmia, Director of the Company retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. He has given his declaration in terms of Section 164(2) of the Companies Act, 2013 to the effect that he is not disqualified from being reappointed as a Director of the Company in form DIR-8.

The term of office of Shri. L.N.Goyal as an independent Director will expire on March 31, 2019. The Board of Directors on recommendation of Nomination and Remuneration Committee has recommended re-appointment of Shri L.N.Goyal as an independent Director of the Company for a second term of 5 (five) consecutive years on the expiry of his current term of office. He has given his declaration in terms of Section 164(2) of the Companies Act, 2013 to the effect that he is not disqualified from being reappointed as a Director of the Company in form DIR-8.

The independent Directors namely, Shri L. N. Goyal and Shri M.L. Dujari have given their declaration of independence in terms of Section 149(6) of the Companies Act, 2013.

The Nomination and Remuneration Policy of the Company on Directors appointment and remuneration including criteria for determining qualifications, positive attributes, independence of Directors and other matters provided in section 178(3) of the Companies Act, 2013 as approved by the Board of Directors is attached as '**Annexure-II**' to this Report.

The Board of Directors has conducted a formal evaluation of its own performance and of its committees and individual directors in accordance with norms laid down in the Nomination and Remuneration Policy.

The Key Managerial Personnel, namely, Smt. Leena Rawal, Whole Time Director and Chief Executive Officer, Smt. Shweta Chadha, Chief Financial Officer and Ms. Arushi Gupta, Company Secretary continue to hold their respective offices during the year under review.

MEETINGS OF THE BOARD & COMMITTEES

During the year, five Meetings of the Board were convened and held on 24th May, 2017, 29th August, 2017, 11th September, 2017, 14th December, 2017 and 8th February, 2018. The time gap between two consecutive meetings of the Board did not exceed one hundred and twenty days.

In terms of the provisions of Schedule IV to the Companies Act, 2013 a separate meeting of the Independent Directors was also held during the year without the attendance of non-independent Directors and members of the management.

The composition of Audit Committee meets the requirement of Section 177 of the Companies Act, 2013. As on 31st March 2018, the Audit Committee comprises of three Non-executive members namely Shri J.H. Dalmia, Shri M.L. Dujari and Shri L.N. Goyal, with Independent Directors forming a majority. The Board has accepted all recommendations made by the Audit Committee.

VIGIL MECHANISM

The Company has in place the whistle Blower policy and the Vigil Mechanism with a view to provide for adequate safeguards against victimization of stakeholders who use such mechanism and provide for direct access to the Chairperson of the Audit Committee in appropriate cases.

The policy can be accessed at the website of the Company at <https://www.alirox.com>.

LISTING OF SECURITIES

The Company's shares continue to remain listed on the Metropolitan Stock Exchange of India (MSEI) (Formerly MCX Stock Exchange Limited) and the listing fees for the financial year 2018-19 has been paid to MSEI.

DEPOSITS

During the year under review, the Company has not accepted any deposits from public.

CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

The provisions of the Companies Act, 2013, regarding the Corporate Social Responsibility are not applicable to the Company for the financial year 2017-2018.

AUDITORS

STATUTORY AUDITORS

In terms of the provisions of Section 139 of the Companies Act, 2013 M/s Mathur Gupta & Associates, Chartered Accountants, was appointed as Statutory Auditors of the Company to hold office for a period of five years effective from the conclusion of Annual General Meeting of the Company held on 29th September, 2017 subject to ratification by the members at every Annual General Meeting.

They are not disqualified for acting as Auditors of the Company and they have confirmed that they are not disqualified from continuing as Auditors of the Company.

The requirement to place the matter relating to appointment of Auditors for ratification by members at every AGM is done away with vide notification dated May 7, 2018 issued by the Ministry of Corporate Affairs, New Delhi. Accordingly, no resolution is proposed for ratification of appointment of Auditors M/s Mathur Gupta & Associates, who were appointed in the Annual General Meeting held on 29th September, 2017.

SECRETARIAL AUDITOR

The Board had appointed, Shri N.C. Khanna, Practicing Company Secretary as Secretarial Auditor, to conduct the Secretarial Audit for the financial year 2017-18, in terms of Section 204 of the Companies Act, 2013. The Secretarial Audit Report for the financial year ended 31st March, 2018 is annexed as '**Annexure III**' of this Report.

COMMENTS ON AUDITORS REPORT

The Reports submitted by the Statutory Auditor and Secretarial Auditor of the Company do not contain any qualification, reservation and adverse remark.

During the year under review, the Auditors have not reported any matter of fraud under Section 143(12) of the Companies Act, 2013.

MANAGEMENT DISCUSSION & ANALYSIS

The Company has only one segment and is engaged in the business of rendering advisory, consultancy and management services. Hence segment/ product wise performance is not provided. During the year under review, the income earned is mainly from service charges and interest. Though the Company has incurred a loss Rs. 58.71 lakhs (previous year), the Board of Directors are optimistic about future performance of the Company. Through its approach it strives to identify opportunities that enhance organizational values while managing or mitigating risks that can adversely impact the Company's future performance.

There has been no material development on the Human Resource / Industrial relations front during the year.

The Company's business, results of operations and financial condition are affected by number of risks such as unfavorable economic development, competitive market conditions, compliance and regulatory pressures including changes to tax laws. The Company has a team of experienced management and employees who possess significant experiences in various fields which will enable to sustain the profits of the Company.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Company has adequate system of internal control commensurate with size of the Company and nature of its business which are reviewed periodically.

PATICULARS OF LOANS, GUARANTEES AND INVESTMENTS

The Company has not given any loans, directly or indirectly, to any person or to other body corporates or given any guarantee or provided any security in connection with a loan to any other body corporate or person in terms of Section 186 of Companies Act, 2013. During the financial year under review, the details of Investments made by the Company are given in Note 7 of the Standalone Financial Statements.

CONTRACT AND ARRANGEMENT

During the year there were no material contracts or arrangements with the related parties referred to in Section 188(1) of the Companies Act, 2013.

RISK MANAGEMENT

The Company has in place a risk management framework wherein the management identifies and monitors business risks on a continuous basis, and initiates appropriate risk mitigation steps as when deemed necessary.

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

As the Company has no activities relating to conservation of energy, technology absorption and foreign exchange earnings and outgo, the Directors have nothing to report on information falling under sub-section (m) of Section 134(3) of the Companies Act, 2013.

DEMATERIALISATION

The equity shares of the Company have been admitted with both the depositories i.e., National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) under the **ISIN No.INE143F01019** to facilitate the trading of shares of the Company in dematerialized form.

REGISTRAR AND TRANSFER AGENT

Shareholders seeking information related to their shareholding may contact the Company directly or through the Companies Registrar and transfer agent, details of whom are given below:

M/s. Karvy Computershare Pvt. Ltd. ,
Karvy Selenium Tower B, Plot 31-32, Gachibowli Financial District,
Nanakramguda, Hyderabad – 500 032
Tel. No. 040-67161500; Fax : 040-23001153;
E-mail : einward.ris@karvy.com;
Website: www.karvy.com

SUBSIDIARY COMPANY, ASSOCIATE & JOINT VENTURE COMPANIES

The report on the financial position of the Company's Subsidiary, Adhirath Power and Holdings Private Limited, for the year ended March 31, 2018 is attached in Form AOC-1 and forms part of this report as **Annexure -IV**.

Apart from this, the Company's Subsidiary Adhirath Power and Holdings Private Limited has one joint venture Company, Hareon Dalmia Solar Private Limited.

Adhirath Power & Holdings Private Limited is holding 19.99% of equity shares capital of Hareon Dalmia Solar Private Limited ("Hareon") pursuant to joint venture agreement. Keshav Power Limited one of the party to the said agreement has given a legal notice for breach of joint venture agreement on 26th March, 2018 to Hareon Solar Singapore Private Limited, also party to the agreement for delay / failure on account of non-fulfillment of its obligations under the joint venture agreement and claimed damages of various losses incurred under the joint venture.

The detailed Annual Report of the Subsidiary Company is not being enclosed with this Annual Report. Any member desirous of obtaining a copy of the same may write to the registered office of the Company or download the same from the Company's website www.alirox.com. Any member desirous to inspect the same, may conduct inspection at the Registered Office of the Company during business hours.

During the said financial year, no Company ceased to be the subsidiary of the Company.

CONSOLIDATED FINANCIAL STATEMENTS

In terms of section 129 (6) of the Companies Act, 2013 read with Regulation 33 of the Securities and Exchange Board of India ("Listing Obligations and Disclosure Requirements") Regulations, 2015 (and applicable Indian Accounting Standards (Ind-AS), the Consolidated Financial Statements of the Company for the financial year 2017-18 together with the Auditors' Report form part of this Annual Report.

PARTICULARS OF EMPLOYEES

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided in the annual report as **Annexure-V**.

In terms of the provisions of Section 197(12) of the Act read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, there are no employees drawing remuneration in excess of the limits set out in the said rules.

A statement sharing the names and other particulars of the employee in terms of the provisions of Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are provided in **Annexure-VA**.

DISCLOSURE

No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

During the year under review, there were no cases filed pursuant to the sexual harassment of women at workplace (Prevention, Prohibition and Redressal) Act, 2013.

The Company has complied with the applicable Secretarial Standards during the year.

No other material changes and commitments have occurred, after the close of the year till the date of this report, which affect the financial position of the Company.

DIRECTORS RESPONSIBILITY STATEMENT:

In terms of the provisions of Section 134(5) of the Companies Act, 2013, your Directors declare that:

- a) In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures;
- b) The Directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
- c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities;
- d) The Directors had 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.

ACKNOWLEDGEMENT

The Directors also take this opportunity to place on record their sincere thanks and appreciation to the Bankers and various State and Central Government agencies for their co-operation and continued support to the Company.

For and on behalf of Board of Directors

Place: New Delhi
Dated: 30.05.2018

M. L. DUJARI
DIRECTOR
(DIN: 00010043)

LEENA RAWAL
WHOLE TIME DIRECTOR & CEO
(DIN :03575675)

**ANNEXURE-I
Form No. MGT-9**

**Extract of Annual Return as on the financial year ended on 31st March, 2018 of
Alirox Abrasives Limited**

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies
(Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i)	CIN:	L74899DL1944PLC000759
ii)	Registration Date:	13/05/1944
iii)	Name of the Company	ALIROX ABRASIVES LIMITED
iv)	Category/ Sub-Category of the Company	Public Company Limited by shares
v)	Address of the Registered Office and contact details	4, Scindia House, New Delhi-110 001
vi)	Whether listed Company : Yes/ No	Yes
vii)	Name , Address and Contact details of Registrar and Transfer Agent.	Karvy Computershare Private Limited Karvy Selenium Tower B, Plot 31-32, Gachibowli Financial District, Nanakramguda, Hyderabad – 500 032 Tel No: 040-67161500; Fax:040-23001153 E-mail: einward.ris@karvy.com Website: www.karvy.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sl. No.	Name and Description of Main Products / Services	NIC Code of the Product/ Service#	% to total turnover of the Company
1	Business and Management Consultancy Services	74140	100%

#As per National Industrial Classification – Ministry of Statistics and Programme Implementation.

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S.No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
1.	Adhirath Power and Holdings Private Limited	U74999DL2016PTC299543	Wholly owned Subsidiary	100.00	2(87)
2.	Hareon Dalmia Solar Private Limited	U74900DL2015FTC279902	Joint Venture of Subsidiary	NIL	2(6)

IV. SHARE HOLDING PATTERN

(Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholder	No. of Shares held at the beginning of the year (As on 01.04.2017)				No. of Shares held at the end of the year (As on 31.03.2018)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individuals/Hindu Undivided Family	40200	-	40200	16.75	40200	-	40200	16.75	-
b) Central Government	-	-	-	-	-	-	-	-	-
c) State Government(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corporate	117020	-	117020	48.76	117020	-	117020	48.76	-
e) Financial Institutions/Banks	-	-	-	-	-	-	-	-	-
f) Any Other (Specify)	-	-	-	-	-	-	-	-	-
Sub-Total (A)(1)	157220	-	157220	65.51	157220	-	157220	65.51	-
(2) Foreign									
a) Individuals (Non-Resident Individuals/Foreign Individuals)	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corporate	-	-	-	-	-	-	-	-	-
d) Banks/Financial Institutions	-	-	-	-	-	-	-	-	-
e) Qualified foreign investor	-	-	-	-	-	-	-	-	-
f) Any Other (specify)	-	-	-	-	-	-	-	-	-
Sub-Total (A)(2)	-	-	-	-	-	-	-	-	-
Total Shareholding of Promoter and Promoter Group (A)=(A)(1)+(A)(2)	157220	-	157220	65.51	157220	-	157220	65.51	-

B. Public shareholding									
1. Institutions									
a) Mutual Funds/UTI	-	-	-	-	-	-	-	-	-
b) Financial Institutions/ Banks	-	-	-	-	-	-	-	-	-
c) Central Government	-	-	-	-	-	-	-	-	-
d) State Govt.(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) Foreign Institutional Investors	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Investors	-	-	-	-	-	-	-	-	-
i) Qualified foreign investor	-	-	-	-	-	-	-	-	-
j) Any Other (specify)	-	-	-	-	-	-	-	-	-
Sub-Total (B)(1)	-	-	-	-	-	-	-	-	-
2. Non-institutions									
a) Bodies Corporate	-	25340	25340	10.56	-	25340	25340	10.56	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals -									
i) Individual shareholders holding Nominal share capital upto Rs.1 lakh.	-	46940	46940	19.56	-	46940	46940	19.56	-
ii) Individual shareholders holding Nominal share capital in excess of Rs.1 lakh.	-	10500	10500	4.37	-	10500	10500	4.37	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
Directors	-	-	-	-	-	-	-	-	-
Non Resident Indians	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Qualified foreign investor	-	-	-	-	-	-	-	-	-
Sub-Total (B)(2)	-	82780	82780	34.49	-	82780	82780	34.49	-
Total Public Shareholding (B)=(B)(1)+(B)(2)	-	82780	82780	34.49	-	82780	82780	34.49	-
Total (A)+(B)	157220	82780	240000	100.00	157220	82780	240000	100.00	-
(C)Shares held by Custodians for GDRs & ADRs	-	-	-	-	-	-	-	-	-
GRAND TOTAL (A)+(B)+(C)	157220	82780	240000	100.00	157220	82780	240000	100.00	-

ii) Shareholding of Promoters

SI No.	Shareholder's Name	Shareholding at the beginning of the year (As on 01.04.2017)			Shareholding at the end of the year (As on 31.03.2018)			% change in shareholding during the year
		No of shares	% of total shares of the company	% of shares pledged/encumbered to total shares	No of shares	% of total shares of the company	% of shares Pledged/encumbered to total shares	
1.	Shri Jai Hari Dalmia	15050	6.27	-	15050	6.27	-	-
2.	Shree Nirman Ltd.	11950	4.98	-	11950	4.98	-	-
3.	Smt. Kavita Dalmia	11900	4.96	-	11900	4.96	-	-
4.	*Rama Investment Co. Pvt. Ltd.	82270	34.28	-	82270	34.28	-	-
5.	Shri Gautam Dalmia	7200	3.00	-	7200	3.00	-	-
6.	Smt. Anupama Dalmia	4600	1.91	-	4600	1.91	-	-
7.	Smt. Bela Dalmia	900	0.38	-	900	0.38	-	-
8.	Sh. Y.H.Dalmia	550	0.23	-	550	0.23	-	-
9.	**Sita Investment Co. Ltd.	22800	9.50	-	22800	9.50	-	-
Total		157220	65.51	-	157220	65.51	-	-

Note: Shareholders listed above are disclosed as Promoters/ Promoter group under regulation 30(2) of SEBI (Substantial acquisition of Shares and Takeovers) Regulations, 2011.

*Pursuant to scheme of Amalgamation and Arrangement vide NCLT Order dated 18/04/2018 Mayuka Investment Limited, Puneet Trading & Investment Co. Pvt.Ltd, Ankita Pratisthan Limited, Zipahead.com Private Limited have been merged into Rama Investment Co. Pvt Ltd.

**Pursuant to scheme of Amalgamation and Arrangement vide NCLT Order dated 02/02/2018 Kavita Trading & Investment Co. Private Ltd has been merged into Sita Investment Co. Ltd. (With effect from the appointed date 1/04/2016)

(iii) Change in Promoter's Shareholding (Please specify, if there is no change)

SI.No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No of shares	% of total shares of the company	No of shares	% of total shares of the company
1.	At the beginning of the year	157220	65.51	-	-
	Date wise increase/ decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease(e.g. allotment/transfer/bonus/sweat equity etc):	<u>NO CHANGE IN PROMOTERS SHAREHOLDING DURING THE YEAR</u>			
	At the end of the year	157220	65.51	-	-

(iv) Shareholding pattern of top ten shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.	For each of 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
1.	Shrey Mitra				
	a) At the beginning of the year	10500	4.38	10500	4.38
	b) Changes during the year		No change during the year		
	c) At the end of the year	10500	4.38	10500	4.38
2.	Radar Commercials Pvt. Ltd.				
	a) At the beginning of the year	10000	4.17	10000	4.17
	b) Changes during the year		No change during the year		
	c) At the end of the year	10000	4.17	10000	4.17
3.	Chicky Traders Pvt. Ltd.				
	a) At the beginning of the year	9650	4.02	9654	4.02
	b) Changes during the year		No change during the year		
	c) At the end of the year	9650	4.02	9650	4.02
4.	Bhole Prasad				
	a) At the beginning of the year	7800	3.25	7800	3.25
	b) Changes during the year		No change during the year		
	c) At the end of the year	7800	3.25	7800	3.25
5.	Amrapalli Housing Properties Pvt. Ltd.				
	a) At the beginning of the year	5550	2.31	5550	2.31
	b) Changes during the year		No change during the year		
	c) At the end of the year	5550	2.31	5550	2.31
6.	Savita Joshi				
	a) At the beginning of the year	4000	1.67	4000	1.67
	b) Changes during the year		No change during the year		
	c) At the end of the year	4000	1.67	4000	1.67
7.	Sushila Devi Agarwal				
	a) At the beginning of the year	3500	1.46	3500	1.46
	b) Changes during the year		No change during the year		
	c) At the end of the year	3500	1.46	3500	1.46
8.	Vidya Dhar Singh				
	a) At the beginning of the year	1000	0.42	1000	0.42
	b) Changes during the year		No change during the year		
	c) At the end of the year	1000	0.42	1000	0.42
9.	Raj Kumar Ahuja				
	a) At the beginning of the year	1000	0.42	1000	0.42
	b) Changes during the year		No change during the year		
	c) At the end of the year	1000	0.42	1000	0.42
10.	Radhey Shyam Jalan				
	a) At the beginning of the year	900	0.38	900	0.38
	b) Changes during the year		No change during the year		
	c) At the end of the year	900	0.38	900	0.38

(v) Shareholding of Directors and Key Managerial Personnel:

SI No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	For each of Directors and KMP				
	Shri Jai Hari Dalmia, Director				
	At the beginning of the year	15050	6.27	15050	6.27
	Change during the year	No change during the year			
	Date At the end of the year	Reason 15050	6.27	15050	6.27

Note: None of the KMP's hold any share in the Company.

V. INDEBTEDNESS

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year (01.04.2017)				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
ii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-
Change in Indebtedness during the financial year				
• Addition	-	-	-	-
• Reduction	-	-	-	-
Net change	-	-	-	-
Indebtedness at the end of the financial year (31.03.2018)				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
ii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. REMUNERATION TO MANAGING DIRECTOR, WHOLE TIME DIRECTOR AND/OR MANAGER:

(Rs. In Lakhs)

SI No.	Particulars of Remuneration	Leena Rawal	Total Amount
		Whole Time Director & Chief Executive Officer	
1	Gross Salary		
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act,1961	7.79	7.79
	(b) Value of perquisites u/s 17(2) of the Income tax Act,1961	0.81	0.81
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act,1961	4.99	4.99
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission - as % of profit - others, specify	-	-
5	Others, please specify	-	-
	Total (A)		13.60
	Ceiling as per the Act	-	-

B. REMUNERATION TO OTHER DIRECTORS:

(Rs, in Lakhs)

Particulars of Remuneration	Name of the Director		Total Amount
	Shri L.N. Goyal	Shri M.L.Dujari	
Independent Directors			
• Fee for attending Board & Committee Meetings	0.20	0.17	0.37
• Commission	-	-	-
• Others, please specify	-	-	-
Total(1)	0.20	0.17	0.37
Other Non-Executive Directors	Shri J.H. Dalmia		
• Fee for attending Board & Committee Meetings	0.12	-	0.12
• Commission	-	-	-
• Others, please specify	-	-	-
Total (2)	0.12	-	0.12
Total (B)=(1+2)			0.49
Total Managerial Remuneration			0.49
Overall Ceiling as per the Act	-	-	-

Note: The Directors have been paid remuneration for the financial year 2017-18 by way of sitting fees, which is within the limits prescribed under the provisions of Companies Act, 2013.

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

(Rs. In Lakhs)

Sl No.	Particulars of Remuneration	Key Managerial Personnel		
		Company Secretary	Chief Financial Officer	Total
		Arushi Gupta	Shweta Chadha	
1	Gross Salary			
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act,1961	2.59	4.51	7.10
	(b) Value of perquisites u/s 17(2) of the Income tax Act,1961	0.10	0.39	0.49
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act,1961	0.74	2.34	3.08
2	Stock Option			
3	Sweat Equity			
4	Commission - as % of profit			
5	Others, please specify			
6	Sitting fees			
	Total (A)	3.43	7.24	10.67

VII. PENALTIES/PUNISHMENT/COMPUNDING 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					
Compounding					
B. DIRECTORS					
Penalty			NIL		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty			NIL		
Punishment					
Compounding					

ANNEXURE II

NOMINATION AND REMUNERATION POLICY

- 1) **Objective:** This Policy is laid down to comply with the provisions of section 178 of the Companies Act, 2013 read along with the Rules made thereunder.
- 2) **Definitions:**
 - a. “Act” means the Companies Act, 2013 and Rules framed thereunder, as amended from time to time.
 - b. “Board” means the Board of Directors of the Company.
 - c. “Directors” means the Directors of the Company as may be appointed from time to time.
 - d. “Independent Director” means a Director who has been appointed as such and who satisfies the criteria and conditions laid down in **S.149(6)** of the Companies Act, 2013.
 - e. “Key Managerial Personnel” (KMP) means the following persons as defined in **S.2(51)** of the Companies Act, 2013 and (i) Managing Director or Manger or Chief Executive Officer; (ii) Company Secretary; (iii) Whole-time Director; (iv) Chief Financial Officer; and (v) such other officer as may be prescribed.
 - f. “Senior Management Persons” (SMP) means the following persons, as defined in **Explanation to S.178(8)** of the Companies Act, 2013, being personnel of the Company who are members of its core management team, excluding Board of Directors, comprising all members of management, one level below the executive directors including all Functional heads.
- 3) **Constitution of the Committee and matters relating there to:**
 - (a) Constitution:
 - (i) The Committee shall consist of minimum 3 Non-Executive Directors, out of which not less than one half shall be Independent Director.
 - (ii) Minimum two members shall constitute a quorum for the meeting.
 - (iii) Constitution and membership of the Committee shall be disclosed in the Annual Report of the Company.
 - (iv) The Chairman of the Committee shall be an Independent Director.
 - (v) The Chairman of the Company may be nominated as a member of the Committee but shall not be its Chairman.
 - (vi) The Chairman of the Nomination and Remuneration Committee is required to be present at the Annual General Meeting or he may nominate some other member to answer the shareholders’ queries.
 - (b) Frequency of Meetings:

The meeting of the Committee shall be held at such regular intervals as may be required.
 - (c) Secretary:

The Company Secretary of the Company shall act as the Secretary of the Committee.
 - (d) Procedure to be followed in meetings of the Committee:
 - (i) A member of the Committee is not entitled to be present when his or her own remuneration is being discussed at the meeting or when his or her own performance is being evaluated.
 - (ii) All matters shall be decided by a majority of votes cast by the members present and such decision shall for all purposes be treated as the decision of the Committee. In case of equality of votes, the Chairman shall have the casting vote.

- (iii) The Committee is also entitled to engage professionals to assist it in the performance of its duties and such costs shall be borne by the Company.
- (iv) Proceedings of all meetings must be minuted and signed by the Chairman of the Committee at the subsequent meeting. Minutes of the Committee meetings will be tabled at the subsequent Board and Committee meeting.

4) **Role of the Committee:**

The Committee shall :-

- (a) Formulate the criteria for determining qualifications, positive attributes and independence of a director. [S.178(3)]
- (b) Recommend to the Board, a Policy relating to Remuneration of Directors, KMPs, and other employees [S.178(3)]. This Policy has to be disclosed in the Board's Report [S.178(4)]. As per S.178(4), while formulating this policy, Committee has to ensure that:-
 - (i) Level and composition of remuneration is reasonable and sufficient to attract, retain and motivate the Directors of the quality required,
 - (ii) Relationship of remuneration to performance is clear, and meets appropriate performance benchmarks,
 - (iii) Remuneration to Directors, KMPs, involves a balance between fixed and incentive pay, reflecting short and long term performance objectives, appropriate for the Company.
- (c) Carry out evaluation of every Director's performance. [S.178(2)]
- (d) Identify persons who are qualified to become Directors, and who may be appointed as KMPs / SMPs in accordance with the criteria laid down in this policy. [S.178(2)]
- (e) Recommend to the Board the appointment and removal of KMPs and SMPs, in accordance with the criteria laid down. [S.178(2)]

5) **Policy on Remuneration:**

(a) Directors (including MDs and WTDs):

- (i) It would have to be within the ceiling as may be prescribed by law from time to time.
- (ii) It would have to be with such approvals as may be prescribed by law.
- (iii) It shall involve a balance between fixed and incentive pay, reflecting short term and long term performance objectives.
- (iv) In case of non WTDs, total remuneration payable in accordance with law, be distributed amongst themselves, keeping in view (a) Responsibilities (e.g Chairmanship / Membership of important Committees), (b) Tenure on the Board, (c) Devoting of time outside Board meetings, for Company's work etc, as may be decided by the Board.

(b) KMPs and other employees:

- (i) It would be based on Total Cost to Company (TCTC) concept. Within this TCTC, it could be made flexible, as per the needs of employees, in a fair and transparent manner.
- (ii) It would be in compliance with laws and regulations.
- (iii) The level and composition of remuneration would be reasonable and sufficient to attract, retain and motivate to run the Company successfully and to meet performance benchmarks.

6) **Criteria for determining qualifications, positive attributes and independence of Directors:**

- (a) Criteria for determining independence would be as laid down in **S.149(6)** of the Act.
- (b) No academic qualification is envisaged, but should be able to contribute positively to the deliberations at Board Meetings.
- (c) The candidate to be appointed as an Independent Director shall be at least 21 years of age. All persons being appointed as Directors shall possess a Directors Identification Number (DIN).
- (d) A person shall not be appointed as a Director if he is disqualified under section 164 of the Companies Act, 2013.

7) **Criteria for identifying persons for appointment as Key Managerial Personnel's:** -

- (a) Should fulfill the Job Description, for the relevant position, as may be in force from time to time.
- (b) A person should possess adequate qualification, expertise and experience for the position before he/she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person is sufficient/satisfactory for the concerned position.

8) **Evaluation of every Director's performance:**

- (a) % attendance at Board Meetings.
- (b) Participation in discussions.
- (c) Preparedness for Board Meetings, by reading of the relevant papers.
- (d) Contribution in terms of improving Business performance.
- (e) Proactive availability for Company's business, besides Board meetings.

The Committee shall carry out evaluation of performance of every Director preferably at regular yearly intervals. For this purpose, the Board may engage the services of a professional for advising it on a process of evaluation, etc, and the cost of such professional shall be borne by the Company.

9) **General:**

- (a) The persons selected for the positions of Key Managerial Personnel and Senior Management Persons should have the desired qualifications, expertise and experience for the position he/she is considered for appointment. The Committee shall have the discretion to decide whether the qualifications, expertise and experience possessed by a person is sufficient for the concerned position.
- (b) The Committee shall approve the selection of candidates to the position of Key Managerial Personnel and Senior Management Persons recommend to the Board, his or her appointment.
- (c) The Committee shall not recommend the appointment of or continuation of appointment of any person to the position of a Managing Director and Whole-time Director or Manager who has attained the age of seventy years. In event it is decided by the Committee to breach the above age limit, the Committee shall make such recommendation subject to approval of shareholders by way of a Special Resolution [Sec 196(3)(a) and proviso thereto].
- (d) Term/Tenure of appointment of Directors, etc.:

(i) Managing Director/Manager/Whole-time Director:

The term of appointment or re-appointment of any person as a Managing Director/Whole-time Director or Manager shall not exceed five years at a time. The re-appointment shall not be made earlier than one year before the expiry of the current term of appointment. [Sec 196(3)]

(ii) Independent Directors:

An Independent Director shall hold office for a term upto five consecutive years and can be reappointed on passing of a Special Resolution by the Shareholders of the Company for a further term of five years. [Sec 149(10)]

No Independent Director shall hold office for more than two consecutive terms. An Independent Director who has completed the two consecutive terms of appointment of five years each, can however be appointed as an Independent Director after the expiry of three years of his ceasing

to become an Independent Director provided he otherwise qualifies for being appointed as an Independent Director. [Sec 149(11)]

At the time of appointment of an Independent Director it should be ensured that he is not an Independent Director of more than seven listed companies. If however, the Independent Director is serving as a Whole-time Director of a listed company, then it should be ensured that he is not an Independent Director of more than three listed companies. [Clause 49(ii)(B)(2) of Listing Agreement]

(iii) Key Managerial Personnel/ Senior Management Persons:

The term of appointment for the positions of Key Managerial Personnel except Managing Director/ Whole Time Director or Manager, shall be determined by the Nomination and Remuneration Committee at its own discretion and may vary from position to position.

(e) Evaluation of Key Managerial Personnel and person in Senior Management persons:

The Committee shall carry out the evaluations of performance of the persons holding Key Managerial Personnel (excluding the Managing Director and Whole time Director) and Senior Management Persons and approve the same with or without modifications.

(f) Removal:

The Committee may recommend to the Board with reasons recorded in writing the removal of a Director, Key Managerial Personnel or Senior Management Persons for reasons of misconduct or negligence of duties.

A Director can be removed from his office if the shareholders pass an ordinary resolution pursuant to the provisions of section 169 of the Companies Act, 2013.

A Director shall also be required to continue to qualify as a Director in terms of a section 164 of the Act and is not liable to vacate his office in terms of section 167 of the Act.

(g) Retirement:

The Director, Key Managerial Personnel and Senior Management Persons shall retire as per the provisions of the Act and the Policy of the Company. Subject to the provisions of Clause 4(b), the Board will, however, have the discretion to retain the Director, Key Managerial Personnel and Senior Management Persons in the same position including remuneration or otherwise even after his attaining the age of retirement in the interest of the Company

(h) The Remuneration policy will be disclosed in the Annual Report of the Company.

(i) This Remuneration Policy shall apply to all future employment agreements with members of Company's Senior Management including Key Managerial Personnel and Board of Directors. In other respects, the Remuneration Policy shall be of guidance for the Board.

(j) Any or all the provisions of this Policy would be subject to the revision/amendment in the Companies Act, 2013, related rules and regulations, guidelines on the subject as may be notified from time to time. Any such amendment shall automatically have the effect of amending this Policy without the need of any approval by the Nomination and Remuneration Committee and/or the Board of Directors. However, such amendments shall be placed before the Nomination & Remuneration Committee for subsequent noting.

ANNEXURE-III
FORM NO. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31.MARCH.2018

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

To,
The Members,
Alirox Abrasives Limited
4-Scindia House, New Delhi - 110001

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

Based on my verification of the ALIROX ABRASIVES LIMITED books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31.03.2018 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by ALIROX ABRASIVES LIMITED for the financial year ended on 31.03.2018 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (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*;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') and amendments thereof from time to time:-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009*;
 - (d) The Securities And Exchange Board Of India (Share Based Employee Benefits) Regulations, 2014*;
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008*;

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client*;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009*; and

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998*;

(VI) Other Laws applicable to the Company:-

There are no Industry Specific Laws applicable to the Company as there were no transactions during the Audit period.

I have examined the Compliance of under mentioned H R laws:-

Payment of Gratuity Act 1972; Maternity Benefit Act, 1961; Sexual Harassment of Women at workplace (Prevention, Prohibition and Regulation) Act, 2013.

** Not applicable because company did not carry out the activities covered by the regulations/guidelines during the audit period*

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

- i. Secretarial Standards issued by The Institute of Company Secretaries of India.
- ii. SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

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

I further report that

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

Adequate notice is given to all directors to schedule the Board Meetings. Agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting for meaningful participation at the meeting.

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

Place : NEW DELHI

N C KHANNA

Date : 22.05.2018

(Practicing Company Secretary)
FCS No. 4268
C P No. 5143

This Report is to be read with my letter of even date which is annexed as Annexure A to this Report and forms an integral part of this Report

Annexure A to the Secretarial Audit Report

To,
The Members,
Alirox Abrasives Limited
4-Scindia House, New Delhi - 110001

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

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

Place: New Delhi
Date: 22.05.2018

N. C. KHANNA
PRACTICING COMPANY SECRETARY
FCS No. 4268
C P No. 5143

Annexure-IV
Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)
Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part "A": Subsidiaries

(Rs.in lakhs)

Sl. No.	Particulars	Details
1.	Sl. No.	
2.	Name of the subsidiary	Adhirath Power and Holdings Pvt. Ltd.
3.	The date since when subsidiary was acquired	12.05.2016
4.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	N.A.
5.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	N.A.
6.	Share capital	1.00
7.	Reserves & surplus	(7.50)
8.	Total assets	88.26
9.	Total Liabilities	88.26
10.	Investments	85.49
11.	Turnover	0
12.	Profit before taxation	(0.81)
13.	Provision for taxation	0
14.	Profit after taxation	(0.81)
15.	Proposed Dividend	-
16.	Extent of shareholding (In percentage)	100%

- Names of subsidiaries which are yet to commence operations-NIL
- Names of subsidiaries which have been liquidated or sold during the year-NIL

Part "B": Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Joint Ventures

(Rs.in Lakhs)

Name of Joint Ventures of Subsidiary of the Company	Hareon Dalmia Solar Private Limited
1. Latest audited Balance Sheet Date	31.03.2017
2. Date on which the Associate or Joint Venture was associated or Acquired	16.06.2016
3. Shares of Joint Ventures held by the Subsidiary of the company on the year ended 31 st March, 2018	19.99%
No.	8,54,988
Amount of Investment in Joint Venture (Rs. in Lakhs)	85.49
Extend of Holding (In percentage)	19.99%
4. Description of how there is significant influence	--
5. Reason why the joint venture is not consolidated	Due to non-availability of financial statements of Hareon Dalmia Solar Private Limited, Adhirath Power & Holdings Private Limited is unable to consolidate the accounts in terms of Ind - AS 31.
6. Net worth attributable to shareholding as per latest audited Balance Sheet	--
7. Profit/Loss for the year:	
Considered in Consolidation	--
Not Considered in Consolidation	--

- Names of associates or joint ventures which are yet to commence operations-NIL
- Names of associates or joint ventures which have been liquidated or sold during the year-NIL

For and on behalf of Board of Directors

Place: New Delhi
Dated: 30.05.2018

Leena Rawal
Whole-time Director & CEO
(DIN: 03575675)

M. L. Dujari
Director
(DIN : 00010043)

ANNEXURE – V

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

- (i) Details of ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2017-18 and percentage increase in remuneration of each Director, Chief Executive Officer, Chief Financial Officer and Company Secretary during the financial year 2017-18 are as follows:

Sr.No.	Name of Director/KMP and Designation	Remuneration of Director/KMP for Financial year 2017-18 (Rs.in lakhs)	Ratio of remuneration of each Director/to median remuneration of Employees	% increase in Remuneration in the Financial Year 2017-18
1.	Shri Laxmi Niwas Goyal (Independent Director)	0.20	0.03	10.81
2.	Shri Mohan Lal Dujari (Independent Director)	0.17	0.02	(8.11)
3.	Shri Jai Hari Dalmia (Non-Executive Director)	0.12	0.02	(29.41)
4.	Smt Leena Rawal (Whole-time Director and Chief Executive Officer)	13.31	N.A.	10.00
5.	Smt Shweta Chadha (Chief Financial Officer)	7.18	N.A.	10.00
6.	Ms. Arushi Gupta (Company Secretary)	3.50	N.A.	16.67

Notes: Other than sitting fees, no other remuneration is being paid to non-executive and independent directors and increase in sitting fees is within the limits prescribed under the provisions of Companies Act, 2013.

- (ii) The percentage increase in the median remuneration of employees in Financial Year is 10.00%
- (iii) As on 31st March, 2018, there were only three Key Managerial Personnel on the roll of Company. Apart from them there were no other employees.
- (iv) Average percentile increase in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration-
- During the Financial year 2017-18, the percentage increase in remuneration of Chief Financial officer and Whole Time Director designated as Chief Executive officer was 10.00% respectively and percentage increase in remuneration of CS was 16.67% Other than these there are no employees in the Company.
- (v) It is hereby affirmed that the remuneration paid during the financial year ended March 31, 2018 is as per the Nomination & Remuneration Policy of the Company.

ANNEXURE-VA

Statement of particulars of Employees pursuant to Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 for the Financial Year 2017-18

S.no	Name	Age (Years)	Designation	Qualifications	Experience (Years)	Date of commencement of Employment	Last Employment held	Remuneration received (in Lakhs)	Whether related to a Director
1	Leena Rawal	37	Whole time director designated as CEO	Company Secretary, LL.B	12	01.07.2014	Keshav Power Limited	13.60	No
2	Shweta Chadha	42	Chief Financial Officer	M.COM, C.S.(Inter)	17	26.08.2014	Ankita Pratisthan Limited	7.24	No
3	Arushi Gupta	27	Company Secretary	Company Secretary	2	01.06.2016	None	3.43	No

Notes:

- 1 None of the above employees held 2% or above of the equity share capital of the Company as on March 31, 2018 either himself and/or alongwith his spouse and dependent children.
- 2 Remuneration, shown above, inter-alia, includes value of perquisites, all other allowances and all retiral benefits (excluding gratuity).

INDEPENDENT AUDITORS' REPORT

**To The Members of
Alirox Abrasives Limited**

Report on the Standalone Ind AS Financial Statements

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

Management's Responsibility for the Standalone Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with relevant rules issued there under. 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 the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India Ind AS specified under section 133 of the Act, of the state of affairs of the Company as at March 31, 2018, and its profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Other Matters

The company had prepared the audited standalone financial statements for the corresponding year ended March 31, 2017 and the transition date opening balance sheet as at April 1, 2016 included in the statement in accordance with the Companies (Accounting Standards) Rules, 2006 referred to in section 133 of the Act on which D.P.Kapoor & Co, Chartered Accountants (FRN : 002251N) vide their audit report dated 24.05.2017 and 27.05.2016, respectively, had issued an unmodified report. The financial statements for the year ended March 31, 2017 and transition date opening balance sheet as at April 1, 2016 are based on the previously audited financial statements prepared in accordance with the Companies (Accounting Standards), Rules, 2006 as adjusted for the differences in the accounting principles adopted by the company on transition to Ind AS, which have been audited by us. Our opinion is not modified in respect of this matter.

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, and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanation given to us, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

(c) The Balance Sheet, Statement of Profit and Loss(including the Statement of Other Comprehensive Income), the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;

(d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Act, read with relevant rules made there under.

(e) On the basis of written representations received from the directors as on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of section 164 (2) of the Act;

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone Ind AS financial statements and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**" to this report;

(g) With respect to the other matters to be included in the auditors reports in accordance with Rule 11 of the companies (Audit and Auditor's) 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 on its financial position.
- ii. The company did not have any material foreseeable losses on long term contracts including derivative contract for which there were any material foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection fund by the company.

For Mathur Gupta & Associates
Chartered Accountants
FRN: 003962N

(Pradeep Dayal Mathur)
Partner
Membership Number :082990
Place: New Delhi
Date: 30.05.2018

Annexure A to the Independent Auditor's Report

(Referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of our report of even date to the members of the Alirox Abrasives Limited on the standalone Ind AS financial statements for the year ended March 31,2018) we report that :

(i) In respect of fixed assets:

- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) During the year the management has physically verified all the Fixed Assets and no material discrepancies have been noticed on such verification.
- c) According to the information and explanations given by the management, the title deeds of immovable properties included in property, plant and equipment are held in the name of the company.

(ii) The Company's business does not involve inventories and, accordingly, the requirements under paragraph 3(ii) of the Order are not applicable to the Company.

(iii) In our opinion and according to the information and explanations given to us, the Company has not granted any loans covered under section 189 of the Act.

(iv) In our opinion and according to the information and explanations given to us, provisions of section 185 and 186 of the Act in respect of loans to directors including entities in which they are interested and in respect of loans and advances given, investments made and guarantees and securities given have been complied with by the Company.

(v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and rules framed there under to the extent notified. During the year, no order has been passed by the company law board or National Company Law Tribunal or Reserve Bank of India or any court or any tribunal.

(vi) The company is not required to maintain any cost records as per section 148(1) of the companies Act, 2013. Therefore, in our opinion, the provisions of clause 3(vi) of the Order are not applicable to the Company.

(vii) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, service tax, value added tax, goods and service tax, cess and other statutory dues applicable to it.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of such statutory dues were outstanding as at 31st March, 2018 for a period of more than six months from the date they become payable.

(viii) The Company does not have any loans or borrowings from any financial institutions, banks, government or debenture holders during the year. Accordingly, paragraph (viii) of the order is not applicable.

(ix) According to the information and explanations given by the management, the Company has not raised any money by way of initial public offer / further public offer / debt instruments and term loans hence, reporting under clause (ix) is not applicable to the Company and hence not commented upon.

(x) Based on our examination of the books and records of the company carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given by the management for the purpose of reporting the true and fair view of the financial statements we report that no fraud by the company or no fraud by the officers and employees of the Company has been noticed or reported during the year.

(xi) According to the information and explanations given by the management, the managerial remuneration has been paid / provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.

(xii) 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.

(xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required under Ind AS-24 Related Party disclosures specified in the Companies (Indian Accounting Standards) Rules,2015 (as amended) under section 133 of the Act.

(xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.

(xv) According to 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 as referred to in section 192 of Companies Act, 2013. Therefore provisions of 3(xv) are not applicable

(xvi) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For Mathur Gupta & Associates
FRN: 003962N
Chartered Accountants

(Pradeep Dayal Mathur)
Partner
Membership Number: 082990
Place of Signature: New Delhi
Date: 30.05.2018

“ANNEXURE B” TO THE INDEPENDENT AUDITOR’S REPORT ON THE STANDALONE FINANCIAL STATEMENTS OF ALIROX ABRASIVES 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 Alirox Abrasives Limited (“the Company”) as of March 31, 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the 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.

Auditor’s 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 as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Mathur Gupta & Associates
Chartered Accountants
ICAI Firm Registration Number: 003962N

(Pradeep Dayal Mathur)
Partner
Membership Number: 082990
Place of Signature: New Delhi
Date: 30.05.2018

ALIROX ABRASIVES LIMITED**Standalone Balance Sheet as at March 31, 2018**

Particulars	Note	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
ASSETS				
Non - current assets				
(a) Property, plant and equipment	6	13,547,723	17,053,520	21,490,090
(b) Investment	7	524,972,437	405,058,435	226,310,494
(c) Other Non Current Asset	8	26,000	333,904	592,781
Total non current assets		<u>538,546,160</u>	<u>422,445,859</u>	<u>248,393,365</u>
Current assets				
(a) Financial assets	9			
(i) Investments	9.1	3,105,848	2,909,300	2,667,851
(ii) Cash and cash equivalents	9.2	6,384,776	5,867,317	2,330,330
(iii) Loans	9.3	396,000	115,021	67,288
(iv) Other financial assets	9.4	130,039	130,044	151,102
(b) Other current assets	10	736,228	7,055	-
Total current assets		<u>10,752,891</u>	<u>9,028,737</u>	<u>5,216,571</u>
Total assets		<u><u>549,299,051</u></u>	<u><u>431,474,596</u></u>	<u><u>253,609,936</u></u>
EQUITY AND LIABILITIES				
Equity				
(a) Equity share capital	11.1	2,400,000	2,400,000	2,400,000
(b) Other equity	11.2	543,028,406	428,996,047	251,142,739
Total equity		<u>545,428,406</u>	<u>431,396,047</u>	<u>253,542,739</u>
LIABILITIES				
Non - current liabilities				
(a) Deferred tax liabilities (net)	12	3,473,336	-	-
Total non current liabilities		<u>3,473,336</u>	<u>-</u>	<u>-</u>
Current liabilities				
(a) Other current liabilities	13	173,309	57,745	55,255
(b) Provisions	14	224,000	20,804	11,942
Total current liabilities		<u>397,309</u>	<u>78,549</u>	<u>67,197</u>
Total Equity & Liabilities		<u><u>549,299,051</u></u>	<u><u>431,474,596</u></u>	<u><u>253,609,936</u></u>

Notes to Accounts

1 to 5

As per our report of even date
For Mathur Gupta & Associates
Chartered Accountants
Firm Regn.No. 003962N

For and on behalf of the Board of Directors

Pradeep Dayal Mathur
Partner
M.No. 082990
Date: 30.05.2018

Arushi Gupta
Company Secretary

Shweta Chadha
Chief Financial Officer

Leena Rawal
Whole Time Director &
Chief Executive Officer
DIN: 03575675

M.L.Dujari
Director
DIN: 00010043

ALIROX ABRASIVES LIMITED
Standalone Statement of Profit & Loss for the year ended March 31, 2018

Particulars	Note No.	For the year ended March 31, 2018	For the year ended March 31, 2017
I Revenue from operations	15	3,360,000	2,700,000
II Other income	16	1,307,983	697,566
III Total income (I + II)		4,667,983	3,397,566
IV Expenses			
Employee benefits expense	17	2,467,233	2,266,061
Depreciation and amortization expense	18	3,544,897	4,459,070
Other expenses	19	877,062	781,328
Total expenses		6,889,192	7,506,459
V Profit / (loss) for the year before tax (III-IV)		(2,221,209)	(4,108,893)
VI Tax expense	20		
(1) Current tax		176,000	20,000
(2) Deferred tax		3,473,336	-
(3) Income tax pertaining to earlier years		-	(2,390)
		<u>3,649,336</u>	<u>17,610</u>
VII Net Profit/(Loss) for the year after tax (V - VI)		(5,870,545)	(4,126,503)
VIII Other comprehensive income			
A Items that will not be reclassified to Re-measurement gains/(losses) on defined benefit plans	21	119,902,904	181,979,811
Income tax relating to items that will not be reclassified to profit or loss		-	-
B Items that will be reclassified to profit or Re-measurement gains/(losses) Income tax relating to items that will be reclassified to profit or loss		-	-
		<u>119,902,904</u>	<u>181,979,811</u>
IX Total comprehensive income for the period (VI + VIII)		<u>114,032,359</u>	<u>177,853,308</u>
X Earnings per equity share	22		
Nominal value of equity shares (Rs 10.00 each)			
(1) Basic		(24.46)	(17.19)
(2) Diluted		(24.46)	(17.19)

Notes to Accounts

1 to 5

As per our report of even date

For Mathur Gupta & Associates

Chartered Accountants

Firm Regn.No. 003962N

For and on behalf of the Board of Directors
Pradeep Dayal Mathur
Partner

M.No. 082990

Date: 30.05.2018

Arushi Gupta
Company Secretary

Shweta Chadha
Chief Financial Officer

Leena Rawal
Whole Time Director &
Chief Executive Officer

DIN: 03575675

M.L.Dujari
Director

DIN: 00010043

ALIROX ABRASIVES LIMITED

Standalone Cash Flow Statement for the year ended March 31, 2018

Rs in lakhs

Particulars	2017-18	2016-17
A. Cash Flow from Operating Activities		
Net Profit before tax	(2,221,209)	(4,108,893)
Adjustments		
Depreciation / Amortization	3,544,897	4,459,070
Net Gain on Value of Mutual Fund	196,548	241,449
Provision for Leave Encashment		
Loans & Advances Written off		
Dividend Income	(762,044)	(123,594)
Interest Income	(349,091)	(332,323)
(Profit)/Loss on sale of Investments		
(Profit)/Loss on sale of PPE		
Operating Profit before working Capital Changes	409,100	135,346
<u>Adjustments for working Capital changes :</u>		
Inventories		
Trade and Other Payables	318,760	11,353
Trade and Other Receivables	(1,010,147)	(33,730)
Cash Generated from Operations	(282,287)	112,969
Net Direct Taxes Paid/(Refund)	272,294	241,269
Net Cash from Operating activities	(554,581)	(128,300)
B Cash Flow from Investing Activities		
Purchase of Fixed Asset	(39,100)	(22,500)
Purchase of Investments	-	(100,000)
Sale of Investments	-	3,331,870
Interest Received	349,096	332,323
Dividend Received	762,044	123,594
Net Cash used in Investing Activities	1,072,040	3,665,287
C Cash Flow from Financing Activities		
Proceeds/(Repayment) of Short term Borrowings	-	-
Net cash from / (used in) financing activities	-	-
Net increase in cash and cash equivalents (A+B+C)	517,459	3,536,987
Cash and cash equivalents (Opening Balance)	5,867,317	2,330,330
Cash and cash equivalents (Closing Balance)*	6,384,776	5,867,317
Change in Cash & Cash Equivalents	517,459	3,536,987

Components of Cash & Cash Equivalents	As at 31 March 2018	As at 31 March 2017	As at 1st April 2016
Balances with banks			
- in Current Accounts	766,243	1,062,347	640,865
- Deposits with original maturity of less than 3 months			
Cash on hand	9,659	10,281	7,823
Cheques in hand	5,608,874	4,794,689	1,681,642
Net Cash & Cash Equivalents	6,384,776	5,867,317	2,330,330

Note:

1) Cash & cash equivalents components are as per Note 4.2

2) The Ind AS adjustments are either non cash adjustments or are regrouping among the cash flow from operating, investing and financing activities. Consequently, Ind AS adoption has no impact on the net cash flow for the year ended 31st March, 2017 as compared with the previous GAAP.

Notes to Accounts

1 to 5

As per our report of even date
For Mathur Gupta & Associates
Chartered Accountants
Firm Regn.No. 003962N

For and on behalf of the Board of Directors

Pradeep Dayal Mathur
Partner
M.No. 082990
Date: 30.05.2018

Arushi Gupta
Company Secretary

Shweta Chadha
Chief Financial Officer

Leena Rawal
Whole Time Director &
Chief Executive Officer
DIN: 03575675

M.L.Dujari
Director
DIN: 00010043

Statement of Changes in Equity for the year ended 31st March, 2018

A Equity Share Capital

Rs in Lakh

Balance of Equity Share Capital	As at 31st 1st April 2016	Changes during the year	As at 31st March, 2017	Changes during the year	As at 31st March, 2018
	2,400,000.00	-	2,400,000.00	-	2,400,000.00

B. Other equity

Rs. In lakh

Particulars	Reserves and Surplus					Items of other comprehensive		Total
	Capital Reserve	Reserve Fund	Debenture Redemption Reserve	General Reserve	Retained earnings	Equity instruments through other comprehensive income	Actuarial Gain & Losses on DBO	
As at 01.04.2016	246,750	32,800	-	200,000	16,262,308			16,741,858.00
Changes in accounting policy	-				-			-
Remeasurement effect					-	234,400,881.00		234,400,881.01
Dividend and CDT Payment					-			-
Restated balance as at 1.04.2016	246,750	32,800	-	200,000	16,262,308	234,400,881.00	-	251,142,739.01
Movement During FY 16-17					-			-
Profit of the year	-	-	-	-	(4,126,503)			(4,126,503.00)
Remeasurement effect					-			-
Other comprehensive income						181,979,811.00	-	181,979,811.00
Transfer to general reserve	-	-	-	-	-	-	-	-
As at 31.3.2017	246,750	32,800	-	200,000	12,135,805	416,380,692.00	-	428,996,046.99
Movement During FY 17-18								-
Profit of the year	-	-	-	-	(5,870,545)		-	(5,870,545.00)
Other comprehensive income	-	-	-	-	-	119,902,904.00	-	119,902,904.00
Dividend and CDT Payment	-	-	-	-	-	-	-	-
As at 31.03.2018	246,750	32,800	-	200,000	6,265,260	536,283,596.00	(0.01)	543,028,405.99

As per our report of even date
For Mathur Gupta & Associates
 Chartered Accountants
 Firm Regn.No. 003962N

For and on behalf of the Board of Directors

Pradeep Dayal Mathur
 Partner
 M.No. 082990
 Date: 30.05.2018

Arushi Gupta
 Company Secretary

Shweta Chadha
 Chief Financial Officer

Leena Rawal
 Whole Time Director &
 Chief Executive Officer
 DIN: 03575675

M.L. Dujari
 Director

DIN: 00010043

Alirox Abrasives Limited

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

Note 1 Corporate Information

The Alirox Abrasives Limited is a public Company domiciled in India and incorporated under the provision of the erstwhile Indian Companies Act, 1913

Note 2 Significant accounting policies and critical accounting estimate and judgments:

Basis of preparation, measurement and significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Basis of Preparation

Compliance with Ind AS

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 and relevant provisions of the Companies Act, 2013 ("the Act"). These are the Company's first Ind AS financial statements and Ind AS 101, 'First-time Adoption of Indian Accounting Standards' has been applied. The policies set out below have been consistently applied during the years presented.

For periods up to year ended March 31, 2017, the Company prepared its financial statements in accordance with the accounting standards notified under Companies (Accounting Standard) Rules, 2006 (as amended) and other relevant provisions of the Act ("Previous GAAP").

These financial statements for the year ended March 31, 2018 are the first financial statements which the Company has prepared in accordance with Ind AS. An explanation of how the transition from Previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows including reconciliations and descriptions of the effect of the transition is provided in [note 5](#) below.

Exemption applied Ind AS 101 allow first time adopters certain exemption from the retrospective application of certain requirement under Ind AS.

The Company has applied the following exemption .

A) Investment in subsidiaries, associates and joint venture

Ind AS 101 permit the first time adopter to measure investment in subsidiaries, joint venture and associates in accordance with Ind AS 27 at one the following:

a) cost determined in accordance with Ind AS 27

b) Deemed Cost:

(i) fair value at date of transition

(ii) previous GAAP carrying amount at that date

The Company has elected to consider previous GAAP carrying amount of its investment in subsidiaries, associates and joint venture on the date of transition to

Ind AS its deemed cost for the purpose of determining cost in accordance with the principle of IND AS-27 "Separate Financial Statement".

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for the certain assets and liabilities which have been measured at fair value/amortised cost:

Current vis-à-vis non-current classification

The Company presents assets and liabilities in statement of financial position based on current/non-current classification.

The Company has presented non-current assets and current assets before equity, non-current liabilities and current liabilities in accordance with Schedule III, Division II of Companies Act, 2013 notified by MCA.

An asset is classified as current when it is:

a) Expected to be realised or intended to be sold or consumed in normal operating cycle,

b) Held primarily for the purpose of trading,

c) Expected to be realised within twelve months after the reporting period, or

d) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when it is:

a) Expected to be settled in normal operating cycle,

b) Held primarily for the purpose of trading,

c) Due to be settled within twelve months after the reporting period, or

d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. Deferred tax assets and liabilities are classified as non-current assets and liabilities. The Company has identified twelve months as its normal operating cycle.

(b) Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants on the measurement date. The Company uses valuation techniques that are appropriate in the circumstances for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole.

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

(c) Critical accounting estimates and judgements

The presentation of financial statements under Ind AS requires management to take decisions and make estimates and assumptions that may impact the value of revenues, costs, assets and liabilities and the related disclosures concerning the items involved as well as contingent assets and liabilities at the balance sheet date. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

Alirox Abrasives Limited

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

Fair value measurement of financial instruments

When the fair value of the financial assets and liabilities recorded in the balance sheet cannot be measured based on the quoted market price in active markets, their fair value is measured using valuation technique. The input to these models are taken from the observable market where possible, but this is not feasible, a review of judgment is required in establishing fair values. Changes in assumption relating to these assumption could affect the fair value of financial instrument.

Significant Accounting policies

a. Property, plant and equipment

The Company has measured Property, plant and equipment at fair value as on transition date i.e. 01/04/2016 which has become deemed cost.

b. Depreciation methods, estimated useful lives and residual value:

Depreciation on Property, Plant and Equipment (PPE) and is provided over the useful life of assets as specified in schedule II to the Companies Act 2013. Property, Plant and Equipment which are added / disposed off during the year, depreciation is provided pro-rata basis with reference to the month of addition / deletion.

The following methods of depreciation are used for PPE :

Property Plant & Equipment	Written Down Value Method
----------------------------	---------------------------

Estimated useful lives, residual values and depreciation methods are reviewed annually, taking into account commercial and technological obsolescence as well as normal wear and tear and adjusted prospectively, if appropriate.

c. Revenue recognition and other income:

Interest Income:

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

Dividend Income:

Dividend Income is recognised when the right to receive the payment is established.

d. Taxes

Tax expense comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-Tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current income tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Current income tax relating to items recognized directly in equity is recognised in equity and not in the statement of profit and loss. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Minimum alternate tax

Minimum Alternative Tax (MAT) is applicable to the Company. Credit of MAT is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the MAT credit becomes eligible to be recognised as an asset, the said asset is created by way of a credit to the statement of profit and loss and shown as MAT credit entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal income tax during the specified period.

Deferred tax

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purpose at reporting date. Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date. A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized.

The carrying amount of deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow deferred tax assets to be recovered.

The company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

e. Provisions, contingent liabilities and contingent assets

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event and it is probable that the outflow of resources embodying economic benefits will be required to settle the obligation in respect of which reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, the expense relating to provision presented in the statement of profit & loss is net of any reimbursement.

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

Contingent liability is disclosed in the notes in case of:

- There is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.
- A present obligation arising from past event, when it is not probable that as outflow of resources will be required to settle the obligation
- A present obligation arises from the past event, when no reliable estimate is possible
- A present obligation arises from the past event, unless the probability of outflow are remote.

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets.

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each balance sheet date.

Contingent assets

A contingent asset is disclosed, where an inflow of economic benefits is probable.

f. Cash & Cash Equivalents

Cash and cash equivalents includes cash on hand and at bank, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

For the purpose of the Statement of Cash Flows, cash and cash equivalents consists of cash and short term deposits, as defined above, net of outstanding bank overdraft as they being considered as integral part of the Company's cash management.

Cash flow statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instruments of another entity.

Note 3 (a) Investment and other Financial Assets

Classification

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through Other Comprehensive Income or through profit or loss) and
- those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in the statement of profit and loss or Other Comprehensive Income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments in subsidiaries, the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at cost.

The Company reclassifies debt investments when and only when its business model for managing those assets changes.

Measurement

At initial recognition, the Company measures financial assets at its fair value plus, in the case of financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the statement of profit and loss.

Equity investments

The Company subsequently measures all equity investments at fair value. The Company's management has elected to present fair value gains and losses on equity investments in OCI, and there is no subsequent reclassification of fair value gains and losses to profit or loss. Dividends from such investments are recognised in the Statement of profit and loss as other income when the Company's right to receive payments is established.

Changes in the fair value of financial assets at FVPL are recognised in the Statement of Profit and Loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

Impairment of financial assets:

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109, 'Financial Instruments', which requires expected lifetime losses to be recognised from initial recognition of the receivables.

Derecognition of financial assets

A financial asset is derecognised only when:

- The Company has transferred the rights to receive cash flows from the financial asset or
- Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised. Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

Contributed equity:

Equity shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax from the proceeds.

(b) Financial Liabilities & Equity

Classification as debt or equity

Equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definition of a financial liability and an equity instrument.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities.

Initial recognition and measurement:

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts and financial guarantee contracts.

Alirox Abrasives Limited

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

Subsequent measurement:

The measurement of financial liabilities depends on their classification, as described below:

Trade and other payables: These amounts represent obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Those payable are classified as current liabilities if payment is due within one year or less otherwise they are presented as non-current liabilities. Trade and other payables are subsequently measured at amortised cost using the effective interest rate method.

Offsetting of financial instrument

Financial Assets and Financial Liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

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

Note-4 Related Party Disclosures

A) Relationships

(i) Subsidiary Company :- Adhirath Power & Holding Pvt Ltd

(ii) Directors of the Company:-

Shri Jai Hari Dalmia

Shri Mohan Lal Dujari

Shri Laxmi Niwas Goyal and

Smt. Leena Rawal

(iii) Promoters of the Company:

Shri Jai Hari Dalmia and Shri Yadu Hari Dalmia

(iv) Relatives of Promoters:

J. H. Dalmia (HUF), Y. H. Dalmia (HUF), Shri Gautam Dalmia, Shri Puneet Yadu Dalmia, Gautam Dalmia (HUF), Smt. Kavita Dalmia, Smt. Bela Dalmia, Smt. Anupama Dalmia, Smt. Avantika Dalmia, Kumari Shrutipriya Dalmia, Kumari Sukeshi Dalmia, Kumari Vaidehi Dalmia, Kumari Sumana Dalmia, Kumari Avanee Dalmia and Mst. Priyang Dalmia.

(v) Enterprises Controlled by Promoter of the Company:

Rama Investment Company Private Limited, Puneet Trading & Investment Company Private Limited*, Sita Investment Company Limited, Mayuka Investment Limited*, Ankita Pratisthan Limited*, Shri Chamundeswari Minerals Limited, Himgiri Commercial Limited, Keshav Power Limited, Valley Agro Industries Limited, Shree Nirman Limited, Avanee and Ashni Securities Private Limited, OCL India Limited, ZipAhead.Com Pvt. Limited*, Dalmia Bharat Limited, Kanika Investment Limited, Ishita Properties Limited, Dalmia Cement (Bharat) Limited, D.I. Properties Limited, Geetee Estates Limited, Hemshila Properties Limited, Shri Rangam Properties Limited, Arjuna Brokers & Minerals Limited, Dalmia Minerals & Properties Limited, Shri Radha Krishna Brokers & Holdings Limited, Dalmia Power Limited, Sri Shanmugha Mines & Minerals Limited, Sri Subramanya Mines & Minerals Limited, Sri Swaminatha Mines & Minerals Limited, Sri Madhusudhana Mines and Properties Limited, Sri Trivikrama Mines & Properties Limited, Sri Dhandauthapani Mines & Minerals Limited, Cosmos Cements Limited, Sutnga Mines Private Limited, Rajputana Properties Private Limited, Golden Hills Resorts Private Limited, Dalmia Bharat Sugar and Industries Limited, Himshikhar Investment Limited, Dalmia Solar Power Limited, Dalmia Sugar Ventures Limited, Sukeshi Trust, Vaidehi Trust, Sumana Trust, Shrutipriya Dalmia Trust, Priyang Trust, Avanee Trust, Adhunik MSP cement (Assam) Limited, Vinay Cement limited, RCL Cement Limited, SCL Cement limited, Khappa Coal Co (P) Limited, Adhunik Cement Ltd., Calcom Cement India Ltd., Dalmia Bharat Cements Holding Ltd., YHD Trusteeship Services Pvt. Ltd., Shri Yadu Hari Trusteeship Services Pvt. Ltd Vastalaya Developers Pvt. Ltd., Yadu Hari Dalmia Parivar Trust, Respect Elders & Co., Love Children & Co., Respect Nature & Society, Shri Brahma Creation Trust, Shri Vishnu Preservation Trust, Shubh Homes Realtors LLP, Vinimay Developers Pvt. Ltd., Shri Investments, Shri Rangam Securities & Holdings Ltd., Jaye Vijay Agro Farms Pvt. Ltd., Dalmia Cement East Ltd., Glow Homes Technologies Pvt. Ltd., OCL Global Ltd., OCL China Ltd., Odisha Cement Ltd. Bangaru Kamakshiamman Agro Farms Pvt. Ltd., Coin Tribe Technologies Pvt. Ltd., Tijori Capital Pvt. Ltd., Samagama Holdings and Commercial Pvt. Ltd., Antorday Commercial and Holdings Pvt. Ltd., Akhyar Estate Holdings Pvt. Ltd., Jai Hari Dalmia Parivar Trust, Jai Hari Dalmia Trust, Kavita Dalmia Trust, Y.H.Dalmia Parivar Trust, Bela Dalmia Parivar Trust, Puneet Dalmia Parivar Trust, Avantika Dalmia Parivar Trust, Shrutipriya Dalmia Parivar Trust, Avanee Dalmia Parivar Trust, Priyang Dalmia Parivar Trust, Dalmia Bharat Parivar Trust, Dalmia Mining and Services Pvt. Ltd., Dalmia Renewables Energy Ltd., Alsthom Industries Ltd., Vanika Commercial and Holdings Pvt. Ltd., Dalmia Stefanutti Stocks Pvt. Ltd., Garvita Solution Services and Holdings Pvt. Ltd., Dalmia Seven Refractories Ltd. Dalmia Refractories Limited, Hareon Dalmia Solar Pvt. Ltd., Sarvapriya Healthcare Solutions Private Limited.

Note: *Pursuant to scheme of Amalgamation and Arrangement vide NCLT Order dated 18/04/2018 Mayuka Investment Limited, Puneet Trading & Investment Co. Pvt.Ltd, Ankita Pratisthan Limited, Zipahead.com Pvt. Ltd., has been merged into Rama Investment Co. Pvt Ltd.

Note: # Pursuant to scheme of Amalgamation and Arrangement vide NCLT Order dated 2/2/2018 Kavita Trading & Investment Co. Private Ltd has been merged into Sita Investment Co. Ltd. (with effect from the appointed date 1/04/2016)

Alirox Abrasives Limited
Notes to Standalone financial statements for year ended March 31, 2018

The following transactions were carried out with the related parties in the ordinary course of business:

Nature of Transaction	Key Management Personnel		Promoter controlled enterprises		Total	
	As at 31st March, 2018	As at 31st March, 2017	As at 31st March, 2018	As at 31st March, 2017	As at 31st March, 2018	As at 31st March, 2017
Service Charges Received						
Dalmia Refractories Ltd.	-	-	2,101,500	1,725,000	2,101,500	1,725,000
Keshav Power Ltd.	-	-	1,407,000	1,380,000	1,407,000	1,380,000
Shri Chamundeswari Minerals Ltd.	-	-	70,800	-	70,800	-
Salary and Perquisites						
Ms. Leena Rawal	1,360,759	1,214,727	-	-	1,360,759	1,214,727
Ms. Shweta Chadha	774,176	651,753	-	-	774,176	651,753
Mr. Nishant Kamnani	-	75,948	-	-	-	75,948
Ms. Arushi Gupta	3,07,944	2,82,939	-	-	3,07,944	282,939
Salary Advance						
Ms. Leena Rawal	3,96,000	-	-	-	3,96,000	-
Dividend Received						
Dalmia Refractories Ltd.	-	-	2,47,187	123,594	2,47,187	123,594
Dalmia Bharat Ltd.	-	-	2,64,792	-	2,64,792	-
Dalmia Bharat Sugar & Industries Ltd.	-	-	2,40,720	-	2,40,720	-
Investment Made						
Adhirath Power & Holdings Pvt. Ltd.	-	-	100,000	100,000	100,000	100,000
Reimbursement of Expenses						
Shri Chamundeswari Minerals Ltd.	-	-	1,30,279	94,047	130,279	94,047
Interest Received						
Dalmia Refractories Ltd.	-	-	-	73,940	-	73,940
Amount Receivable / Payable						
	-	-	-	-	-	-

Note -5

Reconciliation

The following reconciliation provides the effect of transition to IND AS from IGAAP in accordance with IND AS 101

Particulars	Balance Sheet as at 31st March, 2016		
	IGAAP	Effect of transition to IND AS	IND AS
Assets			
Non Current Assets			
a) Property, Plant and Equipment	29,749	21,460,341	21,490,090
b) Investment	13,537,805	212,772,689	226,310,494
c) Other Non Current Assets	592,781	-	592,781
Total Non Current Assets	14,160,335	234,233,030	248,393,365
Current Assets			
a) Financial Assets			
(i) Investments	2,500,000	167,851	2,667,851
(ii) Cash and Cash Equivalents	2,330,330	-	2,330,330
(iii) Loans	67,288	-	67,288
(iv) Other Financial Assets	151,102	-	151,102
b) Other Current Assets	-	-	-
Total Current Assets	5,048,720	167,851	5,216,571
Total Assets	19,209,055	234,400,881	253,609,936
Equity & Liabilities			
a) Equity Share Capital	2,400,000	-	2,400,000
b) Other Equity	16,741,858	234,400,881	251,142,739
Total Equity	19,141,858		253,542,739
Liabilities			
Non Current Liabilities			
a) Deferred Tax Liabilities	-	-	-
Total Non Current Liabilities	-	-	-
Current Liabilities			
a) Other Current Liabilities	55,255	-	55,255
b) Provisions	11,942	-	11,942
Total Current Liabilities	67,197	-	67,197
Total Equity & Liabilities	19,209,055	234,400,881	253,609,936

Particulars	Balance Sheet as at 31st Mar 2017		
	IGAAP	Effect of transition to IND AS	IND AS
Assets			
Non Current Assets			
a) Property, Plant and Equipment	40,950	17,012,570	17,053,520
b) Investment	10,305,935	394,752,500	405,058,435
c) Other Non Current Assets	333,904	-	333,904
Total Non Current Assets	10,680,789	411,765,070	422,445,859
Current Assets			
a) Financial Assets			
(i) Investments	2,500,000	409,300	2,909,300
(ii) Cash and Cash Equivalents	5,867,317	-	5,867,317
(iii) Loans	115,021	-	115,021
(iv) Other Financial Assets	130,044	-	130,044
b) Other Current Assets	7,055	-	7,055
Total Current Assets	8,619,437	409,300	9,028,737
Total Assets	19,300,226	412,174,370	431,474,596
Equity & Liabilities			
a) Equity Share Capital	2,400,000	-	2,400,000
b) Other Equity	16,821,677	412,174,370	428,996,047
Total Equity	19,221,677	412,174,370	431,396,047
Liabilities			
Non Current Liabilities			
a) Deferred Tax Liabilities	-	-	-
Total Non Current Liabilities	-	-	-
Current Liabilities			
a) Other Current Liabilities	57,745	-	57,745
b) Provisions	20,804	-	20,804
Total Current Liabilities	78,549	-	78,549
Total Equity & Liabilities	19,300,226	412,174,370	431,474,596

Particulars	Year ended 31st Mar 2017		
	IGAAP	Effect of transition to IND AS	IND AS
Income			
Revenue from Operations	2,700,000	-	2,700,000
Other Income	456,117	241,449	697,566
Total Income (I)	3,156,117	241,449	3,397,566
Expenses			
Cost of material consumed			
Purchases of Stock in Trade			
Changes in inventories of finished			
Employee benefits expenses	2,266,061	-	2,266,061
Finance Cost			
Depreciation and Amortization Expenses	11,299	(4,447,771)	4,459,070
Other Expenses	781,328	-	781,328
Total Expenses (II)	3,058,688	(4,447,771)	7,506,459
Profit/Loss before Exceptional Items	97,429	(4,011,464)	(4,108,893)
Exceptional Items			
Profit/Loss before Tax	97,429	(4,011,464)	(4,108,893)
Tax Expenses			
(i) Current Tax	20,000	-	20,000
(ii) Deferred Tax			
(iii) Tax adjustment of Earlier Year	(2,390)	-	(2,390)
Profit/(Loss) for the year after tax	79,819	(4,046,684)	(4,126,503)
Other Comprehensive Income	-	181,979,811	181,979,811
Total Comprehensive Income	79,819	181,979,811	177,853,308

As per our report of even date
For Mathur Gupta & Associates
Chartered Accountants
Firm Regn.No. 003962N

For and on behalf of the Board of Directors

Pradeep Dayal Mathur
Partner
M.No. 082990
Date: 30.05.2018

Arushi Gupta
Company Secretary

Shweta Chadha
Chief Financial Officer

Leena Rawal
Whole Time Director &
Chief Executive Officer
DIN: 03575675

M.L.Dujari
Director
DIN: 00010043

ALIROX ABRASIVES LIMITED**Notes to Standalone financial statements as on March 31, 2018****6 Property, Plant and Equipment****(i) Tangible assets**

Particulars	Buildings	Computer	Total Tangible Asset
Deemed Cost as at 1st April 2016	21,490,090	-	21,490,090
Additions	-	22,500	22,500
Disposals/Adjustment			-
Balance as at 31 March 2017	21,490,090	22,500	21,512,590
Additions		39,100	39,100
Disposals/Adjustment			-
Balance as at 31 March 2018	21,490,090	61,600	21,551,690
Balance as at 1 April 2016	-	-	-
Depreciation for the year	4,457,820	1,250	4,459,070
Accumulated depreciation on disposals	-	-	-
Balance as at 31 March 2017	4,457,820	1,250	4,459,070
Depreciation for the year (including on incremental am	3,533,107	11,790	3,544,897
Accumulated depreciation on disposals	-	-	-
Balance as at 31 March 2018	7,990,927	13,040	8,003,967
Net block			
As at 1st April 2016	21,490,090	-	21,490,090
As at 31 March 2017	17,032,270	21,250	17,053,520
As at 31 March 2018	13,499,163	48,560	13,547,723

ALIROX ABRASIVES LIMITED

Notes to Standalone financial statements as on March 31, 2018

Non- Current Assets: Financial Assets

7 Investments

	No. of Shares	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Non Current Investments:				
a) Investments in Equity Instruments (fully paid up)				
Carborundum Universal Limited	5,340	1,855,650	1,553,940	937,170
John Oakey and Mohan Limited*	50	-	1	1
Dalmia Bharat Limited	120,360	347,280,726	236,772,192	95,854,704
Dalmia Bharat Sugar & Industries Limited	120,360	7,739,148	20,846,352	11,951,748
Kanknnarah Co. Limited*	300	-	1	1
Eduwizards Infosolution Pvt. Ltd.	11,100	11,100	-	-
Dalmia Refractories Limited	247,187	167,985,813	145,785,949	114,235,000
Adhirath Power & Holdings Pvt. Ltd.	10,000	100,000	100,000	-
b) Investments in debentures or bonds (fully paid up) - Quoted				
6% NCDs of Dalmia Refractories Limited		-	-	3,331,870
Total		524,972,437	405,058,435	226,310,494
<i>Note: * Investment Written Off during the Year</i>				
8 Other Asset				
Security Deposit		26,000	26,000	26,000
Tax Provision		-	-	-
Other Advances		-	307,904	566,781
		26,000	333,904	592,781
9 Current financial assets				
9.1 Current Investments				
<u>Mutual Funds (At FVTPL)</u>				
HDFC Short Term Opportunities Fund		3,105,848	2,909,300	2,667,851
		3,105,848	2,909,300	2,667,851
Aggregate Book value of quoted investments		3,105,848	2,909,300	2,667,851
Fair value of quoted investments		3,105,848	2,909,300	2,667,851
		As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
9.2 Cash & Cash Equivalent				
Balances with banks				
- in Current Accounts		766,243	1,062,347	640,865
Cash on hand		9,659	10,281	7,823
Cheques in hand		-	-	-
Fixed deposits		5,608,874	4,794,689	1,681,642
		6,384,776	5,867,317	2,330,330
9.3 Loans				
Amount recoverable				
Other Advances		396,000	115,021	67,288
		396,000	115,021	67,288
9.4 Others Financial Asset				
Unsecured, considered good				
- Interest receivable		130,039	130,044	151,102
		130,039	130,044	151,102

ALIROX ABRASIVES LIMITED

Notes to Standalone financial statements as on March 31, 2018

	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
10 Other Current Assets:			
Prepaid expenses	-	3,700	-
Balance with statutory authorities	736,228	3,355	-
	<u>736,228</u>	<u>7,055</u>	<u>-</u>
11 Equity			
11.1 Share Capital			
Authorised			
1,000,000' Equity Shares of Rs 10 each	10,000,000	10,000,000	10,000,000
Total	<u>10,000,000</u>	<u>10,000,000</u>	<u>10,000,000</u>
Issued, Subscribed & fully paid up			
2400000 Equity shares of Rs 10 each	2,400,000	2,400,000	2,400,000
Total	<u>2,400,000</u>	<u>2,400,000</u>	<u>2,400,000</u>

(i) Reconciliation of number and amount of equity shares outstanding:

	No. of shares	Amount
As at 1st April 2016	240,000	2,400,000
Movement during the year	-	-
As at 31st March, 2017	240,000	2,400,000
Movement during the year	-	-
As at 31st March, 2018	<u>240,000</u>	<u>2,400,000</u>

Rights, restrictions and preferences attached to each class of shares

The Company has only one class of equity shares having par value of Rs 10/- per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the company, the holder of equity shares will be entitled to receive the assets of the company. The distribution will be in proportion to the number of equity shares held by the shareholders.

(ii) Details of shareholders holding more than 5% shares in the company

	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	Number	% Holding	Number	% Holding	Number	% Holding
Equity shares of ₹ 10 each fully paid						
Shri Jai Hari Dalmia	15050	6.27	15050	6.27	15050	6.27
Rama Investment Co. Private Limited*	82,270	34.28	82,270	34.28	82,270	34.28
Sita Investment Co. Ltd.#	22,800	9.50	22,800	9.50	22,800	9.50

Note: *Pursuant to scheme of Amalgamation and Arrangement vide NCLT Order dated 18/04/2018 Mayuka Investment Limited, Puneet Trading & Investment Co. Pvt.Ltd, Ankita Pratisthan Limited, Zipahead.com Private Limited has been merged into Rama Investment Co. Pvt Ltd.

Note: # Pursuant to scheme of Amalgamation and Arrangement vide NCLT Order dated 02/02/2018 Kavita Trading & Investment Co. Private Ltd has been merged into Sita Investment Co. Ltd. (with effect from the appointed date 1/04/2016)

As per records of the company, including register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

11.2 Other Equity

	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
a. Capital Reserves			
Opening Balance	246,750	246,750	246,750
Transferred to Retained earnings	-	-	-
Closing Balance	<u>246,750</u>	<u>246,750</u>	<u>246,750</u>
b. Reserve Fund			
Opening Balance	32,800	32,800	32,800
Closing Balance	<u>32,800</u>	<u>32,800</u>	<u>32,800</u>
c. General Reserve			
Opening Balance	200,000	200,000	200,000
(+) Transfer from Debenture Redemption Reserve	-	-	-
Closing Balance	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>

ALIROX ABRASIVES LIMITED

Notes to Standalone financial statements as on March 31, 2018

d. Surplus/Retained Earnings

Opening balance	12,135,805	16,262,308	16,187,239
Add : Transfer From Capital Reserve			-
(+) Net Profit/(Net Loss) For the current year	(5,870,545)	(4,126,503)	75,069
Remeasurement effect	-	-	-
Reversal/(Payment) of Dividend and CDT Payment	-	-	-
Closing Balance	<u>6,265,260</u>	<u>12,135,805</u>	<u>16,262,308</u>

e. Comprehensive Income

Income recognised on Equity instruments	416,380,692	234,400,881	-
Addition During The year	119,902,904	181,979,811	234,400,881
Total Income recognised on Equity instruments	536,283,596	416,380,692	234,400,881
Actuarial Gain & Losses on DBO	-	-	-
Closing Balance	<u>536,283,596</u>	<u>416,380,692</u>	<u>234,400,881</u>
Grand Total	<u>543,028,406</u>	<u>428,996,047</u>	<u>251,142,739</u>

Nature and Purpose Of Reserves

- a. Capital reserve represents funds to be utilised for specific purposes
b. General Reserve is free reserve created by the Company by transfer from retained earnings.
c. Equity instruments through other comprehensive income - The Company has elected to recognise changes in the fair value of investment in equity instruments in other comprehensive income. The changes are accumulated with in Fair Value through Other Comprehensive Income equity instruments reserve with in equity. The Company will transfer the amount from this reserve to retained earnings when the relevant equity securities are derecognised.

Non - current liabilities

	<u>As at 31st March, 2018</u>	<u>As at 31st March, 2017</u>	<u>As at 1st April, 2016</u>
12 Deferred Tax Liability			
On account of Property, Plant & Equipment	3,473,336	-	-
	<u>3,473,336</u>	<u>-</u>	<u>-</u>

Current liabilities**13 Other current liabilities**

Statutory Liabilities	119,728	-	-
Other Payables	53,581	57,745	55,255
	<u>173,309</u>	<u>57,745</u>	<u>55,255</u>

14 Provision

Provision for employee benefits Leave Encashment	48,000	20,804	11,942
Provision for Income Tax	176,000		
	<u>224,000</u>	<u>20,804</u>	<u>11,942</u>

ALIROX ABRASIVES LIMITED
Notes to Standalone financial statements as on March 31, 2018

Note No	Particulars	Rs in Lakhs	
		For the year ended March 31, 2018	For the year ended March 31, 2017
15 Revenue from operations			
	Service Charges Received	3,360,000	2,700,000
		3,360,000	2,700,000
16 Other income			
	Interest income from bank/others	349,091	332,323
	Dividend income	762,044	123,594
	Profit on Sale of an Property plant and equipment	-	-
	Net gain/loss on value of Mutual Funds	196,548	241,449
	Foreign Exchange Fluctuation	-	-
	Other non operating income	300	200
		1,307,983	697,566
17 Employee benefits expense			
	Salaries, wages, Allowances & Commission	2,445,694	2,177,867
	Contribution to Provident & Other funds	-	-
	Gratuity & Pension	-	-
	Staff welfare expenses	21,539	88,194
		2,467,233	2,266,061
18 Depreciation and amortization expense			
	Depreciation of tangible assets	3,544,897	4,459,070
	Amortization of intangible assets	-	-
		3,544,897	4,459,070
19 Other expenses			
ii)	Electricity and Water Charges	277,914	315,177
iii)	Advertisement & Publicity	46,532	45,131
iv)	Insurance	12,921	5,691
v)	Rates and taxes	80,782	72,991
vi)	Payment to the auditors		
	- as auditor	25,000	20,000
	- for other services	15,050	14,240
vii)	Professional Charges	115,689	81,286
viii)	Listing & Processing Fees	35,350	25,125
ix)	Directors sitting fees	49,500	54,000
x)	General Maintainence	130,279	94,047
xi)	Website Charges	11,000	-
xii)	Depository Charges	26,622	25,317
xiii)	Filing Fees	7,113	10,579
xiv)	Miscellaneous expenses	43,310	17,744
		877,062	781,328

ALIROX ABRASIVES LIMITED

Notes to Standalone financial statements as on March 31, 2018

Note No	Particulars	Rs in Lakhs	
		For the year ended March 31, 2018	For the year ended March 31, 2017
20	Tax expense		
	Current tax	176,000	20,000
	<u>Deferred tax</u>		
	- Deferred tax Asset	(3,473,336)	-
	- Mat Credit Utilisation / (Adjustment)	-	-
	Income Tax pertaining to earlier years	-	(2,390)
		<u>(3,297,336)</u>	<u>17,610</u>
21	Other Comprehensive Income		
	Item that will not be reclassified to profit or loss		
	- Actuarial gain / (loss) on defined benefit obligation	119,902,904	181,979,811.00
	Items that will be reclassified to profit or loss		
	- Fair valuation of equity instruments at FVTOCI	-	-
	Total Other Comprehensive Income	<u>119,902,904</u>	<u>181,979,811.00</u>
22	Earning per Share		
	Profit after tax	(5,870,545)	(4,126,503)
	Number of equity shares outstanding during the period (weighted average)	240,000	240,000
	Nominal value of equity shares (Rs 10.00 each)	10.00	10.00
	Earning per share (Rs.) Basic	(24.46)	(17.19)
	Earning per share (Rs. Diluted)	(24.46)	(17.19)

INDEPENDENT AUDITOR'S REPORT

**To The Members of
Alirox Abrasives Limited**

Report on the Consolidated Ind AS Financial Statements

We have audited the accompanying consolidated Ind AS financial statements of Alirox Abrasives Limited ("herein referred to as the "Holding Company" and its subsidiary together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31st, 2018, the Consolidated Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Consolidated Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.(hereinafter referred to as the "Consolidated Ind AS Financial Statements")

Management's Responsibility for the Consolidated Ind AS Financial Statements

The Holding Company's Board of Directors is responsible with respect to the preparation of these consolidated Ind AS financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and changes in equity of the Group in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, (as amended). This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the group 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 the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit of the consolidated Ind AS financial statements in accordance with the Standards on Auditing and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditor in terms of their reports referred to in other matters paragraph below is sufficient and appropriate to provide a basis for our audit opinion on the consolidated Ind AS financial statements.

Opinion

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

Other Matter

We did not audit the Financial statements of a wholly owned subsidiary named Adhirath Power & Holdings Private Limited, whose financial statements reflect total assets of INR 88.27 lacs as at 31st March, 2018, total revenue of INR 8.10 lacs and net cash inflows amounting to INR 1.58 lacs. Moreover, the jointly controlled entity named Hareon Dalmia Solar Private Limited for the year ended on that date is not considered in the consolidated financials of Adhirath Power & Holdings Private Limited because of dispute. Our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of wholly owned subsidiary is based solely on the audited Ind AS financial statements. Our opinion on the consolidated Ind AS financial statements and our report on Other Legal and Regulatory Requirements below is not modified in respect of the above matters with respect to our reliance on audited Ind AS financial statements made available to us by the management.

The Group had prepared the audited consolidated financial statements for the corresponding year ended March 31st, 2017 included in the statement in accordance with the Companies (Accounting Standards) Rules, 2006 referred to in section 133 of the Act on which D.P.Kapoor & Co, Chartered Accountants (FRN : 002251N) vide their audit report dated 24.05.2017 had issued an unmodified report. The consolidated Ind AS financial statements for the year ended March 31st, 2017 are based on the previously audited financial statements prepared in accordance with the Companies (Accounting Standards), Rules, 2006 as adjusted for the differences in the accounting principles adopted by the company on transition to Ind AS, which have been audited by us. Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

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 of aforesaid consolidated financial statements
- 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 Consolidated Balance Sheet, Consolidated Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Consolidated Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
- d. In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Indian Accounting Standards specified under section 133 of the Act.
- e. On the basis of written representations received from the directors as on March 31st, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31st, 2018, from being appointed as a director in terms of section 164 (2) of the Act;
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these consolidated Ind AS financial statements and the operating effectiveness of such controls, refer to our separate Report in “**Annexure A**” to this report;

- g. With respect to the other matters to be included in the auditors reports in accordance with Rule 11 of the companies (Audit and Auditor's) 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 on its financial position.
 - ii. The company did not have any material foreseeable losses on long term contracts including derivative contract for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection fund by the company.

For Mathur Gupta & Associates
Chartered Accountants
FRN: 003962N

(Pradeep Dayal Mathur)
Partner
Membership Number :082990

Place: New Delhi
Date:30.05.2018

“ANNEXURE A” TO THE INDEPENDENT AUDITOR’S REPORT

Referred to in paragraph (f) under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date to the Members of Alirox Abrasives Limited on Consolidated Ind AS financial statements for the year ended 31st March, 2018.

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Subsection 3 of Section 143 of the Companies Act, 2013 (“the Act”)

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31st, 2018, we have audited the internal financial controls over financial reporting of ALIROX ABRASIVES LIMITED (hereinafter referred to as “Holding Company”) as of that date.

Management’s Responsibility for Internal Financial Controls

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

Auditor’s Responsibility

Our responsibility is to express an opinion on Holding Company’s internal financial controls over financial reporting of the based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Holding 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 31st, 2018, based on the internal control over financial reporting criteria established by the respective companies 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.

Other Matters

Our aforesaid report under section 143(3)(i) of the act *doesn't contain* a comment on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to a jointly controlled entity named HAREON DALMIA SOLAR PRIVATE LIMITED of a wholly owned subsidiary ADHIRATH POWER & HOLDINGS PRIVATE LIMITED due to a dispute.

For **Mathur Gupta & Associates**
Chartered Accountants
FRN: 003962N

(Pradeep Dayal Mathur)
Partner
Membership Number :082990

Place: New Delhi
Date:30.05.2018

ALIROX ABRASIVES LIMITED
Consolidated Balance Sheet as at March 31, 2018

Particulars	Note	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
ASSETS				
Non - current assets				
(a) Property, plant and equipment	6	13,547,723	17,053,520	21,490,090
(b) Investment	7	533,422,317	413,508,315	226,310,494
(c) Other Non Current Asset	8	26,000	333,904	592,781
Total non current assets		546,996,040	430,895,739	248,393,365
Current assets				
(a) Financial assets	9			
(i) Investments	9.1	3,105,848	2,909,300	2,667,851
(ii) Cash and cash equivalents	9.2	6,661,883	5,986,854	2,330,330
(iii) Loans	9.3	396,000	115,021	67,288
(iv) Other financial assets	9.4	130,039	130,044	151,102
(b) Other current assets	10	736,228	7,055	-
Total current assets		11,029,998	9,148,274	5,216,571
Total assets		558,026,038	440,044,013	253,609,936
EQUITY AND LIABILITIES				
Equity				
(a) Equity share capital	11.1	2,400,000	2,400,000	2,400,000
(b) Other equity	11.2	542,277,693	428,326,753	251,142,739
Total equity		544,677,693	430,726,753	253,542,739
LIABILITIES				
Non - current liabilities				
(a) Deferred tax liabilities (net)	12	3,473,336	-	-
Total non current liabilities		3,473,336	-	-
Current liabilities				
(a) Financial Liabilities	13	9,391,700	9,175,990	
(a) Other current liabilities	14	259,309	120,466	55,255
(b) Provisions	15	224,000	20,804	11,942
Total current liabilities		9,875,009	9,317,260	67,197
Total Equity & Liabilities		558,026,038	440,044,013	253,609,936
Notes to Accounts	1 to 5			

As per our report of even date
For Mathur Gupta & Associates
Chartered Accountants
Firm Regn.No. 003962N

For and on behalf of the Board of Directors

Pradeep Dayal Mathur
Partner
M.No. 082990
Date: 30.05.2018

Arushi Gupta
Company Secretary

Shweta Chadha
Chief Financial Officer

Leena Rawal
Whole Time Director &
Chief Executive Officer
DIN: 03575675

M.L.Dujari
Director
DIN: 00010043

ALIROX ABRASIVES LIMITED
Consolidated Statement of Profit & Loss for the year ended March 31, 2018

Particulars	Note No.	For the year ended March 31, 2018	For the year ended March 31, 2017
I Revenue from operations	16	3,360,000	2,700,000
II Other income	17	2,118,731	697,566
III Total income (I + II)		5,478,731	3,397,566
IV Expenses			
Finance Cost	18	860,000	627,211
Employee benefits expense	19	2,467,233	2,266,061
Depreciation and amortization expense	20	3,544,897	4,459,070
Other expenses	21	909,229	823,411
Total expenses		7,781,359	8,175,753
V Profit / (loss) for the year before tax (III-IV)		(2,302,628)	(4,778,187)
VI Tax expense	22		
(1) Current tax		176,000	20,000
(2) Deferred tax		3,473,336	-
(3) Income tax pertaining to earlier years		-	(2,390)
		3,649,336	17,610
VII Net Profit/(Loss) for the year after tax (V - VI)		(5,951,964)	(4,795,797)
VIII Other comprehensive income			
A Items that will not be reclassified to profit	23		
Re-measurement gains/(losses) on defined benefit plans		119,902,904	181,979,811
Income tax relating to items that will not be reclassified to profit or loss		-	-
B Items that will be reclassified to profit or			
Re-measurement gains/(losses) on		-	-
Income tax relating to items that will be reclassified to profit or loss		-	-
		119,902,904	181,979,811
IX Total comprehensive income for the period (VI + VIII)		113,950,940	177,184,014
X Earnings per equity share	24		
Nominal value of equity shares (Rs 10.00 each)			
(1) Basic		(24.80)	(19.98)
(2) Diluted		(24.80)	(19.98)

Notes to Accounts 1 to 5

As per our report of even date
For Mathur Gupta & Associates
Chartered Accountants
Firm Regn.No. 003962N

For and on behalf of the Board of Directors

Pradeep Dayal Mathur
Partner
M.No. 082990
Date: 30.05.2018

Arushi Gupta
Company Secretary

Shweta Chadha
Chief Financial Officer

Leena Rawal
Whole Time Director &
Chief Executive Officer
DIN: 03575675

M.L.Dujari
Director
DIN: 00010043

ALIROX ABRASIVES LIMITED

Consolidated Cash Flow Statement for the year ended March 31, 2018

Particulars	Rs in lakhs	
	2017-18	2016-17
A. Cash Flow from Operating Activities		
Net Profit before tax	(2,302,628)	(4,778,187)
Adjustments		
Depreciation / Amortization	3,544,897	4,459,070
Net Gain on Value of Mutual Fund	196,548	241,449
Provision for Leave Encashment		
Loans & Advances Written off		
Dividend Income	(762,044)	(123,594)
Interest Income	(349,091)	(332,323)
(Profit)/Loss on sale of Investments		
(Profit)/Loss on sale of PPE		
Operating Profit before working Capital Changes	327,681	(533,585)
Adjustments for working Capital changes :		
Inventories		
Trade and Other Payables	557,749	649,701
Trade and Other Receivables	(1,010,147)	(33,730)
Cash Generated from Operations	(124,717)	82,386
Net Direct Taxes Paid/(Refund)	272,294	241,269
Net Cash from Operating activities	(397,011)	(158,883)
B Cash Flow from Investing Activities		
Purchase of Fixed Asset	(39,100)	(22,500)
Purchase of Investments	-	(8,649,880)
Sale of Investments	-	3,331,870
Interest Received	349,096	332,323
Dividend Received	762,044	123,594
Net Cash used in Investing Activities	1,072,040	(4,884,593)
C Cash Flow from Financing Activities		
Issue of Share Capital	-	100,000
Inter Corporate Loan	-	8,600,000
Net cash from / (used in) financing activities	-	8,700,000
Net increase in cash and cash equivalents (A+B+C)	675,029	3,656,524
Cash and cash equivalents (Opening Balance)	5,986,854	2,330,330
Cash and cash equivalents (Closing Balance)*	6,661,883	5,986,854
Change in Cash & Cash Equivalents	675,029	3,656,524

Components of Cash & Cash Equivalents	As at 31 March 2018	As at 31 March 2017	As at 1st April 2016
Balances with banks			
- in Current Accounts	1,038,531	1,176,947	640,865
- Deposits with original maturity of less than 3 months			
Cash on hand	14,478	15,218	7,823
Cheques in hand	5,608,874	4,794,689	1,681,642
Net Cash & Cash Equivalents	6,661,883	5,986,854	2,330,330

Note:

1) The Ind AS adjustments are either non cash adjustments or are regrouping among the cash flow from operating, investing and financing activities. Consequently, Ind AS adoption has no impact on the net cash flow for the year ended 31st March, 2017 as compared with the previous GAAP.

Notes to Accounts

1 to 5

As per our report of even date

For Mathur Gupta & Associates

Chartered Accountants

Firm Regn.No. 003962N

For and on behalf of the Board of Directors

Pradeep Dayal Mathur
Partner

M.No. 082990

Date: 30.05.2018

Arushi Gupta
Company Secretary

Shweta Chadha
Chief Financial Officer

Leena Rawal
Whole Time Director &
Chief Executive Officer

DIN: 03575675

M.L.Dujari
Director

DIN: 00010043

Statement of Changes in Equity for the year ended 31st March, 2018

A Equity Share Capital

Rs in Lakh					
Balance of Equity Share Capital	As at 31st 1st April 2016	Changes during the year	As at 31st March, 2017	Changes during the year	As at 31st March,2018
	2,400,000.00	-	2,400,000.00	-	2,400,000.00

B. Other equity

Particulars	Reserves and Surplus					Items of other comprehensive		Rs. In lakh
	Capital Reserve	Reserve Fund	Debenture Redemption Reserve	General Reserve	Retained earnings	Equity instruments through other comprehensive income	Actuarial Gain & Losses on DBO	Total
As at 01.04.2016	246,750	32,800	-	200,000	16,262,308			16,741,858.00
Changes in accounting policy	-				-			-
Remeasurement effect					-	234,400,881.00		234,400,881.01
Dividend and CDT Payment					-			-
Restated balance as at 1.04.2016	246,750	32,800	-	200,000	16,262,308	234,400,881.00	-	251,142,739.01
Movement During FY 16-17					-			-
Profit of the year					(4,126,503)			(4,126,503.00)
Remeasurement effect					-			-
Other comprehensive income						181,979,811.00		181,979,811.00
Transfer to general reserve					-			-
As at 31.3.2017	246,750	32,800	-	200,000	12,135,805	416,380,692.00	-	428,996,046.99
Movement During FY 17-18								-
Profit of the year					(5,870,545)			(5,870,545.00)
Other comprehensive income						119,902,904.00		119,902,904.00
Dividend and CDT Payment					-			-
As at 31.03.2018	246,750	32,800	-	200,000	6,265,260	536,283,596.00	(0.01)	543,028,405.99

As per our report of even date
For Mathur Gupta & Associates
 Chartered Accountants
 Firm Regn.No. 003962N

For and on behalf of the Board of Directors

Pradeep Dayal Mathur
 Partner
 M.No. 082990
 Date: 30.05.2018

Arushi Gupta
 Company Secretary

Shweta Chadha
 Chief Financial Officer

Leena Rawal
 Whole Time Director &
 Chief Executive Officer
 DIN: 03575675

M.L. Dujari
 Director
 DIN: 00010043

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

Note 1 Corporate Information

The Alirox Abrasives Limited is a public Company domiciled in India and incorporated under the provision of the erstwhile Indian Companies Act, 1913

Note 2 Significant accounting policies and critical accounting estimate and judgments:

Basis of preparation, measurement and significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Basis of Preparation

Compliance with Ind AS

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 and relevant provisions of the Companies Act, 2013 ("the Act"). These are the Company's first Ind AS financial statements and Ind AS 101, 'First-time Adoption of Indian Accounting Standards' has been applied. The policies set out below have been consistently applied during the years presented.

For periods up to year ended March 31, 2017, the Company prepared its financial statements in accordance with the accounting standards notified under Companies (Accounting Standard) Rules, 2006 (as amended) and other relevant provisions of the Act ("Previous GAAP").

These financial statements for the year ended March 31, 2018 are the first financial statements which the Company has prepared in accordance with Ind AS. An explanation of how the transition from Previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows including reconciliations and descriptions of the effect of the transition is provided in note 5 below.

Exemption applied Ind AS 101 allow first time adopters certain exemption from the retrospective application of certain requirement under Ind AS. The Company has applied the following exemption .

A) Investment in subsidiaries, associates and joint venture

Ind AS 101 permit the first time adopter to measure investment in subsidiaries, joint venture and associates in accordance with Ind 27 at one the following:

a) cost determined in accordance with Ind AS 27

b) Deemed Cost:

(i) fair value at date of transition

(ii) previous GAAP carrying amount at that date

The Company has elected to consider previous GAAP carrying amount of its investment in subsidiaries, associates and joint venture on the date of transition to Ind AS its deemed cost for the purpose of determining cost in accordance with the principle of IND AS-27 "Separate Financial Statement".

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for the certain assets and liabilities which have been measured at fair value/amortised cost:

Current vis-à-vis non-current classification

The Company presents assets and liabilities in statement of financial position based on current/non-current classification.

The Company has presented non-current assets and current assets before equity, non-current liabilities and current liabilities in accordance with Schedule III, Division II of Companies Act, 2013 notified by MCA.

An asset is classified as current when it is:

a) Expected to be realised or intended to be sold or consumed in normal operating cycle,

b) Held primarily for the purpose of trading,

c) Expected to be realised within twelve months after the reporting period, or

d) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when it is:

a) Expected to be settled in normal operating cycle,

b) Held primarily for the purpose of trading,

c) Due to be settled within twelve months after the reporting period, or

d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. Deferred tax assets and liabilities are classified as non-current assets and liabilities. The Company has identified twelve months as its normal operating cycle.

(b) Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants on the measurement date. The Company uses valuation techniques that are appropriate in the circumstances for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole.

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

(c) Critical accounting estimates and judgements

The presentation of financial statements under Ind AS requires management to take decisions and make estimates and assumptions that may impact the value of revenues, costs, assets and liabilities and the related disclosures concerning the items involved as well as contingent assets and liabilities at the balance sheet date. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

Fair value measurement of financial instruments

When the fair value of the financial assets and liabilities recorded in the balance sheet cannot be measured based on the quoted market price in activate markets, their fair value is measures using valuation technique. The input to these models are taken from the observable market where possible, but this is not feasible, a review of judgment is required in establishing fair values. Changes in assumption relating to these assumption could affect the fair value of financial instrument.

Significant Accounting policies

a. Property, plant and equipment

The Company has measured Property, plant and equipment at fair value as on transition date i.e. 01/04/2016 which has become deemed cost.

b. Depreciation methods, estimated useful lives and residual value:

Depreciation on Property, Plant and Equipment (PPE) and is provided over the useful life of assets as specified in schedule II to the Companies Act 2013. Property, Plant and Equipment which are added / disposed off during the year, depreciation is provided pro-rata basis with reference to the month of addition / deletion.

The following methods of depreciation are used for PPE :

Property Plant & Equipment	Written Down Value Method
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Estimated useful lives, residual values and depreciation methods are reviewed annually, taking into account commercial and technological obsolescence as well as normal wear and tear and adjusted prospectively, if appropriate.

c. Revenue recognition and other income:

Interest Income:

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

Dividend Income:

Dividend Income is recognised when the right to receive the payment is established.

d. Taxes

Tax expense comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-Tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current income tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Current income tax relating to items recognized directly in equity is recognised in equity and not in the statement of profit and loss. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Minimum alternate tax

Minimum Alternative Tax (MAT) is applicable to the Company. Credit of MAT is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the MAT credit becomes eligible to be recognised as an asset, the said asset is created by way of a credit to the statement of profit and loss and shown as MAT credit entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal income tax during the specified period.

Deferred tax

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purpose at reporting date. Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date. A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized.

The carrying amount of deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow deferred tax assets to be recovered.

The company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

e. **Provisions, contingent liabilities and contingent assets**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event and it is probable that the outflow of resources embodying economic benefits will be required to settle the obligation in respect of which reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, the expense relating to provision presented in the statement of profit & loss is net of any reimbursement.

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

Contingent liability is disclosed in the notes in case of:

- There is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.
- A present obligation arising from past event, when it is not probable that an outflow of resources will be required to settle the obligation
- A present obligation arises from the past event, when no reliable estimate is possible
- A present obligation arises from the past event, unless the probability of outflow are remote.

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets.

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each balance sheet date.

Contingent assets

A contingent asset is disclosed, where an inflow of economic benefits is probable.

f. **Cash & Cash Equivalents**

Cash and cash equivalents includes cash on hand and at bank, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

For the purpose of the Statement of Cash Flows, cash and cash equivalents consists of cash and short term deposits, as defined above, net of outstanding bank overdraft as they being considered as integral part of the Company's cash management.

Cash flow statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instruments of another entity.

Note 3

(a) Investment and other Financial Assets

Classification

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through Other Comprehensive Income or through profit or loss) and
- those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in the statement of profit and loss or Other Comprehensive Income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments in subsidiaries, the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at cost.

The Company reclassifies debt investments when and only when its business model for managing those assets changes.

Measurement

At initial recognition, the Company measures financial assets at its fair value plus, in the case of financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the statement of profit and loss.

Equity investments

The Company subsequently measures all equity investments at fair value. The Company's management has elected to present fair value gains and losses on equity investments in OCI, and there is no subsequent reclassification of fair value gains and losses to profit or loss. Dividends from such investments are recognised in the Statement of profit and loss as other income when the Company's right to receive payments is established.

Changes in the fair value of financial assets at FVPL are recognised in the Statement of Profit and Loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

Impairment of financial assets:

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109, 'Financial Instruments', which requires expected lifetime losses to be recognised from initial recognition of the receivables.

Derecognition of financial assets

A financial asset is derecognised only when:

- The Company has transferred the rights to receive cash flows from the financial asset or
- Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised. Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

Contributed equity:

Equity shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax from the proceeds.

(b) Financial Liabilities & Equity

Classification as debt or equity

Equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definition of a financial liability and an equity instrument.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities.

Initial recognition and measurement:

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts and financial guarantee contracts.

Subsequent measurement:

The measurement of financial liabilities depends on their classification, as described below:

Trade and other payables: These amounts represent obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Those payable are classified as current liabilities if payment is due within one year or less otherwise they are presented as non-current liabilities. Trade and other payables are subsequently measured at amortised cost using the effective interest rate method.

Offsetting of financial instrument

Financial Assets and Financial Liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

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

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

Subsidiary Company Consolidation

The Company's Subsidiary Company Adhirath Power & Holdings Pvt. Ltd. is holding 19.99 equity shares stake in Hareon Dalmia Solar Private Limited (Joint Venture). As per Ind AS -31 venturer shall recognize investment in joint venture as per equity method, but due to non-availability of financial statements of Co-venturer, Adhirath Power & Holdings Pvt. Ltd. is unable to consolidate the accounts of above in terms of Ind - AS 31. Hence, the figures of current year are not comparable to the figures of the previous year.

Note-4 Related Party Disclosures

A) Relationships

(i) Subsidiary Company :- Adhirath Power & Holdings Pvt Ltd

(ii) Directors of the Company:-

Shri Jai Hari Dalmia
Shri Mohan Lal Dujari
Shri Laxmi Niwas Goyal and
Smt. Leena Rawal

(iii) Promoters of the Company:

Shri Jai Hari Dalmia and Shri Yadu Hari Dalmia

(iv) Relatives of Promoters:

J. H. Dalmia (HUF), Y. H. Dalmia (HUF), Shri Gautam Dalmia, Shri Puneet Yadu Dalmia, Gautam Dalmia (HUF), Smt. Kavita Dalmia, Smt. Bela Dalmia, Smt. Anupama Dalmia, Smt. Avantika Dalmia, Kumari Shrutipriya Dalmia, Kumari Sukeshi Dalmia, Kumari Vaidehi Dalmia, Kumari Sumana Dalmia, Kumari Avanees Dalmia and Mst. Priyang Dalmia.

(v) Enterprises Controlled by Promoter of the Company:

Rama Investment Company Private Limited*, Puneet Trading & Investment Company Private Limited*, Sita Investment Company Limited#, Mayuka Investment Limited*, Ankita Pratisthan Limited*, Shri Chamundeswari Minerals Limited, Himgiri Commercial Limited, Keshav Power Limited, Valley Agro Industries Limited, Shree Nirman Limited, Avanees and Ashni Securities Private Limited, OCL India Limited, ZipAhead.Com Pvt. Limited, Dalmia Bharat Limited, Kanika Investment Limited, Ishita Properties Limited, Dalmia Cement (Bharat) Limited, D.J. Properties Limited, Geetee Estates Limited, Hemshila Properties Limited, Shri Rangam Properties Limited, Arjuna Brokers & Minerals Limited, Dalmia Minerals & Properties Limited, Shri Radha Krishna Brokers & Holdings Limited, Dalmia Power Limited, Sri Shanmugha Mines & Minerals Limited, Sri Subramanya Mines & Minerals Limited, Sri Swaminatha Mines & Minerals Limited, Sri Madhusudhana Mines and Properties Limited, Sri Trivikrama Mines & Properties Limited, Sri Dhandauthapani Mines & Minerals Limited, Cosmos Cements Limited, Sutnga Mines Private Limited, Rajputana Properties Private Limited, Golden Hills Resorts Private Limited, Dalmia Bharat Sugar and Industries Limited, Himshikhar Investment Limited, Dalmia Solar Power Limited, Dalmia Sugar Ventures Limited, Sukeshi Trust, Vaidehi Trust, Sumana Trust, Shrutipriya Dalmia Trust, Priyang Trust, Avanees Trust, Adhunik MSP cement (Assam) Limited, Vinay Cement limited, RCL Cement Limited, SCL Cement limited, Khappa Coal Co (P) Limited, Adhunik Cement Ltd., Calcom Cement India Ltd., Dalmia Bharat Cements Holding Ltd., YHD Trusteeship Services Pvt. Ltd., Shri Yadu Hari Trusteeship Services Pvt. Ltd Vastalaya Developers Pvt. Ltd., Yadu Hari Dalmia Parivar Trust, Respect Elders & Co., Love Children & Co., Respect Nature & Society, Shri Brahma Creation Trust, Shri Vishnu Preservation Trust, Shubh Homes Realtors LLP, Vinimay Developers Pvt. Ltd., Shri Investments, Shri Rangam Securities & Holdings Ltd., Jaye Vijay Agro Farms Pvt. Ltd., Dalmia Cement East Ltd., Glow Homes Technologies Pvt. Ltd., OCL Global Ltd., OCL China Ltd., Odisha Cement Ltd. Bangaru Kamakshiamman Agro Farms Pvt. Ltd., Coin Tribe Technologies Pvt. Ltd., Tijori Capital Pvt. Ltd., Samagama Holdings and Commercial Pvt. Ltd., Antorday Commercial and Holdings Pvt. Ltd., Akhyar Estate Holdings Pvt. Ltd., Jai Hari Dalmia Parivar Trust, Jai Hari Dalmia Trust, Kavita Dalmia Trust, Y.H.Dalmia Parivar Trust, Bela Dalmia Parivar Trust, Puneet Dalmia Parivar Trust, Avantika Dalmia Parivar Trust, Shrutipriya Dalmia Parivar Trust, Avanees Dalmia Parivar Trust, Priyang Dalmia Parivar Trust, Dalmia Bharat Parivar Trust, Dalmia Mining and Services Pvt. Ltd., Dalmia Renewables Energy Ltd., Alsthom Industries Ltd., Vanika Commercial and Holdings Pvt. Ltd., Dalmia Stefanutti Stocks Pvt. Ltd., Garvita Solution Services and Holdings Pvt. Ltd., Dalmia Seven Refractories Ltd. Dalmia Refractories Limited, Hareon Dalmia Solar Pvt. Ltd., Sarvapriya Healthcare Solutions Private Limited.

Note: *Pursuant to scheme of Amalgamation and Arrangement vide NCLT Order dated 18/04/2018 Mayuka Investment Limited, Puneet Trading & Investment Co. Pvt. Ltd, Ankita Pratisthan Limited, Zipahead.com Private Limited has been merged into Rama Investment Co. Pvt Ltd.

Note: # Pursuant to scheme of Amalgamation and Arrangement vide NCLT Order dated 2/2/2018 Kavita Trading & Investment Co. Pvt. Ltd has been merged into Sita Investment Co. Ltd. (with effect from the appointed date 1/4/2016)

The following transactions were carried out with the related parties in the ordinary course of business:

Nature of Transaction	Key Management Personnel		Promoter controlled enterprises		Total	
	As at 31st March, 2018	As at 31st March, 2017	As at 31st March, 2018	As at 31st March, 2017	As at 31st March, 2018	As at 31st March, 2017
Service Charges Received						
Dalmia Refractories Ltd.	-	-	2,101,500	1,725,000	2,101,500	1,725,000
Keshav Power Ltd.	-	-	1,407,000	1,380,000	1,407,000	1,380,000
Shri Chamundeswari Minerals Ltd.	-	-	70,800	-	70,800	-
Inter Corporate Loan Taken						
Keshav Power Ltd.				8,600,000		8,600,000
Issue of Equity Share						
Alirox Abrasives Ltd				100,000		100,000
Salary and Perquisites						
Ms. Leena Rawal	1,360,759	1,214,727	-	-	1,360,759	1,214,727
Ms. Shweta Chadha	774,176	651,753	-	-	774,176	651,753
Mr. Nishant Kamnani	-	75,948	-	-	-	75,948
Ms. Arushi Gupta	-	2,82,939	-	-	-	282,939
	3,07,944				3,07,944	
Salary Advance						
Ms. Leena Rawal	3,96,000	-	-	-	3,96,000	-
Dividend Received						
Dalmia Refractories Ltd.	-	-	2,47,187	123,594	2,47,187	123,594
Dalmia Bharat Ltd.	-	-	2,64,792	-	2,64,792	-
Dalmia Bharat Sugar & Industries Ltd.	-	-	2,40,720	-	2,40,720	-
Investment Made						
Adhirath Power & Holdings Pvt. Ltd.	-	-	100,000	100,000	100,000	100,000
Reimbursement of Expenses						
Shri Chamundeswari Minerals Ltd.	-	-	1,30,279	94,047	130,279	94,047
Interest Received						
Dalmia Refractories Ltd.	-	-	-	73,940	-	73,940
Amount Receivable / Payable						
Inter Corporate Loan (including interest)	-	-	9,374,000	9,164,490	9,374,000	9,164,490

As per our report of even date

Note-5

Reconciliation

The following reconciliation provides the effect of transition to IND AS from IGAAP in accordance with IND AS 101

Particulars	Balance Sheet as at 31st March, 2016		
	IGAAP	Effect of transition to IND AS	IND AS
Assets			
Non Current Assets			
a) Property, Plant and Equipment	29,749	21,460,341	21,490,090
b) Investment	13,537,805	212,772,689	226,310,494
c) Other Non Current Assets	592,781	-	592,781
Total Non Current Assets	14,160,335	234,233,030	248,393,365
Current Assets			
a) Financial Assets			
(i) Investments	2,500,000	167,851	2,667,851
(ii) Cash and Cash Equivalents	2,330,330	-	2,330,330
(iii) Loans	67,288	-	67,288
(iv) Other Financial Assets	151,102	-	151,102
b) Other Current Assets	-	-	-
Total Current Assets	5,048,720	167,851	5,216,571
Total Assets	19,209,055	234,400,881	253,609,936
Equity & Liabilities			
a) Equity Share Capital	2,400,000	-	2,400,000
b) Other Equity	16,741,858	234,400,881	251,142,739
Total Equity	19,141,858	234,400,881	253,542,739
Liabilities			
Non Current Liabilities			
a) Deferred Tax Liabilities	-	-	-
Total Non Current Liabilities			
Current Liabilities			
a) Other Current Liabilities	55,255	-	55,255
b) Provisions	11,942	-	11,942
Total Current Liabilities	67,197	-	67,197
Total Equity & Liabilities	19,209,055	234,400,881	253,609,936

Particulars	Balance Sheet as at 31st Mar 2017			
	IGAAP	Effect of No Consolidation of JV	Effect of transition to IND AS	IND AS
Assets				
Non Current Assets				
a) Property, Plant and Equipment	43,207,478	(43,166,528)	17,012,570	17,053,520
b) Intangible Assets	11,414	(11,414)	-	-
c) Capital Work in progress	10,769,667	(10,769,667)	-	-
d) Investment	10,205,935	8,549,880	394,752,500	413,508,315
e) Deferred Tax Assets	209,266	(209,266)	-	-
c) Other Non Current Assets	417,886	(83,982)	-	333,904
Total Non Current Assets	64,821,646	(45,690,977)	411,765,070	430,895,739
Current Assets				
a) Financial Assets				
(i) Investments	2,500,000	-	409,300	2,909,300
(ii) Cash and Cash Equivalents	48,712,603	(42,725,749)	-	5,986,854
(iii) Loans	1,047,842	(932,821)	-	115,021
(iv) Other Financial Assets	130,044	-	-	130,044
b) Other Current Assets	7,055	-	-	7,055
Total Current Assets	52,397,544	(43,658,570)	409,300	9,148,274
Total Assets	117,219,190	(89,349,547)	412,174,370	440,044,013
Equity & Liabilities				
a) Equity Share Capital	2,400,000	-	-	2,400,000
b) Other Equity	74,343,362	(58,190,979)	412,174,370	428,326,753
Total Equity	76,743,362	(58,190,979)	412,174,370	430,726,753
Liabilities				
Non Current Liabilities				
a) Long Term Borrowing	28,679,677	(28,679,677)	-	-
Total Non Current Liabilities	28,679,677	28,679,677		
Current Liabilities				
a) Financial Liabilities	9,205,990	(30,000)	-	9,175,990
b) Other Current Liabilities	2,569,357	(2,448,891)	-	120,466
c) Provisions	20,804	-	-	20,804
Total Current Liabilities	11,796,151	(2,448,891)		9,317,260
Total Equity & Liabilities	117,219,190	(31,960,193)	412,174,370	440,044,013

Particulars	Year ended 31st Mar 2017			
	IGAAP	Effect of No Consolidation of JV	Effect of transition to IND AS	IND AS
Income				
Revenue from Operations	2,700,000	-	-	2,700,000
Other Income	749,532	(293,415)	241,449	697,566
Total Income (I)	3,449,532	(293,415)	241,449	3,397,566
Expenses				
Cost of material consumed		-	-	-
Purchases of Stock in Trade		-	-	-
Changes in inventories of finished		-	-	-
Employee benefits expenses	2,266,061	-	-	2,266,061
Finance Cost	627,211	-	-	627,211
Depreciation and Amortization Expe	11,299	-	4,447,771	4,459,070
Other Expenses	3,995,432	(3,172,021)	-	823,411
Total Expenses (II)	6,900,003	(3,172,021)	4,447,771	8,175,753
Profit/Loss before Exceptional Items	(3,450,471)	-	-	(4,778,187)
Exceptional Items		-	-	
Profit/Loss before Tax	(3,450,471)	-	-	(4,778,187)
Tax Expenses				
(i) Current Tax	20,000	-	-	20,000
(ii) Deferred Tax	(118,805)	118,805	-	
(iii) Tax adjustment of Earlier Year	(2,390)	-	-	(2,390)
Profit/(Loss) for the year after tax	(3,349,276)	(1,446,521)		(4,795,797)
Other Comprehensive Income	-	-	181,979,811	181,979,811
Total Comprehensive Income	(3,349,276)	-	180,533,290	177,184,014

As per our report of even date
For Mathur Gupta & Associates
Chartered Accountants
Firm Regn.No. 003962N

For and on behalf of the Board of Directors

Pradeep Dayal Mathur
Partner
M.No. 082990
Date: 30.05.2018

Arushi Gupta
Company Secretary

Shweta Chadha
Chief Financial Officer

Leena Rawal
Whole Time Director &
Chief Executive Officer
DIN: 03575675

M.L.Dujari
Director
DIN: 00010043

ALIROX ABRASIVES LIMITED
Notes to Consolidated financial statements as on March 31, 2018

6 Property, Plant and Equipment

(i) Tangible assets

Particulars	Buildings	Computer	Total Tangible Asset
Deemed Cost as at 1st April 2016	21,490,090	-	21,490,090
Additions	-	22,500	22,500
Disposals/Adjustment			-
Balance as at 31 March 2017	21,490,090	22,500	21,512,590
Additions		39,100	39,100
Disposals/Adjustment			-
Balance as at 31 March 2018	21,490,090	61,600	21,551,690
Balance as at 1 April 2016	-	-	-
Depreciation for the year	4,457,820	1,250	4,459,070
Accumulated depreciation on disposals	-	-	-
Balance as at 31 March 2017	4,457,820	1,250	4,459,070
Depreciation for the year (including on incremental amount)	3,533,107	11,790	3,544,897
Accumulated depreciation on disposals	-	-	-
Balance as at 31 March 2018	7,990,927	13,041	8,003,967
Net block			
As at 1st April 2016	21,490,090	-	21,490,090
As at 31 March 2017	17,032,270	21,250	17,053,520
As at 31 March 2018	13,499,163	48,559	13,547,723

ALIROX ABRASIVES LIMITED
Notes to Consolidated financial statements as on March 31, 2018

Non- Current Assets: Financial Assets

7 Investments	No. of Shares	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Non Current Investments:				
a) Investments in Equity Instruments (fully paid up) -				
Carborundum Universal Limited	5,340	1,855,650	1,553,940	937,170
John Oakey and Mohan Limited*	50	-	1	1
Dalmia Bharat Limited	120,360	347,280,726	236,772,192	95,854,704
Dalmia Bharat Sugar & Industries Limited	120,360	7,739,148	20,846,352	11,951,748
Kanknnarah Co. Limited*	300	-	1	1
Eduwizards Infosolution Pvt. Ltd.	11,100	11,100	-	-
Dalmia Refractories Limited	247,187	167,985,813	145,785,949	114,235,000
b) Investments in Equity Instruments (fully paid up) - Unquoted:				
Hereon Dalmia Solar ower Limited		8,549,880	8,549,880	
c) Investments in debentures or bonds (fully paid up) - Quoted				
6% NCDs of Dalmia Refractories Limited		-	-	3,331,870
Total		533,422,317	413,508,315	226,310,494
<i>Note: * Investment Written Off during the Year</i>				
8 Other Asset				
Security Deposit		26,000	26,000	26,000
Tax Provision		-	-	-
Other Advances		-	307,904	566,781
		<u>26,000</u>	<u>333,904</u>	<u>592,781</u>
9 Current financial assets				
9.1 Current Investments				
Mutual Funds (At FVTPL)				
HDFC Short Term Opportunities Fund		3,105,848	2,909,300	2,667,851
		<u>3,105,848</u>	<u>2,909,300</u>	<u>2,667,851</u>
Aggregate Book value of quoted investments		3,105,848	2,909,300	2,667,851
Fair value of quoted investments		3,105,848	2,909,300	2,667,851
		<u>As at 31st March, 2018</u>	<u>As at 31st March, 2017</u>	<u>As at 1st April, 2016</u>
9.2 Cash & Cash Equivalent				
Balances with banks				
- in Current Accounts		1,038,531	1,176,947	640,865
Cash on hand		14,478	15,218	7,823
Cheques in hand		-	-	-
Fixed deposits		5,608,874	4,794,689	1,681,642
		<u>6,661,883</u>	<u>5,986,854</u>	<u>2,330,330</u>
9.3 Loans				
Amount recoverable				
Other Advances		396,000	115,021	67,288
		<u>396,000</u>	<u>115,021</u>	<u>67,288</u>
9.4 Others Financial Asset				
Unsecured, considered good				
- Interest receivable		130,039	130,044	151,102
		<u>130,039</u>	<u>130,044</u>	<u>151,102</u>

ALIROX ABRASIVES LIMITED

Notes to Consolidated financial statements as on March 31, 2018

	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
10 Other Current Assets:			
Prepaid expenses	-	3,700	-
Balance with statutory authorities	736,228	3,355	-
	736,228	7,055	-
11 Equity			
11.1 Share Capital			
Authorised			
1,000,000 ¹ Equity Shares of Rs 10 each	10,000,000	10,000,000	10,000,000
Total	10,000,000	10,000,000	10,000,000
Issued, Subscribed & fully paid up			
2400000 Equity shares of Rs 10 each	2,400,000	2,400,000	2,400,000
Total	2,400,000	2,400,000	2,400,000

(i) Reconciliation of number and amount of equity shares outstanding:

	No. of shares	Amount
As at 1st April 2016	240,000	2,400,000
Movement during the year	-	-
As at 31st March, 2017	240,000	2,400,000
Movement during the year	-	-
As at 31st March, 2018	240,000	2,400,000

Rights, restrictions and preferences attached to each class of shares

The Company has only one class of equity shares having par value of Rs 10/- per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the company, the holder of equity shares will be entitled to receive the assets of the company. The distribution will be in proportion to the number of equity shares held by the shareholders.

(ii) Details of shareholders holding more than 5% shares in the company

	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	Number	% Holding	Number	% Holding	Number	% Holding
Equity shares of ₹ 10 each fully paid						
Shri Jai Hari Dalmia	15050	6.27	15050	6.27	15050	6.27
Rama Investment Co. Private Limited*	82,270	34.28	82,270	34.28	82,270	34.28
Sita Investment Co. Ltd.#	22,800	9.50	22,800	9.50	22,800	9.50

Note: *Pursuant to scheme of Amalgamation and Arrangement vide NCLT Order dated 18/04/2018 Mayuka Investment Limited, Puneet Trading & Investment Co. Pvt.Ltd, Ankita Pratisthan Limited, Zipahead.com Private Limited has been merged into Rama Investment Co. Pvt Ltd.

Note: # Pursuant to scheme of Amalgamation and Arrangement vide NCLT Order dated 02/02/2018 Kavita Trading & Investment Co.Pvt.Ltd has been merged into Sita Investment Co. Ltd.(with effect from the appointed date 1/4/2016)

As per records of the company, including register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

11.2 Other Equity

	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
a. Capital Reserves			
Opening Balance	246,750	246,750	246,750
Transferred to Retained earnings	-	-	-
Closing Balance	246,750	246,750	246,750
b. Reserve Fund			
Opening Balance	32,800	32,800	32,800
Closing Balance	32,800	32,800	32,800
c. General Reserve			
Opening Balance	200,000	200,000	200,000
(+) Transfer from Debenture Redemption Reserve	-	-	-
Closing Balance	200,000	200,000	200,000

ALIROX ABRASIVES LIMITED
Notes to Consolidated financial statements as on March 31, 2018

d. Surplus/Retained Earnings

Opening balance	11,466,511	16,262,308	16,187,239
Add : Transfer From Capital Reserve			-
(+) Net Profit/(Net Loss) For the current year	(5,951,964)	(4,795,797)	75,069
Remeasurement effect	-	-	-
Reversal/(Payment) of Dividend and CDT Payment	-	-	-
Closing Balance	<u>5,514,547</u>	<u>11,466,511</u>	<u>16,262,308</u>

e. Comprehensive Income

Income recognised on Equity instruments	416,380,692	234,400,881	-
Addition During The year	119,902,904	181,979,811	234,400,881
Total Income recognised on Equity instruments	536,283,596	416,380,692	234,400,881
Actuarial Gain & Losses on DBO	-	-	-
Closing Balance	<u>536,283,596</u>	<u>416,380,692</u>	<u>234,400,881</u>
Grand Total	<u>542,277,693</u>	<u>428,326,753</u>	<u>251,142,739</u>

Nature and Purpose Of Reserves

- a. Capital reserve represents funds to be utilised for specific purposes
b. General Reserve is free reserve created by the Company by transfer from retained earnings.
c. Equity instruments through other comprehensive income - The Company has elected to recognise changes in the fair value of investment in equity instruments in other comprehensive income. The changes are accumulated with in Fair Value through Other Comprehensive Income equity instruments reserve with in equity. The Company will transfer the amount from this reserve to retained earnings when the relevant equity securities are derecognised.

Non - current liabilities

	<u>As at 31st March, 2018</u>	<u>As at 31st March, 2017</u>	<u>As at 1st April, 2016</u>
12 Deferred tax liability			
On account of Property, Plant & Equipment	3,473,336	-	-
	<u>3,473,336</u>	<u>-</u>	<u>-</u>

Current liabilities

	<u>As at 31st March, 2018</u>	<u>As at 31st March, 2017</u>	<u>As at 1st April, 2016</u>
13 Financial Liabilities			
Short Term Borrowing	8,600,000	8,600,000	-
Trade Payable	17,700	11,500	-
Other Financial Liabilities	774,000	564,490	-
	<u>9,391,700</u>	<u>9,175,990</u>	<u>-</u>
14 Other current liabilities			
Statutory Liabilities	205,728	62,721	-
Other Payables	53,581	57,745	55,255
	<u>259,309</u>	<u>120,466</u>	<u>55,255</u>
15 Provision			
Provision for employee benefits Leave Encashment	48,000	20,804	11,942
Provision for Income Tax	176,000	-	-
	<u>224,000</u>	<u>20,804</u>	<u>11,942</u>

ALIROX ABRASIVES LIMITED

Notes to Consolidated financial statements as on March 31, 2018

		Rs in Lakhs	
Note No	Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
16 Revenue from operations			
	Service Charges Received	3,360,000	2,700,000
		<u>3,360,000</u>	<u>2,700,000</u>
17 Other income			
	Interest income from bank/others	349,091	332,323
	Dividend income	762,044	123,594
	Profit on Sale of an Property plant and equipment	-	-
	Net gain/loss on value of Mutual Funds	196,548	241,449
	Refferel Fee	810,748	-
	Other non operating income	300	200
		<u>2,118,731</u>	<u>697,566</u>
18 Finance Cost			
	Interest on Borrowings	860,000	627,211
		<u>860,000</u>	<u>627,211</u>
19 Employee benefits expense			
	Salaries, wages, Allowances & Commission	2,445,694	2,177,867
	Contribution to Provident & Other funds	-	-
	Gratuity & Pension	-	-
	Staff welfare expenses	21,539	88,194
		<u>2,467,233</u>	<u>2,266,061</u>
20 Depreciation and amortization expense			
	Depreciation of tangible assets	3,544,897	4,459,070
	Amortization of intangible assets	-	-
		<u>3,544,897</u>	<u>4,459,070</u>
21 Other expenses			
ii)	Electricity and Water Charges	277,914	315,177
iii)	Advertisement & Publicity	46,532	45,131
iv)	Insurance	12,921	5,691
v)	Rates and taxes	80,782	72,991
vi)	Payment to the auditors		
	- as auditor	42,700	31,500
	- for other services	15,050	14,240
vii)	Professional Charges	125,670	96,312
viii)	Listing & Processing Fees	35,350	25,125
ix)	Directors sitting fees	49,500	54,000
x)	General Maintainence	130,279	94,047
xi)	Website Charges	11,000	-
xii)	Depository Charges	26,622	25,317
xiii)	Filing Fees	7,113	10,579
xiv)	Miscellaneous expenses	47,796	33,301
		<u>909,229</u>	<u>823,411</u>

ALIROX ABRASIVES LIMITED
Notes to Consolidated financial statements as on March 31, 2018

Note No	Particulars	Rs in Lakhs	
		For the year ended March 31, 2018	For the year ended March 31, 2017
22 Tax expense			
	Current tax	176,000	20,000
	<u>Deferred tax</u>		
	- Deferred tax Asset	(3,473,336)	-
	- Mat Credit Utilisation / (Adjustment)		-
	Income Tax pertaining to earlier years	-	(2,390)
		<u>(3,297,336)</u>	<u>17,610</u>
23 Other Comprehensive Income			
	Item that will not be reclassified to profit or loss		
	- Actuarial gain / (loss) on defined benefit obligation	119,902,904	181,979,811.00
	Items that will be reclassified to profit or loss		
	- Fair valuation of equity instruments at FVTOCI	-	-
	Total Other Comprehensive Income	<u>119,902,904</u>	<u>181,979,811.00</u>
24 Earning per Share			
	Profit after tax	(5,951,964)	(4,795,797)
	Number of equity shares outstanding during the period (weighted average)	240,000	240,000
	Nominal value of equity shares (Rs 10.00 each)	10.00	10.00
	Earning per share (Rs.) Basic	(24.80)	(19.98)
	Earning per share (Rs. Diluted)	(24.80)	(19.98)