

Longview Tea Company Limited

Annual Report
for the year ended 31st March, 2018

LONGVIEW TEA COMPANY LIMITED

CIN No. : L15491WB1879PLC000377

BOARD OF DIRECTORS

Pradip Kumar Daga (DIN : 00040692)

Yashwant Kumar Daga (DIN : 00040632)

Manoj Kumar Agrawal (DIN : 00067194)

Santosh Devi Mall (DIN : 07094393)

CHIEF EXECUTIVE OFFICER

Om Prakash Dokania

CHIEF FINANCIAL OFFICER

Sourabh Agrawal

COMPANY SECRETARY

Ankita Agarwal

AUDITORS

V. Singhi & Associates

Chartered Accountants

REGISTERED OFFICE

16, Hare Street

Kolkata - 700 001

Phone : 033-2248-2391/2/3

Fax : 033-2248 9382

Website : www.longviewtea.org

E-mail : info@longviewtea.org

REGISTRAR & SHARE

TRANSFER AGENT

Maheshwari Datamatics Pvt. Ltd.

23, R. N. Mukherjee Road, Kolkata - 700 001

Phone : 033-2243-5029/5809, 033-2248-2248

Fax : 033-2248-4787

E-mail : mdpl@cal.vsnl.net.in

mdpldc@yahoo.com

BOARD'S REPORT

Dear Members,

We have pleasure in presenting the Annual Report together with the Financial Statements of the Company for the year ended 31st March, 2018.

Financial Results

The financial performance of the Company is summarized herein below: (₹ in lakhs)

Particulars	31st March, 2018	31st March, 2017
Profit before Finance Cost, Depreciation and Amortization & Tax	27.03	6.12
<i>Less: Finance Cost</i>	6.31	5.98
Depreciation and amortization	-	-
Profit before Exceptional Items and Tax	20.72	0.14
Exceptional Items	-	-
Profit before Tax	20.72	0.14
Current tax	(30.55)	28.09
Tax adjustment for earlier year	(0.96)	-
MAT Credit Entitlement	12.12	(28.09)
Deferred tax	1.07	(0.68)
Profit for the year	2.40	(0.54)

Review of Operations

Revenues with other income for financial year ended 31st March, 2018 stood at ₹ 151.58 lakhs and profit before depreciation and amortization, finance cost, and tax, at ₹ 27.03 and profit for the year after tax was ₹ 2.40 lakhs/-.

Dividend

Due to the inadequacy of the profit and to conserve the resources of the Company, your Directors do not recommend any dividend for the year.

Subsidiaries/Associate Companies

The Company does not have any Subsidiary or Associate Company.

Directors & KMP

The Board consists of non-executive directors including independent directors who have wide and varied experience in different disciplines of corporate functioning.

In terms of Articles of Association of the Company read with section 150, 152 of the Companies Act, 2013, Shri Yashwant Kumar Daga (DIN:00040632), is retiring by rotation and being eligible offered himself for re-appointment. Shri Sourabh Agarwal, Chief Financial Officer and Smt. Ankita Agarwal, Company Secretary have resigned from the Company w.e.f 15th May, 2018.

The Board at its meeting held on 17th May, 2018 has approved the appointment of Shri Vikas Joshi as Chief Financial Officer (Key Managerial Personnel) & Nikita Puria as Company Secretary (Key Managerial Personnel) w.e.f. 17th May, 2018.

Declaration from Independent Directors

All Independent directors have submitted their declaration under section 149(7) of the Companies Act, 2013 that they meet the criteria of Independence as provided under section 149(6) of the Companies Act, 2013 and Regulation 25 of SEBI (LODR) Regulations, 2015.

Nomination & Remuneration Policy

The Company pursuant to the provisions of Section 178 of the Companies Act, 2013 and in terms of Regulation 19(4) of the SEBI Listing Regulations has formulated a policy on Nomination and Remuneration for its Directors, Key Managerial Personnel and senior management. The detail of the said policy is annexed herewith and marked as Annexure I forming part of this report. The said policy is also available at the website of the Company at www.longviewtea.org.

Directors' Responsibility Statement

In accordance with the provisions of section 134(5) with respect to Directors' Responsibility Statement, the Board hereby confirms and submits 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 have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) the directors have taken proper and sufficient care for the maintenance of adequate accounting records for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors have prepared the annual accounts on a going concern basis; and
- (e) the directors have 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 have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Number of Board Meetings

During the year four Board meetings were held on 30.05.2017, 28.08.2017, 13.12.2017 and 14.02.2018 in respect of which proper notices were given and the proceedings were duly recorded in the minutes book maintained for the purpose. The maximum time gap between two meetings was less than 120 days as stipulated under SEBI's Listing Obligations and Disclosure Requirements, Regulations 2015. The details of attendance of the directors at the Board Meetings during the year 2017-2018 is given hereunder:

Name	Number of meetings attended
Pradip Kumar Daga	2
Yashwant Kumar Daga	4
Manoj Kumar Agrawal	4
Santosh Devi Mall	4

Board Evaluation

Pursuant to the Provisions of the Companies Act, 2013 and in accordance with the SEBI Listing Regulations, the Board has carried out an annual evaluation of its own performance, the directors individually, as well as the evaluation of the working of its committees. At the meeting of the Board, all the relevant factors that were material for evaluating the performance of the committees and of the Board were discussed in detail. The performance evaluation of the Chairman was carried out by the Independent Directors taking into account views of Non-Executive Directors. The Directors expressed their satisfaction with the evaluation process.

Internal Financial Control and their adequacy

The Board has adopted the policies and procedures 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

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CIN No. : L15491WB1879PLC000377

frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial disclosures. The internal auditor monitors and evaluates the efficacy and adequacy of internal control systems in the Company. The details in respect of internal financial control and their adequacy are included in the Management Discussion & Analysis, which forms part of this report.

Corporate Governance & Management Discussion & Analysis

The Company does not fall under the applicability of the Corporate Governance as laid out in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Thus, a report on Corporate Governance does not form part of this report.

Pursuant to SEBI Listing Regulations, report on Management Discussion and Analysis has been enclosed as part of Board's Report.

Auditors' and their Report

M/s. V Singhi & Associates, Statutory Auditors, holds office until the conclusion of the Annual General Meeting to be held in the year 2022.

The Auditors Report does not contain any reservations, qualifications, or adverse remarks and are self-explanatory.

Secretarial Auditor

Pursuant to the provisions of section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended, the Company had appointed Drolia & Co. Company Secretaries for conducting the Secretarial Audit of the Company for the financial year 2017-18. The Secretarial Audit Report, pursuant to Section 204(1) of the Companies Act, 2013, for the financial year ended 31 March 2018 is given in Annexure II attached hereto and forms part of this report.

The Secretarial Audit report for the financial year ended 31/03/2018 does not contain any reservation, qualification or adverse remarks and forms part of the Board's Report.

Audit Committee

The Audit Committee of the Company was constituted by Board. The Committee comprised of Shri Manoj Kumar Agrawal as Chairman, Smt. Santosh Devi Mall and Shri Yashwant Kumar Daga as Members. The Company Secretary is the Secretary of the Committee. During the year, there are no instances where the Board had not accepted the recommendations of the Audit Committee.

Vigil Mechanism

The Company has established a vigil mechanism that enables the directors and employees to report genuine concerns. The Vigil Mechanism provides for adequate safeguards against victimization of employees and Directors to avail of the mechanism and also provide for direct access to the Chairman/CEO/ Chairman of the Audit Committee in exceptional cases. The details of the vigil mechanism are also available on the Company's website at <http://longviewtea.org/investor/Vigil.pdf>.

Risk Management

The Board has approved and implemented Risk Management Policy of the Company including identification and element of risks. The Audit Committee has been delegated the responsibility for monitoring and reviewing risk management, assessment and minimization procedures, and identifying, reviewing and mitigating all elements of risk which the Company may be exposed to.

Corporate Social Responsibility

Due to the non-applicability of the conditions for forming the Corporate Social Responsibility Committee, such committee has not been formed by the company.

Deposits

The Company has not accepted Deposit from the members or the general Public during the year. There are no outstanding deposits in terms of Companies (Acceptance of Deposits) Rules, 2014.

Loans, Guarantees & Investments

The particulars of loans, guarantees and investments have been disclosed in the financial statements of the Company.

Related Parties Transactions

All related party transactions entered during the year as defined under the Companies Act, 2013 during the financial year, were in ordinary course of business and on arm's length basis. There have been no transactions with the related parties during the financial year which were in conflict with the interests of the Company. There have been no materially significant related party transactions between the Company and the Directors, the management or relative except for those disclosed in the financial statements. Therefore, Form AOC-2 is not applicable.

Change in the Nature of Business

No change has been made in nature of business carried out by the Company during the financial year 2017-18.

Material Changes Affecting Financial Position of the Company

No material Changes or commitments, affecting the financial position of the Company have occurred between the end of the financial year of the Company, to which the financial statements relate i.e. 31st March, 2018 and date of Board's Report.

Significant and Material Orders Passed By the Regulators or Courts

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

Conservation of Energy, Research and Development, Technology Absorptions and Foreign Exchange Earnings and Outgo

The Company is in the trading business and has no manufacturing unit. The information pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo, as required under the Companies Act, 2013, read with the Companies (Accounts) Rules 2014 is not applicable to the Company.

Particulars of Remuneration of Managerial Personnel and Employees and Related Disclosure

The information required under section 197 of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given below.

- a. Ratio of remuneration of each director to the median remuneration of the employees of the Company for the financial year: None of the Director is being paid remuneration except the sitting fees.
- b. Percentage increase in the remuneration of Chief Executive Officer, Chief Financial Officer, Company Secretary in the financial year:

Sl. No.	Name and Designation	Remuneration for FY 2017-18	% increase in remuneration in the FY 2017-18
1.	Mr. O.P. Dokania (Chief Executive Officer)	48,21,000	33.36%
2.	Mr. Sourabh Agrawal (Chief Financial Officer)*	2,05,500	-
3.	Ms. Ankita Agarwal (Company Secretary)*	4,62,000	5.30%

**Shri Sourabh Agrawal, Chief Financial Officer and Smt. Ankita Agarwal, Company Secretary have resigned from the Company w.e.f 15th May, 2018*

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- c. Percentage increase in the median remuneration of employees in the financial year : 5.30%
- d. Number of permanent employees on the rolls of the Company: 3
- e. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

Average salary increase of employees other than Key Managerial Personnel in the last financial year was 0%.
Average increase in the remuneration of Key Managerial Personnel was 12.89%.

- f. The Company affirms that remuneration is as per the Remuneration policy of the Company.

The details as required pursuant to provisions of sub-rule (2) and (3) of Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any amendment and re-enactment thereof) is given below.

Further none of the employee was drawing in excess of the limits laid down in Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 which needs to be disclosed in the directors report.

Names of the Top Ten Employees in terms of remuneration drawn

Name	Designation, Nature of Employment	Remuneration Received (in Rs.)	Qualification, Experience (yrs)	Date of commencement of employment	Age (yrs)	Last Employer designation	Relative of any director of the Company
Mr. Om Prakash Dokania	Chief Executive Officer (CEO), Permanent	48,21,000	CA, B. com	June, 1996	70	Deepak Industries Limited	Nil
Mrs. Ankita Agarwal*	Company Secretary & Compliance Officer, Permanent	4,62,000	CS, B. Com	February, 2016	28	Self- Employed	Nil
Mr. Sourabh Agarwal*	Chief Financial Officer (CFO), Permanent	2,05,500	B. Com	Dec, 2013	31	Pragati Edible Processing Pvt. Ltd.	Nil

* *Shri Sourabh Agarwal, Chief Financial Officer and Smt. Ankita Agarwal, Company Secretary have resigned from the Company w.e.f 15th May, 2018*

Extract of the Annual Return

An Extract of the Annual Return in Form MGT-9 as on March 31, 2018 pursuant to section 92(3) of the Companies Act, 2013 is annexed herewith and marked as Annexure III forming part of this Report.

Acknowledgement

Your Directors place on record their appreciation for the overwhelming co-operation and assistance received from investors, customers, business associates, bankers, vendors, as well as regulatory and governmental authorities. The Directors also wish to appreciate all the contribution received from the employees for their diligence and contribution to the growth of the Company.

For and on behalf of the Board of Directors

Place: Kolkata
Dated: 28/05/2018

Pradip Kumar Daga
Director
(DIN : 00040692)

Yashwant Kumar Daga
Director
(DIN : 00040632)

MANAGEMENT DISCUSSION & ANALYSIS REPORT

Overview

The company is engaged in the business of trading of Tea and Ferrous Metals and the surplus funds generated from the said business being invested in different avenues to augment the financial position.

Industry Structure & Development

The company is presently engaged in the aforesaid trading activities. With the increase in population in the country the demand for tea is rising every year. The production of tea is dependent on the monsoon every year.

Outlook

The demand for Tea is improving in both domestic as well as foreign markets.

Risk and Concerns

For a trading company timely realization of the bills are major risk and high input cost , lack of skilled labour and transportation cost appear to be major concerns. The Company's Directors and Management ensures that stakeholders are not adversely affected. The Company identifies processes which are exposed to risks, determines mitigation strategies to counter these risks and closely monitor their implementation.

Internal Control System and Adequacy

The Company implemented internal control systems to ensure that all assets are safeguarded and protected against losses and all transactions are reported correctly. The Company's internal control system and procedure is commensurate with the size and nature of business.

Financial Performance

This has been covered in the Director's Report under the section on financial results and operations.

Human Resource Development

Employer-employee relations remained cordial during the year under review. The devotion and commitment of our employees has enabled the Company to fulfill its targets and deadlines in time. The number of employees in the company was three during the year.

Cautionary Statement

Statements on Management Discussion and Analysis describing the Company's objectives, estimates, expectations or predictions may be forward looking, considering the applicable laws and regulations. Actual results may differ from such expectations whether expressed or implied. Several factors that could make a significant difference to the Company's objectives include climatic and economic conditions, demand supply conditions, government regulations and taxations, and other incidental factors.

EXTRACT FROM NOMINATION AND REMUNERATION POLICY

Objective and Purpose of the Policy:

- To lay down criteria and terms and conditions with regard to identifying persons who are qualified to become Directors (Executive and Non-Executive) and persons who may be appointed in Senior Management and Key Managerial positions and to determine their remuneration.
- To determine remuneration based on the Company's size and financial position and trends and practices on remuneration prevailing in peer companies, in the industry to which the Company belongs.
- To carry out evaluation of the performance of Directors, as well as Key Managerial and Senior Management Personnel.
- To provide them reward, linked directly to their effort, performance, dedication and achievement relating to the Company's operations.
- To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage.

Applicability:

The Policy is applicable to Directors (Executive and Non- Executive), Key Managerial Personnel (KMP) and Senior Management Personnel

Matters To Be Dealt With, Perused And Recommended To The Board By The Nomination and Remuneration Committee:

The Committee shall:

- Formulate the criteria for determining qualifications, positive attributes and independence of a director.
- Identify persons who are qualified to become Director and persons who may be appointed in Key Managerial and Senior Management positions in accordance with the criteria laid down in this policy.
- Carry out the evaluation of performance of Directors, KMP and Senior Management Personnel and recommend to the Board, their appointment and removal.
- Recommend to the Board, a policy relating to remuneration for the directors, KMP and other employees and recommend to the Board, amendments to such policy as and when required.

Guiding Principles For Appointment And Removal Of Director, KMP And Senior Management

- Remuneration policy and arrangements for Directors, KMPs and Senior Management Personnel, shall be determined by the Committee on the basis of Company's financial position, pay and employment conditions prevailing in peer companies or elsewhere in competitive market to ensure that the remuneration and the other terms of employment shall be competitive to ensure that the Company can attract, retain and motivate competent executives.

- Remuneration packages may be composed of fixed and incentive pay depending on short and long term performance objectives appropriate to the working of the Company.

- The Committee considers that a successful remuneration policy must ensure that a significant part of the remuneration package is linked to the achievement of corporate performance targets and a strong alignment of interest with stakeholders.

Remuneration of the Whole-Time Directors, Directors, KMP And Senior Management Personnel

1. The remuneration / compensation / commission etc. to the Whole-time Directors and Directors will be determined by the Committee. It shall be fixed as per the slabs and conditions mentioned in the Articles of Association of the Company, the Companies Act, 2013, the rules made there under and the Listing Agreement with Stock Exchanges as amended from time to time. The Committee shall recommend the remuneration / compensation / commission etc. to be paid to the Whole-time Director and Directors to the Board for approval. The remuneration / compensation / commission etc. shall be subject to the prior/post approval of the shareholders of the Company and Central Government, wherever required.
2. Increments to the existing remuneration / compensation structure of Whole time Director and Directors may be recommended by the Committee to the Board which should be within the slabs approved by the Shareholders.
3. The Non- Executive / Independent Directors may receive remuneration by way of sitting fees for attending meetings of Board or Committee thereof. Provided that the amount of such fees shall not exceed such amount as may be prescribed by the Central Government from time to time.
4. Commission to Non-executive Directors may be paid within the monetary limit approved by shareholders, as per the applicable provisions of the Companies Act, 2013.
5. The remuneration / compensation / commission etc. to the KMP and Senior Management Personnel will be determined based on the Company's financial position, trends and practices on remuneration prevailing in peer companies, in the industry to which the Company belongs and performance of such KMP and Senior Management Personnel.
6. Where any insurance is taken by the Company on behalf of its Whole-time Director, Chief Executive Officer, Chief Financial Officer, the Company Secretary and any other employees for indemnifying them against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel.
7. An Independent Director shall not be entitled to any stock option of the Company.

SECRETARIAL AUDIT REPORT

Form No. MR-3

FOR THE FINANCIAL YEAR ENDED 31ST DAY OF MARCH, 2018

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

To,
The Members,
LONGVIEW TEA COMPANY LTD
16, Hare Street,
Kolkata-700001

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/S LONGVIEW TEA COMPANY LTD** (hereinafter called "the Company"). The Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of books, papers, minute books, forms and returns filed and other records maintained by the **M/S LONGVIEW TEA COMPANY LTD** and also the information provided by the Company, its officers, and authorised representatives during the conduct of Secretarial Audit, we hereby report that in our opinion the Company has, during the audit period covering the financial year ended 31st March, 2018 complied with the statutory provisions listed hereunder and also that the Company has proper Board- processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended 31st March, 2018 according to the provisions of:

- I. The Companies Act, 2013(the Act) and the rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 and the rules made thereunder;
- 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 Borrowing;
- V. The following Regulations (as amended from time to time) and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 as amended till date;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993;
 - (d) The SEBI Listing (Listing obligation and disclosure requirements <LODR>) Regulations 2015

[The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') are not applicable to the Company for the financial year ended 31-03-2018:-

 - (a) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
 - (b) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - (c) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and

- (d) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;]
- (e) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

VI. The following Industry Specific laws:

- a. Tea Act, 1953
- b. The Tea Waste (Control) Order, 1959
- c. The Tea Warehouse (Licensing) Order 1989
- d. The Tea (Marketing) Control Order, 1984
- e. Tea (Distribution and Export) Control Order, 2005
- f. FSAAI (Food Safety and Standards Authority of India) Act 2006

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

- (i) Provisions of the Securities and Exchange Board of India (Listing Obligatons and Disclosure Requirements) Regulations, 2015
- (ii) Secretarial Standards issued by the Institute of Company Secretaries of India in respect of holding of Board Meeting and Member's meeting,

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

We further report that:

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

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

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines as also represented by the management. **All decisions of the Board were unanimous and the same was captured and recoded as part of the Minutes.**

We further report that during the audit period, the Company has not made any:

- (i) Public/Right/ Preferential issue of Shares/Debentures/Sweat Equity or any other Security.
- (ii) Redemption / buy-back of securities.
- (iii) Major decisions taken by the Members in pursuance to section 180 of the Companies Act, 2013.
- (iv) Merger /Amalgamation/Reconstruction etc.
- (v) Foreign technical collaborations.

For **DROLIA & COMPANY**

Company Secretaries

Pravin Kumar Drolia

Proprietor

FCS No.: 2366

C.P. No.: 1362

Place: Kolkata

Date: 28-05-2018

LONGVIEW TEA COMPANY LIMITED

CIN No. : L15491WB1879PLC000377

To,
The Members,
LONGVIEW TEA COMPANY LTD
16, Hare Street,
Kolkata-700001

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

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

For **DROLIA & COMPANY**

Company Secretaries

Pravin Kumar Drolia

Proprietor

Place: Kolkata

Date: 28-05-2018

FCS No.: 2366

C.P. No.: 1362

Annexure- III

**FORM NO. MGT-9
EXTRACT OF ANNUAL RETURN**

as on the financial year ended on 31st March, 2018

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

I. REGISTRATION AND OTHER DETAILS:

- (i) CIN : L15491WB1879PLC000377
- (ii) Registration Date : 16th January, 1879
- (iii) Name of the Company : Longview Tea Company Limited
- (iv) Category/Sub-Category of the Company : Limited by shares
- (v) Address of the Registered Office : 16, Hare Street, Kolkata-700001
- (vi) Whether listed Company (Yes/No) : Yes
- (vii) Name, Address and Contact details of Registrar and Transfer Agent, if any : Maheshwari Datamatics Pvt Ltd
23, R.N. Mukherjee Road, Kolkata-700001
Mail id: mdpldc@yahoo.com
Contact: 033-2243-5029/2231-6839

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.	Trading of Ferrous metal	4662	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –

Sl. No.	Name And Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
1.	Nil	Nil	Nil	Nil	Nil

LONGVIEW TEA COMPANY LIMITED

CIN No. : L15491WB1879PLC000377

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)
(i) Category-wise Share Holding

Category of shareholders	No. of shares held at the beginning of the year (As on 01/04/2017)				No of shares held at the end of the year (As on 31/03/2018)				% of change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	total	% of total shares	
A. Promoters									
1) Indian									
a. Individuals/HUF	1109316	NIL	1109316	37.02	1109316	NIL	1109316	37.02	NIL
b. Central Govt									
c. State govt									
d. Bodies Corp	217700	NIL	217700	7.27	217700	NIL	217700	7.27	NIL
e. Banks/FIs									
f. Any others									
Sub- total (A) (1):	1327016	NIL	1327016	44.29	1327016	NIL	1327016	44.29	NIL
2) Foreign									
a. NRIs-Individuals									
b. others individuals									
c. Bodies Corp.									
d. Banks/FIs									
Any others									
Sub-total (A) (2):									
Total shareholding of promoter (A)= (A) (1)+(2)	1327016	NIL	1327016	44.29	1327016	NIL	1327016	44.29	NIL
B. Public Shareholding									
1. Institutions									
a. Mutual funds	NIL	2000	2000	0.07	NIL	2000	2000	0.07	NIL
b. Banks/FIs	104900	7500	112400	3.75	104900	7500	112400	3.75	NIL
c. Central govt									
d. State govt									
e. Venture Capital fund									
f. Insurance companies									
g. FIs									
h. Foreign venture capital fund									
i. Others(Specify)									
Sub-total (B)(1):-	104900	9500	114400	3.82	104900	9500	114400	3.82	NIL
2. Non-Institutions									
a. Bodies corp									
1.Indian	21562	10802	32364	1.08	29460	8202	37662	1.26	0.18
2.Oversas									
b. Individuals									
i. Individuals shareholding nominal share capital upto ₹ 1 lakh	224294	1022795	1247089	41.62	228702	989010	1217712	40.64	-0.98
ii. Individual shareholding nominal capital in excess of ₹ 1 lakh	274520	0	274520	9.16	298580	0	298580	9.97	0.80

Category of shareholders	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)				% of change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	total	% of total shares	
c. Others									
- Non Resident Indians	1000	0	1000	0.03	1000	0	1000	0.03	NIL
- Clearing members/clearing corp)	111	0	111	0.00	130	0	130	0.00	NIL
Sub-total (B)(2):-	521487	1033597	1555084	51.90	557872	997212	1555084	51.90	NIL
Total Public shareholding(B)=(B)(1)+(B)(2)	626387	1043097	1669484	55.71	662772	1006712	1669484	55.71	NIL
C. Shares held by Custodian for GDRs & ADRs									
Grand total(A+B+C)	1953403	1043097	2996500	100.00	1989788	1006712	2996500	100.00	-

(ii) Shareholding of Promotes

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged/ encumbered to total shares	
1.	Pradip Kumar Daga	490259	16.3611	0	416609	13.9032	0	-2.4579
2.	Yashwant Kumar Daga	127000	4.2383	0	127000	4.2383	0	NIL
3.	Asha Devi Daga	321750	10.7375	0	321750	10.7375	0	NIL
4.	Nandini Daga	88707	2.9604	0	88707	2.9604	0	NIL
5.	Shantanu Daga	75000	2.5029	0	75000	2.5029	0	NIL
6.	Pradip Kumar Daga (As partner of M/s Bansidhar Daga & Co.)	0	0	0	45700	1.5251	0	1.5251
7.	Pradip Kumar Daga HUF	4000	0.1335	0	31950	1.0662	0	0.9327
8.	Yashwant Kumar Daga HUF	2600	0.0868	0	2600	0.0868	0	NIL
9.	Jalpaiguri Holdings Pvt Ltd	165200	5.5131	0	165200	5.5131	0	NIL
10.	Mangalam Engineering Projects Ltd	52500	1.7520	0	52500	1.7520	0	NIL
	Total	1327016	44.2855	0	1327016	44.2855	0	NIL

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

Sl. No.	Shareholder's Name	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.	Pradip Kumar Daga				
	At the beginning of the year	490259	16.3611		
	04/08/2017 – Transfer	-73650	2.4579	416609	13.9032
	At the end of the year	416609	13.9032	416609	13.9032
2.	Asha Devi Daga- No change				
	At the beginning of the year	321750	10.7375		
	At the end of the year	321750	10.7375	321750	10.7375
3.	Jalpaiguri Holdings Pvt Ltd- No change				
	At the beginning of the year	165200	5.5131		
	At the end of the year	165200	5.5131	165200	5.5131
4.	Yashwant Kumar Daga- No change				
	At the beginning of the year	127000	4.2383		
	At the end of the year	127000	4.2383	127000	4.2383
5.	Nandini Daga -No change				
	At the beginning of the year	88707	2.9604		
	At the end of the year	88707	2.9604	88707	2.9604
6.	Shantanu Daga- No change				
	At the beginning of the year	75000	2.5029		
	At the end of the year	75000	2.5029	75000	2.5029
7.	Mangalam Engineering Projects Ltd - No change				
	At the beginning of the year	52500	1.7520		
	At the end of the year	52500	1.7520	52500	1.7520
8.	Pradip Kumar Daga (As partner of M/s Bansidhar Daga & Co.)				
	At the beginning of the year	0	0		
	04/08/2017 – Transfer	45700	1.5251	45700	1.5251
	At the end of the year	45700	1.5251		
9.	Pradip Kumar Daga HUF				
	At the beginning of the year	4000	0.1335		
	04/08/2017 – Transfer	27950	0.9328	31950	1.0662
	At the end of the year	31950	1.0662	31950	1.0662
10.	Yashwant Kumar Daga HUF- No change				
	At the beginning of the year	2600	0.0868		
	At the end of the year	2600	0.0868	2600	0.0868

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRS & ADRs):

Sl. No.	Name	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.	Luxmi Kant Gupta				
	At the beginning of the year	202185	6.7474		
	07/04/2017 - Transfer	1244	0.0415	203429	6.7889
	14/04/2017 - Transfer	1769	0.0590	205198	6.8479
	21/04/2017 - Transfer	1053	0.0351	206251	6.8831
	28/04/2017 - Transfer	1200	0.0400	207451	6.9231
	26/05/2017 - Transfer	1	0.0000	207452	6.9231
	09/06/2017 - Transfer	100	0.0033	207552	6.9265
	16/06/2017 - Transfer	680	0.0227	208232	6.9492
	23/06/2017 - Transfer	677	0.0226	208909	6.9718
	07/07/2017 - Transfer	2	0.0001	208911	6.9718
	21/07/2017 - Transfer	100	0.0033	209011	6.9752
	04/08/2017 - Transfer	161	0.0054	209172	6.9805
	11/08/2017 - Transfer	346	0.0115	209518	6.9921
	18/08/2017 - Transfer	1550	0.0517	211068	7.0438
	25/08/2017 - Transfer	651	0.0217	211719	7.0655
	01/09/2017 - Transfer	300	0.0100	212019	7.0756
	08/09/2017 - Transfer	200	0.0067	212219	7.0822
	10/11/2017 - Transfer	300	0.0100	212519	7.0922
	24/11/2017 - Transfer	1	0.0000	212520	7.0923
22/12/2017 - Transfer	120	0.0040	212640	7.0963	
29/12/2017 - Transfer	125	0.0042	212765	7.1005	
05/01/2018 - Transfer	487	0.0163	213252	7.1167	
23/02/2018 - Transfer	1000	0.0334	214252	7.1501	
At the end of the year	214252	7.1501	214252	7.1501	
2.	Life Insurance Corporation of India				
	At the beginning of the year	105000	3.5041		
	At the end of the year	105000	3.5041	105000	3.5041
3.	Suresh Bohra				
	At the beginning of the year	27335	0.9122		
	19/05/2017 - Transfer	100	0.0033	27435	0.9156
	30/06/2017 - Transfer	600	0.0200	28035	0.9356
	04/08/2017 - Transfer	50	0.0017	28085	0.9373
	05/01/2018 - Transfer	195	0.0065	28280	0.9438
	19/01/2018 - Transfer	-2952	0.0985	25328	0.8453
At the end of the year	25328	0.8453	25328	0.8453	

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Sl. No.	Name	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
4.	Gandhi Pratik Rajendra				
	At the beginning of the year	20000	0.6674		
	19/05/2017 - Transfer	284	0.0095	20284	0.6769
	26/05/2017 - Transfer	216	0.0072	20500	0.6841
	02/06/2017 - Transfer	280	0.0093	20780	0.6935
	09/06/2017 - Transfer	51	0.0017	20831	0.6952
	07/07/2017 - Transfer	100	0.0033	20931	0.6985
	28/07/2017 - Transfer	69	0.0023	21000	0.7008
	08/09/2017 - Transfer	200	0.0067	21200	0.7075
	30/09/2017 - Transfer	300	0.0100	21500	0.7175
	27/10/2017 - Transfer	300	0.0100	21800	0.7275
	03/11/2017 - Transfer	300	0.0100	22100	0.7375
	10/11/2017 - Transfer	400	0.0133	22500	0.7509
	24/11/2017 - Transfer	150	0.0050	22650	0.7559
	01/12/2017 - Transfer	100	0.0033	22750	0.7592
29/12/2017 - Transfer	250	0.0083	23000	0.7676	
12/01/2018 - Transfer	1000	0.0334	24000	0.8009	
At the end of the year	24000	0.8009	24000	0.8009	
5.	Pratik Rajendra Gandhi				
	At the beginning of the year	15000	0.5006		
	At the end of the year	15000	0.5006	15000	0.5006
6.	Ashima Mittal				
	At the beginning of the year	15000	0.5006		
	At the end of the year	15000	0.5006	15000	0.5006
7.	Madhuben Dhirajlal Gandhi				
	At the beginning of the year	15000	0.5006		
	At the end of the year	15000	0.5006	15000	0.5006
8.	Beacon Creditcap Pvt Ltd				
	At the beginning of the year	11999	0.4004		
	28/04/2017 - Transfer	59	0.0020	12058	0.4024
	18/08/2017 - Transfer	-1101	0.0367	10957	0.3657
	At the end of the year	10957	0.3657	10957	0.3657
9.	Vipul S Shethia				
	At the beginning of the year	7600	0.2536		
	At the end of the year	7600	0.2536	7600	0.2536
10.	Brij Mohan Taparia				
	At the beginning of the year	7500	0.2503		
	At the end of the year	7500	0.2503	7500	0.2503

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Name	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.	Yashwant Kumar Daga (Director)				
	At the beginning of the year	127000	4.2383		
	At the end of the year	127000	4.2383	127000	4.2383
2.	Pradip Kumar Daga (Director)				
	At the beginning of the year	490259	16.3611		
	04/08/2017 – Transfer	-73650	2.4579	416609	13.9032
	At the end of the year	416609	13.9032	416609	13.9032
3.	Om Prakash Dokania (CEO)				
	At the beginning of the year	200	0.0067		
	At the end of the year	200	0.0067	200	0.0067

The following did not hold any shares during the year 2018 :

- Shri Manoj Kumar Agrawal – Independent Director
- Smt. Santosh Devi Mall – Independent Director
- Shri Sourabh Agarwal – Chief Financial Officer*
- Smt. Ankita Agarwal – Company Secretary*

* Shri Sourabh Agarwal (Chief Financial Officer) & Smt. Ankita Agarwal (Company Secretary) have resigned from the services of the Company w.e.f. 15.05.2018

V. INDEBTEDNESS

Indebtedness of the company including interest outstanding/accrued but not due for payment (in ₹)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposit	Total Indebtedness
Indebtedness at the beginning of the financial year				
(i) Principal Amount	—	59,78,000	—	59,78,000
(ii) Interest due but not paid	—	8,95,810	—	8,95,810
(iii) Interest accrued but not due	—	1,94,730	—	1,94,730
Total (i + ii + iii)	—	70,68,540	—	70,68,540
Change in Indebtedness during the financial year				
• Addition	—	—	—	—
• Reduction	—	64,76,550	—	64,76,550
Net Change	—	(64,76,550)	—	(64,76,550)
Indebtedness at the end of the financial year				
(i) Principal Amount	—	—	—	—
(ii) Interest due but not paid	—	5,91,990	—	5,91,990
(iii) Interest accrued but not due	—	—	—	—
Total (i + ii + iii)	—	5,91,990	—	5,91,990

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VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

(in ₹)

Sl. No.	Particulars of Remuneration	Name of MD/ WTD/ Manager	Total Amount
1.	Gross Salary		
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	—	—
	(b) Value of perquisites u/s 17(2) Income Tax Act,, 1961	—	—
	(c) Profit in lieu of salary under Section 17(3) Income Tax Act, 1961	—	—
2.	Stock Option	—	—
3.	Sweat Equity	—	—
4.	Commission		
	- As % of profit	—	—
	- Others, specify..		
5.	Others, please specify	—	—
	Total (A)	—	—
	Ceiling as per the Act*	NA	NA

*The Company does not have any Managing Director, Whole-time Director and/or Manager

B. Remuneration to other Directors:

(in ₹)

Sl. No.	Particulars of Remuneration	Name of Directors				Total Amount
		Pradip Kumar Daga	Yashwant Kumar Daga	Santosh Devi Mall	Manoj Kumar Agrawal	
1.	Independent Directors					
	• Fee for attending board committee meetings	—	—	17,000	17,000	34,000
	• Commission	—	—	—	—	—
	• Others, please specify	—	—	—	—	—
	Total (1)			17,000	17,000	34,000
2.	Other Non-Executive Directors					
	• Fee for attending board committee meetings	6,000	13,000	—	—	19,000
	• Commission	—	—	—	—	—
	• Others, please specify	—	—	—	—	—
	Total (2)	6,000	13,000			19,000
	Total (B)=(1+2)					53,000
	Total Managerial Remuneration	—	—	—	—	—
	Ceiling as per the Act*					—

* Remuneration paid to Non- Executive Directors in the form of sitting fees for attending the Board/ Committee meetings are well within the ceilings as prescribed under Section 197 of the Companies Act 2013 read with Rule 4 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

C. Remuneration to Key Managerial Personnel, other than MD/Manager/WTD: (in ₹)

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		Company Secretary (Ankita Agarwal)*	CFO (Sourabh Agrawal)*	CEO (O.P. Dokania)	Total Amount
1.	Gross Salary	4,62,000	2,05,500	48,21,000	54,88,500
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961				
	(b) Value of perquisites u/s 17(2) Income Tax Act,, 1961	—	—	—	—
	(c) Profit in lieu of salary under Section 17(3) Income Tax Act, 1961	—	—	—	—
2.	Stock Option	—	—	—	—
3.	Sweat Equity	—	—	—	—
4.	Commission				
	- As % of profit	—	—	—	—
	- Others, specify				
5.	Others, please specify	—	—	—	—
	Total	4,62,000	2,05,500	48,21,000	54,88,500

* Shri Sourabh Agarwal (CFO) & Smt. Ankita Agarwal (Company Secretary) have resigned from the services of the Company w.e.f. 15.05.2018

VII. PENALTY/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment / Compounding fees imposed	Authority [RD/ NCLT/COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty			Nil		
Punishment					
Compounding					
B. DIRECTORS					
Penalty			Nil		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty			Nil		
Punishment					
Compounding					

INDEPENDENT AUDITORS' REPORT

To The Member of

Longview Tea Company Limited

Report on the Ind AS Financial Statements

We have audited the accompanying Ind AS financial statements of Longview Tea Company Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 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 significant accounting policies and other explanatory information.

Management's Responsibility for the 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 Ind AS financial statements that give a true and fair view of the state of affairs (financial position), Profit or Loss (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed 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 the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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 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 Ind AS financial statements in accordance with the Standards on Auditing, specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 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 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 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 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 including the Ind AS, of the state

of affairs(financial position) of the Company as at 31st March, 2018 and its loss (financial performance including other comprehensive income) and its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor’s Report) Order, 2016 (“the Order”) issued by the 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 explanations given to us, we give in the “Annexure– A”, a statement on the matters specified in paragraphs 3 and 4 of the said Order.
2. As required by section 143(3) of the Act, wereport that:
 - a) we have sought and obtained all the information and explanations which, to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) in our opinion, proper books of account as required by law have been kept by the Company so faras it appears from our examination of those books;
 - c) the Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - d) in our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - e) on the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31stMarch, 2018 from being appointed as a director in terms of Section 164 (2) of the Act;
 - f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in “Annexure B”;and
 - g) with respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigationson its financial position in its Ind AS financial statements. ReferNote 29 to the Ind AS financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts due which were required to be transferred to the Investor Education and Protection Fund by the Company.

For V. SINGHI & ASSOCIATES

Chartered Accountants

Firm Registration No. 311017E

Four Mangoe Lane,
Surendra Mohan Ghosh Sarani
Place: Kolkata
Date : 28th May, 2018

(V.K. SINGHI)

Partner

Membership No. 050051

ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT

Referred to in paragraph-1 on Other Legal and Regulatory Requirements of our Report of even date to the members of Longview Tea Company Limited on the Ind AS Financial Statements for the year ended 31st March, 2018:

- i. a) The Company has generally maintained proper records showing full particulars including quantitative details and situation of its fixed assets except in case of furniture and fixture.
- b) As explained to us, the Fixed Assets have been physically verified by the management at regular intervals which in our opinion, is reasonable having regard to the size of the company and the nature of its assets. As informed to us no material discrepancies were noticed on such verification.
- c) According to the information and explanations given to us, the Company does not hold any immovable properties. Accordingly, clause 3(i)(c) of the Order is not applicable.
- ii. The Company is engaged in trading of tea and ferrous metals. Stock of tea or ferrous metals is physically verified at the time of sale. The Company does not have any inventory at the year end. Keeping in view, the nature of operations, in our opinion, the procedure for physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
- iii. According to the information and explanations given to us, the Company has not granted any loan, secured or unsecured, during the year to companies, firms, Limited Liability Partnership or other parties covered in the register maintained under Section 189 of the Act. Accordingly, Clause 3 (iii)(a), (b) & (c) of the Order are not applicable.
- iv. According to the information and explanations given to us, the Company has complied with the provisions of sections 185 and 186 of the Act with respect to the loans given and investments made.
- v. According to the information and explanations given to us, the Company has not accepted any deposits from the public during the year within the meaning of sections 73 to 76 of the Act and the rules framed thereunder to the extent notified.
- vi. As per the information and explanations given to us by the management, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act. Accordingly, Clause 3(vi) of the Order is not applicable.
- vii. a) According to the information and explanations given to us, during the year, the Company has generally been regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees’ State Insurance, Income Tax, Sales Tax, Service tax, Custom Duty, Excise Duty, Goods & Services Tax, Value Added Tax, Cess and other statutory dues as applicable to it.
- b) According to the information and explanations given to us, the details of disputed dues of sales tax, income tax, customs duty, excise duty, service tax, and Cess, if any, as at 31st March 2018, are as follows:

(Amount in Rs. ‘000)

Name of the Statute	Nature of Dues	Amount (In ₹)	Period to which the amount relates	Forum where dispute is pending
The Central Excise Act	Excise Duty	793/-	1999-2000	High Court, Calcutta
Sales Tax Act	Sales Tax	166/-	1977-1978, 1978-1979, 1979-1980, 1980-1981	No details were made available as to the forum where appeal is pending
		308/-	1995-1996	Assistant Commissioner
		1,935/-	1998-1999	Assistant Commissioner
		146/-	2000-2001	Tribunal

- viii. According to the information and explanation given to us by the management, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.
- ix. According to the information and explanations given to us, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) nor obtained any Term Loan. Accordingly, clause 3 (ix) of the Order is not applicable.
- x. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit nor have we been informed of any such case by the management.
- xi. According to the information and explanations given to us and based on our examination of the records, the Company has not paid/provided for managerial remuneration during the year. Accordingly, clause 3 (xi) of the Order is not applicable.
- xii. According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, we report that all transactions with the related parties are in compliance with sections 177 and 188 of the Act wherever applicable and the details in respect of such transactions have been disclosed in the Financial Statements as required under applicable Indian Accounting Standards
- xiv. According to the information and explanations given to us and on the basis of examination of the books and records, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3 (xiv) of the Order is not applicable.
- xv. According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, clause 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi) of the Order is not applicable.

For V. SINGHI & ASSOCIATES

Chartered Accountants

Firm Registration No. 311017E

Four Mangoe Lane,
Surendra Mohan Ghosh Sarani
Place: Kolkata
Date : 28th May, 2018

(V.K. SINGHI)

Partner

Membership No. 050051

ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph-2(f) on Other Legal and Regulatory Requirements of our Report of even date to the members of Longview Tea Company Limited on the Ind AS Financial Statements for the year ended 31st March, 2018)

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 Longview Tea Company Limited (“the Company”) as of 31st March, 2018 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

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

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles including the Ind AS. 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 Ind AS financial statements in accordance with generally accepted accounting principles including the Ind AS, 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 Ind AS 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 31st March, 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 V. SINGHI & ASSOCIATES

Chartered Accountants

Firm Registration No. 311017E

Four Mangoe Lane,
Surendra Mohan Ghosh Sarani
Place: Kolkata
Date : 28th May, 2018

(V.K. SINGHI)

Partner

Membership No. 050051

LONGVIEW TEA COMPANY LIMITED

CIN No. : L15491WB1879PLC000377

BALANCE SHEET AS AT 31ST MARCH, 2018

(Amount in Rs.'000)

	Note No.	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
ASSETS				
Non-Current Assets				
(a) Property, Plant and Equipment	3	6.07	6.07	6.07
(b) Financial Assets				
(i) Investments	4	52,116.50	63,294.05	78,800.30
(c) Deferred Tax Asset (Net)	5	4,786.83	3,195.54	454.56
Total Non - Current Assets		56,909.40	66,495.66	79,260.93
Current Assets				
(a) Financial Assets				
(i) Investments	6	11,374.42	22,895.30	-
(ii) Trade Receivables	7	-	1,576.93	337.96
(iii) Cash and Cash Equivalents	8	(6,504.60)	(70.73)	3,186.09
(iv) Bank Balances other than above	9	13,150.05	830.00	-
(v) Loans	10	65,682.67	59,022.46	60,242.64
(vi) Other Financial Assets	11	68.49	-	6,020.69
(b) Current Tax Assets (Net)	12	2,314.66	-	1,793.07
(c) Other Current Assets	13	3.50	3.50	6.25
Total Current Assets		86,089.19	84,257.46	71,586.70
Total Assets		142,998.59	150,753.12	150,847.63
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share Capital	14	30,006.50	30,006.50	30,006.50
(b) Other Equity	15	109,617.39	110,418.67	110,062.59
Total Equity		139,623.89	140,425.17	140,069.09
Liabilities				
Non-Current Liabilities				
(a) Financial Liabilities				
Borrowings	16	-	5,978.00	8,105.40
(b) Provisions	17	21.76	52.39	22.17
Total Non-Current Liabilities		21.76	6,030.39	8,127.57
Current Liabilities				
(a) Financial Liabilities				
(i) Trade Payables	18	227.54	1,183.84	436.15
(ii) Other Financial Liabilities	19	591.99	1,090.53	795.08
(b) Other Current Liabilities	20	216.88	191.88	176.77
(c) Provisions	21	2,316.53	1,000.07	1,242.97
(d) Current Tax Liabilities (Net)	22	-	831.24	-
Total Current Liabilities		3,352.94	4,297.56	2,650.97
Total Equity and Liabilities		142,998.59	150,753.12	150,847.63
Significant Accounting Policies	1			

The accompanying notes form an integral part of the Financial Statements

As per our report of even date
 For **V. SINGHI & ASSOCIATES**
 Chartered Accountants
 Firm Registration No. 311017E
(V.K. SINGHI) (Partner)
 Membership No. 050051
 Place :Kolkata
 Date : 28.05.2018

For and on behalf of the Board
Pradip Kumar Daga (DIN : 00040692)
Yashwant Kumar Daga (DIN : 00040632)
Manoj Kumar Agrawal (DIN : 00067194)
Santosh Devi Mall (DIN : 07094393)

Directors

Vikas Joshi, Chief Financial Officer
Nikita Puria, Company Secretary

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2018

(Amount in Rs.'000)

	Notes	For the year ended 31st March, 2018	For the year ended 31st March, 2017
I Income :			
Revenue from Operations	23	5,722.23	4,996.24
Other Income	24	9,435.68	7,948.36
Total Revenue		15,157.91	12,944.60
II Expenses :			
Purchase of Stock-in-Trade	25	5,512.48	4,884.10
Employee Benefits Expense	26	5,749.58	5,354.40
Finance Costs	27	631.71	597.81
Other Expenses	28	1,192.52	2,094.21
Total Expenses		13,086.29	12,930.52
III Profit/(Loss) before Exceptional Items and Tax(I-II)		2,071.62	14.08
IV Profit/ (Loss) before tax		2,071.62	14.08
V Tax Expense			
Current tax		(3,055.21)	2,809.47
Tax Adjustment for earlier year		(96.05)	-
Mat Credit Entitlement		1,212.58	(2,809.47)
Deferred Tax		107.11	(68.49)
VI Profit/ (Loss) for the year (IV-V)		240.05	(54.41)
Other Comprehensive Income			
<i>Item that will not be reclassified to profit and loss</i>			
Remeasurement of Define employee Benefits Plan		(876.87)	40.74
Fair value gain/(loss) on long term investment		(436.05)	369.75
<i>Income tax relating to items that will not be reclassified to profit and loss</i>		271.59	-
Other Comprehensive Income		(1,041.33)	410.49
Total Comprehensive Income for the year comprising of Profit/ (Loss) and Other Comprehensive Income for the year		(801.28)	356.08
Earnings per Equity Shares (Nominal value per Equity Share Rs. 10/-) (Refer Note No. 34)			
Basic		0.08	(0.02)
Diluted		0.08	(0.02)
Significant Accounting Policies	1		

The accompanying notes form an integral part of the Financial Statements

As per our report of even date
For **V. SINGHI & ASSOCIATES**
Chartered Accountants
Firm Registration No. 311017E
(V.K. SINGHI) (Partner)
Membership No. 050051
Place : Kolkata
Date : 28.05.2018

For and on behalf of the Board
Pradip Kumar Daga (DIN : 00040692)
Yashwant Kumar Daga (DIN : 00040632)
Manoj Kumar Agrawal (DIN : 00067194)
Santosh Devi Mall (DIN : 07094393)

} Directors

Vikas Joshi, Chief Financial Officer
Nikita Puria, Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

(Amount in Rs.'000)

Particulars		As at 31st March, 2018		As at 31st March, 2017	
1.	Cash flow from Operating Activities				
	Net Profit as per Profit & Loss		2,071.62		14.08
	Add: Interest On Term Loans from Life Insurance of India	621.68		149.04	
	Interest on Other loans given	10.03		448.77	
	Actuarial valuation of DBO	–		40.74	
	Depreciation	–	631.71	–	638.55
	Less: Interest On Loan & Advances	6,289.13		4,732.37	
	Actuarial valuation of DBO	876.87		–	
	Profit on sale of Long Term Investment	358.05		42.61	
	Interest On Term Deposits	93.14		349.91	
	MAT Credit Entitlement	1,212.58			
	Fair value gain on short term investment	2,360.96		2,395.30	
	Profit on redemption of units of Mutual Fund	334.40	11,525.13	428.18	7,948.37
	Cash flow from Operating Activities before Working Capital changes		(8,821.80)		(7,295.74)
	Changes in Working Capital				
	Changes in Current Assets				
	Trade Receivables	1,576.93		(1,238.97)	
	Other Current Assets			2.75	
	Changes in Current Liabilities				
	Trade Payables	(956.30)		748.19	
	Other Current Liabilities	25.01		15.10	
	Provisions for Bonus	293.50			
	Provisions for Gratuity	969.33	1,908.47	109.54	(363.89)
	Cash flow from Operating Activities after Working Capital changes		(6,913.33)		(7,659.11)
	Less: Tax Paid		4,980.81		507.89
	Net Cash Flows from Operating Activities		(11,894.14)		(8,167.00)
2.	Cash flow from Investing Activities				
	Loan Given/Repayment	(6,660.21)		1,220.18	
	Sale of Long Term Investment	–		16,346.79	
	Purchase of Term Deposit	(12,320.05)		(830.00)	
	Interest On Loan & Advances	6,289.13		4,732.37	
	Interest On Term Deposits	93.14		349.91	
	Interest receivable	(61.59)		6,020.69	
	Receivable from NSDL	(6.90)		–	
	Purchase of units of Mutual Fund (Arbitrage)	–		(7,000.00)	
	Redemption of units of Mutual Fund & Shares	25,235.50		–	
	Purchase of Mutual Fund - HDFC High Interest STP	–		(3,500.00)	
	Purchase of Mutual Fund - HDFC Liquid fund	–		(10,000.00)	
	Net Cash Flows from Investing Activities		12,569.02		7,339.94

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

(Amount in Rs.'000)

Particulars		As at 31st March, 2018		As at 31st March, 2017	
3.	Cash flow from Financing Activities				
	Interest On Term Loans from Life Insurance of India	(621.68)		(149.04)	
	Repayment of Loans from Life Insurance of India	(5,978.00)		–	
	Interest paid	(498.53)		295.45	
	Repayment of Preference share Capital	–		(2,127.40)	
	Interest on Other loans taken	(10.03)		(448.77)	
	Net Cash Flows from Financing Activities		(7,108.24)		(2,429.76)
	Net Cash Inflows		(6,433.36)		(3,256.82)
	Opening Cash and Cash Equivalent		(70.73)		3,186.09
	Closing Cash and Cash Equivalent		6,504.60		(70.73)

1. Cash Flow Statement is prepared using "Indirect Method" as per Indian Accounting Standard - 7 Cash Flow Statement.
2. Figures for previous year have been regrouped/rearranged wherever necessary

As per our report of even date
For **V. SINGHI & ASSOCIATES**
Chartered Accountants
Firm Registration No. 311017E
(V.K. SINGHI) (Partner)
Membership No. 050051
Place : Kolkata
Date : 28.05.2018

For and on behalf of the Board
Pradip Kumar Daga (DIN : 00040692)
Yashwant Kumar Daga (DIN : 00040632)
Manoj Kumar Agrawal (DIN : 00067194)
Santosh Devi Mall (DIN : 07094393)

} Directors

Vikas Joshi, Chief Financial Officer
Nikita Puria, Company Secretary

LONGVIEW TEA COMPANY LIMITED

CIN No. : L15491WB1879PLC000377

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2018

(Amount in Rs.'000)

Particulars	Equity Share Capital	Other Equity						Total	Total Equity attributable to equity holders of the Company
		Reserves and Surplus			Retained Earnings	Other Comprehensive Income	Total		
		Capital Reserve	Securities Premium Reserve	Capital Redemption Reserve					
Balance as at April 1, 2016	30,006.50	112.00	79,895.75	-	1,785.00	28,269.84	-	110,062.59	140,069.09
Issued during the year	-	-	-	-	-	(2,127.40)	-	(2,127.40)	(2,127.40)
Received during the year	-	-	-	2,127.40	-	-	-	2,127.40	2,127.40
Profit for the year	-	-	-	-	(54.41)	-	410.49	356.09	356.09
Converted in Equity Shares during the year	-	-	-	-	-	-	-	-	-
Balance as at 31st March, 2017	30,006.50	112.00	79,895.75	2,127.40	1,730.60	26,142.44	410.49	110,418.68	140,425.18
Balance as at April 1, 2017	30,006.50	112.00	79,895.75	2,127.40	1,730.60	26,142.44	410.49	110,418.68	140,425.18
Issued during the year	-	-	-	-	-	-	-	-	-
Received during the year	-	-	-	-	-	-	-	-	-
Converted in Equity Shares during the year	-	-	-	-	-	-	-	-	-
Profit for the year	-	-	-	-	240.05	-	(1,041.33)	(801.28)	(801.28)
Balance as at 31st March, 2018	30,006.50	112.00	79,895.75	2,127.40	1,970.65	26,142.44	(630.84)	109,617.40	139,623.90

This is the statement of changes in Equity referred to in our report of even date

For and on behalf of the Board

Pradip Kumar Daga (DIN : 00040692)
 Yashwant Kumar Daga (DIN : 00040632)
 Manoj Kumar Agrawal (DIN : 00067194)
 Santosh Devi Mall (DIN : 07094393)

Directors

For V. SINGHI & ASSOCIATES

Chartered Accountants

Firm Registration No. 3111017E

(V.K. SINGHI) (Partner)

Membership No. 050051

Place : Kolkata

Date : 28.05.2018

Vikas Joshi, Chief Financial Officer

Nikita Purta, Company Secretary

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

Corporate Information

The Company was incorporated in the year 1879 as a Public Limited Company domiciled in India. The Company is limited by shares and listed on Bombay Stock Exchange limited (BSE) in India. The Company is engaged in trading Tea and ferrous metals.

1. Significant Accounting Policies

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

1.1 Basis of Preparation

1.1.1 Compliance with Ind AS

These financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the "Act") read with Rule 3 of The Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amended Rules, 2016 and other relevant provisions of the Act.

The financial statements up to year ended 31st March 2017 were prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act.

These financial statements are the first financial statements of the Company under Ind AS. Refer Note 33 for an explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows.

These Financial Statements are prepared in Indian Rupees (INR) which is also the Company's functional currency.

The financial statements for the year ended 31st March, 2018 have been approved by the Board of Directors of the Company in their meeting held on 28th May, 2018.

1.1.2 Classification of Current and Non-Current

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Ind AS 1 – Presentation of Financial Statements and Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities.

1.1.3 Historical Cost Convention

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention, except for the following:

- i) certain financial assets and liabilities that is measured at fair value through Other Comprehensive Income and amortised cost;
- ii) defined benefit plans – plan assets measured at fair value;

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

1.2 Segment Reporting

The Company is a single segment Company mainly engaged in the trading of ferrous metals. Therefore Segment Reporting is not applicable.

1.3 Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable.

The Company recognizes revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Company and significant risk and reward incidental to sale of products is transferred to the buyer.

1.4 Accounting for Taxes on Income

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period.

MAT credit 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. In the year in which the Minimum Alternative tax (MAT) credit becomes eligible to be recognized

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 income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

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

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

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

1.5 Cash and Cash Equivalents

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

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management

1.6 Trade Receivables

Trade Receivables are recognised initially at fair value and subsequently measured at expected credit loss method.

1.7 Inventories

Inventories are valued at the lower of cost and net realisable value.

Costs of Inventories also include all other costs incurred in bringing the inventories to their present location and conditions.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

1.8 Investments and Other Financial Assets

1.8.1 Classification

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

- those to be measured subsequently at fair value (through other comprehensive income), and
- those measured at amortised cost

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

1.8.2 Measurement

At initial recognition, the Company measures a financial asset at its fair value. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Debt instruments

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. The Company classifies its debt instruments into the following categories:

- **Amortised Cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost
- **Fair value through other comprehensive income (FVOCI):** Assets that are held for collections of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Interest income from these financial assets is included in other income using the effective interest rate method.
- **Fair value through profit or loss:** Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. Interest income from these financial assets is included in other income.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

Equity instruments

The Company subsequently measures all equity investments at fair value through other comprehensive income.

1.8.3 Impairment of financial assets

The Company measures the expected credit loss associated with its assets based on historical trend, industry practices and the business environment in which the entity operates or any other appropriate basis. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

1.8.4 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 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.

1.8.5 Income Recognition

Interest Income

Interest Income from debt instruments is recognised using the effective interest rate method.

1.9 Financial liabilities

1.9.1 Initial recognition and measurement

The Company recognises all the financial liabilities on initial recognition at fair value minus, in the case of a financial liability not at fair value through Profit or Loss, transaction costs that are directly attributable to the acquisition or issue of the financial liability.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

1.9.2 Subsequent measurement

All the financial liabilities are classified as subsequently measured at amortised cost. Any discount or premium on redemption/settlement is recognised in the Statement of Profit and Loss as finance cost over the life of the liability using the effective interest method and adjusted to the liability figure disclosed in the Balance Sheet.

1.9.3 De-recognition of Financial Liabilities

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized un the Statement of Profit & Loss.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

1.10 Property, Plant and Equipment

All items of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced.

Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all its property, plant and equipment recognised as at 1st April 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of property, plant and equipment.

Depreciation methods, estimated useful lives and residual value

Depreciation is provided on written down value method for assets acquired up to 31.03.1983. In respect of the assets acquired on or after 01.04.1983 depreciation has been provided on straight line method at the rates specified in schedule II to the Companies Act, 2013

The assets are standing at residual values. Hence no depreciation has been provided in the books as per Companies Act, 2013.

1.11 Provision, Contingent Liabilities and Contingent Assets, legal or constructive

Provisions are recognised when there is a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risk specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

A disclosure for contingent liabilities is made when 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 or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

When there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote, no provision or disclosure for contingent liability is made.

Contingent Assets are not recognised but are disclosed when an inflow of economic benefits is probable.

1.12 Employee Benefits

1.12.1 Short-term Employee Benefits

These are recognised at the undiscounted amount as expense for the year in which the related service is rendered.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

1.12.2 Other Long-term Employee Benefits (Unfunded)

The cost of providing long-term employee benefits is determined using Projected Unit Credit Method with actuarial valuation being carried out at each Balance Sheet date. Actuarial gains and losses and past service cost are recognised immediately in the Statement of Profit and Loss for the period in which they occur. Long term employee benefit obligation recognised in the Balance Sheet represents the present value of related obligation.

1.12.3 Post-employment Benefit Plans

Contributions under Defined Contribution Plans payable in keeping with the related schemes are recognised as expenditure for the year.

In case of Defined Benefit Plans, the cost of providing the benefit is determined using the Projected Unit Credit Method with actuarial valuation being carried out at each Balance Sheet date. Actuarial gains and losses are recognised in full in the Other Comprehensive Income for the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested, and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, if any, and as reduced by the fair value of plan assets, where funded. Any asset resulting from this calculation is limited to the present value of any economic benefit available in the form of refunds from the plan or reductions in future contributions to the plan.

1.12.4 Bonus plans

The Company recognizes a liability and an expense for bonuses. The Company recognizes a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

1.13 Equity

Equityshares are classified as equity.

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

1.14 Earnings per Share

1.14.1 Basic earnings per share

Basic earnings per share are calculated by dividing:

- The profit/loss attributable to owners of the Company
- By the weighted average number of equity shares outstanding during the financial year.

1.14.2 Diluted earnings per share

Diluted earnings per share adjust the figures used in the determination of basic earnings per share to take into account:

- The after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- The weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

1.15 Impairment of non-financial assets

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher on an asset's fair value less costs of disposal and value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows which are largely independent of the cash flows from other assets or group of assets (cash-generating units). Non-financial assets that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

1.16 Borrowing Cost

Interest and other borrowing costs attributable to qualifying assets are capitalised. Interest and other borrowing costs are charged to Statement of Profit and Loss.

1.17 Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

1.18 Use of Estimates

The Preparation of financial statements in conformity with the generally accepted accounting principles in India requires the management to make estimates and assumptions that affects the reported amount of assets and liabilities as at the balance sheet date, the reported amount of revenue and expenses for the periods and disclosure of contingent liabilities at the balance sheet date. The estimates and assumptions used in the financial statements are based upon management's evaluation of relevant facts and circumstances as of the date of financial statements. Actual results could differ from estimates.

2. Exemptions and exceptions availed

Exemptions

Deemed Cost

The Company has elected to measure all of its property, plant and equipment at previous IGAAP value.

Exceptions

Classification and measurement of financial assets

The company has classified the financial assets in accordance with Ind AS 109 on the basis of facts and circumstances that exist at the date of transition to Ind-AS.

In addition, the company may elect to designate a Financial asset, which otherwise meets amortized cost or FVTPL criteria, as at FVTOCI. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch').

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2018**

3. Property, Plant and Equipments

Current Year

(Amount in Rs. '000)

Particulars	Plant & Equipment	Furniture and Fittings	Vehicles	Total
Deemed Cost:				
As at 1st April 2017	0.33	6	0	6
Additions	-		-	-
Deletions/Adjustments	-	-	-	-
As at 31st March 2018	0.33	6	0	6
Depreciation and Impairment:				
As at 1st April 2017	-	-	-	-
Charge for the year	-	-	-	-
Impairment	-	-	-	-
Deletions/Adjustments	-	-	-	-
As at 31st March 2017	-	-	-	-

Net Carrying Amount				
As at 31st March 2018	0.33	6	0	6
As at 31st March 2017	0.33	6	0	6

Previous Year

(Amount in Rs. '000)

Particulars	Plant & Equipment	Furniture and Fittings	Vehicles	Total
Deemed Cost				
As at 1st April 2016	0.33	6	0	6
Additions	-		-	-
Deletions/Adjustments	-	-	-	-
As at 31st March 2017	0.33	6	0	6
Depreciation and Impairment:				
As at 1st April 2016	-	-	-	-
Charge for the year	-	-	-	-
Impairment	-	-	-	-
Deletions/Adjustments	-	-	-	-
As at 31st March 2017	-	-	-	-

Net Carrying Amount				
As at 31st March 2017	0.33	6	0	6
As at 1st April 2016	0.33	6	0	6

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2018**

Reconciliation of Carrying value as per Ind AS and
Previous GAAP as on 01.04.2016

(Amount in Rs. '000)

Particulars	Plant & Equipment	Furniture and Fittings	Vehicles	Total
Gross Carrying Amount:				
As at 1 April 2016	6.50	587.04	1,211.78	1,805.32
Accumulated Depreciation and Impairment				
As at 1 April 2016	6.17	581.29	1,211.78	1,799.24
Net carrying amount as at 1st April, 2016	0.33	5.75	-	6.07

(Amount in Rs. '000)

	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
4. Non Current Investments			
<u>Other than Trade Investments</u>			
Quoted Equity Shares			
Investments in Equity instruments carried at Fair Value through other comprehensive income			
35805 (31st March 2017 : 35805, 1st April 2016: 88725) Equity Shares of Deepak Industries Limited of Rs. 10/- each	-	10,741.50	26,617.50
25500 (31st March 2017 : 25500, 1st April 2016: 25500) Equity Shares of Deepak Spinners Limited of Rs. 10/- each	2,116.50	2,552.55	2,182.80
Unquoted Preference Shares			
Investments in preference shares			
500000 (31st March 2017 : 500000, 1st April 2016: 500000) 3% Redeemable Non Cumulative Preference Shares of Brua Hydrowatt Private Limited of Rs. 10/- each	50,000.00	50,000.00	50,000.00
Total Carrying Value	52,116.50	63,294.05	78,800.30
Aggregate Amount of quoted Investments	2,116.50	13,294.05	28,800.30
Aggregate Amount of unquoted Investments	50,000.00	50,000.00	50,000.00
Aggregate Market Value of quoted Investments	2,117.00	13,294.05	28,800.30
Aggregate Amount of impairment in the value of Investments	-	-	-

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2018**

(Amount in Rs. '000)

	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
5. Non Current			
Deferred Tax Asset(Net)			
Deferred Tax Assets (Net of Deferred Tax Liability)	764.78	386.07	454.56
Mat Credit Entitlement	4,022.05	2,809.47	-
	4,786.83	3,195.54	454.56
6. Current Investments			
Other than trade			
Investments in Mutual Funds (At fair value through profit & loss Account)			
HDFC Balanced Fund - Growth (as at 31.03.2017- 92995 units @ 131.07/- each)	-	12,188.93	-
HDFC High Interest - STP For Investment (as at 31.03.2017- 111323 units @ 32.71/- each)	-	3,641.40	-
Axis Enhanced Arbitrage - Growth Fund (as at 31.03.2017- 592697 units @ 11.92/- each)	-	7,064.97	-
HDFC Liquid Fund - Growth (as at 31.03.2018- 3335 units @ 3410.56/- each)	11,374.42	-	-
Total Carrying Value	11,374.42	22,895.30	-
Aggregate Amount of quoted Investments	11,374.42	22,895.30	-
Aggregate Amount of unquoted Investments			
Aggregate Market Value of quoted Investments			
Aggregate Amount of impairment in the value of Investments			
7. Trade Receivable			
(Unsecured, considered good by the management)			
Other debts	-	1,576.93	337.96
	-	1,576.93	337.96

No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2018**

(Amount in Rs. '000)

	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
8. Cash and Cash Equivalents			
Balance with Banks			
- In Current Accounts	41.63	41.55	3,182.68
Credit Balances in Current Account With Bank	(6,552.40)	(151.64)	-
Cash in hand (as certified by the management)	6.15	39.37	3.41
	(6,504.60)	(70.73)	3,186.09

There are no repatriation restriction with regard to Cash and Cash Equivalents as at the end of the reporting period and prior periods

9. Bank Balances Other Than Above			
Term deposit with Banks (maturity between 3-12 months)	13,150.05	830.00	-
	13,150.05	830.00	-

10. Loans			
(Unsecured, considered good by the management)			
To Body Corporate (Refer Note 11.1)*	65,682.67	59,022.46	60,242.64
	65,682.67	59,022.46	60,242.64

***11.1 Details of Loans to parties covered U/S 186 (4) of The Companies Act, 2013 :**

Name of the Company	Purpose	Rate of Interest	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
JALPAIGURI HOLDINGS PVT. LTD.	General Corporate Purpose	10.50%	65,682.67	5,900.48	60,242.64

11. Other Financial Assets			
(Unsecured, Considered Good)			
Interest receivable	61.59	-	6,020.69
Receivable from NSDL	6.90	-	-
	68.49	-	6,020.69

12. Income Tax Assets (Net)			
Advance Tax and TDS (Net of Provisions of Rs 10,661,393/-)	2,314.66	-	1,793.07
	2,314.66	-	1,793.07

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2018**

(Amount in Rs. '000)

	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
13. Other Current Assets			
(Unsecured, Considered Good)			
Advances to Employees	3.50	3.50	3.50
Service Tax	–	–	2.75
	3.50	3.50	6.25

14. Equity Share Capital			
a) Authorised			
Equity Shares of Rs. 10 each 35,00,000 (35,00,000 31 March, 2017 and 1 April, 2016)	35,000.00	35,000.00	35,000.00
7% Redeemable Preference Shares of Rs. 100/- each 50,000 (50,000 31 March, 2017 and 1 April, 2016)	5,000.00	5,000.00	5,000.00
	40,000.00	40,000.00	40,000.00
Issued, Subscribed			
Equity Shares of Rs.10/- each fully paid up 30,04,800 (30,04,800 31 March, 2017 and 1 April, 2016)	30,048.00	30,048.00	30,048.00
	30,048.00	30,048.00	30,048.00
Paid up			
Equity Shares of Rs.10/- each fully paid up 29,96,500 (29,96,500 31 March, 2017 and 1 April, 2016)	29,965.00	29,965.00	29,965.00
Add: Amount forfeited on shares	41.50	41.50	41.50
	30,006.50	30,006.50	30,006.50

b) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Equity Shares	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
At the beginning of the year (Nos)	2,996.50	2,996.50	2,996.50
Issued during the year (Nos)	–	–	–
At the end of the year (Nos)	2,996.50	2,996.50	2,996.50

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

- c) The Company has only one class of equity shares having a par value of Rs 10.each. Each holder of equity shares is entitled to one vote per share.In the event of liquidation,the equity shareholders are eligible to receive remaining assets of the company, after distribution of all preferential amounts, in proportion of their shareholdings.
- d) In the year 2011-12, 8300 shares (each Rs. 5 paid) were forfeited after duly called for payment.
- e) The details of shareholders holding more than 5% shares as at March 31, 2018 and March 31, 2017

Name of the shareholder	As at March, 2018		As at March, 2017		01.04.2016	
	No. of Shares	% held	No. of Shares	% held	No. of Shares	% held
Mr Pradip Kumar Daga	416,609	13.90	504,759	16.84	504,759	16.84
Mrs Asha Devi Daga	321,750	10.74	321,750	10.74	321,750	10.74
Mr Luxmi Kant Gupta	214,252	7.15	168,205	5.61	168,205	5.61
Jaipaiguri Holdings Private Ltd.	165,200	5.51	165,200	5.51	165,200	5.51

(Amount in Rs. '000)

Particulars	As at 31.03.2018		As at 31.03.2017		As at 31.03.2016	
15. Other Equity						
Capital Reserve		112.00		112.00		112.00
Securities Premium Reserve		79,895.75		79,895.75		79,895.75
Capital Redemption Reserve		2,127.40		2,127.40		-
Profit and Loss Account						
As per Last Account	1,730.59		1,785.00		1,785.00	
Add: Profit during the year	240.05	1,970.64	(54.41)	1,730.59	-	1,785.00
Retained Earning						
As per Last Account	26,142.44		28,269.84		-	
Add: Fair Valuation of Investment	-		-		28,269.84	
Less: Transferred to Capital Redemption Reserve	-	26,142.44	2,127.40	26,142.44	-	28,269.84
Other Comprehensive Income						
As per Last Account	410.49		-		-	
Add: Fair Valuation of Investment (Net of Tax)	(164.46)		369.75		-	
Add: Actuarial Gain/Loss during the year	(876.87)	(630.84)	40.74	410.49	-	-
		109,617.39		110,418.67		110,062.59

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2018**

(Amount in Rs. '000)

	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
16. Financial Liabilities			
Borrowings			
From LIC (refer note below)	–	5,978.00	5,978.00
Preference Share Capital	–	–	2,127.40
	–	5,978.00	8,105.40
Note : Represents Loan taken against Keyman Insurance Policy at 10% interest repaid during the year along with interest.			
17. Provisions			
Provision for Employee Benefits			
– Gratuity	21.76	52.39	22.17
	21.76	52.39	22.17
18. Trade Payables			
Payable for goods and services			
Due to Micro and Small Enterprises	–	–	–
Dues to others	227.54	1,183.84	436.15
	227.54	1,183.84	436.15
19. Other Financial Liabilities			
Interest Accrued and due on borrowings	591.99	895.81	591.99
Interest Accrued and not due on borrowings	–	194.73	203.09
	591.99	1,090.54	795.08
20. Other Current Liabilities			
Payable to Statutory Authorities	216.88	191.88	176.76
	216.88	191.88	176.76
21. Provisions			
Gratuity	2,000.03	1,000.07	1,242.97
Bonus	316.50	–	–
	2,316.53	1,000.07	1,242.97
22. Current Tax Liabilities (Net)			
Provision for Income Tax (Previous Year Net of Advance Tax Rs. 82,31,410/-)	–	830.74	–
	–	830.74	–

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2018**

(Amount in Rs. '000)

	For the Year ended 31st March, 2018	For the Year ended 31st March, 2017
23. Revenue from Operation		
Sales	5,722.23	4,996.24
	5,722.23	4,996.24
24. Other Income		
Interest (Gross)		
On Loan & Advances (TDS deducted Rs. 628913/-, Previous Year Rs. 473237/-)	6,289.13	4,732.37
On Term Deposits (TDS deducted Rs. 9197/-, Previous Year Rs. 34648/-)	93.14	349.91
Profit on redemption of units of Mutual Fund	334.40	428.18
Profit on sale of long term investment	358.05	42.61
Fair value gain on short term investment	2,360.96	2,395.30
	9,435.68	7,948.36
25. Purchase of Stock in Trade		
Purchases	5,512.48	4,884.10
	5,512.48	4,884.10
26. Employee Benefits Expense		
Salaries and Wages	5,329.96	4,463.19
Contributions to Provident and Other Funds	402.86	349.82
Staff Welfare Expenses	16.76	541.39
	5,749.58	5,354.40
27. Finance Costs		
Interest Expense		
On Term Loans	621.68	149.04
Others	10.03	448.77
	631.71	597.81

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2018**

(Amount in Rs. '000)

	For the Year ended 31st March, 2018	For the Year ended 31st March, 2017
28. Other Expenses		
Legal & Professional Fee	138.97	412.04
Listing Fee	308.20	256.48
Postage & Telegram	215.55	227.72
Printing & Stationery	160.70	160.02
Registrar Expenses	121.77	124.20
Miscellaneous Expenses	194.45	876.39
Payments to Auditors		
(a) as Audit Fee		
(b) for other services - certification, etc	30.00	28.75
	22.88	8.63
	1,192.52	2,094.21

29. Contingent Liabilities not provided for in respect of the following :

There are contingent liabilities not acknowledged as debt which are disputed and/or pending appeals :

(Amount in Rs. '000)

S.No.	Particulars	Year	As on 31.03.2018	As on 31.03.2017
1	Central Excise Duty	1999-2000	792.69	792.69
2	Central Sales Tax	1977-78,'78-'79, '79-'80 & '80-'81	165.66	165.66
		1995-'96	308.10	308.10
		1998-'99	1,934.61	1,934.61
		2000-'01	146.09	146.09
	TOTAL		3,347.15	3,347.15

Note : The Company's pending litigations comprise of claim against the Company and proceedings pending with statutory/Government Authorities. The Company has reviewed all its pending litigation proceedings and has made adequate provisions, and disclosed the contingent liabilities, wherever applicable, in its financial statements. The Company does not expect the outcome of these proceedings to have a material impact on its financial position. Future cash outflows in respect of above are determinable only on receipt of judgement/decision pending with various forums/authorities.

30. No amount is due to Micro, Small and Medium enterprises (identified on the basis of information made available during the year by such enterprises to the Company). No interest in terms of Micro, Small and Medium Enterprises Development Act, 2006 has been either paid or accrued during the year.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2018**

31. Employment Benefits :

The disclosures required under Ind AS 19 "Employee Benefits" are given below :

Defined Contribution Scheme :

Contributions to Defined Contribution Plan, recognized for the year are as under:

(Amount in Rs.'000)

	2017-18	2016-17
Employer's Contribution to Provident Fund	396.00	342.94

Defined Benefit Scheme:

The employee's gratuity scheme is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

Gratuity (Unfunded)

(Amount in Rs.'000)

	2017-18	2016-17
i. Change in the present value of the defined benefit obligation representing reconciliation of opening and closing balances thereof as follows:		
Liability at the beginning of the year	1052.46	1265.14
Interest cost	81.57	81.12
Current Service Cost	10.89	73.17
Actuarial (Gain)/Loss on obligations	876.87	(40.74)
Benefits paid	-	(326.22)
Liability at the end of the year		
	2021.79	1052.46
ii. Amount Recognized in Balance Sheet		
Liability at the end of the year		
Fair value of Plan Assets at the end of the year	2,021.79	1,052.46
Amount recognized in the Balance Sheet	-	-
	2021.79	1,052.46
iii. Expenses recognized in the Income Statement		
Current service cost	10.89	73.17
Interest cost	81.57	81.12
Expected Return on Plan Assets	-	-
Net Actuarial (gain)/loss to be recognized	876.87	(40.74)
Benefit Payments	-	-
Expenses Recognized in Profile & Loss Account		
	969.33	113.54

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

(Amount in Rs.'000)

		2017-18	2016-17
iv	Balance Sheet Reconciliation		
	Opening Net Liability	1052.46	1265.14
	Expenses as above	969.33	113.54
	Benefits Paid	-	(326.22)
	Amount recognized in the Balance Sheet	2021.79	1052.46
v.	Principal Actuarial assumption at the Balance Sheet		
	Discount Rate	7.75%	7%
	Salary Escalation Rate	6%	6%

Five year information

Amount for the current and previous four periods are as follows:

(Amount in Rs.'000)

Particulars	2017-18	2016-17	2015-16	2014-15	2013-14
Present value of benefit obligation	2021.79	1052.46	1265.14	1214.69	930.29
Fair value of plan assets at the end of the year	-	-	-	-	-
Liability recognized in the Balance Sheet	2021.79	1052.46	1265.14	1214.69	930.29

Assumptions relating to future salary increases, attrition, interest rate for discount & overall expected rate of return on Assets have been considered based on relevant economic factors such as inflation, market growth & other factors applicable to the period over which the obligation is expected to be settled.

32. "Related Party Disclosures" in compliance with Ind AS 24, are given below:

(Amount in Rs.'000)

Key Managerial Personnel	Remuneration	Sitting Fees
Mr. O.P. Dokania (Chief Executive Officer)	4821.00	-
Mr. Sourabh Agarwal (Chief Financial Officer)	205.50	-
Ms. Ankita Agarwal (Company Secretary)	462.00	-
Mrs. Santoshdevi Mall (Independent Director)	-	17.00
Mr. Manoj Kumar Agarwal (Independent Director)	-	17.00

33. First-time adoption of Ind AS

These financial statements of Longview Tea Company limited for the year ended March 31, 2018 have been prepared in accordance with Ind AS. For the purposes of transition to Ind AS, the Company has followed the guidance prescribed in Ind AS 101 - First Time adoption of Indian Accounting Standard, with April 1, 2016 as the transition date and IGAAP as the previous GAAP. The transition to Ind AS has resulted in changes in the presentation of the financial statements, disclosures in the notes thereto and accounting

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

policies and principles. The accounting policies set out in Note 1 have been applied in preparing the standalone financial statements for the year ended March 31, 2018 and the comparative information. An explanation of how the transition from previous GAAP to Ind AS has affected the Company's Balance Sheet, Statement of Profit and Loss, is set out in note 33.1 and 33.2.

33.1 Reconciliations

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

1. Equity as at April 1, 2016 and March 31, 2017
2. Net Profit for the year ended March 31, 2017

Reconciliation of equity as previously reported under IGAAP to Ind- AS

(Amount in Rs.'000)

Particulars	Notes	Opening Balance Sheet as at April 1, 2016			Balance Sheet as at 31st March, 2017		
		IGAAP	Effect of transition to Ind- AS	Ind AS	IGAAP	Effect of transition to Ind- AS	Ind AS
ASSETS							
Non - current Assets							
(a) Property, Plant and Equipment		6.07	-	6.07	6.07	-	6.07
(b) Financial Assets							
(i) Investments	A	50,530.46	28,269.84	78,800.30	50,452.14	12,841.91	63,294.05
(d) Deferred Tax Asset (Net)		454.56	-	454.56	386.06	2,809.47	3,195.54
Total non- current assets		50,991.09	28,269.84	79,260.93	50,844.28	15,651.39	66,495.66
Current Assets							
(a) Financial assets							
(i) Investments		-	-	-	20,500.00	2,395.30	22,895.30
(ii) Trade Receivables		337.96	-	337.96	1,576.93	-	1,576.93
(iii) Cash and Cash Equivalents		3,186.09	-	3,186.09	-70.73	-	-70.73
(iv) Bank Balances other than above		-	-	-	830.00	-	830.00
(iv) Loans		60,248.89	-6.25	60,242.64	54,766.83	4,255.63	59,022.46
(v) Other Financial Assets		6,020.69	-	6,020.69	-	-	-
(c) Current Tax Assets (net)		1,793.07	-	1,793.07	2,809.47	-2,809.47	-
(d) Other current assets		-	6.25	6.25	4,259.13	-4,255.63	3.50
Total current assets		71,586.70	-	71,586.70	84,671.63	-414.17	84,257.46
Total assets		1,22,577.79	28,269.84	1,50,847.63	1,35,515.91	15,237.22	1,50,753.12
EQUITY AND LIABILITIES							
Equity							
(a) Equity Share Capital		32,133.90	-2,127.40	30,006.50	30,006.50	-	30,006.50
(b) Other Equity	B	81,792.75	28,269.84	1,10,062.59	95,181.47	15,237.20	1,10,418.67
Total Equity		1,13,926.65	26,142.44	1,40,069.09	1,25,187.97	15,237.20	1,40,425.17

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

Particulars	Notes	Opening Balance Sheet as at April 1, 2016			Balance Sheet as at 31st March, 2017		
		IGAAP	Effect of transition to Ind- AS	Ind AS	IGAAP	Effect of transition to Ind- AS	Ind AS
LIABILITIES							
Non - current Liabilities							
(a) Financial liabilities							
(i) Borrowings	C	5,978.00	2,127.40	8,105.40	5,978.00	-	5,978.00
(b) Provisions		22.17	-	22.17	52.39	-	52.39
Total non - current liabilities		6,000.17	2,127.40	8,127.57	6,030.39	-	6,030.39
Current liabilities							
(a) Financial liabilities							
(ii) Trade payables		436.15	-	436.15	1,183.84	-	1,183.84
(iii) Other Financial Liabilities		971.85	-176.76	795.08	1,282.91	-192.38	1,090.53
(iv) Provisions		1,242.97	-	1,242.97	1,830.80	-830.74	1,000.07
(b) Other Current Liabilities		-	176.77	176.77	-	191.88	191.88
(c) Current tax liabilities (Net)		-	-	-	-	832.24	831.24
Total current liabilities		2,650.96	0.01	2,650.97	4,297.56	-	4,297.56
Total liabilities and equity		1,22,577.79	28,269.85	1,50,847.63	1,35,515.92	15,237.20	1,50,753.12

Explanation for reconciliation of Balance Sheet as previously reported under IGAAP to IND AS

A. Investment

Investment in equity shares of Deepak Spinners Limited and Deepak Industries Limited are carried at Fair Value through Other Comprehensive Income in accordance with Ind-AS as compared to being carried at cost under IGAAP

Investment in Mutual Funds (Short Term) are carried at Fair Value through Other Comprehensive Income in accordance with Ind-AS as compared to being carried at cost under IGAAP

B. Other Equity

a) Adjustments to retained earnings has been made in accordance with Ind AS, for the above mentioned line item.

b) In addition as per Ind-AS 19, actuarial gain and losses are recognized in other comprehensive income as compared to being recognized in the statement of Profit and Loss under IGAAP.

C. Borrowings

a) 7% Redeemable Preference shares have been grouped as borrowings whereas it was shown as Share Capital in the year 2016-17 as per previous IGAAP.

33.2 Reconciliation of Statement of Profit and Loss as previously reported under IGAAP to Ind-AS**(Amount in Rs. '000)**

Particulars	Note	Year ended March 31 2017		
		IGAAP	Effect of transition to Ind- AS	Ind- AS
Income				
(a) Revenue from Operations		4,996.24	-	4,996.24
(b) Other Income		5,082.28	2,866.08	7,948.36
Total		10,078.52	2,866.08	12,944.60
Expenditure				
(a) Purchase of stock in trade		4,884.10	-	4,884.10
(b) Employee Benefit Expense	D	5,313.66	40.75	5,354.40
(c) Finance Cost		597.81	-	597.81
(d) Depreciation and Amortization Expenses		-	-	-
(e) Other Expenses		2,094.21	-0.00	2,094.21
Total		12,889.78	40.75	12,930.52
Loss Before Exceptional Items and Tax		-2,811.26	2,825.34	14.08
Exceptional Items		16,268.47	-16,268.47	-
Loss Before Tax		13,457.21	-13,443.13	14.08
Less :Tax Expense				
Current tax		2,809.47	-	2,809.47
Less: Mat Credit Entitlement		-2,809.47	-	-2,809.47
Deferred Tax		68.50	-	68.49
Loss for the year		13,388.71	-13,443.13	-54.41
Other Comprehensive Income		-	410.49	410.49
Total Comprehensive Income for the year		13,388.71	-13,032.64	356.08

Explanation for reconciliation of Statement of Profit and Loss as previously reported under IGAAP to Ind AS

D. Employee Benefit Expenses

As per IND AS 19 Employee Benefits, actuarial gain and losses are recognised in other comprehensive income and not reclassified to profit and loss in a subsequent period

LONGVIEW TEA COMPANY LIMITED

CIN No. : L15491WB1879PLC000377

33.3 Impact of Ind As adoption on the statements of cash flows for the year ended 31st March, 2017**(Amount in Rs.'000)**

Particulars	Year ended 31st March, 2017		
	IGAAP	Effect of transition to Ind-AS	Ind-AS
Net cash flow from operating activities	(8,015.36)	(151.64)	(8,167.00)
Net cash flow from investing activities	8,169.94	(830.00)	7,339.94
Net cash flow from financing activities	(2,429.75)	(0.00)	(2,429.75)
Net increase/(decrease) in cash and cash equivalents	(2,275.17)	(981.64)	(3,256.81)
Cash and cash equivalents as at 1st April, 2016	3,186.09	0.00	3,186.09
Cash and cash equivalents as at 31st March, 2017	910.92	(981.64)	(70.73)

34. Financial Risk Management

Business risks exist for any enterprise having national and international exposure. The Company also faces some such risks, the key ones being:

- Operational Risk
- Market Risk
- Financial Risk
- Liquidity Risk
- Compliance Risk

The Company is having a system of risk management commensurate with its size and nature of activities to address the consequent vulnerability. Quarterly reports are placed before the Audit Committee and the Board of Directors of the Company. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis. A risk management process is in place to identify and mitigate risks that arise from time to time.

35. Earnings per share (EPS)

Calculation of Earnings Per Share is as follows :

(Amount in Rs.'000)

Particulars	2017-18	2016-17
Profit/(loss) after tax	240.05	(53.92)
Net Profit/(loss) for calculation of basic and diluted EPS (A)	240.05	(53.92)
No of equity shares outstanding as on 31 st March	2996500	2996500
Weighted average number of equity shares in calculating basic and diluted EPS (B)	2996500	2996500
Basic and Diluted EPS (A)/(B)	0.08	(0.02)

36. Presently, the Company is engaged in trading of ferrous metal. Accordingly, trading is only business segment as per Indian Accounting Standard 108 on "Segment Reporting".
37. Previous year figures have been regrouped / rearranged wherever necessary.

Signature to Notes 1 to 37

As per our report of even date
For **V. SINGHI & ASSOCIATES**
Chartered Accountants
Firm Registration No. 311017E
(V.K. SINGHI) (Partner)
Membership No. 050051
Place : Kolkata
Date : 28.05.2018

For and on behalf of the Board
Pradip Kumar Daga (DIN : 00040692)
Yashwant Kumar Daga (DIN : 00040632)
Manoj Kumar Agrawal (DIN : 00067194)
Santosh Devi Mall (DIN : 07094393)

} Directors

Vikas Joshi, Chief Financial Officer
Nikita Puria, Company Secretary

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