

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED



35TH ANNUAL GENERAL MEETING

Date : 2nd September, 2016
Day : Friday
Time : 12.30 p.m.
Place : **Registered Office :**
Bajwa Chhani Road,
Behind G. S. F. C. Complex,
Vadodara - 391 310.

REGISTRAR & SHARE TRANSFER AGENTS :

SHAREX DYNAMIC (INDIA) PRIVATE LIMITED
1ST FLOOR, LUTHRA INDUSTRIAL ESTATE,
SAFED POOL, ANDHERI-KURLA ROAD,
ANDHERI (EAST), MUMBAI - 400 093.

BOARD OF DIRECTORS

SHRI M. N. BHUVA (Chairman & Managing Director)

SHRI B. T. MALLYA

SHRI NITIN SHAH

SMT. RANAK M. BHUVA

AUDITORS

M/S. SHAH, SHAH & SHAH

REGISTERED OFFICE :

BAJWA CHHANI ROAD,
BEHIND G. S. F. C. COMPLEX,
VADODARA - 391 310.
(GUJARAT)

ADMINISTRATIVE OFFICE

MAKER BHAVAN NO. 2,
18, NEW MARINE LINES,
MUMBAI - 400 020.

INDEX	PAGE NO.
Notice	2
Director's Report	4
Independent Auditors Report	29
Balance Sheet	37
Profit & Loss Account	38
Notes to Accounts	39
Cash Flow Statement	75
Attendance Slip/Proxy	76

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED



NOTICE

Notice is hereby given that the 35th Annual General Meeting of the Members of **Indu Nissan Oxo Chemical Industries Limited** will be held at the Registered Office of the Company at Bajwa-Chhani Road, Behind G.S.F.C Complex, Vadodara—391310 (Gujarat) on Friday, 02nd September, 2016 at 12.30 P.M. to transact the following Business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statement of the Company for the year ended March 31, 2016 together with the Reports of the Board of Directors and Auditor's thereon.
2. To appoint a Director in place of **Mrs. Ranak Bhuva [DIN: 06958910]**, who retires by rotation, and being eligible, offers herself for re-appointment.
3. To ratify the appointment of **M/s. Shah, Shah & Shah, Chartered Accountants** (Firm Registration no. 116457W) as statutory auditors of the Company and to fix their remuneration and to pass the following resolution as an ordinary resolution thereof:

“**RESOLVED THAT** pursuant to the provisions of Sections 139 and 142 of the Companies Act, 2013 and the Rules made thereunder, and pursuant to the recommendations of the audit committee of the Board of Directors, and pursuant to the resolution passed by the members at the AGM held on 15th September 2015, the appointment of **M/s. Shah, Shah & Shah, Chartered Accountants** (Firm Registration no. 116457W) as the statutory auditors of the Company to hold office till the conclusion of the 39th Annual General Meeting to be held for Financial Year ending 2020, be and is hereby ratified and the Board of Directors be and are hereby authorized to fix such remuneration payable to them including any out of pocket expenses incurred, for the financial year ended 31st March 2017, as may be determined by the Audit Committee in consultation with the auditors.”

For and on behalf of the Board of Directors

Place: Mumbai
Date: 21/07/2016

MEHOOL BHUVA
MANAGING DIRECTOR
DIN: 00520892

REGISTERED OFFICE:

Bajwa-Chhani Road,
Behind G.S.F.C Complex,
Vadodara—391310 (Gujarat)

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.

The instrument appointing the proxy should, however, be deposited at the registered office of the Company not less than forty-eight hours before the commencement of the Meeting.

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

2. Members desirous of obtaining any information concerning the accounts and operations of the Company are requested to address their queries to the Company, so as to reach the registered office of the Company at least 10 (ten) days before the date of the meeting, to enable the Company to make available the required information at the meeting, to the extent possible.
3. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided not less than three days of notice in writing is given to the Company.
4. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representatives to attend and vote on their behalf at the Meeting.
5. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
6. Members who hold shares in electronic form are requested to write their Client ID and DP ID number and those who hold shares in physical form are requested to write their folio number in the attendance slip for attending the meeting to facilitate identification of membership at the AGM
7. For convenience of members, an attendance slip is annexed to the proxy form. Members are requested to affix their signature at the space provided and hand over the attendance slips at the place of meeting. The



- proxy of a member should mark on the attendance slip as 'proxy'.
8. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection by members at the AGM.
 9. The Register of Contracts or Arrangements in which Directors are interested, maintained under Section 189 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
 10. Brief resume of Directors including those proposed to be appointed / re-appointed, nature of their expertise in specific functional areas, number of companies in which they hold directorships and memberships/ chairmanships of Board Committees, shareholding and relationships between directors inter-se as stipulated under Reg.36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
 11. Members are requested to bring their copies of the reports to Annual General Meeting.
 12. The Company is not required to close its Register of Members as stipulated in Reg. 42(1) (a) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as it is not proposing any Dividend in the ensuing 35th Annual General Meeting.
 13. Members are requested to notify the change in their address, if any, immediately, so that all communications can be sent to the latest address. In case of members holding shares in physical form, all intimations regarding change of address and change of bank account details are to be sent to **M/s. Sharex Dynamic (India) Private Limited**, Unit: Indu Nissan Oxo Chemical Industries Limited, Unit-1, Luthra Ind. Premises, Safed Pool, Andheri Kurla Road, Andheri (East), Mumbai – 400 072. Members, who hold shares in electronic form, are requested to notify any change in their particulars like change in address, bank particulars etc. to their Depository Participants immediately.
 14. The Securities and Exchange Board of India ("SEBI") has mandated the submission of Income Tax Permanent Account Number ("PAN") for all participants transacting in the securities market, irrespective of the amount of such transaction. In continuation of the said circular, it is hereby clarified that for securities market transactions and off-market/private transactions involving transfer of shares in listed companies in physical form, it shall be mandatory for the transferee(s) to furnish a copy of the PAN card to the Company / RTA for registration of such transfer of shares.
 15. Copies of the Annual Report 2016 are being sent by electronic mode only to those members whose email IDs are registered with the Company/Depository Participants for communication purposes unless any member has requested for a hard copy of the same. In the case of members holding shares in physical mode whose email IDs are registered with the Company/ Registrars i.e. M/s. Sharex Dynamic (India) Private Limited, and have given consent for receiving communication electronically, copies of the Annual Report 2016 are being sent by electronic mode only. For members who have not registered their email addresses, physical copies of the Annual Report 2016 are being sent by the permitted mode.
 16. The Notice of the 35th Annual General Meeting of the Company along with Attendance Slip and Proxy Form, is being sent by electronic mode to all the members whose email addresses are registered with the Company/Depository Participants unless any member has requested for a hard copy of the same. In the case of members holding shares in physical mode whose email IDs are registered with the Company/ Registrars i.e. M/s. Sharex Dynamic (India) Private Limited, and have given consent for receiving communication electronically, the Notice of the 35th Annual General Meeting of the Company along with Attendance Slip and Proxy Form, is being sent by electronic mode. For members who have not registered their email addresses, physical copies of the aforesaid documents are being sent by the permitted mode.
 17. Members may also note that physical copies of the Notice of the 35th Annual General Meeting and the Annual Report 2016 will also be available at the Company's Registered Office in Mumbai for inspection during normal business hours on working days. Even after registering for e-communication, members are entitled to receive such communication in physical form, upon making a request for the same, by post free of cost. For any communication, the shareholders may also send requests to the Company's Registrars i.e. M/s. Sharex Dynamic (India) Private Limited at: Unit: Indu Nissan Oxo Chemical Industries Limited, Unit-1, Luthra Ind. Premises, Safed Pool, Andheri Kurla Road, Andheri (East), Mumbai – 400 072.
 18. All documents referred to in the Notice will be available for inspection at the Company's registered office during between 11.00 A.M. to 1.00 P.M. on working days up to the date of the AGM, with advance notice of 3 (*three*) working days.
 19. In order to exercise strict control over the transfer documents, members are requested to send the transfer documents/ correspondence, if any, directly to:

SHAREX DYNAMIC (INDIA) PRIVATE LIMITED
Unit: INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED
 Unit 1, Luthra Indl. Premises,
 Safed Pool, Andheri Kurla Road,
 Andheri (E), Mumbai: 400 072.
 Ph. 022 28515606 Fax: 022 28512885

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED



DIRECTOR'S REPORT

To,
The Members,
INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED

Your Directors have pleasure in presenting their 35th Annual Report on the Audited Financial Statement of Indu Nissan Oxo Chemical Industries Limited [*"the Company"*] for the Financial Year ended March 31, 2016.

1. FINANCIAL RESULTS:

The summarized financial performance of the Company for the FY 2015-16 and FY 2014-15 is given below:

Particulars	Year ended	Year ended
	31 st March, 2016 (₹.)	31 st March 2015 (₹.)
Total revenue	19,78,120	2,40,11,044
Total expenses	54,45,143	1,27,62,358
Profit Before exceptional and extraordinary items and tax	(34,67,023)	1,12,48,686
exceptional and extraordinary items	-	-
Net Profit Before Tax	(34,67,023)	1,12,48,686
Provision for Tax		
- Current Tax	-	-
- Taxation of Earlier Years	(59,68,472)	-
- Deferred Tax	-	-
Net Profit After Tax	25,01,449	1,12,48,686
Proposed Dividend on Equity Shares	-	-
Tax on proposed Dividend	-	-
Transfer to General Reserve	-	-
Surplus/(Deficit) carried to Balance Sheet	25,01,449	1,12,48,686
Earnings Per Share	0.15	0.68

2. REVIEW OF OPERATIONS:

During the year under review, the plant of the company remained non-operative, however, the Company has posted other Income of Rs. 19,78,120/- as against total other Income of Rs. 2,40,11,044/- in the corresponding previous year.

3. FUTURE PROSPECT:

The company is trying to settle the outstandings with its secured creditors like NCD holders and Banks and is pursuing the possibility of revival of the company.

4. DIVIDEND AND RESERVES:

In view of huge losses carry forwarded, your Board think fit not to recommend any dividend for the year ended 31st March 2016.

5. SHARE CAPITAL:

The Paid-up Equity Share Capital of the Company as on 31st March, 2016 is Rs. 16,50,00,000/- comprising of 16500000 shares of having face value of Rs. 10/- each. During the year under review, the Company has not issued any class of shares/security.

6. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

In accordance with section 152(6) of the Companies Act, 2013 and in terms of Articles of Association of the Company Mrs. Ranak Bhuvra [DIN:06958910], Director of the Company, retires by rotation at the forthcoming Annual General Meeting and being eligible, offer herself for reappointment.

7. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 134(3) (c) & 134(5) of the Companies Act, 2013, the Board of Directors of the Company hereby confirms that:

- in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- 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;
- the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- the directors have prepared the annual accounts on a going concern basis; and
- 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.
- 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.



8. PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES:

The information required pursuant to Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016 in respect of employees of the Company, is enclosed as **Annexure I** and forms part of this Report.

Further, pursuant to Section 197 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016, none of the employees of the Company are in receipt of remuneration exceeding Rs. 1,02,00,000/- per annum, if employed for whole of the year or Rs. 8,50,000/- per month, if employed for part of the year.

9. NUMBER OF BOARD MEETINGS:

A calendar of meetings is prepared and circulated in advance to the Directors. During the year, 4 (Four) Board Meetings were convened and held, the details of which are given in the Corporate Governance Report. The intervening gap between the meetings was within the period prescribed under the Companies Act, 2013 and Regulation 17(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

10. BOARD EVALUATION:

Pursuant to the provisions of the Companies Act, 2013 and Listing Agreement, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Committees. The Directors expressed satisfaction with the evaluation process. The manner in which the evaluation has been carried out has been explained in the Corporate Governance Report.

11. INDEPENDENT DIRECTORS:

The Independent Director(s) have submitted their disclosure to the Board that they fulfill all the requirements as to qualify for their appointment as Independent Director, under the provisions of section 149 of the Companies Act, 2013 as well as Regulation 17 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

12. DETAILS OF SUBSIDIARY/JOINT VENTURES/ ASSOCIATE COMPANIES:

The Company does not have any subsidiary company and has not entered into joint venture with any other company.

13. STATUTORY AUDITORS' AND AUDITORS' REPORT:

At 34th Annual General Meeting held on 15th September 2015, M/s. Shah, Shah & Shah, Chartered Accountant (Firm Registration no. 116457W) were appointed as Statutory Auditors of the Company to hold office till the conclusion of the 39th Annual General Meeting to be held for the financial year 31st March 2020. In the terms of the first proviso to Section 139(1) of the Companies Act, 2013, the appointment of the Auditors shall be placed for ratification at every Annual General Meeting. Accordingly, the appointment of M/s. Shah, Shah & Shah, Chartered Accountants, as Statutory Auditors of the Company, is placed before members of the Company for ratification.

In regard to the Company has received a Certificate from the Auditors to the effect that if their appointment is ratified, it would be in accordance with the provisions of Section 141 of the Companies Act, 2013.

14. APPOINTMENT OF COMPANY SECRETARY AND CHIEF FINANCIAL OFFICER:

The Company is in process of appointing Company Secretary in whole time employment and Chief Financial Officer pursuant to Section 203 of the Companies Act, 2013 read with Rule 8 & Rule 8A of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

15. SECRETARIAL AUDIT:

In terms of Section 204 of the Act and Rules made there under, Ms. Reena Modi Practicing Company Secretary, have been appointed Secretarial Auditors of the Company. The Secretarial Audit Report is enclosed as Annexure IV to this report.

16. INTERNAL AUDIT & CONTROLS:

The Company has in place adequate internal financial controls with reference to the financial statement. The Audit Committee of the Board periodically reviews the internal financial control systems with the management. However, due to bad financial health of Company and current non-functionality of operations, Company has not appointed Internal Auditor.

17. EXPLANATION(S)/ COMMENT(S) PURSUANT TO SECTION 134(3)(f)(i)& (ii). IF ANY. OF THE COMPANIES ACT, 2013:

The Comments on the observation of the Auditors Report are given separately in the Annexures enclosed to this report, as **Annexure V**.



18. AUDIT COMMITTEE:

All members of the Audit Committee possess strong knowledge of accounting and financial management. The Managing Director and Executive Director are regularly invited to attend the Audit Committee meetings.

Further, the Audit Committee is functional as per the provision of Section 177 of Companies Act, 2013 and Rules made thereunder and as per Regulation 18 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, details of which is provided in the Corporate Governance Report along with other details.

19. NOMINATION AND REMUNERATION COMMITTEE:

The Nomination and Remuneration Committee is functional as per the provision of Section 178 of Companies Act, 2013 and Rules made thereunder and as per Clause 19 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 details of which is provided in the Corporate Governance Report.

20. STAKEHOLDERS RELATIONSHIP COMMITTEE:

The Stakeholders Relationship Committee is functional as per the provision of Section 178 of Companies Act, 2013 and rules made thereunder and as per amended clauses of Clause 20 of Securities and Exchange Board of India (Listing Obligations And Disclosure Requirements) Regulations, 2015 details of which is provided in the Corporate Governance Report.

21. EMPLOYEES' STOCK OPTION PLAN:

The Company has not provided stock options to any employee.

22. E-VOTING FACILITY:

As a Company is under severe financial crunch, it is not able to pay its outstanding dues to agencies such as NSDL/CDSL, RTA and BSE, the compliance of e-voting as required under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Companies Act, 2013 cannot be met.

23. RISK MANAGEMENT POLICY:

The Company has laid down the procedure to inform the Board about the risk assessment and minimization procedures. These procedures are reviewed by the Board periodically to ensure that there is timely identification and assessment of risks, measures to

mitigate them, and mechanisms for their proper and timely monitoring and reporting.

24. CORPORATE SOCIAL RESPONSIBILITY

The Company does not meet the criteria of Section 135 of Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 so there is no requirement to constitute Corporate Social Responsibility Committee and frame a policy thereof.

25. EXTRACT OF ANNUAL RETURN:

The details forming part of the Extract of the Annual Return in Form MGT-9, as required under Section 92 of the Companies Act, 2013 is included in this Report as *Annexure II* and forms part of this Report.

26. DEPOSITS:

The Company has not accepted nor renewed any fixed deposits during the FY 2015-16 and as on 31st March, 2016, there were no outstanding deposits.

27. LOANS & GUARANTEES:

During the year under review, the Company has not provided any loan, guarantee, security or made any investment covered under the provisions of Section 186 of the Companies Act, 2013 to any person or other body corporate.

28. RELATED PARTY TRANSACTIONS:

Details of Related Party Transactions entered into by the Company are given in Form AOC-2 as *Annexure III*.

29. CORPORATE GOVERNANCE CERTIFICATE:

A Report on Corporate Governance alongwith a certificate regarding the compliance of conditions of corporate governance as stipulated under Regulation 4(2) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 forms a part of this Annual Report.

30. MANAGEMENT DISCUSSION AND ANALYSIS:

The Management Discussion and Analysis Report, which gives a detailed state of affairs of the Company's operations form a part of this Annual Report as stipulated under Regulation 34(3) read with Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.



31. CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE:

As the Company has not carried out any business operations during the year under review as the plant of the Company is closed, hence the point regarding conservation of energy is not relevant to the Company, however, still the Company is making best possible efforts for conservation of energy, which assures that the computers and all other equipments if purchased by the Company strictly adhere to environmental standards, and they make optimum utilization of energy.

During the year, the total foreign exchange expenses was Rs. 2,17,767/-.

32. TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND

The Company is continuously in touch with respective authorities for completion of procedure for transfer of

funds lying unpaid or unclaimed for a period of seven years to Investor Education and Protection Fund (IEPF).

33. ACKNOWLEDGEMENT

The Directors would like to thank all shareholders, bankers and everybody else with whose help, cooperation and hard work the Company is able to achieve the results. The Directors would also like to place on record their appreciation of the dedicated efforts put in by the employees of the Company.

**For and on behalf of the Board of Directors
INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED**

**Place: Mumbai
Date: July 21, 2016**

**Mehool Bhuva
Managing Director
[DIN: 00520892]**

**Bantwal Mallya
Director
[DIN: 00377057]**

ANNEXURE - V

Information and explanation on reservation, qualification or adverse remarks contained in the Auditors' Report.

The notes referred in the Auditors' Report are self-explanatory and does not call for any further explanation, except:

We invite your attention to para (a), (c), (d), (e), (f), (g), (h) and Emphasis of matter (a) & (b) respectively of the Auditors' report and explanation etc thereon are as under:

1) Refer Note No. (a) of the Auditors' Report:

In this connection, the company is in the process of implementing reconstructing scheme and has negotiated OTS with Non Convertible Debentures holder.

2) Refer Note No. (c) of the Auditors' Report :

The sub Note No 2(a) of note no. 29 may be referred, however the Company's loan payable is legally time barred.

3) Refer Note No. (d) of the Auditor's report regarding Gratuity - The LIC policy premium on gratuity is in arrears, in view of which the company will settle the dues on actual basis and an estimated amount has been provided for the same in the books.

4) Refer note No.(e) of the Auditor's Report:

The company has already completed an OTS with ARCIL for similar debt of another bank and is in negotiation with them for this amount of debt as well and hence does not expect any interest liability.

5) Refer to note (f) of the Auditors' Report:

The company is in negotiation with the bankers for settlement of their dues on the basis of principal amount and from the past experience of settlements of other banks / Financial institution, the company does not expect any further provision of interest, other than what has been already provided for.

6) Refer note (g) of the Auditors' Report:

Regarding outstanding balance shown in accounts including interest from bankers, we are in negotiation with them for settlement based on the principal amount and regarding unsecured creditors, most of their, claims are disputed as well as time barred and hence company in its current position does not anticipate to provide for these amounts.

7) Refer note (h) of the Auditors' Report :

The closing stock if the company has been valued by independent Chartered Engineers on 13/10/2010 and as there is no movement, the same stock amount has been carried forward. A high cash balance was maintained in order to settle out contingencies for labour union and other statutory payments like customs & excise etc. Such balances have been reduced substantially in the subsequent period.

8) Refer Emphasis of matter (a) of the Auditors' Report- Customs Liability:

The company's appeal had been admitted by CESAT however Custom's dept obtained a stay in high court for the same and for which the Company is awaiting for the Notice of hearing. The company on merit does not expect this liability to materialize.

9) Refer Emphasis of matter (b) of the Auditors' Report:

The company has filed a suit in the Rajasthan High Court for recovery of the amount receivable from RSEB.

Annexure to Auditor's Report

1. Refer Point no. (i) (a) : The Company is in the process of updating its fixed assets register .



Annexure I

Information required under Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016

- i. *The Ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2015-16; and
- ii. *The percentage increase in remuneration of each Director, Managing Director & Chief Executive Officer, Chief Financial Officer and Company Secretary of the Company in the financial year 2015-16

Name & Designation	Remuneration of each Director & KMP for Financial Year 2015-16 (Rs.)	% increase/ decrease in remuneration in the Financial Year 2015-16	Ratio of remuneration of each Directors to median remuneration of employees
A. Directors	NIL	Not Applicable	-
B. Key Managerial Personnel	NIL	Not Applicable	-

- iii. *The percentage increase in the median remuneration of employees in the financial year 2015-16

Particulars	Financial Year 2015 - 16 (Rs.)	Financial Year 2014 - 15 (Rs.)	Increase (%)
Median remuneration of all employees	-	-	-

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

There were no permanent employees on the rolls of Company as on March 31, 2016.

- v. *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.
- vi. *Affirmation that the remuneration is as per the Remuneration Policy of the Company

The Remuneration Policy of the Company is as per Rule 5(1)(xii) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

* Due to financial crunch company is not able to pay any remuneration.

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED



Information required under Section 197 of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016

Statement of Particulars of employees pursuant to the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016

Sl. No.	Name	Designation/ Nature of Duties	Remuneration Received [Rs.]	Qualification	Experience in years	Age in years	Date of commence- ment of employment	Last employment held	The percentage of equity shares held by the company
1	2	3	4	5	6	7	8	9	10

* Due to financial crunch company is not able to pay any remuneration.

**For and on behalf of the Board of Directors
INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED**

**MEHOOL BHUVA
MANAGING DIRECTOR
[DIN: 00520892]**

**BANTWAL MALLYA
DIRECTOR
[DIN: 00377057]**

**Place : Mumbai
Date : July 21, 2016**



Annexure II

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

As on financial year ended on 31.03.2016

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

I. REGISTRATION & OTHER DETAILS:

1.	CIN	L24110GJ1979PLC003549
2.	Registration Date	08/11/1979
3.	Name of the Company	INDU NISSAN OXOCHEMICAL INDUSTRIES LIMITED
4.	Category/Sub-category of the Company	Company limited by Shares/ Non-Govt company
5.	Address of the Registered office & contact details	Bajwa-Chhani Road, Behind G.S.F.C Complex, Vadodara—391310 (Gujarat) Tel. No. 0265-5544687
6.	Whether listed company	YES
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Sharex Dynamic (India) Pvt. Ltd Registrar & Share Transfer Agent Unit 1, Luthra Ind Premises, Safed Pool, Andheri Kurla Road, Andheri (East), Mumbai, Maharashtra, 400072 Tel. No. 022 - 28515606

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)

	Name and Description of main products / services	% to total turnover of the company
1	Not Applicable	-

** As the Company has not carried out any business operations during the Financial Year.*

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

S. No.	Name and Address of the Company	CIN/GLN	% of Shares held	Applicable Section
1	Not Applicable			

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED

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

Category of Shareholders	No. of Shares held at the beginning of the year[As on 31-March-2015]				No. of Shares held at the end of the year[As on 31-March-2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	3793765	138780	3932545	23.83	3793765	138780	3932545	23.83	0
b) Central Govt	0	0	0	0	0	0	0	0	0
c) State Govt(s)	0	0	0	0	0	0	0	0	0
d) Bodies Corp.	0	0	0	0	0	0	0	0	0
e) Banks / FI	0	0	0	0	0	0	0	0	0
f) Any other	0	0	0	0	0	0	0	0	0
Total shareholding of Promoter (A)	3793765	138780	3932545	23.83	3793765	138780	3932545	23.83	0
B. Public Shareholding									
1. Institutions	0	0	0	0	0	0	0	0	0
a) Mutual Funds	0	45310	45310	0.275	0	45310	45310	0.275	0
b) Banks / FI	13330	13655	26985	0.16	13330	13655	26985	0.16	0
c) Central Govt	241339	2350	243689	1.477	241339	2350	243689	1.477	0
d) State Govt(s)	0	0	0	0	0	0	0	0	0
e) Venture Capital Funds	190	0	190	0.001	190	0	190	0.001	0
f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIs	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
i) Others (specify)	0	0	0	0	0	0	0	0	0
Sub-total (B)(1):-	254909	61265	316174	1.916	254909	61265	316174	1.916	0
2. Non-Institutions									
a) Bodies Corp.	137597	2463894	2601491	15.76	137597	2463894	2601491	15.76	0
b) Individuals	0	0	0	0	0	0	0	0	0
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	1863637	6671580	8535217	51.73	1863637	6671580	8535217	51.73	0
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	282475	316345	598820	3.63	282475	316345	598820	3.63	0
c) Others									
Non Resident Indians	6374	9371	15745	0.09	6374	9371	15745	0.09	0
Overseas Corporate Bodies	0	0	0	0	0	0	0	0	0
Foreign Nationals	0	0	0	0	0	0	0	0	0
Clearing Members	0	500000	500000	3.03	0	500000	500000	3.03	0
Trusts	0	0	0	0	0	0	0	0	0
Foreign Bodies - D R	0	0	0	0	0	0	0	0	0
Sub-total (B)(2):-	2290083	9961471	12251554	76.17	2290083	9961471	12251554	76.17	0
C. Shares held by Custodian for GDRs & ADRs									
	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	6288757	10211516	16500000	100	6288757	10211516	16500000	100	0

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED



B) Shareholding of Promoter-

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	NARENDRA IBHUVA (HUF)	2,450,000	14.84	-	2,450,000	14.84	-	-
2.	MEHOOLN BHUVA	1,390,965	8.43	-	1,390,965	8.43	-	-

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

SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	3840965	23.27	3840965	23.27
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g.allotment /transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	3840965	23.27	3840965	23.27

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED



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

SN	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	INDO NIPPON CHEMICAL CO LTD				
	At the beginning of the year	2263000	13.72	2263000	13.72
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	2263000	1.372	2263000	1.372
2.	ICICI TRUSTEESHIP SERVICES LTD				
	At the beginning of the year	44500	0.027	44500	0.027
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	44500	0.027	44500	0.027
3.	CANARA BANK TRUSTEE CANBANK MF				
	At the beginning of the year	30400	0.018	30400	0.018
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	30400	0.018	30400	0.018
4.	BALIGA INVESTMENTS PVT LTD				
	At the beginning of the year	27000	0.016	27000	0.016
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	27000	0.016	27000	0.016
5.	MEGA RESOURCES LTD				
	At the beginning of the year	24000	0.015	24000	0.015
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	24000	0.015	24000	0.015



SN	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
6.	SHREYAM SECURITIES PVT LTD				
	At the beginning of the year	17300	0.010	17300	0.010
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	17300	0.010	17300	0.010
7.	SOUTHERN FIDELITY SECURITIES LTD				
	At the beginning of the year	15750	0.010	15750	0.010
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	15750	0.010	15750	0.010
8.	BHUVA HOLDING LTD				
	At the beginning of the year	14350	0.009	14350	0.009
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	14350	0.009	14350	0.009
9.	ANDHRA BANK				
	At the beginning of the year	12330	0.007	12330	0.007
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	12330	0.007	12330	0.007
10.	EMPEROR TRAVELS & TOURS PVT LTD				
	At the beginning of the year	12000	0.007	12000	0.007
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	12000	0.007	12000	0.007



E) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	1390965	8.43	1390965	8.43
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):				
	At the end of the year	1390965	8.43	1390965	8.43

Note: - The data mentioned above in clause IV w.r.t. shareholding is based on earlier data as available from RTA.

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	3,86,96,944	2,18,30,990	-	60527934
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	3,86,96,944	2,18,30,990		60527934
Change in Indebtedness during the financial year				
* Addition	-	-	-	-
* Reduction	(5,00,000)	(1,12,06,190)	-	(11706190)
Net Change	(5,00,000)	(1,12,06,190)	-	(11706190)
Indebtedness at the end of the financial year				
i) Principal Amount	3,81,96,944	1,06,24,800		48821744
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	3,81,96,944	1,06,24,800	-	48821744



VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

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

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
1	Gross salary	NIL	NIL	NIL	NIL	NIL
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NIL	NIL	NIL	NIL	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	NIL	NIL	NIL	NIL	NIL
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	NIL	NIL	NIL	NIL	NIL
2	Stock Option	NIL	NIL	NIL	NIL	NIL
3	Sweat Equity	NIL	NIL	NIL	NIL	NIL
4	Commission - as % of profit - others,	NIL	NIL	NIL	NIL	NIL
5	Others, please specify	NIL	NIL	NIL	NIL	NIL
	Total (A)	NIL	NIL	NIL	NIL	NIL
	Ceiling as per the Act	NIL	NIL	NIL	NIL	NIL

B. Remuneration to other directors

SN.	Particulars of Remuneration	Name of Directors			Total Amount
1	Independent Directors	NIL	NIL	NIL	NIL
	Fee for attending board committee meetings	NIL	NIL	NIL	NIL
	Commission	NIL	NIL	NIL	NIL
	Others, please specify	NIL	NIL	NIL	NIL
	Total (1)	NIL	NIL	NIL	NIL
2	Other Non-Executive Directors	NIL	NIL	NIL	NIL
	Fee for attending board committee meetings	NIL	NIL	NIL	NIL
	Commission	NIL	NIL	NIL	NIL
	Others, please specify	NIL	NIL	NIL	NIL
	Total (2)	NIL	NIL	NIL	NIL
	Total (B)=(1+2)	NIL	NIL	NIL	NIL
	Total Managerial Remuneration	NIL	NIL	NIL	NIL
	Overall Ceiling as per the Act	NIL	NIL	NIL	NIL



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

SN.	Particulars of Remuneration	Key Managerial Personnel		
		CS	CFO	Total
1	Gross salary	NIL	NIL	NIL
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NIL	NIL	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	NIL	NIL	NIL
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NIL	NIL	NIL
2	Stock Option	NIL	NIL	NIL
3	Sweat Equity	NIL	NIL	NIL
4	Commission	NIL	NIL	NIL
	- as % of profit	NIL	NIL	NIL
	Others, specify...	NIL	NIL	NIL
5	Others, please specify	NIL	NIL	NIL
	Total	NIL	NIL	NIL

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES :

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

For and on behalf of the Board of Directors
INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED

Place : Mumbai
Date : July 21, 2016

MEHOOL BHUVA
MANAGING DIRECTOR
[DIN: 00520892]

BANTWAL MALLYA
DIRECTOR
[DIN: 00377057]



Annexure - III

FORM NO. AOC-2

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

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

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

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	-
b)	Nature of contracts/arrangements/transaction	-
c)	Duration of the contracts/arrangements/transaction	-
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	-
e)	Justification for entering into such contracts or arrangements or transactions'	-
f)	Date of approval by the Board	-
g)	Amount paid as advances, if any	-
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	-

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

SL.No.	Particulars	Related Party	
a)	Name (s) of the related party & nature of relationship	M/s Indo Nippon Chemical Company Limited	M/s. Bhuva Holdings Limited
b)	Nature of contracts/arrangements/transaction	Rent for office	Rent for Premises
c)	Duration of the contracts/arrangements/transaction.	3 years w.e.f. 1st April 2015	3 years w.e.f. 1st April 2015
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Not exceeding Rs. 360000 p.a.	Not exceeding Rs. 178500 p.a.
e)	Date of approval by the Board	8th June, 2015	8th June, 2015
f)	Amount paid as advances, if any	-	-

For and on behalf of the Board of Directors
INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED

Place : Mumbai
Date : July 21, 2016

MEHOOL BHUVA
MANAGING DIRECTOR
[DIN: 00520892]

BANTWAL MALLYA
DIRECTOR
[DIN: 00377057]



ANNEXURE IV

**Form No.MR-3
SECRETARIAL AUDIT REPORT
For the financial year ended March 31, 2015**

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

To
The Members
INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED
Regd. Office: Bajwa-Chhani Road,
B/H,GSFC Compound,
Vadodara, Gujarat – 391310.

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

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March 2016 ('Audit Period') complied with the statutory provisions listed hereunder, subject to specified observation mentioned below, however, the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2016 according to the provisions of:

- (i) The Companies Act, 2013 (*the Act*) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') 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 Borrowings; (*Not Applicable to the Company during the Audit Period*);

- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): —
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011, *Company is having its script suspended*;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992, *Company is having its script suspended*;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009, (*Not Applicable to the Company during the Audit Period*);
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 (*Not Applicable to the Company during the Audit Period*);
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (*Not Applicable to the Company during the Audit Period*);
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (*Not Applicable to the Company during the Audit Period*); and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (*Not Applicable to the Company during the Audit Period*);

- (vi) Other laws applicable specifically to the Company,

Since the Company is non-operative, dormant and derives its income only from its Tank Terminating facility or consultancy charges, no other laws were specifically applicable during the year under audit period.

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

- (a) Secretarial Standards issued by The Institute of Company Secretaries of India;



- (b) The Listing Agreements entered into by the Company with Stock Exchange(s) along with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as applicable for respective periods.

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

- 1) The Company was not able to comply with the requirements of said Acts, Rules and Regulations as applicable to the Company as specified hereunder:
- i) *The Company is not duly complied with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.*
 - ii) *The Company is not able to pay its outstanding dues to agencies such as NSDL/CDSL, RTA and BSE and hence its scrip is suspended as on date of issue of this report and also the ancillary compliances with respect to disclosure of shareholding is not complied,*
 - iii) *The Company is not able to comply with providing e-voting facility, as required under Listing Agreement and the Act;*
 - iv) *The Company does not have its own website and hence has not been able to update applicable policies on its website as per the requirements;*
 - v) *The Company has not been able to file Annual return (i.e. MGT-7) under the Act and other E-Forms which was required to file under Companies Act, 2013 during Audit Period ;*

During the audit period under review, the Company was not able to engage and appoint Chief Financial Officer, Company Secretary (in pursuant to Section 203(1)(ii) of Companies Act, 2013) and an Internal Auditor (in pursuant to Section 138 of Companies Act, 2013).

I further report that:

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors and there were no changes in the composition of the Board of Directors during the period under review.
- 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.

- Majority decision is carried through unanimously during the meeting and their views are captured and recorded as part of the minutes.

I further report that:

- Due to ongoing financial crunch, there is non-availability of requisite staff to adhere to adequate systems and processes in the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period there were no specific events/actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, guidelines and standards and as informed to us by the management periodical hearings do take place for its admission by Board for Industrial and Financial Reconstruction (BIFR).

For Reena S Modi & Associates

ACS No- A25346
CP No- 12621

**Place : Mumbai
Date : 21/07/2016**

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED



ANNEXURE TO THE SECRETARIAL AUDIT REPORT

To

The Members

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED

Regd. Office: Plot E-1, Road No. 7,

Wagle Industrial Estate,

Thane-400 604.

I further state that my said report of the even date has to be read along with this letter.

1. Maintenance of Secretarial/ Statutory Records is the responsibility of the Management of the Company. My responsibility is to express an opinion on these records based on the audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial Records.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required I have obtained the Management representation about the compliance of laws, rules and regulations and happenings of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, and regulations, standard is the responsibility of management. My examination is limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For Reena S Modi & Associates

ACS No- A25346

CP No- 12621

Place : Mumbai

Date : 21/07/2016

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Company continues to negotiate the restructuring of its debts with the respective Banks and Financial Institutions.



REPORT ON CORPORATE GOVERNANCE

Corporate Governance is not merely the compliance of a set of regulatory laws and regulations but is a set of good and transparent practices that enable an organization to perform efficiently and ethically to generate long term wealth and create value for all its stakeholders. It goes beyond building and strengthening the trust and integrity of the Company by ensuring conformity with the globally accepted best governance practices. The Securities and Exchange Board of India (SEBI) observes keen vigilance over governance and fulfillment of these regulations in letter and spirit, which entails surety towards sustainable development of the Company, enhancing stakeholders' value eventually.

COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Corporate governance is most often viewed as both the structure and the relationships which determine corporate direction and performance. The board of directors is typically central to corporate governance. Corporate governance refers to the mechanisms, processes and relations by which corporations are controlled and directed.

The Company firmly believes that corporate governance and compliance practices are of paramount importance in order to maintain the trust and confidence of the stakeholders and clients of the Company and the unquestioned integrity of all personnel involved or related to the Company. Corporate Governance contains a set of principles, process and systems to be followed by directors, Management and all Employees of the Company for increasing the shareholders' value, keeping in view interest of other stakeholders. While adhering to the above, the Company is committed integrity, transparency, accountability and compliance with laws in all dealings with shareholders, employees, the Government, customers, suppliers and other stakeholders.

BOARD OF DIRECTORS

The Board of Directors ("the Board") facilitates effective fulfillment of the Board's tasks and provides leadership and guidance to the Company's management and helps in supervising the performance of the Company. The Board plays a crucial role enhancing and protecting the reputation of the organization are expected to exercise their duties in the best interests of shareholders and to maximize wealth.

The Board comprises of the members distinguished in various fields such as management, finance, law, marketing, technology and strategic planning. This provides reliability to

the Company's functioning and the Board ensures a critical examination of the strategies and operational planning mechanisms adopted by the management across the globe.

The Company has an optimum combination of Directors on the Board and is in conformity with Regulation 17 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as on March 31, 2016, the Board comprised of 4 Directors out of which 2 are Independent Directors non-Executive Director & 1 is Non Independent Non-Executive Director.

Agenda papers of the Boards and its Committee meetings are circulated to the Directors well in advance of the meetings, supported with significant information as per Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 & Secretarial Standards for an effective and well-informed decision making during the meetings.

The Board meets at regular intervals to discuss and decide on Company's business policy and strategy apart from other normal business, Four (4) (Four) Meetings of Board of Directors were held during the Financial Year 2015-2016, on **08th June, 2015, 21st August, 2015, 07th November, 2015 and 09th February, 2016.**

Time gap between any two meetings was not more than 120 days.

Details of the composition, category of the Directors, their attendance at the Board Meetings held during the year & Annual General Meeting (AGM) held on **15th September, 2015**, other Directorships and Committee Memberships are as under:

Name of the Director	Category	No. of Board Meetings Attended During the year	No. of Equity Shares held as on March 31, 2016	No. of Other Director-ship(s) as on 31-03-2016	Attendance at previous AGM Held on September 25, 2014 (Y-Yes, N-No)
Mr. Bantwal Trivikram Mallya	Independent Director	4	-	-	N

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED



Mr. Mehoor Narendra Bhuva	Managing Director	4	1390965	-	Y
Mrs. Ranak Mehoor Bhuva	Non-Independent Director	3	-	-	N
Mr. Nitin kumar Shah	Independent Director	3	-	-	Y

The Board periodically reviews the compliance report of all laws applicable to the Company. All the Directors have made necessary disclosures about the directorships and committee positions they occupy in other companies. None of the Directors on the Board is a Member of more than 10 Committees and Chairman of more than 5 Committees across all Companies in which they are Directors.

The particulars of Directors, who are proposed to be re-appointed at the ensuing AGM, are given in the Notice convening the AGM.

COMPOSITION OF THE COMMITTEE AUDIT COMMITTEE

The Audit Committee comprises of experts specializing in accounting / financial management. Four (4) meetings of the Audit Committee were held during the Financial Year 2015-16, on **08th June, 2015, 21st August, 2015, 07th November, 2015 and on 09th February, 2016**. The time gap between any two meetings was not more than 4 months and the Company has complied with all the requirements as mentioned under the Listing Agreement and the Companies Act, 2013.

Details of the composition of the Committee and attendance during the year are as under:

Name of the Director	Category	No. of Meetings Attended
Mr. Bantwal Trivikram Mallya	Chairman, Independent Director	4
Mr. Nitinkumar Shah	Member, Independent Director	3
Mr. Mehoor Bhuva	Member, Managing Director	4

**Mr. Prakash Turakhia has been resigned from Directorship of the Company w.e.f. 25.09.2014*

The terms of reference of the Audit Committee are in order to cover the matters specified under revised Regulation 17(2) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 177 of the Companies Act, 2013. This Committee has powers and roles comprising of Financial Reporting and disclosure, recommendation of appointment/removal of Auditors, reviewing of company's results, evaluation of Independent Directors performances, etc.

NOMINATION AND REMUNERATION COMMITTEE

The Committee's composition and terms of reference are in compliance with provisions of section 178 of the Companies Act, 2013, Regulation 19 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.

Four (4) meetings of the Audit Committee were held during the Financial Year 2015-16, on **08th June, 2015, 21st August, 2015, 07th November, 2015 and on 09th February, 2016**.

Details of composition of the Committee and attendance during the year are as under:

Name of the Director	Category	No. of Meetings Attended
Mr. Bantwal Trivikram Mallya	Chairman, Independent Director	4
Mr. Nitinkumar Shah	Member, Independent Director	3
Mrs. Ranak Bhuva	Member, Non-Independent Director	3

This Committee has powers to recommend / approve remuneration, Identification of Persons who are qualified to become director, Recommend to the board their appointment and removal, approve remuneration of Non Executive Directors, etc.

Remuneration Policy for Key Managerial Personnel and other Employees of the Company

As per listing regulation the Company is required to frame Remuneration Policy for Key Managerial Personnel and Other employees. The Nomination and Remuneration Committee are responsible for Identifying suitable person eligible to become director and recommend to the Board their appointment and removal. Through its compensation programme, the Company endeavors to attract, retain, develop and motivate a high performance workforce. Due to severe financial crunch, Company is not providing any remuneration to Directors.



STAKEHOLDERS RELATIONSHIP COMMITTEE

Four (4) meetings of the Committee were held during the year 2015-16 on **08th June, 2015, 21st August, 2015, 07th November, 2015 and on 09th February, 2016**. The details of composition of the Committee and attendance during the year are as under :

Name of the Director	Category	No. of Meetings Attended
Mr. Bantwal Trivikram Mallya	Chairman, Independent Director	4
Mr. Nitinkumar Shah	Member, Independent Director	3
Mrs. Ranak Bhuva	Member, Non-Independent Director	3

The terms of reference were enlarged by the Board to be in linewith Section 178 of the Companies Act, 2013 and Regulation 20 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Committee reviews Shareholder’s/ Investor’s complaints like non-receipt of Annual Report, physical transfer/ transmission/transposition, split/ consolidation of share certificates, issue of duplicate share certificates etc. This Committee is also empowered to consider and resolve the grievance of other stakeholders of the Company including security holders.

GENERAL BODY MEETINGS

Finan- cial Year	Date	Location of the Meeting	Time	Special Resolu - tion(s) Passed
2012-2013	16 th September, 2013	Bajwa-Chhani Road, Behind G.S.F.C. Complex, Vadodara—391310	9.30 A.M	NIL
2013-2014	25 th September, 2014	Bajwa-Chhani Road, Behind G.S.F.C. Complex, Vadodara—391310	9.30 A.M	02
2014-2015	15 th September, 2015	Bajwa-Chhani Road, Behind G.S.F.C. Complex, Vadodara—391310	12.30 P.M.	NIL

TRAINING FOR BOARD MEMBERS

Regulation 25(7) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, every listed company is required to conduct familiarization programme enabling the Independent Directors of the Company to understand the Company’s business in

depth that would facilitate their active participation in managing the Company.

The Company has adopted a system to familiarize its Independent Directors with the Company, to make them aware of their roles, rights & responsibilities in the Company, and nature of the industry in which the Company operates business model of the Company,etc.

PERFORMANCE EVALUATION

The performance evaluation process is a constructive mechanism for improving board effectiveness, maximizing strengths and tackling weaknesses, leading to an immediate improvement in performance throughout the organization. The Board of the Company has carried out the annual performance evaluation of its own performance, the Directors individually including the Chairman of the Board as well as the evaluation of the working of its Audit Committee, Nomination & Remuneration Committee, and Stakeholders Relationship Committee on parameters such as attendance and participation in the Meetings, preparedness for the meetings, understanding of the Company & the external environment in which it operates, contribution to strategic direction, raising of valid concerns to the Board, constructive contribution to issues, active participation at meetings and engaging with & challenging the management team without confronting or obstructing the proceeding of the Board and its Committee meetings of which the Director is a member pursuant to the provisions of the Companies Act, 2013 and Regulation 17 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non Independent Directors was carried out by the Independent Directors at its meeting. The Directors expressed their satisfaction with the evaluation process.

DISCLOSURES

i. Related Party Transactions

The transactions with related parties as per Accounting Standard AS-18 are set out in Notes to accounts under Note no. (9) forming part of financial statements. All transactions entered into with Related Parties as defined under the Companies Act, 2013 and Regulation 27(2)(b) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 during the financial year were in the ordinary course of business and on an arm’s length



pricing basis. There were no materially significant transactions with related parties during the financial year which were in conflict with the interest of the Company

ii. Managing Director Certification

Certification on financial statements pursuant to Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been obtained from the Managing Director of the Company. Extract of the same is given at the end of this Report.

iii. Code of Conduct for Directors

The Board has laid down Codes of Conduct for Executive Directors and for Non-Executive/ Independent Directors of the Company. The Codes of Conduct have been circulated to the Board and the compliance of the same has been affirmed by them. A declaration signed by the MD in this regard is given at the end of this Report.

iv. Subsidiary Companies

The Company has no have any material non-listed Indian Subsidiary Company as defined in Regulation 24 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

v. Risk Management & Internal Control

The board has ultimate responsibility for risk management and internal control, including for the determination of the nature and extent of the principal risks it is willing to take to achieve its strategic objectives and for ensuring that an appropriate culture has been embedded throughout the organization. The Company has implemented a comprehensive 'Enterprise Risk Management' framework in order to understand the risks they are exposed to, put controls in place to counter threats, and effectively pursue their objectives and further to anticipate, identify, measure, mitigate, monitor and report the risks, details of which are given in the Risk Management section under 'Management Discussion and Analysis Report' which forms part of this Annual Report. The team presents their key audit findings of every quarter to the Audit Committee. The management updates the members about the remedial actions taken or proposed for the same. The suggestions and comments from the Committee members are vigilantly incorporated and executed by the Company.

vi. Independent Directors

The Independent Directors of the Company have the option and freedom to meet and interact with the Company's Management as and when they deem it necessary. They are provided with necessary resources and support to enable them to analyze the information/data provided by the Management and help them to perform their role effectively.

MEANS OF COMMUNICATION

The quarterly and annual financial results are normally published in Business Standard (*Ahmedabad Edition*) (English) and Vadodara Samachar (*Baroda Edition*) (Gujarati) Newspapers.

GENERAL SHAREHOLDER INFORMATION

i. Annual General Meeting

Day, Date & Time FRIDAY,
02nd September, 2016
at 12.30 P.M.

Venue

Bajwa-Chhani Road,
Behind G.S.F.C Complex,
Vadodara - 391310

ii. Financial year

(April 1 to March 31)

**Financial Calendar (Tentative) –
Financial Year 2016-2017**

1st Quarter	On or before 15 th August, 2016
2nd Quarter	On or before 15 th November, 2016
3rd Quarter	On or before 15 th February, 2017
4th Quarter	On or before 30 th May, 2017
Yearly	Audited yearly result for the year ended March 2017- End of May 2017

iii. Dividend

In view of huge losses carry forwarded during the previous years, your Board think fit not to recommend any dividend for the year ended 31st March 2016

iv. Stock Code / Symbol

BSE Security Code	500208
ISIN in (NSDL and CDSL)	INE599C01019
Corporate Identity Number (CIN)	L24110GJ1979PLC003549
BSE Security ID	INDUNISS



v. Market Price Data

Due to absence of trading in the Company's scrip, this information is not presented.

vi. Registrar & Transfer Agent

Sharex Dynamic (India) Pvt. Ltd. Registrar & Share Transfer Agent

Unit 1, Luthra Industrial Premises,
Safed Pool, Andheri Kurla Road,
Andheri (East), Mumbai: 400072.

vii. Distribution of shareholding as on March 31, 2016

Share Holding(Nominal Value) Rs.	Shareholders	
	No.	%
Upto 5,000	48086	94.99
5,001-10,000	1599	3.16
10,001-1,00,000	889	1.76
100,001 and above	47	0.9
TOTAL	50621	100.00

Top 10 Shareholders as on March 31, 2016

SN	For Each of the Top 10 Shareholders	Shareholding as on 31 st March, 2016	
		No. of shares	% of total shares of the company
1.	INDO NIPPON CHEMICAL CO LTD	2263000	13.72
2.	ICICI TRUSTEESHIP SERVICES LTD	44500	0.027
3.	CANARA BANK TRUSTEE CANBANK MF	30400	0.018
4.	BALIGA INVESTMENTS PVT LTD	27000	0.016
5.	MEGA RESOURCES LTD	24000	0.015
6.	SHREYAM SECURITIES PVT LTD	17300	0.010
7.	SOUTHERN FIDELITY SECURITIES LTD	15750	0.010
8.	BHUVA HOLDING LTD	14350	0.009
9.	ANDHRA BANK	12330	0.007
10.	EMPEROR TRAVELS & TOURS PVT LTD	12000	0.007

Note: - The data mentioned above w.r.t. shareholding is based on earlier data as available from RTA.

viii. Dematerialization of Shares and Liquidity

According to the requirements of the Securities & Exchange Board of India (SEBI) the shares of the company are to be compulsorily traded in a dematerialized form. Consequently the company had written to its shareholders advising them that they had the option of converting their shareholdings from the physical form to the electronic form. As of 31.03.2016, a total number of 6457997 equity shares, representing 39.14% of the total shares of the company have been dematerialized.

ix. Address for Correspondence

Maker Bhavan No.2, 18 New Marine Lines, Mumbai: 400 020.

**Place :Mumbai
Date : 21st July, 2016**

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED



CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE UNDER SEBI (PROHIBITION OF INSIDER TRADING) REGULATIONS, 2015

To the Members of
INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED
Mumbai

We have examined the compliance of the conditions of Corporate Governance, by Indu Nissan Oxo Chemical Industries Limited having its Registered Office at Bajwa-Chhani Road, B/H GSFC Compound, Vadodara, Gujrat - 391310 as stipulated in SEBI (Prohibition of Insider Trading) Regulations, 2015 entered into by the said Company with the Stock exchange viz. BSE Ltd (BSE), AND there were no proper committees as well as Company's web-site was non functional, for ensuring the compliance of the conditions of Corporate Governance as stipulated in the said Regulations. It is neither an audit nor an expression of opinion on the Financial Statement of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has not entirely complied with the conditions of Corporate Governance as stipulated in SEBI (Prohibition of Insider Trading) Regulations, 2015. We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For M/s. Deep Shukla & Associates
Company Secretaries

(DEEP SHUKLA)
FCS. No. 5652
(C.P. 5354)

Place : Mumbai
Date: 21st July, 2016

CERTIFICATION FROM THE MANAGING DIRECTOR:

In terms of **Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015** with the BSE, I hereby certify as under:

- a. I have reviewed financial statements and the cash flow statement for the year ended March 31, 2016 and that to the best of my knowledge and belief:
 - 1) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - 2) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b. There are, to the best of my knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
- c. I accept responsibility for establishing and maintaining internal controls for financial reporting and that I have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting. I have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which I am aware and the steps I have taken or propose to take to rectify these deficiencies.

There have been no

- i. Significant changes in internal control over financial reporting during the year;
- ii. Significant changes in accounting policies during the year;
- iii. Instances of fraud of which we have become aware and the involvement therein, of the management or an employee having significant role in the Company's internal control system over financial reporting.

FOR INDU NISSAN OXO CHEMICAL
INDUSTRIES LIMITED

MEHOOL BHUVA
MANAGING DIRECTOR
DIN: 00520892

Place: Mumbai
Date: 21st July, 2016

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED



DECLARATION BY THE MANAGING DIRECTOR ON 'CODE OF CONDUCT'

I hereby confirm that:

The Company has obtained from all the members of the Board and senior management, affirmation that they have complied with the Code of Conduct as applicable to them.

**FOR INDU NISSAN OXO CHEMICAL
INDUSTRIES LIMITED**

**MEHOOL BHUVA
MANAGING DIRECTOR
DIN: 00520892**

Place: Mumbai

Date: 21st July, 2016



Independent Auditor's Report

To
The Members,
Indu Nissan Oxo Chemicals Industries Limited

We have audited the accompanying financial statements of **Indu Nissan Oxo Chemicals Industries Limited**, which comprise of the Balance Sheet as at **March 31, 2016**, and the Statement of Profit and Loss, and Cash Flow Statement of the Company for the year ended on that date annexed thereto, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Basis for Qualified Opinion

- (a) *Attention is invited to sub-note No. 2 (d) of Note No. 29. The Company has defaulted in redemption of Debentures, which fell due on the 10th of July, 1998 aggregating to Rs.550.18 Lac and the amount of interest including penal interest calculated at simple interests accrued as of 31st March, 2013 is Rs.1422.04 Lac of which the Company has unilaterally written back interest element of RS. 1334.01 Lac mentioning that it is in process of negotiating with debenture holders as to the repayment of dues, and the Company does not anticipate any interest payment, and the same has been treated by the Company as other revenues. The Company has reached to settlement with the debenture holders post year end. The debenture holders have agreed to settle the amount payable @ 30% of principal amount outstanding subject to certain terms and conditions. The Company is in process of liquidating some of its assets and pay off the debenture holders. In case the Company is not able to pay the settled amount within stipulated period, the settlement may be cancelled by the debenture holders. The Company has approached BIFR for the permission to sell the assets, and is confident of getting the permission. The Company in anticipation of liquidating the assets and paying off the debenture holders has written back the balance amount not payable to capital reserve. The Company, following to settlement, does not anticipate additional interest liability as demanded by the debenture holders due to which Company has not provided interest for the current year as well as company has written back the interest of RS. 133,401,338 provided in the earlier years. The above position continues since last year where the Company has not been able to obtain any order from the BIFR. We are unable to form our opinion on this as the entire matter is contingent and subject to approval of BIFR for sale of assets, and further the Company is able to sell the assets post such approval in open market and fetch necessary amount to pay off the debenture holders, but for which entire settlement may get cancelled.*
- (b) *Attention is invited to sub-note No. 6 of Note No. 29 - Other Notes to Accounts regarding confirmation of account of various parties, the balances have been taken as per books of account. We in the absence of confirmations are unable to ascertain the nature of adjustments that may be required in respect of various*



accounts and the resultant effects thereof on the accounts.

- (c) Attention is invited to sub-note no. 2 (a) of Note No. 29 - Other Notes to Accounts. In respect of Inter Corporate Deposits received from Himalaya Machinery Limited, the Company had, based on legal opinion, written back interest amounting to Rs. 23.43 Lac during the financial year ended 31st March 2002. Further the Company has not provided any interest for the period 1.10.2000 to 31.03.2016 the interest of which works out to Rs. 180.15 Lac calculated at simple rests @ 27%. Including current year's interest of Rs. 11.64 Lac.
- (d) Provision for Gratuity payable to employees has been made only up to 31st March, 2006 based on management estimates. Provision for gratuity and retirement benefits for the current year has not been made. In the absence of any actuarial valuation we are unable to quantify the impact of the same on the Statement of Profit and Loss. This practice of the Company is not in conformity with the AS – 15. Attention is invited to sub-note no. 2 (h) of Note No. 29 as regards the decision of hon'ble Labour Court directing the Company to pay a sum of RS. 1299.61 Lac towards labor payments. The Company has filed miscellaneous application before the hon'ble Court for review instead of filing further appeal. Considering the significance of amount, we are not able to form our opinion in this regard.
- (e) Attention is invited to sub-note no. 2 (b) of Note No. 29 of Other Notes to Accounts. Based on management's perception, the Company had written back Interest accrued on Working Capital Loans amounting to Rs 493 Lac during preceding financial years. We are informed that, the management is in negotiation with the bankers as regards repayment of the working capital loans at a reduced principal amount and no interest. However, no finality has been reached as to reduced payment of loan or for that matter, non payment of interest. No provision for interest payable on this account is made during the year, which the Company otherwise used to provide every year amounting to Rs. 52.98 Lac up to March 31, 2010 on an estimated basis. This year, no amount has been quantified by the management as not provided. During the year, the Company has paid Rs. 500,000 as advance against this account to ARCIL which is shown as reduction in loan amount, and the final amount is shown at Rs. 12,066,944. In absence of any supporting evidence available or for that matter any confirmation from the bankers, we are unable to express our opinion on this item;
- (f) Attention is invited to Note no. 7 (d) of Notes to Accounts. Based on management's perception, the Company has not provided for interest on term loan payable to Kotak Mahindra Bank. We are explained by the management that, it is in negotiation with the bankers as regards repayment of the term loan at a

reduced amount than what has been standing to the credit of bankers, although no tangible and Convincing correspondence was made available to us. No finality has been reached as to reduced payment of loan as stated above. No provision for interest payable on this account is made during the year, which the Company otherwise used to provide every year amounting to Rs. 112.88 Lac up to March 31, 2011 on an estimated basis. This apart, interest provided uptill earlier years is shown as payable unlike writing back the same in lines with other bank and debentures. This year, no amount has been quantified by the management as not provided. In absence of any supporting evidence available or for that matter any confirmation from the bankers, we are unable to express our opinion on this item;

- (g) In absence of confirmations from creditors, especially secured creditors, we are unable to opine on the outstanding balances shown in accounts including interest provided and payable thereon. Similarly, the creditors written back amounting to RS. 11.38 Lac, which also include statutory dues not payable according to the Company, and shown as income are all based on the management's perception, and no tangible evidence was placed for our verification;
- (h) The Company has not carried out physical verification of closing stock of Rs. 2.58 Lac, and the valuation is based on management's estimates, and no evidence of physical availability of stock was provided to us. As regards cash in hand of RS. 4.98 Lac, we are informed that, the same is in possession of the Managing Director. In view of this, closing stock of RS. 2.58 Lac and cash in hand of Rs. 4.98 Lac are accepted as certified by the management;
- (i) Accounts of the Company are prepared on Going Concern basis although entire net worth is eroded, and there are no material business activities carried out by the Company. The Management is hopeful of revival of the Company with the help of BIFR. However, considerable period has elapsed after approaching BIFR, and we are unable to state whether the Company remains a going concern;
- (j) the combined effect of the above qualifications over financial results is not determinable in view of absence of relevant components and information from the management.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the 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:

- (i) in case of the Balance Sheet, of the state of affairs of the Company as at **31st March 2016**;



- (ii) in case of Statement of Profit and Loss, of the **Profit** of the Company for the year ended on that date.
- (iii) in case of cash flow statement, of cash flow of the Company for the year ended on that date.

Emphasis of Matter

- (a) *Attention is invited to sub-note no. 2 (c) of Note No. 29 - Other Notes to Accounts. The Custom department had imposed penalty of Rs.1000 Lac on the Company, which was disputed by the Company. On appeal before CESTAT, the said penalty was reduced to Rs. 700 Lac vide order dated March 31, 2011, Subsequently CESTAT removed the penalty levied by the department. At Present department is in appeal before Hon'ble High Court of Gujarat and hence no provision for this liability is made in the accounts, contending this being contingent liability. Our opinion is not qualified in respect of this matter.*
- (b) *Attention is invited to sub-note no. 2 (e) of Note No. 29 - Other Notes to Accounts. Amount receivable from RSEB (Rajasthan State Electricity Board) in respect of Assets given on Lease is shown at Rs.412.19 Lac against security deposit received from RSEB of Rs.653.09 Lac. We have been informed that Company has filed a suit against RSEB before Rajasthan High Court for the recovery of Rs.964.92 Lac inclusive of interest @ 20% after making adjustment of DPA (Deferred Payment Agreement) decision of which remains pending. Our opinion is not qualified in respect of this matter.*

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) we have sought and obtained all the information and explanation, *except mentioned earlier in this report, more particularly confirmations from lenders and creditors, including the secured lenders / creditors*, which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - (c) the Balance Sheet, Statement of Profit and Loss, and Cash flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of

the Companies (Accounts) Rules, 2014.

- (e) on the basis of written representations received from the Directors, as on the date of balance sheet, and taken on record by the board of directors, we report that none of the directors is disqualified as on the said date from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) *The Company has defaulted in redemption of Debentures, which fell due on the 10th of July, 1998 aggregating to Rs.550.18 Lac and the amount of interest including penal interest calculated at simple rests accrued as of 31st March, 2013 is Rs.1422.04 Lac (of which the Company had unilaterally written back interest element of RS. 1334.01 Lac in the year ended 31st March 2013, and no provision is made for the year ending 31st March 2015), thereby, the directors of the Company are disqualified from being appointed as director under sub section 2 of section 164 of the Companies Act, 2013 (although the Company has reached to settlement with debenture holders, no payment has actually been made as stated in Basis for Qualified Opinion)*
- (g) 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
- (h) 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. We are informed that, the Company has pending litigations as described in accounts and our report which are likely to impact its financial position;
 - ii. The Company has made provisions, as required under the applicable law or accounting standard, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. There has been delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

**FOR SHAH, SHAH & SHAH
CHARTERED ACCOUNTANTS**

**(Mehul Shah)
PARTNER
Mumbai:
May 28, 2016**

**M. No. 049361
FRN: 116457W**



**ANNEXURE “A” REFERRED TO IN REPORT ON
OTHER LEGAL AND REGULATORY REQUIREMENTS
OF OUR REPORT OF EVEN DATE**

IN CASE OF

Indu Nissan Oxo Chemical Industries Limited

- (i) (a) The Company has not maintained proper records showing full particulars of, including quantitative details and situation, of fixed assets since the same is not updated.
- (b) As plant of the Company is not in operation, the Company has not carried out physical verification of the assets at periodic intervals. In respect of assets given on lease, no confirmation from the lessee has been produced before us, stating that the assets leased under the agreements are existing, but owing to dispute with the lessee, the same cannot be confirmed. The Company has written off some non existing assets during preceding years based on perception of the management.
- (c) As per records presented before us, the title deeds of immovable properties are held in the name of the Company.
- (ii) (a) We have been informed by the management that, Stock of goods have been physically verified by the management at reasonable intervals during the year; though no records of physical verification or valuation on the date of balance sheet were produced before us. The stock of stores, packing material, and semi finished goods is valued based on Chartered Engineers' Certificate dated 13/10/2010 as reduced by the stock sold during earlier year, and a further written off of value on the management's estimate as to net realizable value.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act 2013.
- (a) Since no loans are granted, the sub-clause dealing with terms and conditions being prejudicial to the companies Interest in not applicable.
- (b) Since no loans are granted, the sub-clause dealing with rate of interest and other terms and conditions of loans given by the company are not applicable.

- (c) Since no loans are granted, the sub-clause dealing with overdue amount more than ninety days, and reasonable steps taken by the Company for recovery of the principal and interest is not applicable.
- (iv) As per records maintained and explanation given to us, the Company has not granted Loans to directors and other parties listed under section 185 of the Companies Act 2013 or for that matter given loans and made investments or given guarantees and securities in excess of limits prescribed by section 186 of the Companies Act 2013.
- (v) The Company has not accepted any deposits from public within the meaning of the provisions of section 73 or any other provisions of the Companies Act, 2013 and the rules made there under. We have been informed by the management that there has been no order passed by the Company law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal on the Company with respect to compliance of the provisions of section 73 or any other provisions of the Companies Act 2013. The Company has defaulted in repayment of debentures as mentioned in our report earlier.
- (vi) We have been informed by the management that, the Central Government has not prescribed the method of maintenance of cost records u/s. 148 (1) of the Companies Act, 2013 in relation to the Company.
- (vii) (a) The Company has defaulted in payment of undisputed statutory dues as given below. The extent of arrears of Statutory Dues outstanding exclusive of interest that may be charged by the Revenue Authorities (after adjusting pre-paid taxes) for more than six months as on the year end is as follows:

Nature of Statutory Dues	Amount (₹) (in lacs)
Investor Education and Protection Fund	16.26
Income Tax	119.47
Sales Tax	47.85
Service Tax	1.2
Bajwa Gram Panchayat	11.97

The Company has not been collecting and paying employees profession tax. Similarly, Company's own profession tax has also not been paid. Similarly, the Company has not provided for Service Tax payable under Reverse Charge mechanism on directors' sitting fees. The amount of arrears and default has not been quantified by the Management.

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED



The Company has unilaterally written back certain statutory dues like tax deducted at source and state profession tax for employees and carried them to income contending that the same are not payable any more.

The Company has requested the Income-tax Department to adjust refunds of subsequent years against outstanding dues of earlier years for which, we are informed, no communiqué is received from the Income-tax Department except with respect to Assessment Year 1995-96 where the demand is adjusted against refund of Assessment Year 2010-11.

In the case of Income tax deducted at source, the Company has deducted tax on payment basis whereas provisions of chapter VXII-B of the Income-tax Act 1961 require deduction of tax on payment or credit in the books of account whichever is earlier. Details of payments wherein tax should have been deducted on credit basis are not available. Hence we are unable to state the exact amount of the defaulted tax deducted at source liability. The above mentioned amount is tax deducted at source on payments made but not deposited with the Central government. Rent paid in Court as described in Sub Note no. 2 (j) of Note No. 29, the Company has not made TDS stating that the same is merely a deposit with hon'ble Court as per directions.

- (b) As per information and explanation given to us, the following are details of disputed statutory dues that has not been paid to the concerned authorities.

	Name of the Statutory Dues	Forum where dispute is pending	Period to which the amount relates	Unpaid Amount (₹ in Lacs)
1	Income tax	ITAT-Ahmedabad	1999-00	0.63
2	Custom Duty	Gujarat High Cour	1995-96	700
3	Excise Penalty	CES Appellate Tribunal	2004-05 to 2007-08	0.41
4	Income tax Penalty	ITAT-Ahmedabad	2007-08	18.01
5	Income Tax Quantum	ITAT-Ahmedabad	2007-08	Nil , Because of Brought forward loss
6	Income tax Penalty	ITAT-Ahmedabad	2006-07	45.72

- (viii) (a) The Company has defaulted in redemption of debentures, which fell due on the 10th July 1998 aggregating to Rs 550.18 lacs and the amount of interest accrued as of date is Rs. 1422.04 Lac calculated on simple rests inclusive of penal interest as agreed upon in terms and conditions of issue of the debenture. As stated in our report, the Company has not made provision for

interest on debentures during the current year. the Company has unilaterally written back interest element of RS. 1334.01 Lac mentioning that it is in process of negotiating with debenture holders as to the repayment of dues, and the Company does not anticipate any interest payment, and the same has been treated by the Company as other revenues. The Company has reached to settlement with the debenture holders post year end. The debenture holders have agreed to settle the amount payable @ 30% of principal amount outstanding subject to certain terms and conditions. The Company is in process of liquidating some of its assets and pay off the debenture holders. In case the Company is not able to pay the settled amount within stipulated period, the settlement may be cancelled by the debenture holders. The Company has approached BIFR for the permission to sell the assets, and is confident of getting the permission. The Company in anticipation of liquidating the assets and paying off the debenture holders has written back the balance amount not payable to capital reserve. Since the event, in opinion of Company, is occurring after the balance sheet date that requires adjustment to the amount payable on balance sheet date, this adjustment is carried out. The Company, following to settlement, does not anticipate additional interest liability as demanded by the debenture holders due to which Company has not provided interest for the current year as well as company has written back the interest of RS. 133,401,338 provided in the earlier years. We are unable to form our opinion on this as the entire matter is contingent and subject to approval of BIFR for sale of assets, and further the Company is able to sell the assets post such approval in open market and fetch necessary amount to pay off the debenture holders, but for which entire settlement may get cancelled.

- (b) In respect of term loans from financial institution, the Company has defaulted in repayment of their dues. Following table brings out the amount of default and the period from which default is made:

Sr No	Term Loans from Finacial Institutions	Principal	Interest	Total	Default commencing from	
		(₹ In Lacs)	(₹In Lacs)	(₹In Lacs)	Principal	Interest
1	Kotak Mahindra Bank (taken over from IDBI Bank)	261.3	1447.44	1708.74	31-Mar-08	30-Sep-08
	TOTAL	261.3	1447.44	1708.74		

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED



As stated in our report, the Company has not provided for interest payable on above loan during the current year. The figure of default in interest excludes interest not provided during the current year in absence of any confirmation from the bank to this effect.

Sr. No.	Cash Credits from Banks	Principal (₹ In Lacs)	Interest (₹ In Lacs)	Total (₹ In Lacs)	Default commencing from	
					Principal	Interest
1	ARCIL (UBI)	120.67	Nil	120.67	30-Sep-98	30-Sep-98
	TOTAL	120.67	Nil	120.67		

In case of ARCIL, interest outstanding is indicated as zero in view of write back of interest payable during earlier years.

- (ix) We have been informed by the management that no money was raised by way of Initial Public offer or Further Public offer (including Debt instrument), and in case of term Loans the amount was applied for the purpose for which they are taken.
- (x) As informed by the management, there has not been noticed or reported any fraud on or by the Company or its officers or employees during the year.
- (xi) During the year the Company has not paid managerial remuneration. In view of this, the clause requiring reporting on managerial remuneration being paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act is not applicable.
- (xii) Since the Company is not a Nidhi Company, the provisions of this clause are not applicable to the Company.
- (xiii) In our view, and as per the explanation given to us by the management, transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013 wherever applicable, and details have been disclosed in the Financial statements as required by the applicable accounting standard.
- (xiv) we have been informed by the management that Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) As per the explanation given to us by the management, and as per records maintained, the Company has not entered into any non-cash transactions with directors
- or any persons connected with him as prescribed by section 192 of the Companies Act 2013.
- (xvi) In our view, the Company has not carried out any activities in nature of activities carried out by non banking financial companies, and thus is not required to get registered under section 45-IA of the Reserve Bank of India Act, 1934.

**FOR SHAH, SHAH & SHAH
CHARTERED ACCOUNTANTS**

**(Mehul Shah)
PARTNER**

**Mumbai :
May 28, 2016**

**M. No. 049361
FRN: 116457W**



**ANNEXURE “B:” REFERRED TO IN REPORT ON OTHER
LEGAL AND REGULATORY REQUIREMENTS OF OUR
REPORT OF EVEN DATE**

**IN CASE OF
Indu Nissan Oxo Chemical Industries Limited**

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

We have audited the internal financial controls over financial reporting of **Indu Nissan Oxo Chemicals Industries Limited** (“the Company”) as of 31 March 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

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

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified as at March 31, 2016:



1. The Company does not have Internal audit function being carried out following to financial health although it is under legal obligation to do so.
2. As stated in our Audit Report, many creditors, secured and unsecured, are subject to confirmation and reconciliation. The secured lenders have not given their account confirmations which involve significant amount payable. Under these circumstances, in our view there remains a material weakness in internal financial control over financial reporting.
3. The Company has not properly maintained fixed assets and inventory Registers / Records. We are informed that, these assets are not physically verified by the management on a regular / periodical intervals. In view of this, the objective of safeguarding of assets, in our view, is not met adequately.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.

In our opinion, except for the effects / possible effects of the material weaknesses described above on the achievement of the objectives of the control criteria, the

Company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the March 31, 2016 standalone financial statements of the Company, and these material weaknesses do not affect our opinion on the standalone financial statements of the Company.

FOR SHAH, SHAH & SHAH
CHARTERED ACCOUNTANTS

(Mehul Shah)
PARTNER

Mumbai:
May 28, 2016

M. No. 049361
FRN: 116457W

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED

BALANCE SHEET AS AT 31st MARCH 2016

Particulars	Sch. No.	As at 31.3.2016 ₹	As at 31.3.2016 ₹	As at 31.3.2015 ₹	As at 31.3.2015 ₹
I. EQUITY AND LIABILITIES					
1 Shareholders' funds					
(a) Share capital	1	165,000,000		165,000,000	
(b) Reserves and surplus	2	(604,437,826)		(606,482,493)	
(c) Money received against share warrants		-	(439,437,826)	-	(441,482,493)
2 Share application money pending allotment			-		-
3 Non-current liabilities					
(a) Long-term borrowings	3	-		-	
(b) Deferred tax liabilities (Net)	4	-		-	
(c) Other Long term liabilities	5	-		-	
(d) Long-term provisions	6	-	-	-	-
4 Current liabilities					
(a) Short-term borrowings	7	48,821,744		60,527,934	
(b) Trade payables	8	234,422,229		238,097,500	
(c) Other current liabilities	9	232,850,463		233,435,482	
(d) Short-term provisions	10	11,946,545	528,040,981	18,148,084	550,209,000
TOTAL			<u>88,603,154</u>		<u>108,726,507</u>
II. ASSETS					
Non-current assets					
1 (a) Fixed assets	11				
(i) Tangible assets		21,434,112		21,846,707	
(ii) Intangible assets		-		-	
(iii) Capital work-in-progress		-		-	
(iv) Intangible assets under development		-		-	
		<u>21,434,112</u>		<u>21,846,707</u>	
(b) Non-current investments	12	-		-	
(c) Deferred tax assets (net)		-		-	
(d) Long-term loans and advances	13	64,241,473		64,241,473	
(e) Other non-current assets	14	-	85,675,585	-	86,088,180
2 Current assets					
(a) Current investments	15	-		-	
(b) Inventories	16	258,263		258,263	
(c) Trade receivables	17	-		20,020,761	
(d) Cash and Bank Balances	18	2,140,524		2,009,481	
(e) Short-term loans and advances	19	-		-	
(f) Other current assets	20	528,782	2,927,569	349,822	22,638,327
TOTAL			<u>88,603,154</u>		<u>108,726,507</u>
Contingent Liabilities & Commitments	21				
NOTES ON ACCOUNT	29				
AS PER OUR REPORT OF EVEN DATE FOR SHAH, SHAH & SHAH CHARTERED ACCOUNTANTS				FOR AND ON BEHALF OF THE BOARD OF INDU NISSAN OXO CHEMICALS INDUSTRIES LIMITED	
(Mehul Shah) PARTNER FRN: 116457W M. No.: 049361				(M. N. Bhuvra) Chairman & Managing Director	
Mumbai: May 28, 2016				(B. T. Mallya) Director	

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDING 31ST MARCH, 2016

Particulars	Sch. No.	As at 31.3.2016 ₹	As at 31.3.2016 ₹	As at 31.3.2015 ₹	As at 31.3.2015 ₹
I Revenue from operations	22		-		-
II Other income	23		1,978,120		24,011,044
III Total Revenue (I + II)			1,978,120		24,011,044
IV Expenses:					
Cost of Material Consumed	24	-		-	
Changes in the inventories of finished goods and WIP	25	-		-	
Employee benefits expense	26	1,027,932		396,688	
Finance costs	27	1,641		8,238	
Depreciation and amortization expense	11	505,895		8,305,163	
Withdrawn from Revaluation Reserves		(456,783)		(507,537)	
Other expenses	28	4,366,459		4,559,806	
Total expenses			5,445,143		12,762,358
V Profit before exceptional and extraordinary items and tax (III-IV)			(3,467,023)		11,248,686
VI Exceptional items			-		-
VII Profit before extraordinary items and tax (V - VI)			(3,467,023)		11,248,686
VIII Extraordinary Items			-		-
IX Profit before tax (VII- VIII)			(3,467,023)		11,248,686
X Tax expense:					
Provision for Taxation					
- Current Tax		-		-	
- Taxation of Earlier Years		-5,968,472		-	
- Deferred Tax		-	-5,968,472	-	-
XI Profit (Loss) for the period from continuing operations (VII-VIII)			2,501,449		11,248,686
XII Profit/(loss) from discontinuing operations			-		-
XIII Tax expense of discontinuing operations			-		-
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)			-		-
XV Profit (Loss) for the period (XI + XIV)			2,501,449		11,248,686
XVI Earnings per equity share:					
(1) Basic		0.15		0.68	
(2) Diluted		0.15		0.68	

AS PER OUR REPORT OF EVEN DATE
FOR SHAH, SHAH & SHAH
CHARTERED ACCOUNTANTS

(Mehul Shah)
PARTNER
FRN: 116457W
M. No.: 049361
Mumbai:
May 28, 2016

FOR AND ON BEHALF OF THE BOARD OF
INDU NISSAN OXO CHEMICALS INDUSTRIES LIMITED

(M. N. Bhuya)
Chairman & Managing Director

(B. T. Mallya)
Director

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Disclosure pursuant to Note no. 6(A)(a,b & c) of Part I of Schedule III to the Companies Act, 2013

Share Capital	March 31, 2016		March 31, 2015	
	Numbers	₹.	Numbers	₹.
Authorized				
Equity Shares of RS. 10 each	50,000,000	500,000,000	50,000,000	500,000,000
Issued				
Equity Shares of RS. 10 each	16,500,000	165,000,000	16,500,000	165,000,000
Subscribed & Paid up				
Equity Shares of RS. 10 each fully paid	16,500,000	165,000,000	16,500,000	165,000,000
Subscribed but not fully Paid up				
Equity Shares of RS. 10 each, not fully paid up	-	-	-	-
Total	16,500,000	165,000,000	16,500,000	165,000,000

Disclosure pursuant to Note no. 6(A)(d) of Part I of Schedule III to the Companies Act, 2013

Particulars - Equity Shares	March 31, 2016		March 31, 2015	
	Numbers	₹.	Numbers	₹.
Shares outstanding at the beginning of the year	16,500,000	165,000,000	16,500,000	165,000,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	16,500,000	165,000,000	16,500,000	165,000,000

Particulars - Preference Shares	March 31, 2016		March 31, 2015	
	Numbers	₹.	Numbers	₹.
Shares outstanding at the beginning of the year	-	-	-	-
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	-	-	-	-

Disclosure pursuant to Note no. 6(A)(f) of Part I of Schedule III to the Companies Act, 2013

NIL Equity Shares (NIL Previous year) are held by None, the holding Company.

Disclosure pursuant to Note no. 6(A)(g) of Part I of Schedule III to the Companies Act, 2013 (more than 5%)

Particulars - Shareholder	March 31, 2016		March 31, 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Mehool N. Bhuvu	1,390,965	8.43%	1,382,165	8.38%
Narendra I. Bhuvu (HUF)	2,450,000	14.85%	2,450,000	14.85%
Indo Nippon Chemical Co. Ltd	2,263,000	13.72%	2,263,000	13.72%



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Disclosure pursuant to Note no. 6(A)(i) of Part I of Schedule III to the Companies Act, 2013 (Following disclosure should be made for each class of Shares)					
Particulars	Year (Aggregate No. of Shares)				
	2009-10	2010-11	2011-12	2012-13	2013-14
Equity Shares :					
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
Fully paid up by way of bonus shares	-	-	-	-	-
Shares bought back	-	-	-	-	-
Convertible Shares Warrants	-	-	-	-	-
Preference Shares :					
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
Fully paid up by way of bonus shares	-	-	-	-	-
Shares bought back	-	-	-	-	-
Disclosure pursuant to Note no. 6(A)(k) of Part I of Schedule III to the Companies Act, 2013					
Unpaid Calls	₹.				
By Directors	-				
By Officers	-				
Others	-				
Disclosure pursuant to Note no. 6(A)(l) of Part I of Schedule III to the Companies Act, 2013					
Particulars - Equity Shares	March 31, 2016		March 31, 2015		
	Numbers	₹.	Numbers	₹.	
Forfeited shares (amount originally paid up)	-	-	-	-	
Particulars - Preference Shares	March 31, 2016		March 31, 2015		
	Numbers	₹.	Numbers	₹.	
Forfeited shares (amount originally paid up)	-	-	-	-	
Disclosure pursuant to Note no. 6 (A) (e, h, j) of Part I of Schedule III to the Companies Act, 2013					
Rights, preferences and restrictions attaching to each class of shares including restrictions on the distribution of dividends and the repayment of capital.					
Particulars	March 31, 2016		March 31, 2015		
	Number	Description	Number	Description	
Equity Shares	16,500,000	Parri Pasu	16,500,000	Parri Pasu	
Restrictions on the distribution of dividends voting rights or with differential voting rights as to dividend		None All shares have equal Voting Rights		None All shares have equal Voting Rights	



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Particulars	March 31, 2016		March 31, 2015	
	Number	Description	Number	Description
Preference Shares	-		-	
Preferential rights in respect of payments of fixed dividend and repayment of capital.	-	Not Applicable	-	Not Applicable
Voting rights or with differential voting rights as to dividend		Not Applicable		Not Applicable
Full or partial participating rights in surplus profits or surplus capital		Not Applicable		Not Applicable
Cumulative, non cumulative, redeemable, convertible, non-convertible		Not Applicable		Not Applicable

Shares reserved for issue under options and contracts / commitments for the sale of shares / disinvestment, including the terms and amounts

Particulars	March 31, 2016		March 31, 2015	
	Number	Description	Number	Description
Equity Shares	-	-	-	-
Preference Shares	-	-	-	-

Terms of any securities convertible into equity / preference shares issued along with the earliest date of conversion in descending order starting from the farthest such date.

Particulars	March 31, 2016		March 31, 2015	
	Number	Description	Number	Description
Equity Shares	-	-	-	-
Preference Shares	-	-	-	-
Warrants / Bonds	-	-	-	-
Debentures	-	-	-	-



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note - 2 : RESERVES AND SURPLUS		
Disclosure pursuant to Note no. 6(B) of Part I of Schedule III to the Companies Act, 2013		
Particulars	March 31, 2016	March 31, 2015
	₹	₹
a. Capital Reserves		
Opening Balance	38,674,799	38,674,799
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	38,674,799	38,674,799
b. Capital Redemption Reserve		
Opening Balance	-	-
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	-	-
c. Securities Premium Account		
Opening Balance	36,800,000	36,800,000
Add: Securities premium credited on Share issue	-	-
<u>Less: Premium Utilized for various reasons</u>	-	-
Premium on Redemption of Debentures	-	-
For Issuing Bonus Shares	-	-
For Other Reasons (Please indicate)	-	-
Closing Balance	36,800,000	36,800,000
d. Debenture Redemption Reserve		
Opening Balance	-	-
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	-	-
e. Revaluation Reserve		
Opening Balance	4,567,830	5,075,367
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	456,783	507,537
Closing Balance	4,111,047	4,567,830
f. Share Options Outstanding Account		
Opening Balance	-	-
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	-	-
g. Other Reserves (Specify nature and purpose)		
Opening Balance	-	-
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	-	-
h. Surplus		
Opening balance	(686,525,122)	(697,773,809)
(+) Net Profit/(Net Loss) For the current year	2,501,450	11,248,687
(+) Transfer from Reserves Debenture Redemption Reserve w/back	-	-
(-) Proposed Dividends	-	-
(-) Interim Dividends	-	-
(-) Transfer to Reserves	-	-
Closing Balance	(684,023,672)	(686,525,122)
Total Reserves & Surplus	(604,437,826)	(606,482,493)



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note - 3 : LONG-TERM BORROWINGS		
Disclosure pursuant to Note no. 6(C) of Part I of Schedule III to the Companies Act, 2013		
Particulars	March 31, 2016	March 31, 2015
	₹	₹
Secured		
(a) Bonds/debentures NIL (Previous Year: NIL) NIL% Debentures of RS. NIL each redeemable at Par on N.A.(secured by N. A.) (of the above, RS. NIL is guaranteed by Directors and / or others) Details of redeemed bonds/debentures which the Company has power to reissue: None	-	-
(b) Term loans From Banks	-	-
<u>From other parties</u> (Secured against Not Applicable) (of the above, RS. None is guaranteed by Directors and / or others) Terms of Repayment : Not Applicable	-	-
(c) Deferred payment liabilities (Secured by Not Applicable) (of the above, RS. None is guaranteed by Directors and / or others)	-	-
(d) Deposits (Secured By Not Applicable) (of the above, RS. None is guaranteed by Directors and / or others)	-	-
(e) Loans and advances from related parties (Secured By Not Applicable) (of the above, RS. None is guaranteed by Directors and / or others) Terms of Repayment Not Applicable.	-	-
(f) Long term maturities of finance lease obligations (Secured By Not Applicable) (of the above, RS. None is guaranteed by Directors and / or others)	-	-
(g) Other loans and advances (Specify Nature if any) (Secured By Not Applicable) (of the above, RS. None is guaranteed by Directors and / or others) Terms of Repayment Not Applicable.	-	-
Total Secured Long Term Borrowings	-	-
<u>In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to (b) (e) & (g)</u>		
1. Period of default - None		
2. Amount - NIL		



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note - 3 : LONG-TERM BORROWINGS		
Disclosure pursuant to Note no. 6(C) of Part I of Schedule VI to the Companies Act, 1956		
Particulars	March 31, 2016	March 31, 2015
	₹	₹
Unsecured		
(a) Bonds/debentures NIL (Previous Year: NIL) NIL % Debentures of RS. NIL each redeemable at Par on N.A. (of the above, RS. NIL is guaranteed by Directors and / or others) Details of redeemed bonds/debentures which the Company has power to reissue: None	-	-
(b) Term loans From banks From other parties (of the above, RS. None is guaranteed by Directors and / or others) Terms of Repayment Not Applicable	-	-
(c) Deferred payment liabilities (of the above, RS. None is guaranteed by Directors and / or others)	-	-
(d) Deposits (of the above, RS. None is guaranteed by Directors and / or others)	-	-
(e) Loans and advances from related parties (of the above, RS. None is guaranteed by Directors) Terms of Repayment : Not Applicable	-	-
(f) Long term maturities of finance lease obligations (of the above, RS. None is guaranteed by Directors and / or others)	-	-
(g) Other loans and advances (specify nature if any) (of the above, RS. None is guaranteed by Directors and / or others) Terms of Repayment Not Applicable	-	-
Total Unsecured Long Term Borrowings	-	-
<u>In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to (b) (e) & (g)</u>		
1. Period of default - None		
2. Amount - NIL		
Total Long Term Borrowings	-	-



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note 4 DEFERRED TAX ASSET (NET)

The Company has not accounted for taxes on income in accordance with AS-22 – Accounting for Taxes on Income issued by Ministry of Corporate Affairs. Consequently, the net incremental deferred tax (liability) / asset is charged / credited to Statement of Profit and Loss. The year end position of taxes on income is as under:

Particulars	March 31, 2016	March 31, 2015
	₹	₹
Deferred tax liability		
Fixed Assets : Impact of Difference between tax depreciation and depreciation / amortization charged for financial reporting	-	-
Others	-	-
Gross deferred tax liability	-	-
Deferred tax asset		
Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	-	-
Unabsorbed Depreciation as per Tax	-	-
Gross deferred tax asset	-	-
Net deferred tax liability / (asset)	-	-

Note - 5 : OTHER LONG TERM LIABILITIES

Disclosure pursuant to Note no. 6(D) of Part I of Schedule III to the Companies Act, 2013

Particulars	March 31, 2016	March 31, 2015
	₹	₹
(a) Trade Payables	-	-
(b) Others	-	-
Total Other Long Term Liabilities	-	-

Note - 6 : LONG TERM PROVISIONS

Disclosure pursuant to Note no. 6(E) of Part I of Schedule III to the Companies Act, 2013

Particulars	March 31, 2016	March 31, 2015
	₹	₹
(a) <u>Provision for employee benefits</u>		
Superannuation (unfunded)	-	-
Gratuity (unfunded)	-	-
Leave Encashment (unfunded)	-	-
ESOP/ESOS	-	-
Total (a)	-	-
(b) <u>Others (Specify nature)</u>	-	-
Total (b)	-	-
Total Long Term Provisions (a+b)	-	-



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note - 7 : SHORT-TERM BORROWINGS		
Disclosure pursuant to Note no. 6(F) of Part I of Schedule III to the Companies Act, 2013		
Particulars	March 31, 2016	March 31, 2015
	₹	₹
Secured		
(a) Loans repayable on demand From banks from other parties (Secured By None)	-	-
Secured		
(a) Loans repayable on demand From banks from other parties (Secured By None)	-	-
(b) Loans and advances from related parties (Secured By Not Applicable) (of the above, RS. NIL is guaranteed by Directors and / or others)	-	-
(c) Deposits (Secured By Not Applicable) (of the above, RS. NIL is guaranteed by Directors and / or others)	-	-
(d) Other loans and advances Term Loans from Bank Kotak Mahindra Bank Ltd	26,130,000	26,130,000
(Secured on pari passu basis by mortgage charge on all immovable properties of the Company, present and future wherever situated and first charge on pari passu basis by way of hypothecation of all movable assets, except book debts, present and future, subject to prior charge created in favour of the Company's Bankers on stock of raw material, finished and semi-finished goods, consumable stores, book debts for its working Capital requirements.)		
Terms of Repayment		
Period of Maturity	Immediate	
Number and amount of Installments due	Default in repayment	
Rate of Interest	No interest is provided being NPA	
Other significant terms	-	
The Company has defaulted in repayment of this loan. It has not provided for interest payable during the current year as the Company is in negotiation with the bankers as regards repayment of the term loan at a reduced amount than what has been standing to the credit of bankers.		
Working Capital Loans Arcil - Union Bank of India (Working Capital Loans are secured on first charge by way of hypothecation of all stocks and second charge on Plant & Machinery)	12,066,944	12,566,944
Period of Maturity	Immediate	
Number and amount of Installments due	Default in repayment	
Rate of Interest	No interest is provided being NPA	
Other significant terms	-	



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note - 7 : SHORT-TERM BORROWINGS		
Disclosure pursuant to Note no. 6(F) of Part I of Schedule VI to the Companies Act, 1956		
Particulars	March 31, 2015	March 31, 2014
	₹	₹
The Company has defaulted in repayment of this loan. It has not provided for interest payable during the current year as the Company is in negotiation with the bankers as regards repayment of the working capital loans at a reduced principal amount and no interest.		
Total Secured Short Term Borrowings	38,196,944	38,696,944
In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to (a) (b) & (d)		
1. Period of default - More than Five years		
2. Amount - 38,196,944		
Unsecured		
(a) Loans repayable on demand	-	-
from banks		
from other parties		
(of the above, RS. NIL is guaranteed by Directors and / or others)		
(b) Loans and advances from related parties	6,324,800	-
(of the above, RS. NIL is guaranteed by Directors and / or others)		
(c) Inter Corporate Deposits	4,300,000	21,830,990
(of the above, RS. NIL is guaranteed by Directors and / or others)		
The Company has defaulted in repayment of RS. 4,300,000 of these loans for which the lender has filed suit against the Company.		
(d) Other loans and advances	-	-
Total Unsecured Short Term Borrowings	10,624,800	21,830,990
Total Short Term Borrowings	48,821,744	60,527,934
Note - 8 : TRADE PAYABLES		
Disclosure pursuant to Note no. 6(D) of Part I of Schedule III to the Companies Act, 2013		
Particulars	March 31, 2016	March 31, 2015
	₹	₹
(a) Trade Payables	219,005,614	219,554,850
(b) Others	15,416,615	18,542,650
Total Trade Payables	234,422,229	238,097,500



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note 9 OTHER CURRENT LIABILITIES		
Disclosure pursuant to Note no. 6(G) of Part I of Schedule III to the Companies Act, 2013		
Particulars	March 31, 2016	March 31, 2015
	₹	₹
(a) Current maturities of long-term debt	-	-
(b) Current maturities of finance lease obligations	-	-
(c) Interest accrued but not due on borrowings	-	-
(d) Interest accrued and due on borrowings	144,744,289	144,744,289
(e) Income received in advance	-	-
(f) Unpaid dividends	1,626,188	1,626,188
(g) Application money received for allotment of securities and due for refund	-	-
interest accrued on (g) above	-	-
Number of shares proposed to be issued: _____		
Amount of premium (if any): ___-_____		
Terms and conditions of shares proposed to be issued: -		
Date by which shares shall be allotted: _____		
Whether the Company has sufficient authorized capital to cover the share capital amount resulting from allotment of shares out of such share application money		
The period overdue from the last date of allotment is _____; reason being _____		
(h) Unpaid matured deposits and interest accrued thereon	-	-
(i) Unpaid matured debentures and interest accrued thereon	16,385,151	16,385,151
(l) 14% Non Convertible Debentures are secured by First Legal Mortgage in English Form on all the Company's movable and immovable properties, present & future, situated at Bajwa Dist. Vadodara in the state of Gujarat and a floating charge on all other movable and immovable properties, present & future, subject to prior charge created in favour of the Company's Bankers on stock of raw-materials, finished and semi-finished goods, consumable stores, book debts, for its working capital requirements.		
(ii) The 14% Non convertible Debentures are redeemable in 5(five) equal annual installments on the expiry of 5th, 6th, 7th, 8th & 9th years from date of allotment i.e. 1990-91 at a premium of 5% of the face value of debenture .I.e. Rs.5/- payable with the third installment.		
The Company has defaulted in redemption of installments and interest. During the year under consideration, the Company has written back accrued interest of RS. 133,401,338 on these debentures and carried to other Revenues account as in view of the management this amount is not likely to be paid in view of the settlement proceedings going on with the debenture holders.		
The Company has reached to settlement with the debenture holders post year end. The debenture holders have agreed to settle the amount payable @ 30% of principal amount outstanding subject to certain terms and conditions. The Company is in process of liquidating some of its assets and pay off the debenture holders. In case the Company is not able to pay the		



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Particulars	March 31, 2016	March 31, 2015
	₹	₹
settled amount within stipulated period, the settlement may be cancelled by the debenture holders. The Company has approached BIFR for the permission to sell its assets, and is confident of getting the permission. The Company in anticipation of liquidating the assets and paying off the debenture holders has written back the balance amount not payable to capital reserve. Since the event, in opinion of Company, is occurring after the balance sheet date that requires adjustment to the amount payable on balance sheet date, this adjustment is carried out.		
(j) Other payables - Duties and Taxes	4,786,135	5,371,154
(k) Interest Free Deposit - RSEB (of the above, RS. NIL is guaranteed by Directors and / or others)	65,308,700	65,308,700
The Company has defaulted in repayment of this sum. Against this, the Company has given deposit of RS. 41,219,473 to the said party that is treated as Long Term Loans and Advances in Accounts. The Company has filed suit against this Party.		
Total Current Liabilities	232,850,463	233,435,482

Note - 10 : SHORT TERM PROVISIONS

Disclosure pursuant to Note no. 6(H) of Part I of Schedule III to the Companies Act, 2013

Particulars	March 31, 2016	March 31, 2015
	₹	₹
(a) Provision for employee benefits		
Salary & Reimbursements	-	-
Contribution to PF	-	-
Gratuity (Unfunded)	-	-
Leave Encashment (funded)	-	-
Superannuation (funded)	-	-
ESOP/ESOS	-	-
(b) Others	-	-
(b) Others (Specify nature)		
Provision for Taxation (Net of Taxes Paid)	11,946,545	18,020,964
Provision For Fringe Benefit Tax	-	127,120
Total Short Term Provisions	11,946,545	18,148,084



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note 11 FIXED ASSETS												
Disclosure pursuant to Note no. I (i), (ii), (iii), (iii); Note no. J (i),(ii); Note no. J and Note no. L of Part of Schedule III to the Companies Act, 2013												
Particulars	Gross Block			Accumulated Depreciation			Net Block					
	April 1, 2015	March 31, 2016	April 1, 2015	April 1, 2015	March 31, 2016	On disposals	March 31, 2016	April 1, 2015	March 31, 2016			
	₹	₹	₹	₹	₹	₹	₹	₹	₹			
a												
Tangible Assets												
Land	21,090,830	-	-	-	-	-	-	21,090,830	-	-	21,090,830	-
Buildings	57,190,594	57,190,594	56,760,333	408,748	57,169,081	-	57,169,081	430,260	21,512	21,512	430,260	21,512
Plant and Machinery & elec. Installation	1,153,619,366	5,500	1,153,624,866	1,153,597,951	1,153,599,595	290	1,153,599,595	21,415	25,271	25,271	21,415	25,271
Moulds	-	-	-	-	-	-	-	-	-	-	-	-
Furniture and Fixtures	8,001,464	87,800	8,089,264	7,745,019	7,818,998	7,586	7,818,998	256,445	270,266	270,266	256,445	270,266
Vehicles	-	-	-	-	-	-	-	-	-	-	-	-
Office equipment	3,653,211	3,653,211	3,653,211	3,605,454	3,626,978	-	3,626,978	47,757	26,233	26,233	47,757	26,233
Others (specify nature)	-	-	-	-	-	-	-	-	-	-	-	-
Assets under lease (specify nature)	-	-	-	-	-	-	-	-	-	-	-	-
Total (Current Year)	1,243,555,464	93,300	1,243,648,764	1,221,708,757	1,222,214,652	7,876	1,222,214,652	21,846,707	21,434,112	21,434,112	21,846,707	21,434,112
Total (Previous Year)	1,250,283,824	(6,728,360)	1,243,555,464	1,219,514,868	1,221,708,757	(6,111,274)	1,221,708,757	30,768,957	21,846,707	21,846,707	30,768,957	21,846,707
b												
Intangible Assets												
Goodwill	-	-	-	-	-	-	-	-	-	-	-	-
Brands /trademarks	-	-	-	-	-	-	-	-	-	-	-	-
Computer software	-	-	-	-	-	-	-	-	-	-	-	-
Mastheads and publishing titles	-	-	-	-	-	-	-	-	-	-	-	-
Mining rights	-	-	-	-	-	-	-	-	-	-	-	-
Copyrights, and patents and other intellectual property rights, services and operating rights	-	-	-	-	-	-	-	-	-	-	-	-
Recipes, formulae, models, designs and prototypes	-	-	-	-	-	-	-	-	-	-	-	-
Licenses and franchise	-	-	-	-	-	-	-	-	-	-	-	-
SAP Software	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
c												
Capital Work In Progress	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
d												
Intangible assets under Development	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Disclosure pursuant to Note no.I (iv) and J (iii) of Part I of Schedule III to the Companies Act, 2013												
Where sums have been written off on a reduction of capital or revaluation of assets or where sums have been added on revaluation of assets,												
Particulars	Year											
	2009-10	2010-11	2011-12	2012-13	2013-14							
	₹	₹	₹	₹	₹							
Asset details:												
Balance as at 1st April	-	-	-	-	-							
Impairment/ Revaluation	-	-	-	-	-							
Balance as at 31st March	-	-	-	-	-							



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note : 12 - NON CURRENT INVESTMENTS		
Disclosure pursuant to Note no. K (i) of Part I of Schedule III to the Companies Act, 2013		
Particulars	March 31, 2016	March 31, 2015
	₹	₹
A Trade Investments (Refer A below)		
(a) Investment Properties	-	-
(b) Investment in Equity instruments	-	-
(c) Investments in preference shares	-	-
(d) Investments in Government or Trust securities	-	-
(e) Investments in debentures or bonds	-	-
(f) Investments in Mutual Funds	-	-
(g) Investments in partnership firms*	-	-
(h) Other non-current investments (specify nature)	-	-
Total Trade Investments (A)	-	-
B Other Investments (Refer B below)		
(a) Investment Properties	-	-
(b) Investment in Equity instruments	-	-
(c) Investments in preference shares	-	-
(d) Investments in Government or Trust securities	-	-
(e) Investments in debentures or bonds	-	-
(f) Investments in Mutual Funds	-	-
(g) Investments in partnership firms*	-	-
(h) Other non-current investments (specify nature)	-	-
Total Other Investments (B)	-	-
Grand Total (A + B)	-	-
Less : Provision for diminution in the value of Investments	-	-
Total Non Current Investments	-	-
Particulars	March 31, 2016	March 31, 2015
	₹	₹
Aggregate amount of quoted investments (Market value of ₹. NIL (Previous Year RS. NIL))	-	-
Aggregate amount of unquoted investments (Market value of ₹. 0 (Previous Year RS. 0))	-	-



A. Details of Trade Investments

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV / Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (RS.)		Whether stated at Cost?	If Answer to Column (9) is 'No' - Basis of Valuation
			2016	2015			2016	2015	2016	2015		
1	2	3	4	5	6	7	8	9	10	11	12	13
a	Investment Properties											
b	Investment in Equity Instruments											
c	Investments in Preference Shares											
d	Investments in Government or Trust securities											
e	Investments in Debentures or Bonds											
f	Investments in Mutual Funds											
g	Investments in partnership firms*											
h	Other non-current investments (specify nature)											
	Total											



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

B. Details of Other Investments

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV / Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (RS.)		Whether stated at Cost?	If Answer to Column (9) is 'No' - Basis of Valuation
			2016	2015			2016	2015	2016	2015		
1	2	3	4	5	6	7	8	9	10	11	12	13
a	Investment Properties											
b	Investment in Equity Instruments											
c	Investments in Preference Shares											
d	Investments in Government or Trust securities											
e	Investments in Debentures or Bonds											
f	Investments in Mutual Funds											
g	Investments in partnership firms*											
h	Other non-current investments (specify nature)											
	Total											

* G. Investment in Not Applicable (Name of the Firm)	
Name of the Partners	Share of Capital
Partner 1	
Partner 2	
Total Capital	-



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note : 13 - LONG TERM LOANS AND ADVANCES				
Disclosure pursuant to Note no. L (i),(ii) and (iii) of Part I of Schedule III to the Companies Act, 2013				
Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
a. Capital Advances				
Total (a)		-		-
b. Loans and advances to related parties (refer Note 2)				
Total (b)		-		-
c. Other loans and advances				
Considered Good		-		-
Considered Doubtful - Under litigation		64,241,473		64,241,473
Total (c)		64,241,473		64,241,473
Total Long Term Loans and Advances		64,241,473		64,241,473
<p>Above amount includes RS. 22,000,000 paid to the Commissioner of Customs towards disputed dues. The Company has won in at the Appellate Stage, but the Revenue Department has moved hon'ble High Court against the order of hon'ble lower Appellate Authority by granting a stay against the order and permitting the Customs Department to retain the amount paid under dispute by not granting the refund. The disputed amount is shown as a contingent liability.</p> <p>Indo Nippon Chemical co Ltd (INCC) has filed a L.E.&C.Suit No.97/126 of 2000 in hon'ble Small Causes Court of Mumbai against the Company to vacate leased premises that the Company has been using, and as per the Court order dated 08.05.2013, the Company was directed to deliver possession of suit premises to INCC. The Company has filed an appeal with the Revision Bench which stayed the above order subject to the Company depositing Rs 2,00,000 over and above the Rs 30,000 that it continues to deposit in the Small causes court as rent. The Company accepted this order partly and continued to deposit the Rs. 30,000 rent per month in court; however went into appeal against the other part of the order in High Court of Mumbai which allowed the company to pay arrears at the rate of Rs. 1,00,000 per month which was to be deposited by the company within two weeks from the order date 17thFeb2014 which has been complied with, and the Company has paid Rs 10 Lac for 10 months for the period May 2013 to Feb 2014 and Rs 30,000 per month for 8 months amounting to Rs 2,40,000 for the period May2013 to Dec2013 and continues to pay Rs 30,000 per month as rent. Hence the contingent liability of the company would continue to be Rs. 1,00,000 per month from March2014 till the matter is heard and finally decided by the Revision Bench of Small Causes Court ,Mumbai. Above amount includes Rs. 1,000,000 as aforesaid as an advance.</p>				
Disclosure pursuant to Note no. L (iv) of Part I of Schedule III to the Companies Act, 2013				
Loans and advances to related parties	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
Directors *		-		-
Other officers of the Company *		-		-
Firm in which director is a partner *		-		-
Private Company in which director is a member		-		-
	-		-	
*Either severally or jointly				



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note : 14 - OTHER NON CURRENT ASSETS

Disclosure pursuant to Note no.M (i),(ii) and (iii) of Part I of Schedule III to the Companies Act, 2013

Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
a. Long term trade receivables				
Total (a)		-		-
b. Security Deposits				
Secured, considered good				
Deposits with various authorities	-	-	-	-
Total (b)		-		-
c. Others (specify nature)				
Total (c)		-		-
d. Debts due by related parties				
Total (d)		-		-
Total Other Non-Current Assets		-		-

Disclosure pursuant to Note no. M (iii) (iii) of Part I of Schedule III to the Companies Act, 2013

Details of debts due by related parties

Particulars	March 31, 2016	March 31, 2015
	₹.	₹.
Directors *	-	-
Other officers of the Company *	-	-
Firm in which director is a partner *	-	-
Private Company in which director is a member	-	-
Total debts due by related parties	-	-

*Either severally or jointly



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note 15 CURRENT INVESTMENTS

Disclosure pursuant to Note no.N (i) and (ii) of Part I of Schedule III to the Companies Act, 2013

Particulars	March 31, 2016 ₹	March 31, 2015 ₹
(a) Investment in Equity instruments	-	-
(b) Investments in preference shares	-	-
(c) Investments in Government or Trust securities	-	-
(d) Investments in Debentures or Bonds	-	-
(e) Investments in Mutual Funds	-	-
(f) Investments in partnership firms*	-	-
(g) Other non-current investments (specify nature)	-	-
Gross Total	-	-
Less: Provision for diminution in the value of Investments	-	-
Total Current Investments	-	-
Particulars	March 31, 2016 ₹	March 31, 2015 ₹
Aggregate amount of quoted investments (Market value ₹ __) (Previous Year ₹ __)	-	-
Aggregate amount of unquoted investments (Previous Year ₹ __)	-	-



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Details of Current Investments

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares/ Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (₹)		Basis of Valuation
			2016	2015			2016	2015	2016	2015	
-1	-2	-3	-4	-5	-6	-7	-8	-9	-10	-11	-12
(a)	Investment in Equity Instruments										
(b)	Investments in Preference Shares										
(c)	Investments in Government or Trust securities										
(d)	Investments in Debentures or Bonds										
(e)	Investments in Mutual Funds										
(f)	Investments in partnership firms*										
(g)	Other non-current investments (specify nature)										
	Total Current Investments										

*G. Investment in _____(Name of the Firm)

Name of the Partners	Share of Capital
Partner 1	-
Partner 2	-
Total Capital	-

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note : 16 - INVENTORIES				
Disclosure pursuant to Note no.O (i), (ii) and (ii) of Part I of Schedule III to the Companies Act, 2013				
Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
a. Raw Materials and components (Valued at lower of cost or net realisable value) Goods-in transit	-	-	-	-
b. Work-in-progress (Valued at lower of cost or net realisable value) Goods-in transit	-	-	-	-
c. Finished goods (Valued at lower of cost or net realisable value) Goods-in transit	58,263	-	58,263	-
e. Stores and spares (Valued at lower of cost or net realisable value) Goods-in transit	200,000	58,263	200,000	58,263
f. Loose Tools (Valued at Not Applicable) Goods-in transit	-	200,000	-	200,000
g. Packing Material (Valued at lower of cost or net realisable value) Goods-in transit	-	-	-	-
Total Inventories		258,263		258,263
Note : 17 - TRADE RECEIVABLES				
Disclosure pursuant to Note no.P (i), (ii), (iii) and (iv) of Part I of Schedule III to the Companies Act, 2013				
Particulars	March 31, 2016	March 31, 2015		
	₹.	₹.		
A. Trade receivables outstanding for a period less than six months from the date they are due for payment				
Secured, considered good	-	-		
Unsecured, considered good	-	-		
Unsecured, considered doubtful	-	-		
<u>Less: Provision for doubtful debts</u>	-	-		
Sub Total (A)	-	-		
B. Trade receivables outstanding for a period exceeding six months from the date they are due for payment				
Secured, considered good	-	-		
Unsecured, considered good	-	-		
Unsecured, considered doubtful	30,265,157	50,285,918		
<u>Less: Provision for doubtful debts</u>	30,265,157	30,265,157		
Sub Total (B)	-	20,020,761		
Total Trade Receivables (A+B)		-		20,020,761

INDU NISSAN OXO CHEMICAL INDUSTRIES LIMITED



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Details of Debts Due from Related Parties				
Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
Directors *	-	-	-	-
Other officers of the Company *	-	-	-	-
Firm in which director is a partner *	-	-	-	-
Private Company in which director is a member	-	-	-	-
Total Debts Due by Related Parties	-	-	-	-
*Either severally or jointly				
Note : 18 - CASH AND BANK BALANCES				
Disclosure pursuant to Note no.Q (i), (ii), (iii), (iv) and (v) of Part I of Schedule III to the Companies Act, 2013				
Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
CASH AND CASH EQUIVALENTS				
A. Balances with banks*				
Royal Bank of Scotland	-	-	-	-
The Ratnakar Bank Limited	16,223	-	(13,551)	-
B. Cash on hand	498,113	-	396,844	-
C. Cheques, drafts on hand	-	-	-	-
Total Cash and cash equivalents (A+B+C)		514,336		383,293
D. OTHER BANK BALANCES				
Earmarked Balances - unpaid dividend accounts)	1,626,188	-	1,626,188	-
Margin money	-	-	-	-
Security against borrowings	-	-	-	-
Guarantees	-	1,626,188	-	1,626,188
Fixed deposit with banks (Maturity with less than 12 months)	-	-	-	-
E. Others (specify nature)	-	-	-	-
Total Cash and Bank Balances (A+B+C+D)		2,140,524		2,009,481
Note : 19 - SHORT TERM LOANS AND ADVANCES				
Disclosure pursuant to Note no.R (i), (ii) & (iii) of Part I of Schedule III to the Companies Act, 2013				
Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
A. Loans and advances to related parties (refer note 2)				
Secured, considered good	-	-	-	-
Unsecured, considered good	-	-	-	-
Doubtful	-	-	-	-
Less: Provision for doubtful loans and advances	-	-	-	-
Sub Total (A)				
B. Others				
Secured, considered good	-	-	-	-
Unsecured, considered good	-	-	-	-
To be recoverable in cash or in kind for the value to be received.	-	-	-	-
Doubtful	-	-	-	-
Less: Provision for doubtful _____	-	-	-	-
Sub Total (B)				
Total Short-term loans and advances (A+B)				



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Disclosure pursuant to Note no.R (iv) of Part I of Schedule III to the Companies Act, 2013 Details of Loans and advances to related parties				
Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
Directors *		-		-
Other officers of the Company *		-		-
Firm in which director is a partner *		-		-
Private Company in which director is a member		-		-
Total Loans and advances to related parties		-		-
*Either severally or jointly				
Note : 20- OTHER CURRENT ASSETS				
Disclosure pursuant to Note no.R (i), (ii) & (iii) of Part I of Schedule III to the Companies Act, 2013				
Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
Taxation				
Non-Taxation				
Service Tax Input Credit	192,832		11,872	
Deposits to various authorities	335,950	528,782	337,950	349,822
Total Other Current Assets		528,782		349,822
Note : 21 - CONTINGENT LIABILITIES AND COMMITMENTS				
Refer sub-note No. 2 of Note No. 29.				
SPECIFIC DISCLOSURES				
1 : Disclosure pursuant to Note no. 6(U) of Part I of Schedule III to the Companies Act, 2013				
Particulars	Total		Per share	
	₹..		₹.	
Dividends proposed to be distributed to equity shareholders			-	-
Dividends proposed to be distributed to preference shareholders			-	-
Arrears of fixed cumulative dividends on preference shares			-	-
2 : Disclosure pursuant to Note no. 6(V) of Part I of Schedule III to the Companies Act, 2013				
Where in respect of an issue of securities made for a specific purpose, the whole or part of the amount has not been used for the specific purpose at the balance sheet date, Indicate below how such unutilized amounts have been used or invested.				
Not Applicable				
3 : Disclosure pursuant to Note no. 6(W) of Part I of Schedule III to the Companies Act, 2013				
If, in the opinion of the Board, any of the assets other than fixed assets and non-current investments do not have a value on realization in the ordinary course of business at least equal to the amount at which they are stated, the fact that the Board is of that opinion, shall be stated.				
Name of Assets	Realisable Value	Value in Balance Sheet	Opinion of Board	
		Not Applicable		



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note : 22 - REVENUE FROM OPERATIONS

Disclosure pursuant to Note no. 2 of Part II of Schedule III to the Companies Act, 2013

In respect of a company other than a finance company revenue from operations shall disclose separately in the notes revenue from

Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
Sale of products	-		-	
Sale of services	-		-	
Other operating revenues	-		-	
Gross Revenue		-		-
Less: Excise duty	-		-	
Less: CST	-	-	-	-
Net Revenue From Operations		-		-

In respect of a finance company, revenue from operations shall include revenue from

Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
Interest; and	-		-	
Other financial services	-		-	
Net Revenue From Operations		-		-

Note : 23 - OTHER INCOME

Disclosure pursuant to Note no. 4 of Part II of Schedule III to the Companies Act, 2013

Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
Interest Income (in case of a company other than a finance company)				
Interest on NSC	-	-	-	-
Dividend Income		-		-
Net gain / (loss) on sale of investments		-		-
Other non-operating income (net of expenses directly attributable to such income)				
Terminalling Charges	603,000		403,000	
Court Fees Refund	17,515		-	
Exchange Rate Difference	0		-27,152	
Profit on Sale of Asset	-		11,032,914	
Provision for doubtful debts written back	-		8,370,761	
Interest on Income Tax Refund	219,321		-	
Creditors written back	1,138,284		310,582	
Consultancy Charges	-		3,920,939	
		1,978,120		24,011,044
Total Other Income		1,978,120		24,011,044



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note : 24 - Cost of Material Consumed				
Disclosure pursuant to Note no. 3 of Part II of Schedule III to the Companies Act, 2013				
Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
<u>Materials Consumed</u>				
Opening Stock				
Raw Materials	-	-	-	-
Packing Materials	-	-	-	-
Consumables including Spare Parts	200,000	-	200,000	-
		200,000		200,000
Add : Cost of Purchases (Fuel)		-		-
<u>Less : Closing Stock</u>				
Raw Materials	-	-	-	-
Packing Materials	-	-	-	-
Consumables including Spare Parts	200,000	-	200,000	-
		200,000		200,000
Cost of Material consumed		-		-
Note : 25 - (INCREASE) / DECREASE IN INVENTORIES				
Disclosure pursuant to Note no. 3 of Part II of Schedule III to the Companies Act, 2013				
Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
Inventories at the end of the year				
Work-in-progress	-	-	-	-
Finished Goods	58,263	58,263	58,263	58,263
Inventories at the beginning of the year				
Work-in-progress	-	-	-	-
By-Products	-	-	-	-
Finished Goods	58,263	58,263	58,263	58,263
Net (Increase) / Decrease in Inventories		-		-



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note : 26 EMPLOYEE BENEFIT EXPENSES

Disclosure pursuant to Note no. 5(1)(a) of Part II of Schedule III to the Companies Act, 2013

Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
(a) Salaries, Wages and bonus Other Employees Directors' Remuneration		1,009,483 -		396,520 -
(b) Contributions to - Provident fund Superannuation scheme		2,400 -		168 -
(c) Gratuity fund contributions		-		-
(d) Social security and other benefit plans for overseas employees		-		-
(e) expense on Employee Stock Option Scheme (ESOP) and Employee Stock Purchase Plan (ESPP)		-		-
(f) Staff welfare expenses	16,049	18,449	-	168
Total Employee Benefit Expenses		1,027,932		396,688

Note : 27 FINANCE COST

Disclosure pursuant to Note no. 3 of Part II of Schedule III to the Companies Act, 2013

Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
Interest Charges Interest On term Loan Interest on Debentures	- -	- -	- -	- -
Other borrowing costs Bank Charges and commission incl LC/others Car hire Purchase Finance charges	1,641 -	1,641	8,238 -	8,238
Applicable net loss (gain) on foreign currency transactions and translation		-		-
Total Finance Cost		1,641		8,238



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

Note : 28 OTHER EXPENSES				
Particulars	March 31, 2016		March 31, 2015	
	₹.	₹.	₹.	₹.
1. Manufacturing Expenses				
Power & Fuel	-		-	
Repairs & Maintenance -P&M Factory	9,909	9,909	23,600	23,600
2. Administrative & Other Expenses :				
Audit Fees	11,400		117,933	
Communication Expenses	350,382		352,051	
Custodial Charges	-		33,708	
Donations	43,601		4,079	
Electricity Expenses	42,089		44,883	
Legal and Professional Fees	1,162,298		796,067	
Memberships and Subscriptions	141,159		144,596	
Office Expenses	218,889		88,570	
Rent, Rates and Taxes	558,415		762,696	
Income tax payments and Int on TDS	3,893		-	
Repairs & Maintenance -Others	266,598		32,985	
Security Expenses	553,937		470,410	
Sundry Expenses	119,392		918,439	
Travelling Expenses	592,443		586,968	
Testing Charges - Foreign Assignment	-		49,250	
Vehicle Expenses	8,723	4,073,219	11,346	4,413,981
3. Selling & Distribution Expenses				
Advertisement	283,331	283,331	122,225	122,225
Total Other Expenses		4,366,459		4,559,806



NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

NOTE : 29 - OTHER NOTES

- A) The Company had been declared as a sick Company under the provisions of clause (o) of Sub section (1) of section 3 of Sick Industrial Companies (Special Provisions) Act, 1985 (1 of 1986) by the Honorable Board For Industrial And Financial Reconstruction vide order dated 26th September, 2005. BIFR had ordered for change in management in the Company against this appeal was filed with AAIFR, who has passed a judgment in Company's favour and matter has been reverted back to BIFR.
- B) The Labour Union has filed a case against the Company under Payment of Wages Act, for recovery of wages for the period from July'05 to Nov'05 before the Hon .Labour Court, Baroda. The Court has issued order dated 17/2/2006 for attaching certain Plant and machinery at its factory in Baroda. The order was executed on 20th February, 2006.

Since the Plant & Machinery was attached, the Company could not continue the production and the management had issued notice to employees that the employees would be called upon for work as and when required and that no salary is payable from 20th February, 2006 till the time the production is restarted. Accordingly the Company had provided the salary for its employees in factory till 20th February, 2006.

1. SIGNIFICANT ACCOUNTING POLICIES:

ACCOUNTING CONCEPTS:

The Company follows mercantile system of accounting, and recognises income and expenses on accrual basis that are of significant nature. The financial statement have been prepared to comply in all material respect with the mandatory Accounting standards issued by the Ministry of Corporate Affairs, in accordance with Indian Generally Accepted Accounting Policies and as per the provision of the Companies Act 2013 unless otherwise stated.

FIXED ASSETS:

Fixed Assets are carried at cost, except certain assets revalued in the year 1996-97 referred to in the note No. 4 below, inclusive of inward freight, duties, taxes, interest and expenses up to putting the assets in use, less accumulated depreciation (except freehold land).

DEPRECIATION:

- (i) The Company provides depreciation in respect of Plant & Machinery on Straight line method and other assets on written down value method from the date of Acquisition.
- (ii) Freehold land being non depreciable, is carried at original cost.
- (iii) Assets costing less than Rs. 5,000/- each have been fully depreciated in the year of acquisition.
- (iv) Depreciation on all other assets for the year has been provided at the rates prescribed in schedule II to the Companies Act, 2013.

INVESTMENTS:

A current investment is an investment that is by its nature readily realizable and is intended to be held for not more than one year from the date on which such investment is made. A long term investment is an investment other than a current investment. An investment property is an investment in land or buildings that are not intended to be occupied substantially for use by, or in the operations of, the investing enterprise. Long term investments and are stated at cost. The carrying amount for current investments is the lower of cost and fair value.

BORROWING COSTS:

Borrowing costs that are attributable to the acquisition or construction of qualifying assets, the assets that take substantial period of time to get ready for intended use, are capitalised as part of the cost of such assets.



INTANGIBLE ASSET:

An asset is treated as intangible asset if it is an identifiable non-monetary asset, without physical substance, held for use in the production or supply of goods or services, for rental to others, or for administrative purposes. Intangible Assets are stated at cost of acquisition less accumulated amortization.

INVENTORIES:

These are valued as under: (i) Raw material – At cost. (ii) Stores & Spares and Packing Material: At net realizable value. (iii) Catalyst: At cost subject to useful life based on technical evaluation. (iv) Semi-finished products: At lower of cost or net realizable price of finished goods after deducting the estimated expenses of conversion (v) Finished Products: At cost or net realizable value, whichever is lower. (vi) By products: At realizable / replacement value, being cost of by products not determined. The Company follows the accounting practice whereby the excise duty payable on the finished goods and products is accounted for only on clearance of goods from the bonded warehouse. Accordingly, no provision is being made for excise duty payable on finished goods, by products and semi – finished goods not cleared from the bonded warehouse at the close of the accounting year. However, non-provision of this liability does not affect profit/loss for the year.

FOREIGN EXCHANGE TRANSACTIONS:

Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction. Monetary items denominated in foreign currencies at the year end are restated at year end rates. Non Monetary foreign currency items are carried at cost. Any income or expense on account of exchange difference either on settlement or on translation is recognized in the Statement of Profit and Loss.

CASH FLOW STATEMENT:

Cash flows are reported using the indirect method, whereby the net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of the past or future cash receipts or payments. The cash flows from regular revenue generating, investing & financing activities of the company are segregated.

REVENUE RECOGNITION:

(i) Sales: There is no sales during the year. (ii) Lease rentals: The income from finance lease is recognized as per the contracted terms.

RETIREMENT BENEFITS:

The Company does not have defined employee retirement policy as the employee strength does not exceed the statutory minimum.

IMPAIRMENT OF ASSETS:

An asset is treated as impaired when the carrying cost of the Asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The Impairment loss recognized in prior accounting periods is increased / reversed where there has been change in the estimate of recoverable amount. The recoverable value is the higher of the net selling price and value in use.

USE OF ESTIMATES:

The preparation of financial statements requires management to make estimates and assumption that affect the reported amounts of assets and liabilities on the date of financial statements, the reported amount of revenues and expenses and the disclosures relating to contingent liabilities as on the date of financial statements. Actual results could differ from those of estimates. Any revision in accounting estimates is recognized in accordance with the respective accounting standard.



EARNINGS PER SHARE:

The Company reports basic and diluted earnings per share in accordance with AS-20 "Earnings Per Share". Basic earnings per share are computed by dividing the net profit or loss for the period by the weighted average number of Equity Shares outstanding during the period. Diluted earnings per share is computed by dividing the net profit or loss for the period by the weighted average number of Equity Shares outstanding during the period as adjusted for the effects of all dilutive potential equity shares.

PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

Contingent liabilities as defined in AS-29 "Provisions, Contingent Liabilities and Contingent Assets" are disclosed by way of notes to accounts. Provision is made if it becomes probable that an outflow of future economic benefits will be required for an item previously dealt with as a contingent liability.

LEASES:

Assets leased by the Company in its capacity as lessee, where the Company has substantially all the risks and rewards of ownership are classified as finance lease. Such a lease is capitalised at the Inception of the lease at lower of the fair value or the present value of the minimum lease payments and a liability is recognised for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability for each year. Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor, are recognised as operating leases. Lease rentals under operating leases are recognised in the statement of profit and loss on a straight-line basis unless another systematic basis is more representative of the time pattern in which benefit derived from the use of the leased asset is diminished.

TAXES ON INCOME:

Tax expenses comprise both current & deferred taxes. Current tax is determined as the tax payable in respect of taxable income for the year. Deferred tax for the year is recognised on timing difference; being difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured assuming the tax rates and tax laws that have been enacted or substantially enacted by the Balance Sheet date. Deferred tax assets are recognised and carried forward only if there is a reasonable / virtual certainty of realisation.

2. Contingent liabilities not provided for:

- (a) A civil suit has been filed by one of the parties for recovery of unsecured loans. On the basis of legal advice, the Company disputes the said liability of Rs.10,340,450/- claimed by the party as the same is time barred. The Company has not provided any interest till date. In this respect the Company has a contingent liability of Rs. 1,88,23,000/- inclusive of interest & principal.
- (b) The Company has filed a counter claim against Union Bank of India for Rs. 7,200,000 and interest there on which approximately is Rs. 43,800,000 as on 31st March 07. The amount payable to the ARCIL (UBI) as on 31st March, 2011 on principle basis is Rs. 12,566,944. Interest payable till March 31, 2010 was Rs. 4,92,99,845. The Company has written back interest on working capital loan amounting to Rs 4,92,99,845 in earlier years. The Company has not provided for any interest payable on this account during the year. In past the Company has settled working capital loan of one of the financial institutions at much below the principle amount and without interest. The Company is in negotiation with other Financial Institutions also to settle the remaining working capital loan below the principle amount. In view of this, the Company does not anticipate any interest liability of past as well as for the current year. Hence, no provision for current year's interest is made, and the past liability has been written back to Statement of Profit and Loss. During the year, the Company has paid Rs. 500,000 as advance against this account to ARCIL which is shown as reduction in loan amount, and the final amount is shown at Rs. 12,066,944.



- (c) The Customs Department is in appeal before High court of Gujarat against the order of CESTAT for waiver of penalty levied by the customs department amounting to Rs. 10,00,00,000 This was earlier reduced to Rs.7,00,00,000. The Company has deposited Rs. 2,20,00,000 with Customs Authorities as deposit against the said disputed penalty. At present, The Honorable High court of Gujarat has given a stay on the matter. As per the CESTAT order and on merit the Company does not expect this liability to materialize and accordingly Rs.7,00,00,000 is a contingent liability and the same has not been provided in the books.
- (d) The Trustees of Debenture holders as well as some debenture holders have filed suit against the Company for recovery of principle amount of debentures as well as interest based on compounded rests. As per records available with the Company, the amount demanded approximately is Rs. 85,800,000 inclusive of interest by on of the debenture holders. The Company had provided for interest including penal interest of 16% only on simple interest earlier. The Company has reached to settlement with the debenture holders post year end. The debenture holders have agreed to settle the amount payable @ 30% of principal amount outstanding subject to certain terms and conditions. The Company is in process of liquidating some of its assets and pay off the debenture holders. In case the Company is not able to pay the settled amount within stipulated period, the settlement may be cancelled by the debenture holders. The Company has approached BIFR for the permission to sell the assets, and is confident of getting the permission. The Company in anticipation of liquidating the assets and paying off the debenture holders has written back the balance amount not payable to capital reserve. Since the event, in opinion of Company, is occurring after the balance sheet date that requires adjustment to the amount payable on balance sheet date, this adjustment is carried out. The Company, following to settlement, does not anticipate additional interest liability as demanded by the debenture holders due to which Company has not provided interest for the current year as well as company has written back the interest of RS. 133,401,338 provided in the earlier years.
- (e) The Company has entered into finance lease transactions, i.e. purchase and lease back of the assets with Rajasthan State Electricity Board (RSEB) dated 30.09.1995 and 30.03.1996. As per the terms of the agreements there was a Deferred Payment arrangement (DPA) payable in installments towards payment of purchase consideration by the Company to RSEB, and the lease rentals are being receivable from RSEB over a period from 1995-2004. The Company had defaulted in payment of installments of DPA payable to RSEB and RSEB has withheld the lease amount payable by them to the Company.

The Company has received a notice from Rajasthan Rajya Vidyut Prasaran Nigam Ltd.(Formerly known as RSEB) raising a demand of approximately Rs.71,590,000 and interest @ 20% p.a based on monthly rests. The Company has raised a claim for lease rental receivable of approximately Rs.40,800,000 on RSEB after adjusting all balance purchase price of leased assets. The Company has filed a suit in the Rajasthan High Court for recovery of Lease Rentals from R.S.E.B of approximately Rs. 96,492,000 including Interest @ 20%p.a., after adjusting the DPA amount. The Company does not expect any liability on this account.

- (f) Other Disputed Statutory liabilities:

Sr. No	Name of the Statutory Dues	Forum where dispute is pending	Period to which amount relates	Unpaid Amt ₹
1	Income Tax	ITAT - Ahmedabad	1999-00	63,000
2	Income Tax Penalty	ITAT - Ahmedabad	2007-08	1,801,250
3	Income Tax Penalty	ITAT - Ahmedabad	2006-07	4,571,700



- (g) Income-tax matters of the Company for Assessment Year 1996-97 and 1997-98 were pending before hon'ble ITAT, Ahmedbad. Hon'ble ITAT has decided some issues in favour of the Company, some against the Company, and some were sent back to the Assessing Officer for re-verification. The Revenue had preferred appeal before hon'ble Gujarat High Court. Hon'ble High Court dismissed appeals of Revenue except upholding disallowance on account of travel expenses. Appeal effect for this is given by the Revenue, and a revised demand of Rs. 1,340,470 is raised for Assessment Year 1997-98 and Rs. 52,590 for Assessment Year 1996-97. The Company has already provided almost equivalent liability in accounts. These amounts remain to be adjusted against tax refunds due to the Company. The required refund adjustment is pending from the side of Revenue. The Company does not anticipate any further liability in view of availability of past refunds.
- (h) Hon'ble Labour Court, Baroda under the Payment of Wages Act has directed the Company to pay RS. 129,961,108 to various workers. The Company has filed Miscellaneous Application before the hon'ble Court to review its decision as according to the Company, it has already settled some of the labour dues.
- (i) The Company has preferred an appeal before hon'ble Customs, Excise, and Service Tax Appellate Tribunal for a penalty of RS. 41,424 levied and confirmed by the lower authorities for the period 2004-05 to 2007-08.
- (j) Indo Nippon Chemical co Ltd (INCC) has filed a L.E.&C.Suit No.97/126 of 2000 in hon'ble Small Causes Court of Mumbai against the Company to vacate leased premises that the Company has been using, and as per the Court order dated 08.05.2013, the Company was directed to deliver possession of suit premises to INCC. The Company has filed an appeal with the Revision Bench which stayed the above order subject to the Company depositing Rs 2,00,000 over and above the Rs 30,000 that it continues to deposit in the Small causes court as rent. The Company accepted this order partly and continued to deposit the Rs. 30,000 rent per month in court; however went into appeal against the other part of the order in High Court of Mumbai which allowed the company to pay arrears at the rate of Rs. 1,00,000 per month which was to be deposited by the company within two weeks from the order date 17thFeb2014 which has been complied with, and the Company has paid Rs 10lacs for 10months for the period May 2013 to Feb2014 and Rs. 30,000 per month for 8 months amounting to Rs2,40,000 for the period May2013 to Dec2013 and continues to pay Rs 30,000 per month as rent. Hence the contingent liability of the company could be Rs. 1,00,000 per month from March2014 till the matter is heard and finally decided by the Revision Bench of Small Causes Court ,Mumbai.

3. Revaluation of Fixed Assets

- (i) Based on the valuation report of M/s.Bahulikar Associates, Chartered Engineers and environmental Consultants and in order to reflect replacement cost of buildings and Plants & Machineries originally installed and Plants & Machineries acquired on expansion in 1990-91, the Company had revalued the same as on 31.03.1997. As a result of such revaluation the value of building has been increased by Rs.3,04,33,000. (Net) {Gross block Rs.33,047,000 lacs Less: accumulated depreciation till 31.3.97 Rs.2,614,000} and value of Plant & Machinery has been increased by Rs. 356,635,000 (net), {gross block Rs. 412,148,000, less accumulated depreciation upto 31.3.97 of Rs. 55,513,000}. The resultant increase in value as on 31.3.97 of Rs. 3,870,68,000, thus had been Transferred to revaluation reserve.
 - (ii) Depreciation provided up to last year included depreciation on difference between the revalued cost of the assets and original WDV of the said assets. However, since depreciation on revalued plant and machinery has been fully adjusted against revaluation reserve, there is no additional depreciation as such during the year as compared to the previous year. The balance amount of Revaluation Reserve standing to the credit on this account is credited to Statement of Profit and Loss by reduction in depreciation charge.
4. As a part of restructuring package, the Company had entered into an agreement with one of the creditors to restructure the Company's liabilities of US \$ 66,31,140.27 equivalents amounting to Rs.290,121,000 as on 31.3.2000 due and payable to them as under:
- (a) Out of the total amount payable Rs. 60,000,000 have been waived by the said creditor.



(b) The Company's liability in terms of US dollars payable to the said creditor has been converted in terms of Rupee at prevailing exchange rate as on 31.3.2000.

(c) The said creditor has deferred an amount of Rs.230,100,000 due and payable to it, Subsequent, to the agreement, the Company had paid Rs. 23,500,000, and the balance outstanding payable is Rs. 206,619,439.

Since the amount is fixed in Rupee terms, the amount is not revalued at exchange rate prevailing at the year end.

5. In the opinion of the management, the current assets, loans and advances are approximately of the value stated if realized in the ordinary course of business. The provision for all known liabilities is adequate and is made on the basis of information available and not in excess of the amount reasonably necessary.

6. Except in few cases where balance confirmations are available, the remaining balances under the heads Secured Loans, Unsecured Loans, Sundry Debtors, Sundry Creditors, Other Liabilities, Loans & Advances and Deposits are shown as appearing in books of account and are subject to reconciliation / adjustment, if any.

7. A. Payment of remuneration to Managing director prescribed under Schedule V to the Companies Act, 2013. The Company proposed to its Chairman & Managing Director to consider waiver of salary in view of the difficult financial position of the Company. Accordingly, the Chairman & Managing Director accepted the proposal and agreed for not to provide salary for year ending on March 31, 2016.

B. In the absence of operating profit during the year, no commission is payable to the Managing Director and hence computation of net profit u/s 198 has not been given.

8. (i) Income Tax assessments are completed up to Assessment Year 2013-14.

(ii) In view of carry forward losses, no provision for tax has been provided for the current year. The Company has decided not to make any provisions for deferred tax assets based on principle of Prudence, which requires Company to make provision for deferred tax assets only if it expects to realize them in future. However the Company doesn't expect to have taxable income in the near future against which the deferred Tax assets can be realized. Consequently the Company has not made provisions for deferred tax assets arising due to timing difference in the books of account as required by the Accounting Standard 22 – Taxes on Income.

9. In view of the Accounting Standard 18 – "Related Party Disclosures" issued by the Ministry of Corporate Affairs, the following is details of transactions and nature of relationships.

Name of the Related Party	Nature of Relation	Nature of Transaction	Transaction Amount ₹ .	Amount Receivable/ (Payable) as on 31.03.2016 ₹ .
Indo Nippon Chemical Company Ltd.	Associate Company	Rent – Mumbai Office	360,000	-
Mehool International Limited	Associate Company	Supply of Raw Material	-	(206,619,439)
M/s Bhuva Holdings	Associate Company	Rent for Premises	178,500	(2,840,384)
Mehool Bhuva	Managing Director	Current Liability	-	(190,000)
Mehool Bhuva	Managing Director	Loan-Received	8,274,800	
		Loan-Repayment	1,950,000	(6,324,800)
Narendra Holding Private Limited	Associate Company	Loan-Received	1,154,000	-
		Loan-Repayment	18,684,990	-



10. As required by SEBI circular no.2/2003 of 10th January, 2003 the following disclosures have been made:
- (i) Loans and advances in the nature of Loans to subsidiaries: Rs. NIL.
 - (ii) Loans & Advances in the nature of Loans to Associates: Rs. NIL.
 - (iii) Loans and advances in the nature of loans where there is no repayment schedule, no interest or interest below Section 186 of the Companies Act 2013: Rs. NIL
11. The Company has written back liabilities not payable during the year to the extent of Rs. 1,138,283 (Previous year Rs. 310,582) that has improved the bottom line at end of the year. The Company has written back provision for bad and doubtful debts of Rs. 0 (Previous year Rs. 83,70,761) which was received during the year. The Company has settled suit for Club Building at Baroda for a consideration of Rs. 0 (Previous year Rs. 1,16,50,000). Even this amount has been received during the year.
12. Debenture Redemption Reserve is brought at par with outstanding debentures on the balance sheet date by transferring the necessary amount Profit and Loss Appropriation. The said outstanding balance is considered as per the letter from the Debentureholders.
13. The Company has written and requested the Income Tax Department to adjust refunds of past years against Unpaid undisputed dues on account of direct taxes. The Company is awaiting the reply barring one case where adjustment is made by the IT Department and reduced liability of the Company. Meanwhile, the Company has accounted for interest of Rs. 219,321 (previous year Rs. 0) on income-tax refund that was adjusted by the Income-tax Department against past demands which the Company was intimated during the course of assessment for Assessment Year 2013-14. Since this amount is already added by the Assessing officer in income of Assesment Year 2013-14 for which the Company had no notice, the same has not been treated as prior period item although the Company is not required to pay any tax on this sum now.
14. The Company has to its credit unclaimed dividends and debenture money to the tune of Rs. 16,26,188 which is due to be transferred to Investors' Protection Fund of the Government of India. The Bankers are refusing to transfer these sums in view of non availability of names of the beneficiaries. The Company is attempting to its level best to sort the issue out.
15. All the expenses debited to Statement of Profit and Loss are incurred for the purpose of business or revival of operations of the Company. The amounts paid to or incurred by the directors and employees of the Company are paid / incurred under contractual agreement or customary, and according to the management, none of the expenses of personal nature are debited to stement of profit and loss.
16. Information pursuant to Schedule III to the Companies Act 2013 is given in these accounts to the extent applicable in view of the Management.
17. Previous year's figures have been regrouped and rearranged wherever necessary so as to make them comparable with that of the current year.
18. Auditors' remuneration in accordance with paragraph 5A (j) of part II of Schedule III to the Companies Act, 2013 is as under:

Particulars	2015-16	2014-15
As Auditors	11,400	112,360
Taxation matters	-	-
Company law matters	-	-
Management services	-	-
Other Services	-	-
Reimbursement of expenses	-	-
	11,400	112,360



19. Earning per share is calculated as under :

Particulars	March 31, 2016	March 31, 2015
Basic earning per share		
Net profit after Taxation	2,501,449	11,248,686
Number of shares issued (Nominal Value RS.10)	16,500,000	16,500,000
Basic earning per share	0.15	0.68
Diluted earning per share		
Net profit after Taxation	2,501,449	11,248,686
Number of shares issued (Nominal Value RS.10)	16,500,000	16,500,000
Diluted earning per share	0.15	0.68

20. "The Micro, Small and Medium Enterprise Development Act, 2006" has repealed the provision of interest on delayed payment to small scale and ancillary industrial undertaking Act, 1993. The management does not find it necessary to provide for interest on delayed payments to the suppliers covered by the said Act in view of insignificant amount and probability of its outgo.

21. Disclosure of Provisions as required by AS-29 is as under:

Particulars	Opening Balance	Additional	Amount Used &	Closing Balance
	₹.	₹.	₹.	₹.
Income-tax	18,602,466	0	6,655,921	11,946,545

22. Value of imports calculated on C.I.F basis by the company during the financial year in respect of –

		March 31, 2016	March 31, 2015
i	Raw materials;	-	-
ii	Components and spare parts	-	-
iii	Capital goods	-	-
iv	Trading Goods	-	-

23. Other Expenses in Foreign Currency:

		March 31, 2016	March 31, 2015
i	Royalty, Know-how, Professional and Consultation fees, Interest, and Other matters	217,767	263,179
ii	Total value if all imported / indigenous raw materials, spare parts and components consumed and the percentage of each to the total consumption	-	-
iii	Amount remitted in foreign currencies on account of dividends with a specific mention of the total number of non-resident shareholders, the total number of shares held by them on which the dividends were due and the year to which the dividends related;	-	-



iv	Earnings in foreign exchange classified under the following heads, namely		
i	Export of goods calculated on F.O.B. basis	-	-
ii	Royalty, know-how ,professional and consultation fees;	-	-
iii	Interest and dividend	-	-
iv	Other income, indicating the nature thereof	-	-

24. Information on Sales and Earnings in Foreign Exchange

Particulars	March 31, 2016 (₹)	March 31, 2015 (₹)
Consultation Charges (Earning in Foreign Exchange)	-	3,920,939
Work in Progress	-	-
Grand Total	3,920,939	3,920,939

25. The Company has only one reportable business segment hence no further disclosure is required under Accounting Standard-17 on "Segment reporting".

26. Disclosures required under Accounting Standard-19 on "Leases".

Finance Lease - Assets Given on Lease

The Company has dispute with RSEB [Note 2 (e)] above, and the matter is pending before hon'ble Court, the Company is not receiving any payment from the Lessee. The Company has depreciated entire amount of assets given on lease to RSEB amounting to Rs. 188,270,340.

Operating Lease - Assets Taken on Lease	March 31, (₹.) 2016	March 31, (₹.) 2015
Total of future minimum lease payments under non-cancellable operating leases for each of the following periods: Not later than one year; Later than one year and not later than five years; Later than five years;	538,500	568,500
Total of future minimum sublease payments expected to be received under non-cancellable subleases at the balance sheet date	0	0
Lease payments recognised in the statement of profit and loss for the period, with separate amounts for minimum lease payments and contingent rents	538,500	568,000
Sub-lease payments received (or receivable) recognised in the statement of profit and loss for the period	0	0
General description of the lessee's significant leasing arrangements including, but not limited to, the following: Basis on which contingent rent payments are determined; Existence and terms of renewal or purchase options and escalation clauses; and Restrictions imposed by lease arrangements, such as those concerning dividends, additional debt, and further leasing.	0	0



Operating Lease - Assets Taken on Lease	March 31, (₹.) 2016	March 31, (₹.) 2015
Gross carrying amount	603,000	403,000
Accumulated depreciation	0	0
Accumulated impairment losses	0	0
the depreciation recognised in the statement of profit and loss for the period	0	0
Impairment losses recognised in the statement of profit and loss for the period	0	0
impairment losses reversed in the statement of profit and loss for the period;	0	0
Future minimum lease payments under non-cancellable operating leases in the aggregate and for each of the following periods	0	0
Not later than one year;	603,000	403,000
Later than one year and not later than five years;	603,000	403,000
Later than five years;	603,000	403,000
Total contingent rents recognised as income in the statement of profit and loss for the period	0	0

27. Notes "1" to "29" form an integral part of the accounts and have been duly authenticated.

FOR AND ON BEHALF OF THE BOARD OF
INDU NISSAN OXO CHEMICALS INDUSTRIES LIMITED

(M. N. Bhuva)
Chairman & Managing Director

Place : Mumbai
Date : May 28, 2016

(B. T. Mallya)
Director



CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2016

Particulars	As at 31.3.2016		As at 31.3.2015	
	(₹.)	(₹.)	(₹.)	(₹.)
A. CASH FLOW FROM OPERATING ACTIVITIES :				
Net Profit Before Tax and Extraordinary Item		(3,467,023)		11,248,686
Adjustments for :				
Depreciation	49,112		7,797,626	
Interest expense	1,641		8,238	
Interest Income	(219,321)		-	
Unrealised Exchange Rate Difference	-		-	
Profit on Sale of fixed Assets	-	(168,568)	(11,032,914)	(3,227,050)
Operating Profit Before Working Capital Changes	(3,635,592)		8,021,636	
Changes in Working Capital:				
Inventories	-			
Sundry Debtors	20,020,761		(20,020,761)	
Loans and Advances/Deposits	(178,960)		(11,872)	
Sundry Creditors	(4,260,291)		478,991	
Other Liabilities	(6,201,539)	9,379,972	(454,382)	(20,008,025)
Cash Generated from Operations		5,744,380		(11,986,388)
Net Direct Taxes Paid		5,968,472		-
Cash Flow Before Extraordinary Items		11,712,852		(11,986,388)
Extraordinary Items		-		-
Net cash flow from operating activities		11,712,852		(11,986,388)
B. CASH FLOW FROM INVESTING ACTIVITIES :				
Purchase of Fixed Assets	(93,300)		-	
Interest Income	219,321			
Sale of Fixed Assets	-	126,021	11,650,000	11,650,000
Net cash used in investing activities		126,021		11,650,000
C. CASH FLOW FROM FINANCING ACTIVITIES :				
Investment maturity		-		-
Proceeds from Borrowings (Net)	(11,706,190)		89,400	
Interest expense	(1,641)	(11,707,831)	(8,238)	81,162
Net cash used in financing activities		(11,707,831)		81,162
Net Cash Inflow/ (outflow) (A+B+C)		131,042		(255,227)
Opening Cash and Cash equivalents		383,293		638,519
Closing Cash and Cash equivalents		514,336		383,293
AS PER OUR REPORT OF EVEN DATE FOR SHAH, SHAH & SHAH CHARTERED ACCOUNTANTS		FOR AND ON BEHALF OF THE BOARD OF INDU NISSAN OXO CHEMICALS INDUSTRIES LIMITED		
(Mehul Shah) PARTNER FRN: 116457W M. No.: 049361 Mumbai: May 28, 2016		(M. N. Bhuva) Chairman & Managing Director (B. T. Mallya) Director		

Attendance Slip

35th Annual General Meeting
Indu Nissan Oxo Chemical Industries Limited

[CIN: L24110GJ1979PLC003549]

Registered office: Bajwa-Chhani Road, Behind G.S.F.C Complex, Vadodara—391310 (Gujarat)

Phone: 99782 86359

Email: inocil@yahoo.com

PLEASE FILL ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL

Date	Venue	Time
September 02, 2016	Bajwa-Chhani Road, Behind G.S.F.C Complex, Vadodara—391310 (Gujarat)	12.30 P.M

PLEASE FILL ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING VENUE.

Folio No. _____ *DP ID No. _____ *Client ID No. _____

Name of the Member Mr. /Mrs. _____ Signature _____

Name of the Proxy holder Mr. /Mrs. _____ Signature _____

* *Applicable for investors holding shares in electronic form.*

I certify that I am the registered shareholder/proxy for the registered shareholder of the Company.

I hereby record my presence at the 35th Annual General Meeting of the Company held on **Friday, 02nd September, 2016 at 12.30 P.M.** at Bajwa-Chhani Road, Behind G.S.F.C Complex, Vadodara—391310 (Gujarat)

Signature of the Member/ Proxy

Note: Electronic copy of the Annual Report for 2016 and Notice of the 35th Annual General Meeting with the Attendance slip and Proxy form is being sent to all the members whose email id is registered with the Company/ Depository Participant unless any meeting has been requested for a hard copy of the same. Shareholders receiving electronic copy and attending the 35th Annual General Meeting can print copy of this Attendance Slip.

Physical copy of the Annual Report for 2016 and Notice of the 35th Annual General Meeting along with the Attendance Slip and Proxy Form is sent in the permitted mode(s) to all members whose email Id is not registered or has requested for hard copy.

35th Annual General Meeting
Indu Nissan Oxo Chemical Industries Limited

[CIN: L24110GJ1979PLC003549]

Registered office: Bajwa-Chhani Road, Behind G.S.F.C Complex, Vadodara—391310 (Gujarat) Email: inocil@yahoo.com

Form No. MGT-11

FORM OF PROXY

Name of the member(s) :	Email Id :
Registered Address:	Folio No.
	*DP Id
No of Shares held	*Client Id :

**Applicable for investors holding shares in electronic form.*

I/We, being a member(s) of _____ shares of Indu Nissan Oxo Chemical Industries Limited hereby appoint:

1. Mr./Mrs. : _____ Email Id: _____
 Address : _____ Signature : _____
2. Mr./Mrs. : _____ Email Id: _____
 Address : _____ Signature : _____
3. Mr./Mrs. : _____ Email Id: _____
 Address : _____ Signature : _____

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 35th Annual General Meeting of the Company to be held on **Friday, September 02 2016 at 12.30P.M.** at Bajwa-Chhani Road, Behind G.S.F.C Complex, Vadodara—391310 (Gujarat) and at any adjournment thereof in respect of such resolutions as are indicated below:

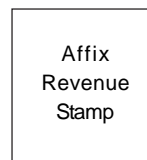
** I wish my above Proxy to vote in the manner as indicated in the box below :

Sl. No.	Resolutions	Number of Shares held	For	Against
Ordinary Business				
1.	To receive, consider and adopt the Audited Financial Statement of the Company for the year ended March 31, 2016 together with the Reports of the Board of Directors and Auditor's thereon			
2.	Re-appointment of Mrs. Ranak Bhuva, who retires by rotation and being eligible offers herself for reappointment			
3.	Ratification of appointment of M/s. Shah, Shah & Shah, Chartered Accountants, Mumbai as Auditors			

*** This is optional. Please put a tick mark (x) in the appropriate column against the resolutions indicated in the box. If a member leaves the "For" or "Against" column blank against any or all of the Resolutions, the proxy will be entitled to vote in the manner he/ she thinks appropriate. If a member wishes to abstain from voting on particular resolution, he/she should write "Abstain" across the boxes against the Resolution.*

Signature(s) of the Member(s)

1. _____ 2. _____
 3. _____



Signed this _____ day of _____ 2016

Notes:

1. The Proxy to be effective should be deposited at the registered office of the company not less than Forty Eight (48) Hours before commencement of the meeting.
2. A proxy need not be a member of the company.
3. In the case of the Joint holders, the vote of the senior who tenders vote, whether in person or by Proxy, shall be accepted to the exclusion of the vote of the other joint holders. Seniority shall be determined by the order in which the names stand in the Register of the Members.
4. The form of proxy confers authority to demand or join in demanding a poll.
5. The submission by a member of this form of proxy will not preclude such member from attending in person and voting at the meeting.
6. In case a member wishes his/her votes to be used differently, he/she should indicate the number of shares under the columns "For" or "Against" as appropriate.

35th Annual General Meeting
Indu Nissan Oxo Chemical Industries Limited

[CIN: L24110GJ1979PLC003549]

Registered office: Bajwa-Chhani Road, Behind G.S.F.C Complex, Vadodara—391310 (Gujarat)
Phone: 9978286359 Email: inocil@yahoo.com

BALLOT/POLL FORM

(The members who are not able to attend the 35th Annual General Meeting can send their assent or dissent in writing in respect of the resolution set out in the Notice by sending the duly filled and signed ballot/ Poll Form to **Ms. Reena Modi, Practicing Company Secretary (the Scrutinizer) at c/o. Sharex Dynamic (India) Private Limited Registrar & Share Transfer Agent, Unit 1, Luthra Indl. Premises, Safed Pool, Andheri Kurla Road, Andheri (E), Mumbai: 400 072.**

Name of the member(s) :	Email Id :
Registered Address:	Folio No.
	*DP Id
No of Shares held	*Client Id :

**Applicable for investors holding shares in electronic form.*

I/ We hereby exercise my/our vote in respect of the Ordinary resolutions as specified in the Notice of Indu Nissan Oxo Chemical Industries Limited dated July 21, 2016 to be passed through Ballot/ Poll for the businesses stated in the said Notice by conveying my/our assent or dissent to the said Resolution in the relevant box below:

Sl. No.	Resolutions	Number of Shares held	For	Against
Ordinary Business				
1.	To receive, consider and adopt the Audited Financial Statement of the Company for the year ended March 31, 2016 together with the Reports of the Board of Directors and Auditor's thereon			
2.	Re-appointment of Mr. Mehool Bhuvra, who retires by rotation and being eligible offers himself for reappointment			
3.	Ratification of appointment of M/s. Shah, Shah & Shah, Chartered Accountants, Mumbai as Auditors			

Place :

Date :

Signature of Member/ Beneficial owner