

26th August, 2019

BSE Limited
PJ Towers, Dalal Street,
Mumbai 400 001

National Stock Exchange of India Limited
Exchange Plaza, Plot No. C/1, G Block
Bandra-Kurla Complex, Bnadra (East)
Mumbai – 400 051

Scrip code : 532707

Trading Symbol : DYNPRO

Dear Sir,

Sub : Notice of 29th Annual General Meeting & Book Closure

Please find enclosed Notice of 29th Annual General Meeting scheduled to be held on Thursday, 26th September, 2019. The Notice alongwith Annual Report 2018-19 has also been placed on our website www.dynemic.com

Please further take note that Register of Members & Share Transfer Books of the Company will remain closed from September 21, 2019 to September 26, 2019 (both days inclusive) for the purpose of payment of Final Dividend and Annual General Meeting of the Company.

The Final Dividend amount, if declared by the shareholders at Annual General Meeting is proposed to be paid / dispatched on or before October 25, 2019.

This is for your information and records.

Thanking you,

Yours faithfully,

For Dynemic Products Limited



Varsha Mehta
Company Secretary & Compliance Officer

Encl : as above

DYNEMIC PRODUCTS LTD.

Regd. Office: B-301, Satyamev Complex - 1, Opp. Gujarat High Court, S. G. Road, Sola, Ahmedabad - 380 060, Gujarat, INDIA. Tel.: +91-79-27663071 / 76, 65233073
Fax: +91-79-27662176 • Email: info@dynemic.com • Website: www.dynemic.com

Unit - I: 6401, 6402, 6415, 6416, 6400, 6400/1, GIDC Estate, Ankleshwar - 393 002.
Unit - II: 3709/6, 3710/1, 3710/3, GIDC Estate, Ankleshwar - 393 002.
CIN : L24100GJ1990PLC013886



DYNEMIC
COLOURING LIVES

29th ANNUL REPORT
2018 - 2019

DYNEMIC PRODUCTS LIMITED



Bhagwandas K. Patel
Managing Director



Dear Members,

"Sharing the happenings of our own Company among the clan had always been the pleasure of mine, today also I feel the same in doing so."

2017 had been the year of strong GROWTH till early 2018. The second half observed some turbulence as a result of the confluence of a few inevitable factors that affected the Global economy. Growth rate also slid from 3.6% in 2018 to 3.3% in 2019 but is expected to regain 3.6% in 2020. The Dyes and Pigments industry continues to surge through following the strong demand from the end users.

Despite the unavoidable upheavals, your company continued to perform at par with last financial year at Rs.167 Crores and the PAT yield was Rs.18 Crores. Hence the Board of Directors recommended a dividend of Rs.1.50 per equity share of Rs.10.00 for the fiscal year 2018 – 2019 aggregating to Rs.169.93 Lacs.

The Growth of any company always depends upon the growing number of Buyers. Our sole endeavor is to enhance the figure and hence we are opening up newer pockets expanding the Global Geographic Arena. In the current year we are emphasising in the Domestic circuit too which had not been in our much focus till now especially for Food Colors.

Quite naturally the increased Production Capacity too is required to meet the enhanced demand and hence the Dahej project is emerging and the Civil and Structural work is progressing in fast pace. Dahej Unit expects to be commercially viable by 2020 – 2021.

An Organisation's SUCCESS is spelled by its integral part...the people of it and their undivided dedication, undiluted concentration, and relentless efforts to take their Company to the height it deserves. I feel myself to be fortunate to have EACH individual in the company as part of me and EACH ONE of them is responsible to keep the Growth wheel of the company constantly moving.

About the growth in 2019 – 2020.....I assure, we will soar high based on the, forecast, " India is expected to be the Second largest market in terms of the demand for Organic Dyes & Pigments." Then our own track record endorses our growth trail.

I would like to assure all Members of DYNEMIC Family, we will jointly strive to capitalize on our resources and remain focused on our Operational Excellence and remain committed to ensure sustained growth and enhance Share Holders' and other Stake Holders' values in every possible way.

I remain Thankful to the Board of Directors for their relentless support and guidance for company's dynamic kinesis. I give sole credit of our SUCCESS to our Employees, Financial institutions, Vendors, Customers and Share holders.

Bhagwandas K. Patel
Managing Director

"Yesterday is not ours to recover, but tomorrow is ours to win or lose."

- Lyndon B. Johnson

CORPORATE INFORMATION

BOARD OF DIRECTORS

Bhagwandas K. Patel	- Managing Director
Rameshbhai B. Patel	- Whole Time Director
Dixit B. Patel	- Whole Time Director
Jagdishbhai S. Shah	- Independent Director
Ashishbhai R. Joshi	- Independent Director (Upto 24.06.2018)
Shankarlal B. Mundra	- Independent Director
Rashmi K. Otavani	- Independent Director

COMMITTEES OF DIRECTORS

Audit Committee

Jagdishbhai S. Shah
Bhagwandas K. Patel
Shankarlal B. Mundra
Ashish R. Joshi (Upto 24.06.18)

Nomination and Remuneration Committee

Shankarlal B. Mundra
Jagdishbhai S. Shah
Rashmi K. Otavani

Stakeholders Relationship Committee

Shankarlal B. Mundra
Bhagwandas K. Patel
Rashmi K. Otavani

Corporate Social Responsibility Committee

Bhagwandas K. Patel
Jagdishbhai S. Shah
Rashmi K. Otavani
Ashish R. Joshi (Upto 24.06.18)

Company Secretary

Varsha Mehta

Chief Financial Officer

Amisha Patel

Registered Office

B-301, Satyamev Complex-1,
Opposite Gujarat High Court,
S.G. Road, Sola, Ahmedabad - 380060.
Telephone No. : 079-27663071/76 Fax No. : 079-27662176
Email : cs@dynemic.com Website : www.dynemic.com

Plant Location

Unit-1 : 6401, 6402, 6415, 6416, 6400, 6400/1,
GIDC Estate, Ankleshwar - 393 002.

Unit-2 : 3709/6, 3710/1, 3710/3, GIDC Estate,
Ankleshwar - 393 002.

IMPORTANT COMMUNICATION TO MEMBERS

The Ministry of Corporate Affairs ("MCA"), Government of India, through its Circular No. 17/2011 dated 21st April, 2011 and Circular No. 18/2011 dated 29th April, 2011, has allowed companies to send Annual Report comprising of Balance Sheet, Statement of the Profit & Loss, Boards' Report, Auditors' Report and Explanatory Statement etc., through electronic mode to the registered e-mail address of the members. Keeping in view the underlying theme and the circulars issued by MCA, we propose to send future communications in electronic mode to the e-mail address provided by you to the depositories and made available by them being the registered address. By opting to receive communication through electronic mode you have the benefit of receiving communications promptly and avoiding loss in postal transit.

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TWENTYNINE ANNUAL GENERAL MEETING

DATE : September 26, 2019

DAY : Thursday

TIME : 4.00 P.M.

PLACE : Prasang Presidency

R.C.T.I College Road, Opp. Unique City Homes,
Ghatlodia, Ahmedabad - 380 061.

- NOTE :
- Shareholders are requested to bring their copy of the Annual Report with them to the Annual General Meeting.
 - No gifts or coupons would be given to the shareholders for attending the Annual General Meeting.
 - Members desirous of getting any information on any items of business of this Meeting are requested to address their queries to Ms. Varsha Mehta, Company Secretary at the Registered Office of the Company at least ten days prior to the date of the Meeting, so that the information required can be made readily available at the Meeting.

DYNEMIC PRODUCTS LTD.

Registered Office : B-301, Satyamev Complex-1, Opp. Gujarat High Court,
S.G. Road, Sola, Ahmedabad - 380 060. Website : www.dynemic.com
CIN - L24100GJ1990PLC013886

Notice

Notice is hereby given that the 29th Annual General Meeting of the Company will be held at Prasang Presidency, R.C.T.I. College Road, Opp. Unique City Homes, Ghatlodia, Ahmedabad - 380 061 on Thursday, 26th September, 2019, at 4.00 p.m. to transact the following business :

Ordinary Business :

1. To receive, consider and adopt the audited financial statement of the Company for the financial year ended March 31, 2019, the reports of the Board of Directors and Auditors thereon; and the audited consolidated financial statement of the Company for the financial year ended March 31, 2019.
2. To declare dividend of Rs. 1.50 per Equity Share i.e. 15% per Equity Share for the year ended 31st March, 2019.
3. To appoint a Director in place of Shri Dixitbhai B. Patel, (holding DIN No. 00045883), liable to retire by rotation in terms of Section 152(6) of the Companies Act, 2013 and, being eligible, offers himself for re-appointment and in this regard, pass the following resolution as an Ordinary Resolution:
"RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, Shri Dixitbhai B. Patel (DIN: 00045883), who retires by rotation at this meeting and being eligible has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation."

Special Business :

4. To Consider and if thought fit to pass the following resolution with or without modification as an Ordinary Resolution:-
 To ratify payment of remuneration to the Cost Auditors of the Company for FY 2019-20
"RESOLVED THAT pursuant to the provisions of Section 148 (3) and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder, the Remuneration payable to M/s Anuj Aggarwal & Co., Cost Accountants Ahmedabad ((having firm registration No. 102409), appointed by the Board of Directors as Cost Auditors to conduct the audit of the cost records of the Company for the financial year ending 31st March, 2020, amounting to Rs. 85,000 (Rupees Eighty Five Thousand only) (apart from reimbursement of out-of pocket expenses incurred for the purpose of Audit), be and is hereby ratified and confirmed."
RESOLVED FURTHER THAT Shri Bhagwandas K. Patel, Managing Director of the company be and is hereby authorized to file the necessary forms as and when required.
5. Increase in remuneration of Shri Bhagwandas K. Patel, Managing Director of the Company and approval in terms of Regulation 17(6)(e) of SEBI Amended Listing Regulations for the remaining tenure of his appointment:-
 To Consider and if thought fit to pass the following resolution with or without modification as an Special Resolution:-
"RESOLVED THAT pursuant to the provisions of Articles of Association of the Company read with Section 196 & 197, of the Companies Act, 2013 and all other applicable provisions, if any, of the Companies Act, 2013 .(including any statutory modification or re-enactment thereof for the time being in force) approval of shareholders of the company be and is hereby accorded subject to such other consents, approvals and permissions, if any needed, remuneration of Shri Bhagwandas K. Patel (DIN: 00045845), Managing Director of the company be and is hereby revised with effect from April, 2020 :-

Salary :

Gross Salary Rs. 325000/- (Rupees Three Lacs Twenty Five Thousand only) per month (in the scale of Rs. 300000/- to Rs. 1000000/-), Bonus, Encashment of leave and Gratuity as per company's rule.

"RESOLVED FURTHER THAT, pursuant to regulation 17(6)(e) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 consent of the Members be and is hereby accorded for payment of remuneration to Shri Bhagwandas K. Patel (DIN: 00045845), Managing Director at such terms and conditions as approved by Members in its Annual General Meeting held on September 25, 2015, notwithstanding that the annual aggregate remuneration payable to Shri Bhagwandas K. Patel, Managing Director, Shri Dixitbhai B. Patel, Whole Time Director and Shri Rameshbhai B. Patel, Whole Time Director, exceeds 5% of the net profit of the Company as calculated under section 198 of the Companies Act in any year during the remaining tenure of his appointment.

RESOLVED FURTHER THAT except for the revision in salary, all the existing terms and conditions including perquisites and commission as per ordinary resolution passed in Annual General Meeting held on September 25, 2015 shall remain unchanged.

RESOLVED FURTHER THAT the approval of shareholders shall be valid only till the expiry of the existing term of Shri Bhagwandas K. Patel, Managing Director.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all acts, deeds, matters and things as may be necessary, proper or desirable or expedient to give effect to the above resolution."

6. Increase in remuneration of Shri Rameshbhai B. Patel, Whole Time Director of the Company and approval in terms of Regulation 17(6)(e) of SEBI Amended Listing Regulations for the remaining tenure of his appointment:-
 To Consider and if thought fit to pass the following resolution with or without modification as an Special Resolution:-
"RESOLVED THAT pursuant to the provisions of Articles of Association of the Company read with Section 196 & 197, of the Companies Act, 2013 and all other applicable provisions, if any, of the Companies Act, 2013 .(including any statutory modification or re-enactment thereof for the time being in force) approval of shareholders of the company be and is hereby accorded subject to such other consents, approvals and permissions, if any needed, remuneration of Shri Rameshbhai B. Patel (DIN: 00037568), Whole Time Director of the company be and is hereby revised with effect from April, 2020 :-

Salary :

Gross Salary Rs. 300000/- (Rupees Three Lacs only) per month (in the scale of Rs. 300000/- to Rs. 1000000/-), Bonus, Encashment of leave and Gratuity as per company's rule.

"RESOLVED FURTHER THAT, pursuant to regulation 17(6)(e) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 consent of the Members be and is hereby accorded for payment of remuneration to Shri Rameshbhai B. Patel (DIN: 00037568), Whole Time Director at such terms and conditions as approved by Members in its Annual General Meeting held on September 25, 2015, notwithstanding that the annual aggregate remuneration payable to Shri Bhagwandas K. Patel, Managing Director, Shri Dixitbhai B. Patel, Whole Time Director and Shri Rameshbhai B. Patel, Whole Time Director, exceeds 5% of the net profit of the Company as calculated under section 198 of the Companies Act in any year during the remaining tenure of his appointment.

RESOLVED FURTHER THAT except for the revision in salary, all the existing terms and conditions as per ordinary resolution passed in Annual General Meeting held on September 25, 2015 shall remain unchanged.

RESOLVED FURTHER THAT the approval of shareholders shall be valid only till the expiry of the existing term of Shri Rameshbhai B. Patel, Whole Time Director.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all acts, deeds, matters and things as may be necessary, proper or desirable or expedient to give effect to the above resolution."

7. Increase in remuneration of Shri Dixitbhai B. Patel, Whole Time Director of the Company and approval in terms of Regulation 17(6)(e) of SEBI Amended Listing Regulations for the remaining tenure of his appointment:-

To Consider and if thought fit to pass the following resolution with or without modification as an Special Resolution:-

"RESOLVED THAT pursuant to the provisions of Articles of Association of the Company read with Section 196 & 197, of the Companies Act, 2013 and all other applicable provisions, if any, of the Companies Act, 2013 .(including any statutory modification or re-enactment thereof for the time being in force) approval of shareholders of the company be and is hereby accorded subject to such other consents, approvals and permissions, if any needed, remuneration of Shri Dixitbhai B. Patel (DIN : 00045883), Whole Time Director of the company be and is hereby revised with effect from April, 2020 :-

Salary :

Gross Salary Rs. 275000/- (Rupees Two Lacs Seventy Five Thousand only) per month (in the scale of Rs. 200000/- to Rs. 1000000/-), Bonus, Encashment of leave and Gratuity as per company's rule.

"RESOLVED FURTHER THAT, pursuant to regulation 17(6)(e) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 consent of the Members be and is hereby accorded for payment of remuneration to Shri Dixitbhai B. Patel (DIN: 00045883), Whole Time Director at such terms and conditions as approved by Members in its Annual General Meeting held on September 25, 2017, notwithstanding that the annual aggregate remuneration payable to Shri Bhagwandas K. Patel, Managing Director, Shri Dixitbhai B. Patel, Whole Time Director and Shri Rameshbhai B. Patel, Whole Time Director, exceeds 5% of the net profit of the Company as calculated under section 198 of the Companies Act in any year during the remaining tenure of his appointment.

RESOLVED FURTHER THAT except for the revision in salary, all the existing terms and conditions including perquisites and commission as per ordinary resolution passed in Annual General Meeting held on September 25, 2017 shall remain unchanged.

RESOLVED FURTHER THAT the approval of shareholders shall be valid only till the expiry of the existing term of Shri Rameshbhai B. Patel, Whole Time Director.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all acts, deeds, matters and things as may be necessary, proper or desirable or expedient to give effect to the above resolution."

8. To consider and if thought fit, to pass with or without modification(s), the following resolution as an Special Resolution:

"RESOLVED THAT in supersession of the earlier resolution passed at the Annual General Meeting of the members of the Company held on 11th September, 2014, pursuant to Section 180(1)(c) of the Companies Act, 2013 and other applicable provisions, if any, of the Companies Act, 2013, consent of the Company be and is hereby accorded to the Board of Directors of the Company to borrow from time to time, for the purpose of the Company's business, such sum or sums of money, as they in their absolute discretion think fit, notwithstanding that the monies so borrowed together with the monies already borrowed by the Company and remaining outstanding at any point of time will exceed the aggregate of the paid-up share capital of the Company and its free reserves, that is to say, reserves not set apart for any specific purpose; Provided that the total amount up to which monies may be borrowed by the Board of Directors and which shall remain outstanding at any given point of time shall not exceed the sum of Rs. 200,00,00,000/- (Rupees Two Hundred Crores only)."

9. To consider and if thought fit, to pass with or without modification(s) the following resolution as a Special Resolution:

"RESOLVED THAT in supersession of the resolution passed by the Shareholders of the Company at the Annual General Meeting of the Company held on 11th September, 2014, pursuant to Section 180 (1) (a) of the Companies Act, 2013 and other applicable provisions, if any, of the Companies Act, 2013, consent of the Company be and is hereby accorded to the Board of Directors of the Company for mortgaging and/or charging in such form and manner and on such terms and at such time(s) as the Board of Directors may deem fit, the movable and / or immovable assets and properties of the Company, wherever situate, present and future, whether presently belonging to the Company or not, in favour of any person including, but not limited to, financial / investment institution(s), bank(s), insurance company(ies), mutual fund(s), corporate body(ies), trustee(s) to secure the loans, borrowings, debentures, hire purchase and / or working capital facilities and other credit facilities up to a sum not exceeding Rs. 200,00,00,000/- (Rupees Two Hundred Crores only).

RESOLVED FURTHER THAT the Board of Directors or such Committee or person/(s) as may be authorized by the Board be and is hereby authorized to finalise the form, extent and manner of, and the documents and deeds, as may be applicable, for creating the appropriate mortgages and/or charges on such of the immovable and / or movable properties of the Company on such terms and conditions and at such time(s) / tranche(s) as may be decided by the Board of Directors in consultation with the lenders and for reserving the aforesaid right and for performing all such acts and things as may be necessary for giving effect to this resolution."

By Order of the Board

Ahmedabad
25th May, 2019

Varsha R. Mehta
Company Secretary
Membership No. A24312

Notes

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF / HERSELF, SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. Proxies, in order to be effective, must be received at the Company's Registered Office not later than 48 hours before the commencement of the meeting.
3. **Members desirous of getting any information on any items of business of this Meeting are requested to address their queries to Ms. Varsha Mehta, Company Secretary at the Registered Office of the Company at least ten days prior to the date of the Meeting, so that the information required can be made readily available at the Meeting.**
4. All documents referred to in the notice and annexures thereto along with other mandatory registers / documents are open for inspection at the registered office of the Company on all working days (except Saturdays and Sundays) between 11.00 a.m. to 1.00 p.m. prior to the date of Annual General Meeting.
5. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 which sets out details relating to Special Business at the meeting, is annexed hereto.

6. The instructions for members for voting electronically are as under:-

The instructions for shareholders voting electronically are as under:

- (A) The voting period begins on Monday, September, 23, 2019 (9.00 am) and ends on Wednesday, September, 25, 2019 (5.00 pm). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of Friday, September 20, 2019 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
 - (i) The shareholders should log on to the e-voting website www.evotingindia.com.
 - (ii) Click on Shareholders.
 - (iii) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
 - (iv) Next enter the Image Verification as displayed and Click on Login.
 - (v) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
 - (vi) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Attendance Slip indicated in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).

- (vii) After entering these details appropriately, click on "SUBMIT" tab.
- (viii) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (ix) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (x) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- (xi) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

- (xiii) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xiv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xvi) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvii) Shareholders can also use Mobile app - "m - Voting" for e voting. Shareholders may log in to m - Voting using their e voting credentials to vote for the company resolution(s).
- (xviii) Note for Non - Individual Shareholders and Custodians
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details, user would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xix) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

In case of members receiving the physical copy:

- (B) Please follow all steps from sl. no. (i) to sl. no. (xix) above to cast vote.
 - (C) The voting period begins on Monday, September, 23, 2019 (9.00 am) and ends on Wednesday, September, 25, 2019 (5.00 pm). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of Friday, September 20, 2019 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
 - (D) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com.
 - (xx) The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of Friday, September 20, 2019.
7. Shri Rajesh Shah, Chartered Accountant of M/s Shah Rajesh & Associates, (Membership No. 036232, FRN 109767W), C-113-B, Ganesh Meridian, Opposite Kargil Petrol Pump, Near Gujarat High Court, S.G. Road, Sola, Ahmedabad - 380060 has been appointed as the Scrutinizer to scrutinize the e-voting process and voting through ballot papers at the AGM, in a fair and transparent manner.
 8. The Register of Members and Share Transfer Books will remain closed from 21st September, 2019 to 26th September, 2019 (both days inclusive), for the purpose of AGM and payment of Dividend, if declared.
 9. The Dividend, as recommended by the Board of Directors, if declared at the 29th Annual General Meeting, will be paid within the prescribed statutory period to those Members who hold Shares in physical form and whose name appears on the Company's Register of Members as holders of Equity Shares on 20th September, 2019.
- In respect of Shares held in electronic form, to the Beneficial Owners of the Shares as at the close of business hours on 20th September, 2019, as per details to be furnished by National Securities Depository Limited and Central Depository Services (India) Limited.

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 AND UNDER SECRETARIAL STANDARD ON GENERAL MEETINGS FOR ITEM 4 TO 9

ITEM No. 4

The Board of Directors on the recommendation of the Audit Committee, appointed M/s. Anuj Aggarwal & Co., Cost Accountants, Ahmedabad as the Cost Auditors to carry out the audit of cost records of the Company for the financial year 2019-20 and fixed the remuneration of Rs. 85,000 plus GST and out of pocket expenses. As per the provisions of Section 148 of the Companies Act, 2013 read with the Companies [Audit and Auditors] Rules, 2014, the remuneration fixed by the Board of Directors shall be ratified by the members by passing a resolution. Accordingly, consent of the members is being sought for passing an Ordinary Resolution for ratification of remuneration payable to the Cost Auditors to carry out the audit of cost records of the Company for the financial year 2019-20. None of the Directors and Key Managerial Personnel of the Company and their relatives, are in any way concerned or interested in the said Resolution. The Board recommends passing of the said resolution as an Ordinary Resolution for the approval of members of the Company.

ITEM No. 5, 6 and 7

The Managing Director and Whole-time Director(s) have provided dedicated and meritorious services and significant

contribution to the overall growth of the Company. Therefore the Board is of the view that the existing upper limit remuneration in respect of Shri Bhagwandas K. Patel, Managing Director of the Company may not be sufficient enough to pay the increased remuneration over a period of balance 1 (One) year of his term, therefore the approval of the members of the Company is sought for revision in the maximum limit of remuneration as provided in the resolution no. 5 as minimum remuneration with effect from 1st April, 2020 for the remaining period of his appointment upto 31st August, 2020, subject to the same not exceeding the limits specified under Schedule V to the Companies Act, 2013 or any statutory modification(s) or reenactment thereof. Similarly, the existing upper limit remuneration in respect of Shri Rameshbhai B. Patel and Shri Dixitbhai B. Patel, Whole-time Directors of the Company which may not be sufficient enough to pay the increased remuneration over a period of balance 1 (One) and 2 (Two) years of their term respectively, therefore the approval of the members of the Company is sought for revision in the maximum limit of remuneration as provided in resolution no. 6 and 7, respectively as minimum remuneration with effect from 1st April, 2020 for the remaining period of appointment upto 31st August, 2020 and 31st December, 2022 respectively, subject to the same not exceeding the limits specified under Schedule V to the Companies Act, 2013 or any statutory modification(s) or reenactment thereof.

In terms of Regulation 17 (6)(e) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 issued on May 9, 2018 ("Amended Listing Regulations"), the remuneration payable to Executive Directors who are promoters or member of promoter group, shall be subject to the approval of the shareholders by Special Resolution in General Meeting, if, the aggregate annual remuneration payable to such directors exceeds 5% of the net profits of the Company, as calculated under section 198 of the Act, where there is more than one such director. The approval given by the shareholders shall be valid only till the expiry of the term of such Director.

In order to comply with the requirement of Amended Listing Regulations and on recommendation of Board of Directors, approval of Members by way of Special Resolution is sought for paying them remuneration even if the annual aggregate remuneration payable to Shri Bhagwandas K. Patel, Managing Director, Shri Dixitbhai B. Patel, Whole Time Director and Shri Rameshbhai B. Patel, Whole Time Director, exceeds 5% of the net profit of the Company as calculated under section 198 of the Companies Act in any year during the remaining tenure of there respective appointment.

The Board of Directors recommended the resolution at Item No. 5, 6 and 7 of the Notice for approval of Members by Special Resolution.

Shri Bhagwandas K. Patel, Managing Director and Shri Dixitbhai B. Patel, Whole time Director related to each other may be considered as concerned and interested as the resolution pertains to themselves and also related to each other. None of the other Directors, Key Managerial Personnel and relatives thereof are in any way, concerned or interested in the resolution at Item no. 5, 6 and 7.

ITEM No. 8

In terms of the resolution passed by the Shareholders at the Annual General Meeting held on 11th September, 2014 pursuant to Section 180(1)(c) of the Companies Act, 2013, the Board of Directors of the Company is authorised to borrow upto a sum of Rs. 150 Crores over and above the paid-up share capital and free reserves of the Company (apart from the temporary loans obtained from the Company's bankers in the ordinary course of business). The Business Expansion proposal which is being carried out by the Company requires additional funds. Hence, the mobilization of the funds has been substantially increased. Therefore, it is considered desirable to increase the Board's borrowing powers from the existing limit of Rs. 150 Crores to Rs. 200 Crores over and above the paid-up share capital and free reserves of the Company. Accordingly, the consent of the Shareholders at the General Meeting is sought under Section 180 (1) (c) of the Companies Act, 2013.

The Board of Directors recommended the resolution at Item No. 8 of the Notice for approval of Members by Special Resolution.

None of the Directors or Key Managerial Personnel of the Company is concerned or interested in the said resolution.

ITEM No. 9

In terms of the resolution passed by the Shareholders at the Extra Ordinary General Meeting held on 11th September, 2014, pursuant to Section 180 (1) (a) of the Companies Act, 2013, consent of the Members was secured for authorizing the Board of Directors to create mortgage and / or charge on the immovable and movable properties of the Company upto Rs. 150 crores.

The Company would be borrowing monies by way of debentures, bonds, loans, hire purchase finance either in rupee or in foreign currency from Financial Institutions / Banks / Insurance Companies and other Corporate Bodies apart from working capital facilities from banks in ordinary course of business. This in turn would necessitate further creation of securities by suitable mortgages and / or charges on all or some of the immovable and movable properties of the Company, both present and future, in favour of the lenders / trustees upto an extent of Rs. 200 Crores. To create mortgage and / or charge upto the said limit, approval of the Members is required to be obtained pursuant to Section 180 (1) (a) of the Companies Act, 2013 authorizing the Board of Directors of the Company in this regard. Hence the resolution is placed before the Members for their approval.

The Board of Directors recommended the resolution at Item No. 9 of the Notice for approval of Members by Special Resolution.

None of the Directors or Key Managerial Personnel of the Company is concerned or interested in the said resolution.

Relevant details as stipulated under Regulation 36(3) of SEBI (LODR), 2015 and Secretarial Standard on General Meetings ("SS-2") issued by Institute of Company Secretaries of India, in respect of Directors seeking Appointment / Re-appointment are as under:

Annexure to Notice

Details of Directors seeking Appointment / Re-appointment

Particulars	Shri Dixit B. Patel
Age	39 years
Qualifications	Bachelor of Science and had done Diploma in Export Management
Experience (Brief Resume)	Shri Dixit B. Patel aged 39 years is Bachelor of Science and had done Diploma in Export Management. He is young and enthusiastic Director, mainly looking after exports which contributes nearly about 60-70% of Company's turnover. Shri Dixit Patel has more than 16 years experience in the export field. Shri Dixit B. Patel also looks after production and new growth areas. He was appointed as Whole Time Director of the Company for a period of 5 years with effect from 01.01.2018 which was approved by the shareholders in the 27th Annual General Meeting held on 25.09.2017.
Terms and Conditions of Appointment / Re-appointment	As per the resolution at item no. 6 of the Notice convening Annual General Meeting on September 25, 2017 read with explanatory statement thereto.
Remuneration last drawn (including sitting fee, if any)	Rs. 33.27 Lakhs
Remuneration proposed to be paid	As per existing approved terms and conditions.
Date of First appointment on the Board	01.01.2008
Shareholding in the Company as on March 31, 2019	160025 equity shares of Rs. 10/- each
Relationship with other Directors / KMP	Related to Shri Bhagwandas K. Patel, Managing Director
Number of meetings of the Board attended during the year	7
Directorships of other Boards as on March 31, 2019	- Dynamic Overseas (India) Pvt. Ltd. - Subsidiary Company - Dynemic Holdings Pvt. Ltd. - Associate Company
Membership / Chairmanship of Committees of other Boards as on March 31, 2019	Nil

By Order of the Board

Varsha R. Mehta
Company Secretary
Membership No. A24312

Ahmedabad
25th May, 2019

Boards' Report

Dear Shareholders,

Your Directors have pleasure in presenting the 29th Annual Report together with the audited Statement of Accounts of the Company for the year ended March 31, 2019.

FINANCIAL RESULTS

(Rs. in Lakhs)

Particulars	Standalone		Consolidated	
	Year ended 31st March'19	Year ended 31st March'18	Year ended 31st March'19	Year ended 31st March'18
Revenue from Operations	16082	16173	16088	16188
Other Operating Income	579	526	579	528
Total Income from Operations (net)	16661	16699	16667	16716
Other Income	20	25	25	30
Total Income	16681	16724	16692	16746
Profit before Interest, Depreciation & Amortization and Tax Expenses	2992	3141	2995	3148
Finance Cost	117	119	117	119
Depreciation & Amortization	335	332	335	332
Profit Before Tax	2540	2690	2543	2697
Provision for Current Tax	778	937	779	938
Provision for Deferred Tax	(34)	3	(34)	3
Total Tax	744	940	745	941
Profit after Tax	1796	1750	1798	1756
Other Comprehensive Income	(19)	(8)	(19)	(8)
Total Comprehensive Income / (Expenses)	1777	1742	1779	1748

DIVIDEND

Your Directors are pleased to recommend dividend of 15% i.e. Rs. 1.50 each on 11328449 equity shares of Rs. 10/- each, for your final approval. The total outflow on dividend will be Rs. 1,69,92,674 and tax on dividend Rs. 34,59,297.

During the year, unclaimed dividend amount of Rs. 1,58,666.00 pertaining to financial year 2010-11 were transferred to Investor Education & Protection Fund (IEPF) established by the Central Government, while Unclaimed Dividend relating to Financial Year 2011-12 will be transferred in November 2019.

COMPANY'S OPERATIONS

Information on operational and financial performance, etc. of the Company for the financial year is given in the Management Discussion and Analysis which is set out as Annexure F to the Boards' Report.

ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE

The information to be disclosed under Section 134 (3) (m) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014, are set out in Annexure A to this Report.

CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

As part of its initiatives under "Corporate Social Responsibility" (CSR), the company has contributed funds for All India Social Education Charitable Trust. The contributions in this regard has been made to the registered trust which is undertaking these scheme.

The Annual Report on CSR activities is annexed herewith as : Annexure B.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

The company has not given any loans or guarantees covered under the provisions of section 186 of the Companies Act, 2013. The details of the investments made by company is given in the notes to the financial statements.

DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Pursuant to requirement of the Companies Act, 2013, Shri Dixitbhai B. Patel shall retire at the forthcoming Annual General Meeting and being eligible offers himself for re-appointment. The details of Directors seeking appointment/re-appointment at the ensuing Annual General Meeting has been provided in the Notice of the Annual General Meeting, forming part

of the Annual Report.

The Independent Directors hold office for a fixed term of five years and are not liable to retire by rotation. In accordance with Section 149(7) of the Act, each independent director has given a written declaration to the Company confirming that he/she meets the criteria of independence as mentioned under Section 149(6) of the Act and SEBI Regulations.

Nomination and Remuneration Policy

Company's Policy on Directors, KMP and other employees as per Section 134(3) of Companies Act, 2013 is given in Corporate Governance Section forming part of Annual Report.

Meetings

The Board of Directors duly met 7 (Seven) times respectively on 26.05.2018, 28.07.2018, 21.09.2018, 06.10.2018, 05.11.2018, 09.02.2019 and 06.03.2019 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed.

INSURANCE

All movable and immovable properties as owned by the Company continued to be adequately insured against risks.

DISCLOSURE UNDER THE SEXUAL HARRASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013.

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013 and also has constituted Internal Complaints Committee (ICC). All employees (permanent, contractual, temporary, trainees) are covered under this policy.

The following is a summary of sexual harassment complaints received and disposed off during the year.

- No. of complaints filed during the financial year - NIL
- No. of complaints disposed off during the financial year - Not Applicable
- Number of complaints pending as on end of the financial year - NIL

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 134 (5) of the Companies Act, 2013 it is hereby confirmed that :

- in the preparation of the annual accounts for the financial year ended 31st March 2019, the applicable accounting standards had been followed and that there are no material departures;
- the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were 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 / loss of the Company for the year under review;
- the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- the Directors have prepared the accounts for the financial year ended 31st March, 2019 on a going concern basis;
- the Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively;
- the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

RELATED PARTY TRANSACTIONS

All related party transactions that were entered into during the financial year were on arm's length basis and were in the ordinary course of the business. There are no materially significant related party transactions made by the company with Promoters, Key Managerial Personnel or other designated persons which may have potential conflict with interest of the company at large. The Company had also taken members' approval at its Annual General Meeting held on 11th September, 2014 for entering into the transactions with Related Parties. The policy on Related Party Transactions as approved by the Board is uploaded on the Company's website - www.dynemic.com/shareholder-information.php

Accordingly, the disclosure of Related Party Transactions as required under Section 134(3)(h) of the Companies Act, 2013 in Form AOC-2 is not applicable.

Disclosure of transactions with promoter / promoter group holding 10% or more shareholding.

(in Lacs)

Name of Promoter	Transaction Type	Amount
Shri Bhagwandas K. Patel	Remuneration	94.55
Number of shares - 1207182 (10.66%)	Dividend	18.11

Transactions with related parties are disclosed in Note No. 38 to the Annual Financial Statements.

Material Changes:

There have been no material changes and commitments affecting the financial position of the Company since the close of financial year i.e. since 31st March, 2019. Further, it is hereby confirmed that there has been no change in the nature of business of the Company.

AUDITORS :-**(A) STATUTORY AUDITORS:-**

M/s Asim Ravindra & Associates, Chartered Accountants were appointed as Statutory Auditors of your Company at the Annual General Meeting held on 25th September, 2017 for a term of five consecutive years. As per the Companies Amendment Bill now ratification by members at AGM for Auditors is omitted.

The Report given by the Auditors on the financial statements of the Company is part of the Annual Report. There has been no qualification, reservation, adverse remark or disclaimer given by the Auditors in their Report.

(B) SECRETARIAL AUDITOR:-

Pursuant to provisions of section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the company has appointed M/s. Ashok Pathak & Associates, Company Secretary in practice to undertake the Secretarial Audit of the Company. The Secretarial Audit report is annexed herewith as "Annexure C" for the financial year ended on 31st March, 2019. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

(C) COST AUDITOR:-

Pursuant to Section 148 of the Companies Act, 2013 read with The Companies (Cost Records and Audit) Amendment Rules, 2014, the Cost Audit records maintained by the Company are required to be audited by a qualified Cost Accountant.

Your Directors have on the recommendation of the Audit Committee, appointed M/s Anuj Aggarwal & Co., Cost Accountants (Firm Registration number 102409) to audit the cost accounts of the Company for the Financial Year 2019-2020. As required under the Act, the remuneration payable to the Cost Auditor is required to be placed before the Members in a General Meeting for their ratification.

A Resolution seeking ratification of remuneration payable to M/s Anuj Aggarwal & Co, Cost Accountants is included in the Notice convening the Annual General Meeting.

EXTRACT OF ANNUAL RETURN:

As required by Section 92(3) of the Companies Act, 2013 and the Rules framed there under, the extract of the Annual Return in Form MGT 9 is annexed herewith as "Annexure D"

RISK MANAGEMENT POLICY:

Pursuant to section 134 (3) (n) of the Companies Act, 2013, the company has framed Risk Management Policy. The details of the policy are as updated on website of the company. At present the company has not identified any element of risk which may threaten the existence of the company.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT :

As per Clause 34(2) (e) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Management Discussion and Analysis Report, is appended to this report.

CORPORATE GOVERNANCE:

A separate section on Corporate Governance practices followed by the Company, together with a certificate from the Company's Auditors confirming compliance forms an integral part of this Report, as per SEBI Regulations.

PARTICULARS OF EMPLOYEES

There was no employee drawing salary in excess of limits described under Section 134 of the Companies Act, 2013 read with Companies (Appointment & Remuneration of Managerial Personnel) Rules 2014.

FIXED DEPOSITS

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

CONSOLIDATED FINANCIAL STATEMENT

The Consolidated Financial Statements of the Company for the Financial Year 2018-19 are prepared in compliance with the applicable provisions of the Act, Accounting Standards and Regulations as prescribed by Securities and Exchange Board of India (SEBI) under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to the provisions of Section 136 of the Companies Act, 2013, the Financial Statements of the Company, the Consolidated Financial Statements along with all relevant documents and the Auditor's Report thereon form part of this Annual Report. The Financial Statements as stated above are also available on the website www.dynemic.com of the Company.

SUBSIDIARY AND ASSOCIATE COMPANY

A report on the performance and financial position of subsidiary and associate company as per Companies Act, 2013 is

provided in Annexure - E.

INTERNAL FINANCIAL CONTROL SYSTEM AND THEIR ADEQUACY:

The details in respect of internal financial control and their adequacy are included in the Management and Discussion & Analysis, which forms part of this report.

Vigil Mechanism and Whistle Blower Policy

The Company has a WHISTLE BLOWER POLICY to deal with instance of unethical behaviour, actual or suspected fraud or violation of the Company's code of conduct, if any. The details of the WHISTLE BLOWER POLICY are posted on the website of the Company. During the year under review, no employee was denied access to the Audit Committee. <http://www.dynemic.com/shareholder-information.php>

GENERAL

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

The Company has complied with Secretarial Standards issued by the Institute of Company Secretaries of India on Meetings of the Board of Directors and General Meetings.

ACKNOWLEDGEMENT

The Board wishes to express appreciation and place on record its gratitude for the faith reposed in and co-operation extended to the Company by all customers, vendors, investors, bankers, insurance companies, consultants and advisors of the Company. Your Directors place on record their appreciation of the dedicated and sincere services rendered by the employees of the company.

For and on Behalf of the Board of Directors

Ahmedabad
25th May, 2019

Bhagwandas K. Patel
Managing Director

Dixitbhai B. Patel
Director

**DETAILS PERTAINING TO EMPLOYEES AS
REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT 2013**

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

- (i) The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary during the financial year 2018-19, ratio of the remuneration of each Director to the median remuneration of the employees of the company for the financial year 2018-19 and the comparison of remuneration of each Key Managerial Personnel (KMP) against the performance of the Company are as under :

Sr.No.	Name of Director/KMP and Designation	Remuneration of Director/KMP for FY 2018-19 *(Rs. in Lakhs)	% increase in Remuneration in the FY 2018-19	Ratio of remuneration of each Director / to median remuneration of employees
1	Bhagwandas K. Patel Managing Director	38.51	47%	20.08
2	Rameshbhai B. Patel Whole Time Director	35.32	44%	18.42
3	Dixitbhai B. Patel Whole Time Director	31.93	84%	16.64
4	Varsha R. Mehta Company Secretary and Compliance Officer	7.62	10%	3.97
5	Amisha R. Patel Chief Financial Officer	6.46	11%	3.37

* Excluding Commission and Leave Pay

- i) The median remuneration of employees of the Company during the financial year was 1.92 lakhs
- ii) In the financial year, there was 10% increase in the median remuneration of employees;
- iii) There were 190 permanent employees on the rolls of Company as on March 31, 2019;
- iv) Average percentile increase made in the salaries of employees other than the managerial personnel in the last financial year i.e. 2018-19 was 12%.
- v) The key parameters for the variable component of remuneration availed by the directors are considered by the Board of Directors based on the recommendations of the Nomination and Remuneration Committee as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.
- vi) The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year - Not Applicable; and
- vii) It is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.
- viii) The disclosure require as per Rule 5(2) Section 197 is not applicable as there were no employees drawing remuneration exceeding the limit.

ANNEXURE A - TO THE BOARDS' REPORT

Particulars of Energy Conservation, Technology Absorption and Foreign Exchange Earnings and Outgo as required under Section 134 (3) (m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014

A. CONSERVATION OF ENERGY :

(i) Steps taken for conservation of energy

The Company has adopted several energy conservation measures besides what had been carried out earlier. Periodical testing is being taken for each unit of power supply to verify that the energy consumed is minimized.

(ii) Steps taken by the Company for utilizing alternate sources of energy - N.A.

(iii) The Capital investment on energy conservation equipments - Nil

B. TECHNOLOGY ABSORPTION :

(i) Efforts towards technology absorption - Continuous endeavor to improve Product Quality & Process Yield.

(ii) The benefits derived like product improvement, cost reduction, product development or import Substitution - The Company is able to market its value added products in Domestic as well as International Market

(iii) Information regarding imported technology (Imported during last three years) - Nil

(iv) Expenditure incurred on Research and Development - Nil

C. FOREIGN EXCHANGE EARNING AND OUTGO :

(Rs. in Lakhs)

	Current Year Rs.	Previous Year Rs.
Foreign Exchange earned	9770	7463
Foreign Exchange used	1991	2206

Ahmedabad
25th May, 2019

For and on Behalf of the Board of Directors

Bhagwandas K. Patel
Managing Director

Dixitbhai B. Patel
Director

Annexure B to Board Report

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

1. A brief outline of the company's CSR policy, including overview of projects or programmes proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programmes.

CSR policy is stated herein below :

CSR Policy

(Approved by the Board of Directors on 08.11.2014)

Our aim is to be one of the most respected companies in India delivering superior and everlasting value to all our customers, associates, shareholders, employees and Society at large.

The CSR initiatives focus on holistic development of host communities and create social, environmental and economic value to the society. To pursue these objectives we will continue to spend the required amount as provided in Schedule VII of the Companies Act, 2013

Web Link : www.dynemic.com/shareholder-information.php

2. Composition of CSR committee

Name of The Member

Shri Bhagwandas K. Patel

Shri Jagdish Shah

Mrs. Rashmi K. Otavani

Designation

Chairman

Member

Member

3. Average net profit of the company for last three financial years:

Average net profit : Rs. 19.58 Crores

4. Prescribed CSR Expenditure (Two percent of the amount as in item 3 above)

The company is required to spend Rs. 39.16 Lakhs

5. Details of CSR spend for the financial year :

a) Total amount spent for the financial year : Rs. 40,00,000/-

b) Amount unspent if any : Nil

c) Manner in which the amount spent during the financial year is detailed below:

Sr.No.	Projects / Activities	Sector	Locations	Amount spent on the project (Rs. Lakhs)	Amount spent: Direct or through implementing agency* (Rs. Lakhs)
1.	All India Social Education Charitable Trust	Education	All over India	40.00	40.00

* Details of implementing agency : All India Social Education Charitable Trust.

The implementation and monitoring of CSR policy is in compliance with CSR objectives and Policy of the Company.

B.K. Patel

(Chairman of CSR Committee)

J.S. Shah

(Member of CSR Committee)

R.K. Otavani

(Member of CSR Committee)

Annexure C to Board Report
FORM NO. MR.3
SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2019
[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Dynemic Products Limited
B-301, Satyamev Complex-1
Gandhinagar-Sarkhej Highway Road Court,
Sola. Ahmedabad.380 060

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Dynemic Products Limited** (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

We report that,

- a. Maintenance of Secretarial records is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- b. We have followed the audit practices and processes as were appropriate to obtain responsible assurance about the correctness of the contents of secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we follow provide a reasonable basis for our opinion.
- c. We have not verified the correctness and appropriateness of financial records and books of accounts of the company.
- d. Wherever required, we have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
- e. The compliance of the provision of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to verification of procedures on test basis.
- f. The secretarial audit report is neither an assurance as to the future viability of the company nor the efficacy or effectiveness with which the management has conducted the affairs of the company.

Based on our verification of the Dynemic Products Limited'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, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2019 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter :

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2019 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;
- (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;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 and Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, where applicable;
 - (d) *The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
 - (e) *The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993;
- (g) *The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- (h) *The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 and Securities and Exchange Board of India (Buyback of Securities) Regulations, 2010;
- (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;

* No event took place under these regulations during the audit period.

(vi) The following are other laws specifically applicable to the company :

- (a) Food Safety and Standards Act, 2006;
- (b) Indian Boiler Act, 1923

We have also examined compliance with the applicable clauses of the Secretarial Standard on Meetings of the Board of Directors (SS-1) and on General Meetings (SS-2) issued by The Institute of Company Secretaries of India which the company has generally complied with.

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

We further report that

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

Adequate notices were given to all directors of the Board Meetings. Agenda and detailed notes on agenda are sent in advance of the meetings and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting for meaningful participation at the meeting.

Board decisions are carried out with unanimous consent and therefore, no dissenting views were required to be captured and recorded as part of the minutes.

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

We further report that during the audit period the company has no specific events / actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc. referred to above.

Place : Ahmedabad

Date : 25/05/2019

For, Ashok P. Pathak & Co.
Company Secretaries
UCN : S1997GJ020700

Ashok P. Pathak
C P No.: 2662

Annexure D to Board Report

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31st March, 2019

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

I. REGISTRATION AND OTHER DETAILS :

- i) CIN : L24100GJ1990PLC013886
- ii) Registration Date : 14/06/1990
- iii) Name of the Company : DYNEMIC PRODUCTS LIMITED
- iv) Category / Sub-Category of the Company : Company Limited by Shares
- v) Address of the Registered office and contact details : B-301, SATYAMEV COMPLEX-1, OPPOSITE GUJARAT HIGH COURT, S.G. ROAD, SOLA, AHMEDABAD – 380 060.
- vi) Whether listed company : YES
- vii) Name, Address and Contact details of Registrar and Transfer Agent : **Bigshare Services Pvt. Ltd.**
1st Floor, Bharat Tin Works Building,
Opp. Vasant Oasis, Makwana Road, Marol,
Andheri(E), Mumbai - 400 059.
Tel : 91-022-62638200
Fax : 91-22-62638299

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 :-

Sr. No.	Name and Description of main products / services	NIC Code 2004 of the Product / Service	% to total turnover of the Company
1	Food Colour	24113	81.40%
2	Dye Intermediates	24117 & 24119	18.60%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Sr. No.	Name and Address of the Company	CIN/GLN	Holding / Subsidiary / Associate	% of shares held	Applicable Section
1.	Dynamic Overseas (India) Pvt Ltd B-302, Satyamev Complex-1, Opp: Gujarat High Court, S.G. Highway, Ahmedabad.	U51909GJ1999PTC037037	Subsidiary	98.09%	Section 2(87)
2.	Dynemic Holdings Private Limited B-309, Satyamev Complex-1, Opp: Gujarat High Court, S.G. Highway, Ahmedabad.	U65993GJ2007PTC052280	Associate	49.22%	Section 2(6)

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

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (As on 01-04-2018)				No. of Shares held at the end of the year (As on 31-03-2019)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
a) Individuals/ HUF	4385762	Nil	4385762	38.71	4435034	Nil	4435034	39.15	0.44
b) Central Govt.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	0
c) State Govt (s)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	0
d) Bodies Corporate	152220	Nil	152220	1.34	156320	Nil	156320	1.38	0.04
e) Banks / FI	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	0
f) Any Other...	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	0
Sub Total(A)(1)	4537982	Nil	4537982	40.06	4591354	Nil	4591354	40.53	0.48
(2) Foreign									
a) NRI – Individual	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Other – Individual	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Bodies Corp.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
d) Banks / FI	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
e) Any Other...	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Sub Total(A)(2)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Total shareholding of Promoter (A)=(A)(1)+(A)(2)	4537982	Nil	4537982	40.06	4591354	Nil	4591354	40.53	0.48
B. Public Shareholding									
a) Mutual Fund/Banks/FI	4156	Nil	4156	0.04	0	Nil	0	0	-0.04
b) Central Govt.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) State Govt.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
d) Venture Capital Fund	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
e) Insurance Cos.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
f) FIIs/Banks	Nil	Nil	Nil	Nil	5500	Nil	5500	0.05	0.05
g) Foreign Venture Capital Investors	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
h) Others(specify) Foreign Portfolio Investors	Nil	Nil	Nil	Nil	74500	Nil	74500	0.66	0.66
Sub Total (B)(1)	Nil	Nil	Nil	Nil	80000	Nil	80000	0.71	0.67
B2 Non-Institutions									
a) Bodies Corporate	653171	Nil	653171	5.76	426418	Nil	426418	3.76	-2.00
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 2 lakhs	3761868	121611	3883479	34.28	3957489	111311	4068800	35.92	1.64
ii) Individual shareholders holding nominal share capital in excess of Rs. 2 lakhs	1785974	50000	1835974	16.21	1569295	50000	1619295	14.29	-1.92
c) Trusts	Nil	Nil	Nil	Nil	3285	Nil	3285	0.03	0.03
c-i) Clearing Member	134603	Nil	134603	1.19	258362	Nil	258362	2.28	1.09
c-ii) NRI (Repat)	13300	Nil	13300	0.12	210928	Nil	210928	1.86	1.74
c-iii) NRI	191656	Nil	191656	1.69	0	Nil	0	0	-1.69

c-iv)NRI (Non-Repat)	59108	Nil	59108	0.52	54987	Nil	54987	0.48	-0.04
Any Other (IEPF)	15020	Nil	15020	0.13	15020	Nil	15020	0.13	0
Sub-Total (B)(2)	6599680	171611	6771291	59.77	6495784	161311	6657095	58.76	-1.15
(B) Total Public Shareholding (B)= (B)(1)+(B)(2)	6618856	171611	6790467	59.94	6575784	161311	6737095	59.47	-0.48
TOTAL (A)+(B)	11156838	171611	11328449	100	11167138	161311	11328449	100	0
(C) Shares held by Custodians and against which Depository Receipts have been issued									
1) Promoter and Promoter Group	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
2) Public	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Sub-Total (C)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
GRAND TOTAL (A)+(B)+(C)	11156838	171611	11328449	100	11167138	161311	11328449	100	0

(ii) Shareholding of Promoters

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged/encumbered to total shares	
1.	BHAGWANDAS KALIDAS PATEL	1207182	10.66	Nil	1207182	10.66	Nil	Nil
2.	DASHRATHBHAI PRAHLADDAS PATEL – HUF	550347	4.86	Nil	492966	4.35	Nil	-0.51
3.	RAMESHKUMAR BHAGWANDAS PATEL	679993	6.00	Nil	679993	6.00	Nil	Nil
4.	MAHENDRA KALIDAS PATEL	28192	0.25	Nil	28192	0.25	Nil	Nil
5.	KANTILAL KALIDAS PATEL	55150	0.49	Nil	55150	0.49	Nil	Nil
6.	JAYANTILAL KALIDAS PATEL	23950	0.21	Nil	27215	0.24	Nil	0.03
7.	KIRTI BHAGWANDAS PATEL	114403	1.01	Nil	114403	1.01	Nil	Nil
8.	VIMLA BHAGWANDAS PATEL	117000	1.03	Nil	146300	1.29	Nil	0.26
9.	RAJULABEN JAYANTIBHAI PATEL	24113	0.21	Nil	26120	0.23	Nil	0.02
10.	SOBHANABEN M. PATEL	25535	0.22	Nil	25530	0.22	Nil	Nil
11.	VISHNU BHAGWANDAS PATEL	85406	0.75	Nil	85406	0.75	Nil	Nil
12.	DALSHIBEN B. PATEL	41100	0.36	Nil	41100	0.36	Nil	Nil
13.	LILABEN DASARATHBHAI PATEL	104730	0.92	Nil	104730	0.92	Nil	Nil
14.	DASHARATHBHAI P. PATEL	695400	6.14	Nil	695400	6.14	Nil	Nil
15.	PALAK DASHRATHBHAI PATEL	98000	0.87	Nil	98000	0.87	Nil	Nil
16.	MUKESHKUMAR BHAGWANDAS PATEL	114581	1.01	Nil	114581	1.01	Nil	Nil
17.	CHETNA MUKESHKUMAR PATEL	132000	1.16	Nil	132000	1.16	Nil	Nil
18.	DIXIT BHAGWANBHAI PATEL	139775	1.23	Nil	160025	1.41	Nil	0.18
19.	BHAGWATIBEN K. PATEL	43465	0.38	Nil	43465	0.38	Nil	Nil
20.	KAMINIBEN V. PATEL	49074	0.43	Nil	49074	0.43	Nil	Nil
21.	MITTAL D PATEL	2450	0.02	Nil	32000	0.28	Nil	0.26
22.	HANSABEN RAMESHBHAI PATEL	18202	0.16	Nil	18202	0.16	Nil	Nil
23.	DYNEMIC HOLDINGS PRIVATE LIMITED	152220	1.34	Nil	156320	1.38	Nil	0.04
24.	BHAGWANDAS K. PATEL (HUF)	35694	0.32	Nil	46500	0.41	Nil	0.09
25.	DIXIT BHAGWANDAS PATEL (HUF)	0	0	0	11500	0.10	Nil	0.10
	Total	4537982	40.06	Nil	4591354	40.53	Nil	0.47

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

	Shareholding at the beginning of the year (As on 01-04-2018)		Cumulative Shareholding during the year (01-04-2018 to 31-03-2019)	
	No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
At the beginning of the year	4537982	40.06		
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	4591354	40.53		

Details of Purchase / Transfer / Inter-se Transfer

Sr. No.	Name	Shareholding		Date	Increase/Decrease in shareholding	Reason	Cumulative Shareholding during the year (01-04-18 to 31-03-19)	
		No. of Shares at the beginning (01-04-18) / end of the year (31-03-19)	% of total shares of the Company				No. of Shares	% of total shares of the Company
1	Bhagwandas K. Patel(HUF)	35694	0.32	19.04.18	500	Purchase	36194	0.32
2	Bhagwandas K. Patel(HUF)	36194	0.32	20.04.18	1000	Purchase	37194	0.33
3	Vimlaben B. Patel	117000	1.03	20.04.18	500	Purchase	117500	1.03
4	Vimlaben B. Patel	117500	1.03	23.04.18	1300	Purchase	118800	1.05
5	Bhagwandas K. Patel(HUF)	37194	0.33	05.06.18	1845	Purchase	39039	0.34
6	Bhagwandas K. Patel(HUF)	39039	0.34	06.06.18	2000	Purchase	41039	0.36
7	Bhagwandas K. Patel(HUF)	41039	0.36	08.06.18	3821	Purchase	44860	0.40
8	Bhagwandas K. Patel(HUF)	44860	0.40	20.06.18	1140	Purchase	46000	0.41
9	Dixitbhai B. Patel	139775	1.23	26.06.18	1250	Purchase	141025	1.24
10	Vimlaben B. Patel	118800	1.05	16.07.18	7500	Purchase	126300	1.11
11	Jayantilal K. Patel	24700	0.22	16.07.18	700	Purchase	25400	0.22
12	Jayantilal K. Patel	25400	0.22	17.07.18	1440	Purchase	26840	0.23
13	Rajulaben J. Patel	25053	0.22	16.07.18	250	Purchase	25303	0.22
14	Bhagwandas K. Patel(HUF)	46000	0.41	05.10.18	500	Purchase	46500	0.41
15	Vimlaben B. Patel	126300	1.11	08.10.18	4296	Purchase	130596	1.15
16	Vimlaben B. Patel	130596	1.15	09.10.18	1204	Purchase	131800	1.16
17	Vimlaben B. Patel	131800	1.16	10.10.18	1000	Purchase	132800	1.17
18	Vimlaben B. Patel	132800	1.17	25.10.18	2000	Purchase	134800	1.19
19	Vimlaben B. Patel	134800	1.19	16.11.18	1000	Purchase	135800	1.20
20	Vimlaben B. Patel	135800	1.20	19.11.18	2500	Purchase	138300	1.22
21	Mittal Dixit Patel	2450	0.02	21.11.18	2435	Purchase	4885	0.04
22	Mittal Dixit Patel	4885	0.04	22.11.18	872	Purchase	5757	0.05
23	Dynemic Holdings Pvt. Ltd.	152220	1.34	22.11.18	100	Purchase	152320	1.34
24	Mittal Dixit Patel	5757	0.05	27.11.18	528	Purchase	6285	0.06
25	Mittal Dixit Patel	6285	0.06	28.11.18	14215	Purchase	20500	0.18
26	Dynemic Holdings Pvt. Ltd.	152320	1.34	29.11.18	4000	Purchase	156320	1.38
27	Dashrathbhai P. Patel (HUF)	550347	4.86	11.12.18	1212	Sale	549135	4.85
28	Dashrathbhai P. Patel (HUF)	549135	4.85	12.12.18	2057	Sale	547078	4.83
29	Dashrathbhai P. Patel (HUF)	547078	4.83	13.12.18	1080	Sale	545998	4.82
30	Dashrathbhai P. Patel (HUF)	545998	4.82	12.12.18 to 31.12.18	3032	Sale	542966	4.79
31	Dashrathbhai P. Patel (HUF)	542966	4.79	07.01.19	50000	Inter-se Transfer	492966	4.35
32	Vimlaben B. Patel	138300	1.22	07.01.19	8000	Inter-se Transfer	146300	1.29

33	Mittal Dixit Patel	20500	0.18	07.01.19	11500	Inter-se Transfer	32000	0.28
34	Dixitbhai B. Patel	141025	1.24	07.01.19	19000	Inter-se Transfer	160025	1.41
35	Dixit B. Patel (HUF)	0	0	07.01.19	11500	Inter-se Transfer	11500	0.10
36	Rajulaben J. Patel	25303	0.22	22.02.19	817	Purchase	26120	0.23
37	Jayantilal K. Patel	26840	0.23	01.03.19	375	Purchase	27215	0.24

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

Sr. No.	Name	Shareholding at the beginning of the year		Date	Increase/Decrease in shareholding	Reason	Cumulative Shareholding during the year (01-04-18 to 31-03-19)	
		No. of Shares	% of total shares of the Company				No. of Shares	% of total shares of the Company
1	Dahyabhai Nathabhai Patel	137745	1.22	28.09.18	-46	Sale	137699	1.22
		137699	1.22	28.12.18	-366	Sale	137333	1.21
		137333	1.21	18.01.19	-606	Sale	136727	1.21
		136727	1.21	25.01.19	-11422	Sale	125305	1.11
		125305	1.11	01.02.19	-11841	Sale	113464	1.00
		113464	1.00	08.02.19	-16462	Sale	97002	0.86
		97002	0.86	15.02.19	-3649	Sale	93353	0.82
2	Shashikant P. Patel	148248	1.31	22.06.18	-7103	Sale	141145	1.25
		141145	1.25	29.06.18	-819	Sale	140326	1.24
		140326	1.24	21.09.18	-10000	Sale	130326	1.15
3	Sarita Gupta	110556	0.98	20.04.18	-4445	Sale	106111	0.94
		106111	0.94	27.04.18	-30479	Sale	75632	0.67
		75632	0.67	04.05.18	-36443	Sale	39189	0.35
		39189	0.35	11.05.18	-31454	Sale	7735	0.07
		7735	0.07	18.05.18	-7205	Sale	530	0.00
		530	0.00	10.08.18	25426	Purchase	25956	0.23
		25956	0.23	17.08.18	13484	Purchase	39440	0.35
		39440	0.35	31.08.18	20373	Purchase	59813	0.53
		59813	0.53	07.09.18	1830	Purchase	61643	0.54
		61643	0.54	18.01.19	-9590	Sale	52053	0.46
		52053	0.46	25.01.19	-571	Sale	51482	0.45
4	Jollyben Bharatkumar Jain	138290	1.22	-	-	-	138290	1.22
5	Kolon Investment Pvt. Ltd.	95000	0.84	13.07.18	30000	Sale	65000	0.57
		65000	0.57	20.07.18	2807	Sale	62193	0.55
		62193	0.55	27.07.18	62193	Sale	0	0
6	Lincoln P. Coelho	80000	0.71	-	-	-	80000	0.71
7	G V Nagabrahma	62674	0.55	06.07.18	3156	Purchase	65830	0.58
		65830	0.58	20.07.18	8770	Purchase	74600	0.66
		74600	0.66	27.07.18	6267	Purchase	80867	0.71
		80867	0.71	05.10.18	6366	Purchase	87233	0.77
		87233	0.77	15.02.19	7648	Purchase	94881	0.84
8	KLB Securities Pvt. Ltd.	66797	0.59	13.04.18	-21000	Sale	45797	0.40
		45797	0.40	01.06.18	-30000	Sale	15797	0.14
		15297	0.14	10.08.18	-15000	Sale	797	0.01
		797	0.01	21.09.18	-596	Sale	201	0.00
		201	0.00	28.09.18	596	Purchase	797	0.01
9	Vinod S. Padmanabhan	120695	1.07	06.04.18	-188	Sale	120507	1.06
		120507	1.06	13.04.18	-184	Sale	120323	1.06
		120323	1.06	20.04.18	-62	Sale	120261	1.06
		120261	1.06	27.04.18	-2116	Sale	118145	1.04
		118145	1.04	04.05.18	6354	Purchase	124499	1.10
		124499	1.10	11.05.18	-4444	Sale	120055	1.06

		124499	1.10	11.05.18	-4444	Sale	120055	1.06
		120055	1.06	25.05.18	3999	Purchase	124054	1.10
		124054	1.10	01.06.18	8380	Purchase	132434	1.17
		132434	1.17	08.06.18	-3655	Sale	128779	1.14
		128779	1.14	22.06.18	4353	Purchase	133132	1.18
		133132	1.18	29.06.18	792	Purchase	133924	1.18
		133924	1.18	06.07.18	500	Purchase	134424	1.19
		134424	1.19	20.07.18	2465	Purchase	136889	1.21
		136889	1.21	27.07.18	157	Purchase	137046	1.21
		137046	1.21	03.08.18	5651	Purchase	142697	1.26
		142697	1.26	10.08.18	-2697	Sale	140000	1.24
		140000	1.24	17.08.18	-3895	Sale	136105	1.20
		136105	1.20	24.08.18	-750	Sale	135355	1.19
		135355	1.19	31.08.18	3386	Purchase	138741	1.22
		138741	1.22	07.09.18	-1179	Sale	137562	1.21
		137562	1.21	12.09.18	-2439	Sale	135123	1.19
		135123	1.19	28.09.18	-12273	Sale	122850	1.08
		122850	1.08	05.10.18	-1	Sale	122849	1.08
		122849	1.08	12.10.18	-1301	Sale	121548	1.07
		121548	1.07	19.10.18	-917	Sale	120631	1.06
		120631	1.06	26.10.18	6000	Purchase	126631	1.12
		126631	1.12	02.11.18	2644	Purchase	129275	1.14
		129275	1.14	09.11.18	-500	Sale	128775	1.14
		128775	1.14	16.11.18	-16161	Sale	112614	0.99
		112614	0.99	30.11.18	4000	Purchase	116614	1.03
		116614	1.03	07.12.18	500	Purchase	117114	1.03
		117114	1.03	14.12.18	-1237	Sale	115877	1.02
		115877	1.02	21.12.18	1000	Purchase	116877	1.03
		116877	1.03	04.01.19	700	Purchase	117577	1.04
		117577	1.04	11.01.19	2300	Purchase	119877	1.06
		119877	1.06	18.01.19	-5169	Sale	114708	1.01
		114708	1.01	01.02.19	-1532	Sale	113176	1.00
		113176	1.00	08.02.19	2865	Purchase	116041	1.02
		116041	1.02	15.02.19	500	Purchase	116541	1.03
		116541	1.03	22.02.19	2819	Purchase	119360	1.05
		119360	1.05	01.03.19	5940	Purchase	125300	1.11
		125300	1.11	08.03.19	5684	Purchase	130984	1.16
		130984	1.16	15.03.19	12065	Purchase	143049	1.26
		143049	1.26	29.03.19	-399	Sale	142650	1.26
10	Nirvana Mall Management Company Pvt. Ltd.	100000	0.88	-	-	-	100000	0.88
11	Vasireddy Venugopal	78799	0.70	18.05.18	944	Purchase	79743	0.70
12	Motilal Oswal Financial Services Ltd-Collateral Account	53322	0.47	06.04.18	316	Purchase	53638	0.47
		53638	0.47	13.04.18	4743	Purchase	58381	0.52
		58381	0.52	20.04.18	-1807	Sale	56574	0.50
		56574	0.50	27.04.18	25503	Purchase	82077	0.72
		82077	0.72	04.05.18	-7065	Sale	75012	0.66
		75012	0.66	11.05.18	-76	Sale	74936	0.66
		74936	0.66	18.05.18	404	Purchase	75340	0.67
		75340	0.67	25.05.18	-333	Sale	75007	0.66
		75007	0.66	01.06.18	62	Purchase	75069	0.66
		75069	0.66	08.06.18	30	Purchase	75099	0.66
		75099	0.66	15.06.18	-30	Sale	75069	0.66
		75069	0.66	22.06.18	-1725	Sale	73344	0.65
		73344	0.65	29.06.18	1221	Purchase	74565	0.66
		74565	0.66	06.07.18	-984	Sale	73581	0.65
		73581	0.65	13.07.18	99	Purchase	73680	0.65
		73680	0.65	20.07.18	79	Purchase	73759	0.65
		73759	0.65	27.07.18	-295	Sale	73464	0.65

		73464	0.65	03.08.18	94	Purchase	73558	0.65
		73558	0.65	10.08.18	1	Purchase	73559	0.65
		73559	0.65	17.08.18	130	Purchase	73689	0.65
		73689	0.65	24.08.18	8000	Purchase	81689	0.72
		81689	0.72	31.08.18	385	Purchase	82074	0.72
		82074	0.72	07.09.18	-6054	Sale	76020	0.67
		76020	0.67	12.09.18	-807	Sale	75213	0.66
		75213	0.66	14.09.18	-92	Sale	75121	0.66
		75121	0.66	21.09.18	-2022	Sale	73099	0.65
		73099	0.65	28.09.18	62	Purchase	73161	0.65
		73161	0.65	05.10.18	896	Purchase	74057	0.65
		74057	0.65	12.10.18	34	Purchase	74091	0.65
		74091	0.65	19.10.18	-1041	Sale	73050	0.64
		73050	0.64	09.11.18	-2905	Sale	70145	0.62
		70145	0.62	16.11.18	168	Purchase	70313	0.62
		70313	0.62	23.11.18	-98	Sale	70215	0.62
		70215	0.62	30.11.18	180	Purchase	70395	0.62
		70395	0.62	07.12.18	1811	Purchase	72206	0.64
		72206	0.64	14.12.18	-2161	Sale	70045	0.62
		70045	0.62	28.12.18	376	Purchase	70421	0.62
		70421	0.62	31.12.18	-1	Sale	70420	0.62
		70420	0.62	04.01.19	-9	Sale	70411	0.62
		70411	0.62	18.01.19	806	Purchase	71217	0.63
		71217	0.63	25.01.19	11722	Purchase	82939	0.73
		82939	0.73	01.02.19	15590	Purchase	98529	0.87
		98529	0.87	08.02.19	15952	Purchase	114481	1.01
		114481	1.01	15.02.19	3321	Purchase	117802	1.04
		117802	1.04	22.02.19	-60	Sale	117742	1.04
		117742	1.04	01.03.19	-119	Sale	117623	1.04
		117623	1.04	08.03.19	-15	Sale	117608	1.04
		117608	1.04	15.03.19	-6	Sale	117602	1.04
		117602	1.04	29.03.19	94	Purchase	117696	1.04
13	Passage To India Master Fund Limited	-	-	27.04.18	10000	Purchase	10000	0.09
		10000	0.09	04.05.18	10000	Purchase	20000	0.18
		20000	0.18	20.07.18	2500	Purchase	22500	0.20
		22500	0.20	27.07.18	5000	Purchase	27500	0.24
		27500	0.24	05.10.18	5000	Purchase	32500	0.29
		32500	0.29	19.10.18	17000	Purchase	49500	0.44
		49500	0.44	26.10.18	1867	Purchase	51367	0.45
		51367	0.45	02.11.18	13133	Purchase	64500	0.57
		64500	0.57	09.11.18	10000	Purchase	74500	0.66

(v) Shareholding of Directors and Key Managerial Personnel :

Sr. No.	Name	Shareholding at the beginning of the year		Date	Increase/Decrease in shareholding	Reason	Cumulative Shareholding during the year (01-04-18 to 31-03-19)	
		No. of Shares	% of total shares of the Company				No. of Shares	% of total shares of the Company
1	BHAGWANDAS K. PATEL	1207182	10.66	-	-	-	1207182	10.66
2	RAMESHKUMAR BHAGWANDAS PATEL	679993	6.00	-	-	-	679993	6.00
3	DIXIT BHAGWANBHAI PATEL	139775	1.23	26.06.18 07.01.19	1250 19000	Purchase Purchase	160025	1.41
4	AMISHA PATEL	500	0.004	-	-	-	500	0.004

(V) INDEBTNESS (Rs. in Lakhs)

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits*	Total Indebtness
Indebtness at the beginning of the financial year	2496	0	0	2496
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	2496	0	0	2496
Change in Indebtness during the financial year				
Addition	629	0	0	629
Reduction	0	0	0	0
Net Change Indebtness				
At the end of the financial year	3125	0	0	3125
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	3125	0	0	3125

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

(Rs. In Lakhs)

Sr. No.	Particulars of Remuneration	Name of MD/WTD/Manager			Total Amount
		B.K. Patel	R.B. Patel	D.B. Patel	
1	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	43.25	36.81	33.27	113.33
2	Commission	51.30	0	0	51.30
	Total	94.55	36.81	33.27	164.63

B. Remuneration to other Directors (Amount in Rs.)

Sr. No.	Particulars of Remuneration	Name of MD/WTD/Manager				Total Amount
		Jagdish Shah	Shankarlal Mundra	Ashish Joshi	Rashmi Otavani	
1	Sitting Fees	0.32	0.32	0.08	0.32	1.04
	Total	0.32	0.32	0.08	0.32	1.04

C. Remuneration to KMP other than MD/MANAGER/WTD

(Rs. IN Lakhs)

Sr. No.	Particulars of Remuneration	Key Managerial Personnel		Total Amount
		Company Secretary	CFO	
1	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	7.69	6.46	14.15
	Total	7.69	6.46	14.15

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					
Punishment					
Compounding					
B. DIRECTORS					
Penalty					
Punishment			Nil		
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding					

ANNEXURE E

[Pursuant to first proviso to sub-section [3] of section 129 read with rule 5 of Companies [Accounts] Rules, 2014]
Statement containing salient features of the Financial Statement of Subsidiary / Associate as per Companies Act, 2013

(Rs. in Lakhs)

PART "A" SUBSIDIARY	
Name of the subsidiary	Dynamic Overseas (India) Pvt. Ltd.
Reporting period for the subsidiary concerned, if different from the holding company's reporting period	01.04.2018 to 31.03.2019
Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	N.A.
Share capital	21.00
Reserves & surplus	71.74
Total assets	94.20
Total Liabilities	94.20
Investments	0
Turnover	6.30
Profit before taxation	3.30
Provision for taxation	0.74
Profit after taxation	2.56
Proposed Dividend	Nil
% of shareholding	98.09%

- Names of subsidiaries which are yet to commence operations – N.A.
- Names of subsidiaries which have been liquidated or sold during the year – N.A.

(Rs. in Lakhs)

PART "B" ASSOCIATE – Statement pursuant to Section 129(3) of the Companies Act, 2013	
Name of Associate	Dynamic Holdings Private Limited
Latest audited Balance Sheet Date	31/03/2019
Shares of Associates held by the Company on the year end	
No.	1010000
Amount of Investment in Associates (in Rs.)	101.00
Extend of Holding (%)	49.22%
Description of how there is significant influence	There is significant influence due to percentage(%) of Share Capital
Reason why the associate/joint venture is not consolidated	N.A.
Net worth attributable to shareholding as per latest audited Balance Sheet	86.91
Profit/Loss for the year	
Considered in Consolidation	(0.25)
Not Considered in Consolidation	0

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

For and on Behalf of the Board of Directors

Ahmedabad
25th May, 2019

Bhagwandas K. Patel
Managing Director

Dixitbhai B. Patel
Director

ANNEXURE F - Management Discussion and Analysis Report

Industry Structure & Development

Taste of any edible can be felt when it is accepted by cerebrum through the vision (Eyes). Dull, Colorless food remain neglected. And this fact presumably had first been felt by the Ancient Romans and Egyptians around 1500 BCE when they seem to have colored their Drugs and Wines through then handy natural sources like Flowers, Paprika, Berries, Turmeric, Saffron and whatever they assumed worth coloring. The evolution continued and by 1800 BC the need of SYNTHETIC COLOR was firmly felt for its Chemical Stability, Lower Production Cost wider Range of HUE & SHADES. In 1856 emerged the ever first Synthetic DYE , PERKIN'S MAUVE PIGMENT which ultimately became instrumental for the discovery of other Synthetic Dyes.

The Global Food Color market has been segmented on **TYPE** : Natural and Artificial Colors,

APPLICATION: Meat Products,Beverages,Dairy, Bakery & Confectionery, Processed Food & Vegetables, Cosmetics, Oils & Fats, Drug and others, **GEOGRAPHY:** North America, Europe, Asia Pacific and LAMEA have been taken as consideration.

Opportunities and Threats

The potential of Global Food Color Market seems to be enormous and it is ever escalating. In 2016 the market size was valued at \$1,751 million and now it is projected to touch \$3,210 million by 2023 at an impressive CAGR of 9.8 % from 2017 to 2023. Food and Drug Colors are used in Food Items,Beverages, Cosmetics and Tablets, Capsules, Gel, Liquid, Paste etc to enhance their Visual Appeal.

Asia - Pacific is expected to witness the Highest Growth Rate in the GLOBAL Color Market following the growing demand from the emerging economies such as India,China, South Korea and other ASEAN Countries. Another bright feature is the continuous growth in number of Consumers with ready mentality and money to spend on Food, Beverages and Color Cosmetics.

Risks and Concerns

Every bright side has a flip side too with little patches. As majority of Products are exported, Currency fluctuation and volatility in Raw material Cost are key risk factors.

Financial and Operational Performance

(a) Net Sales and Other Income

Sales during the year ended 31st March, 2019 were Rs. 16082 Lakhs as against Rs. 16173 Lakhs in the previous year, an decrease of Rs. 91 Lakhs in comparison over the previous year. During the year Operating Income grew by 10% from Rs. 526 Lakhs to Rs. 579 Lakhs and other income decreased from Rs. 24.79 Lakhs to Rs. 19.78 Lakhs.

(b) Expenditure

The total expenditure increased from Rs. 14033 Lakhs to Rs. 14141 Lakhs for the year under review showing a increase of Rs. 108 Lakhs over the previous financial year.

(c) Profit

Profit before tax decreased from Rs. 2690 Lakhs to Rs. 2540 Lakhs this year. The Company's net profit after tax is Rs. 1796 Lakhs as compared to previous year Rs. 1751 Lakhs.

Details of any change in Return on Net Worth

Pursuant to amendment made in Schedule V to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 details of any changes in Return on Net Worth of the Company including explanations is given below :-

Standalone

Sr.No.	Particulars	2019	2018	Change	Change %	Explanations
1.	Return on Net Worth(%)	16.73%	19.10%	(2.37%)	(12.41%)	On account of decrease in Profit

Consolidated

Sr.No.	Particulars	2019	2018	Change	Change %	Explanations
1.	Return on Net Worth(%)	16.61%	18.98%	(2.37%)	(12.49%)	On account of decrease in Profit

Segment wise or Product wise performance

The Company is engaged in manufacturing and marketing of Dyes & Intermediates. There is only one reportable segment i.e. "Dyes & Dyes Intermediates". So the segment wise or product wise performance report is not given in the report.

Outlook

Garnishing, Ornamentation, Decoration, Beautification all are being done to make and look any ordinary, dull looking thing Extra ordinary, Alluring and Attractive. And these attributes can be done by COLORS only. Hence Food and Drug Colors are widely used to create a very special, very specific appearance of any food and / or Drink. Bakery, Confectionery and Beverage Industries are the prime Segments where Food and Drug Colors are used in abundance.

Flavoured Drinks. Fruit Juices, Nutritional Drinks chiefly drive the Global food Color market. Commercially Synthetic Food

Color is primary choice for few factors eg. Higher Stability under light, Lower possibility \of Microbial Contamination and Cost wise Economical compared to Natural Food Color.

Environmental & Hazardous Safety And Quality Assurance

In pursuit of excellence & meeting the changes that happen time to time & also to fulfill the requirements received from customers, your Company continued to integrate its ISO 9001:2015, ISO:14001:2015, ISO:22000:2005, HACCP and other certification. Your Company is committed to ensuring the highest standards of environment management and strict compliance with regulatory requirements at all times. All the products manufactured by Dynamic meet the regulatory requirement under FSSAI, EU, JECFA, USFDA and also fulfill criteria of Kosher & Halal, & WHO-GMP Certification.

Your company is committed to socio-environmental aspects and go beyond compliance norms of competitive authorities.

Internal Control Systems And its Adequacy

Your Company has a comprehensive system of internal controls to safeguard the Company's assets against loss from unauthorized use and ensure proper authorization of financial transactions. The Company has an exhaustive budgetary control system to monitor all expenditures against approved budgets on an ongoing basis. The Company maintains a system of internal controls designed to provide assurance regarding the effectiveness and efficiency of operations, the reliability of financial controls and compliance with applicable laws and regulations as applicable in the various jurisdictions in which the Company operates.

Human Resources

Our employees are our most precious assets and we value their commitment. Relations with the employees at all levels remained cordial during the year. Your Company has 190 permanent employees as on 31st March, 2019.

Disclosure of Accounting Treatment

The Financial Statements are prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) (Amendment) Rules, 2016 notified under Section 133 of the Companies Act, 2013 (the 'Act') and other relevant provisions of the Act. The previous year figures have been regrouped/reclassified or restated, so as to make the figures comparable with the figures of current year. The significant Accounting Policies which are consistently applied have been set out in the Notes to the Financial Statements.

Cautionary Statement

Certain statements under "Management Discussion & Analysis" may be forward looking statement within the meaning of applicable securities laws and regulations. The forward looking statements are based on certain assumptions and expectations of future events. Actual results may differ materially from those expressed or implied from the statement since the Company's operations are influenced by many external and internal factors beyond the control of the Company.

For and on Behalf of the Board of Directors

Ahmedabad
25th May, 2019

Bhagwandas K. Patel
Managing Director

Dixitbhai B. Patel
Director

CORPORATE GOVERNANCE REPORT

The Directors present the Company's report on Corporate Governance which sets out systems and processes of the Company, as prescribed in Regulation 17 to 27 of Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015 and some of the practices followed by the Company on Corporate Governance, for the financial year ended 31st March, 2019.

The Company has complied with all the requirements of the Corporate Governance.

1. Company's Philosophy on Corporate Governance

Your Company believes that adhering to global standards of Corporate Governance is essential to enhance shareholder value and achieve long term corporate goals. The Company's philosophy on Corporate Governance stresses the importance of transparency, accountability and protection of shareholder interests. The Board conducts periodic review of business plans, monitors performance and compliance to regulatory requirements.

2. Board of Directors

The composition of the Board is in conformity with Regulation 17 of the Listing Regulations as well as the Companies Act, 2013 the required details are given below :

Name	Category	No. of Board Meetings Held / Attended		Attendance at the last AGM	Directorships in other Indian Public Companies* as at 31 st March 2019	Other Mandatory Committee** membership as at	
						31 st March 2019	
		Held	Attended			Chairman	Member
Bhagwandas K. Patel DIN : 00045845	MD-Executive (Promoter)	7	7	Yes	NIL	NIL	NIL
Ramesh B. Patel DIN : 00037568	WTD-Executive (Promoter)	7	6	Yes	NIL	NIL	NIL
Dixit B. Patel DIN : 00045883	WTD-Executive (Promoter)	7	7	Yes	NIL	NIL	NIL
Jagdish S. Shah DIN : 00037826	Independent	7	4	Yes	NIL	NIL	NIL
Shankarlal B. Mundra DIN : 00388204	Independent	7	4	Yes	NIL	NIL	NIL
Rashmi K. Otavani DIN : 06976600	Independent	7	4	No	2	NIL	4
Ashish R. Joshi DIN : 03373074 (Upto 24.06.18)	Independent	7	1	No	NIL	NIL	NIL

* Excludes Directorships in private/foreign companies and companies incorporated under Section 8 of the Companies Act, 2013.

** Represents Membership/Chairmanship of the Audit Committee, Stakeholders Relationship Committee of other Companies.

MD - Managing Director, WTD - Whole Time Director

Name	Name of the listed entities in which the concerned Director is a Director	Category of Directorship
Rashmi K. Otavani (Independent) DIN : 06976600	Kintech Renewables Limited Shree Ganesh Bio-tech (India) Limited	Independent Director Independent Director

Board meetings are held in each year. Apart from the four prescheduled Board meetings, the meetings are also convened by giving appropriate notice to address the specific needs of the Company.

During the Financial Year ended on 31st March, 2019, 7 (Seven) meetings of the Board of Directors were held on the following dates :-

26.05.18, 28.07.18, 21.09.18, 06.10.18, 05.11.18, 09.02.19 and 06.03.19.

The time gap between any two board meetings was not more than 4 months.

Skills / Expertise / Competencies of the Board of Directors

The following is the list of core skills / expertise / competencies identified by the Board of Directors as required in the context of the Company's business and that the said skills are available with the Board Members:

- Knowledge on Company's businesses, policies and culture (including the Mission, Vision and Values) major risks / threats and potential opportunities and knowledge of the industry in which the Company operates.
- Behavioral skills - attributes and competencies to use their knowledge and skills to contribute effectively to the growth of the Company.
- Business Strategy, Sales & Marketing, Corporate Governance, Forex Management, Administration, Decision

Making.

- iv) Financial and Management skills.
- v) Technical / Professional skills and specialized knowledge in relation to Company's business.

3. Audit Committee

The Audit Committee comprised of 3 members viz : Shri Jagdish S. Shah, Shri Shankarlal B. Mundra and Shri Bhagwandas K. Patel. Generally Shri Jagdish S. Shah, chairs the meetings of the Committee. The terms of reference of the Audit Committee are as set out in Regulation 18 of the Listing Regulations, Section 177 of the Companies Act and with any other applicable laws.

The terms of reference of the Audit Committee are broadly as under :-

1. Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
2. Recommendation for appointment, remuneration and terms of appointment of auditors of the company;
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors;
4. Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
 - a. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of section 134 of the Companies Act, 2013
 - b. Changes, if any, in accounting policies and practices and reasons for the same
 - c. Major accounting entries involving estimates based on the exercise of judgment by management
 - d. Significant adjustments made in the financial statements arising out of audit findings
 - e. Compliance with listing and other legal requirements relating to financial statements
 - f. Disclosure of any related party transactions
 - g. Qualifications in the draft audit report
5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
6. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;
7. Review and monitor the auditor's independence and performance, and effectiveness of audit process;
8. Approval or any subsequent modification of transactions of the company with related parties;
9. Scrutiny of inter-corporate loans and investments;
10. Valuation of undertakings or assets of the company, wherever it is necessary;
11. Evaluation of internal financial controls and risk management systems;
12. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
14. Discussion with internal auditors of any significant findings and follow up there on;
15. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
16. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
18. To review the functioning of the Whistle Blower mechanism;
19. Approval of appointment of CFO, after accessing the qualifications, experience and background, etc. of the candidate;
20. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.
21. Reviewing financial statements, in particular the investments made by the Company's unlisted subsidiaries.

During the financial year 2018-19, the Committee met four times on 26.05.18, 28.07.18, 05.11.18 and 09.02.19. All the Committee members were present in all meetings.

The Committee was reconstituted on 30.06.2018 by way of Circular resolution with the induction of Shri Shankarlal B. Mundra due to resignation of Shri Ashishbhai R. Joshi.

4. Stakeholders Relationship Committee

The Stakeholders Relationship Committee comprised of 3 members viz : Shri Shankarlal B. Mundra, Mrs. Rashmi K. Otavani and Shri Bhagwandas K. Patel. Shri Shankarlal B. Mundra, chairs the meetings of the Committee. The composition of the Stakeholder Relationship Committee is in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of the Listing Regulations.

During the financial year 2018-19, the Committee met Four times on 28.07.18, 05.11.18, 28.12.18 and 01.03.19 at registered office of the Company. All the Committee members attended all the meetings.

During the financial year, 0 complaints were received. As of 31st March, 2019, NIL complaints were pending. Ms. Varsha Mehta is designated as Company Secretary & Compliance Officer of the Company.

The Committee was reconstituted on 28.07.2018 with the induction of Mrs. Rashmi K. Otavani.

5. **Nomination and Remuneration Committee (NRC)**

The role of the Nomination and Remuneration Committee is governed by its Charter and its composition is in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of the Listing Regulations.

1. Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration of the directors, key managerial personnel and other employees;
2. Formulation of criteria for evaluation of Independent Directors and the Board;
3. Devising a policy on Board diversity;
4. Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal and shall carry out evaluation of every director's performance.
5. To recommend / review remuneration of the Managing Director(s) and Whole time Director(s) based on their performance and defined assessment criteria.
6. To carry out any other function as is mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modification, as may be applicable.
7. To perform such other functions as may be necessary or appropriate for the performance of its duties.
8. To recommend / review remuneration of the Senior Management to the Board.

The Nomination and remuneration committee has 3 Independent Directors as members viz : Shri Shankarlal B. Mundra, Shri Jagdish S. Shah and Mrs. Rashmi K. Otavani.

Two meetings were held during the year 2018-19 on 28.07.2018 and 09.02.2019 and attended by all members. Shri Shankarlal B. Mundra chairs the meetings. The terms of reference of Nomination and Remuneration Committee include review, determination, increase / decrease and approval of remuneration, determination of terms of appointment, Company's policy for specific remuneration packages, etc. for the Executive Directors, Directors and other employees. <http://www.dynemic.com/shareholder-information.php>

Board Evaluation

Pursuant to the provisions of the Companies Act, 2013 and Listing Regulations, the Board has carried out an evaluation of its own performance and the Directors individually. A process of evaluation was followed by the Board for its own performance and that of its Committees and individual Directors. A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board who were evaluated on parameters such as guidance/ support to management outside Board/ Committee meetings, degree of fulfillment of key responsibilities, effectiveness of meetings etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The Directors expressed their satisfaction with the evaluation process.

REMUNERATION POLICY

The Company's philosophy for remuneration of Directors, Key Managerial Personnel and all other employees is based on the commitment of fostering a culture of leadership with trust. The Company has adopted a Policy for remuneration of Directors, Key Managerial Personnel and other employees, which is aligned to this philosophy. The key factors considered in formulating the Policy are as under :

- a) The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors to run the Company successfully;
- b) Relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- c) Remuneration to Directors, Key Managerial Personnel and Senior Management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.

The Company does not have any Employee Stock Option Scheme.

Remuneration of Directors

- (i) Independent Directors ('ID') are paid sitting fees for attending the Meetings of the Board as recommended by the NRC and approved by the Board.

(ii) Managing Director ('MD')/ Executive Directors ('ED')/ Key Managerial Personnel ('KMP')/ rest of the employees

The extent of overall remuneration should be sufficient to attract and retain talented and qualified individuals suitable for every role. Hence, remuneration should be market competitive, driven by the role played by the individual, reflective of the size of the Company, complexity of the Sector / Industry / Company's Operations and the Company's capacity to pay, consistent with recognized best practices and aligned to regulatory requirements. Basic / Fixed Salary is provided to all employees to ensure that there is a steady income in line with their skills and experience. In addition, the Company provides employees with certain perquisites, allowances and benefits in accordance with terms of employment/contract. In addition to the Basic/ Fixed salary, benefits, perquisites and

allowances as mentioned below, the Company provides to its MD, such remuneration by way of Commission calculated with reference to the net profits of the Company in the financial year, as may be determined by the Board, subject to the overall ceilings stipulated under Section 197 of the Act. The specific amount payable to the MD/ EDs would be based on performance as evaluated by the NRC and approved by the Board.

Details of remuneration paid during the financial year 2018-19 :

a) Independent Directors (Rs. In Lakhs)

Sr. No.	Particulars of Remuneration	Name of Independent Director				Total Amount
		Jagdish Shah	Shankarlal Mundra	Ashish Joshi	Rashmi Otavani	
1	Sitting Fees	0.32	0.32	0.08	0.32	1.04
	Total	0.32	0.32	0.08	0.32	1.04

b) Managing Director and Whole Time Director (Rs. In Lakhs)

Sr. No.	Particulars of Remuneration	Name of MD/WTD/Manager			Total Amount
		B.K. Patel	R.B. Patel	D.B. Patel	
1	Gross Salary	36.00	33.00	30.00	99.00
2	Bonus	2.52	2.33	1.92	6.77
3	Leave Pay	4.73	1.48	1.35	7.56
4	Commission	51.30	0	0	51.30
	Total	94.55	36.81	33.27	164.63

The services of the Managing Director and Executive Directors may be terminated by either party, giving the other party a six months' notice or the Company paying six months' salary in lieu thereof. There is no provision for payment of severance fees.

There is no other pecuniary relationship or transaction by the Company with Independent Directors.

In the opinion of the Board, the Independent directors fulfill the conditions specified in the Listing Regulations and are independent of the management.

The Company does not have any scheme for grant of stock option to its Directors or Employees.

6. Corporate Social Responsibility Committee

The composition of the CSR Committee is in alignment with provisions of Section 135 of the Companies Act, 2013. The Committee comprising of Shri B K Patel as Chairman and Shri Jagdish Shah and Mrs Rashmi K. Otavani as other members. The said committee has been entrusted with the responsibility of formulating and recommending to the Board a Corporate Social Responsibility Policy indicating the activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013 and ruled made there under, and the amount to be spent on CSR activity. During the year the Committee met once on 01.02.19 and all the members were present in all the meetings.

The Committee was reconstituted on 30.06.2018 by way of Circular resolution with the induction of Mrs. Rashmi K. Otavani due to resignation of Shri Ashishbhai R. Joshi.

7. Familiarisation programmes for Board Members

The Board members are provided with necessary documents/brochures, reports and internal policies to enable them to familiarise with the Company's procedures and practices. Periodic presentations are made at the Board and Board Committee Meetings, on business and performance updates of the Company, global business environment, business strategy and risks involved. Detailed presentations on the Company's business segments were made at the separate meeting of the Independent Directors held during the year. The details of such familiarization programmes for Independent Directors are posted on the website of the Company. <http://www.dynemic.com/shareholder-information.php>

8. Meetings of Independent Directors

During the year under review, all the Independent Directors met on March 23, 2019, inter alia, to discuss :

1. Evaluation of the performance of Non Independent Directors and the Board of Directors as a Whole;
2. Evaluation of the performance of the M.D. of the Company, taking into account the views of the Executive and Independent Directors.
3. Evaluation of the quality, content and timelines of flow of information between the management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

9. General Body Meeting

Annual General Meetings

The date, time and venue of the last three Annual General Meetings and special resolutions passed at the meetings are given below :

Year	Category – Date and Time	Venue	Special Resolutions passed
2017-18	Annual General Meeting 21st September, 2018 at 4.00 p.m.	Prasang Presidency R.C.T.I College Road, Opp. Unique City Homes, Ghatlodia, Ahmedabad – 380 061	Yes
2016-17	Annual General Meeting 25th September, 2017 at 4.00 p.m.	Prasang Presidency R.C.T.I College Road, Opp. Unique City Homes, Ghatlodia, Ahmedabad – 380 061	No
2015-16	Annual General Meeting 24th September, 2016 at 4.00 p.m.	The White Leaf Hotel, 10/2, Opposite The Grand Bhagwati, S.G. Road, Bodakdev, Ahmedabad – 380054.	No

During the year under review no resolution(s) were transacted through Postal Ballot.

10. Disclosures :

- The Managing Director and the CFO of the Company have certified to the Board that the Financial Results of the Company for the year ended 31st March, 2019 do not contain any false or misleading statements or figures and do not omit any material facts which may make the statements or figures contained therein misleading as required by Regulations 33 of SEBI Listing Regulations.
- There were no instances of non-compliance on any matter related to the capital markets, during the last three years.
- There were no materially significant transactions with promoters, directors or the management, their subsidiaries, associates or relatives that may have potential conflict with the interest of the Company at large. A disclosure of all related party transactions has been presented in the Note No. 38, Notes to the accounts of this Annual Report.
- The Company has adopted accounting treatments which are prescribed by the Indian Accounting Standards.
- The quarterly / half yearly financial statements are available on Company's, BSE's and NSE's website and being published in Financial Express and Indian Express.
- CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

[Pursuant to Regulation 34(3) and Schedule V Para C Clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,
 The Members of
 Dynemic Products Limited
 B-301, Satyamev Complex-1,
 Gandhinagar-Sarkhej Highway Road,
 Opp-New Gujarat High Court,
 Sola, Ahmedabad-380063

Dynemic Products Ltd (CIN-L24100GJ1990PLC013886) is having its registered office at B-301, Satyamev Complex-1, Gandhinagar-Sarkhej Highway Road, Opp-New Gujarat High Court, Sola, Ahmedabad-380063 (hereinafter referred to as 'the Company'). The equity shares of the Company are listed on BSE Limited (Script Code 532707) and National Stock Exchange of India Limited (Symbol : Dynpro Series : EQ).

- We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of the company, produced before us by the Company for the purpose of issuing this Certificate in accordance with sub-regulation (3) of Regulation 34 read with Schedule V Para C Clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended by the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 effective from 01/04/2019.

2. As on 31st March, 2019 the Board of Directors of the Company comprised of :

Sr. No.	Name of Director	DIN	DIN Status	Date of Appointment
1.	Rameshkumar Bhagwandas Patel	00037568	Approved	14/06/1990
2.	Jagdish Sevantil Shah	00037826	Approved	07/06/2004
3.	Bhagawandas Kalidas Patel	00045845	Approved	14/06/1990
4.	Dixit Bhagwandas Patel	00045883	Approved	01/01/2008
5.	Shankarlal Baluram Mundra	00388204	Approved	29/09/2005
6.	Rashmi Kamlesh Otavani	06976600	Approved	14/02/2015

3. In our opinion and to the best of our information and according to the verifications (including DIN based search on MCA Portal www.mca.gov.in) and examinations of the disclosures / registers under Section 184, 189, 170, 164, 149 of the Companies Act, 2013 ('the Act'), and explanations furnished to us by the company and its officers, we hereby certify as under :
- None of the above named directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of companies by the Securities and Exchange Board of India (SEBI), the Ministry of Corporate Affairs - MCA or any such statutory authority for the Financial Year ending 31st March, 2019.
4. Ensuring the eligibility of the appointment / continuity of every director on the Board is the responsibility of the management of the company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as the future viability of the company nor of the efficiency or effectiveness with which the management has conducted the affairs of the company.
5. This certificate is based on the information and records available up to this date and we have no responsibility to update this certificate for the events and circumstances occurring after the date of the certificate.

Place : Ahmedabad

Date : 25/05/2019

For, Ashok P. Pathak & Co.

Company Secretaries

UCN : S1997GJ020700

CS Ashok P. Pathak*

Proprietor

C P No.: 2662

- vii. Disclosure of commodity price risks and commodity hedging activities : Not applicable
- ix. Payment to Statutory Auditors - During 2018-19, Rs. 4.46 Lacs was paid by the Company and its subsidiary companies to the Statutory Auditors | entities in network firm / network entity of which the Statutory Auditor are a member.

11. Means of communication

- The quarterly/half yearly financial statements are announced within 45 days of the end of the quarter and are regularly submitted / published to Stock Exchange in accordance with the SEBI (LODR) Regulations, 2015. The Company published its Notices / Financial Statements in Indian Express and The Financial Express.
- The Company has its official website namely www.dynemic.com which is providing all the product related and general information about the Company. The Company is regular in submitting all the relevant information with BSE, NSE and updating in website as per Regulation 46 of the SEBI (LODR) Regulations, 2015.
- Management Discussion and Analysis Report, in compliance with the requirements of Regulation 34(2)(e) of the SEBI (LODR) Regulations, 2015, is annexed to the Boards' Report which forms part of the Annual Report being sent to all the members of the Company.
- The Company has not issued any ADR/GDR.
- The Company has not engaged into any commodity price risk or foreign exchange risk and hedging activities.
- Company has got its credit rating through CRISIL, and CRISIL has assigned CRISIL BBB/Stable on the long-term and short-term bank facilities.

12. General Shareholders' Information

- i. **Date of Book Closure :-** From 21st September, 2019 to 26th September, 2019 (both days inclusive) for Annual General Meeting and payment of final dividend.

Dividend payment :-

The Board of Directors at their meeting held on 25/05/2019 recommended a final dividend of Rs. 1.50 per equity share on the face value of Rs. 10/- each for the financial year 2018-2019, subject to approval of the shareholders. Final dividend, if approved by the shareholders will be paid within prescribed statutory period.

- ii. **Financial Calendar 2019-2020 :-**
(tentative schedule)

Financial year	:	1st April 2019 to 31st March 2020.
Board meetings for approval of quarterly results		
Quarter ended on June 30, 2019	:	On or before 14th August, 2019
Quarter ended on September 30, 2019	:	On or before 14th November, 2019
Quarter ended on December 31, 2019	:	On or before 14th February, 2020
Quarter ended on March 31, 2020	:	On or before 30th May, 2020 (Audited)
Annual General Meeting for the year 2019-20	:	In accordance with Section 96 of Companies Act, 2013.

- iii. **Listing of equity shares on Stock Exchanges :-**

The equity shares of the Company are listed at Bombay Stock Exchange Limited and National Stock Exchange Limited. The Company has paid the annual listing fees for the financial year 2019-20.

Bombay Stock Exchange Limited	National Stock Exchange of India Ltd.,
Phiroze Jeejeebhoy Towers	Exchange Plaza, C-1, Block G,
Dalal Street	Bandra Kurla Complex, Bandra (E)
Mumbai- 400001	Mumbai - 400 051

- iv. **Stock code :-** BSE : 532707 NSE : DYNPRO
 ISIN : INE256H01015

- v. **Dematerializational Information :-**

As on 31st March 2018, 98.58 % of the Company's total shares, i.e. 11167138 no. of shares were held in dematerialized form and 1.42 % i.e. 161311 shares were held in physical form.

- vi. **Share Transfer System :-**

Share transfers, dividend payments and all other investor related activities are attended to and processed at the Office of the Company's Registrar and Share Transfer Agent. For lodgment of transfer deeds and any other documents or for any grievances/complaints, kindly contact any under mentioned Registrar and Share Transfer Agent of the Company.

Share Transfer Physical System:

Shares in physical form should be lodged for transfer at the office of the Company's Registrar & Transfer Agent, Bigshare Services Pvt. Ltd., Mumbai at the address given below. The transfers are processed, if technically found to be in order and complete in all respects. As per directives issued by SEBI, it is compulsory to trade in the Company's equity shares in dematerialized form. Effective April 1, 2019, transfer of shares in physical form has ceased. Shareholders who had lodged their request for transfer prior to March 31, 2019 and, have received the same under objection can relodge the transfer request after rectification of the documents. Request for transmission of shares and dematerialization of shares will continue to be accepted.

The Company has appointed Bigshare Services Pvt. Ltd. as the Share Transfer Agent. For any assistance, request or instruction regarding transfer or transmission of shares, dematerialization of shares, change of address, non-receipt of annual report and any other query relating to the shares of the Company, please write to the following address :

Bigshare Services Pvt. Ltd.

1st Floor, Bharat Tin Works Building,
 Opp. Vasant Oasis, Makwana Road, Marol,
 Andheri(E), Mumbai - 400 059.

Tel: 91-022-62638200

Fax: 91-22-62638299

E-mail : investor@bigshareonline.com

vii. Share Market Price data :-

The securities of the Company have been listed on BSE & NSE. The stock market price were as under :-

Month	BSE Sensex	Bombay Stock Exchange Limited		National Stock Exchange Limited	
		Monthly High	Monthly Low	Monthly High	Monthly Low
April'18	35160.36	211.45	164.00	212.00	163.50
May'18	35322.38	200.00	160.00	200.65	160.00
June'18	35423.48	177.50	144.30	178.50	145.10
July'18	37606.58	160.50	119.00	160.00	118.05
August'18	38645.07	159.85	136.25	171.70	135.15
September'18	36227.14	177.45	133.95	178.50	134.00
October'18	34442.05	158.50	120.20	158.85	121.00
November'18	36194.3	149.85	127.00	147.55	126.00
December'18	36068.33	145.75	130.05	142.85	127.95
January'19	36256.69	141.95	109.10	140.05	112.20
February'19	35867.44	125.80	96.05	120.70	96.10
March'19	38672.91	128.90	108.50	128.40	106.05

viii. Distribution of Shareholding as on 31st March, 2019 (in Rupees)

No. of Equity shares held	No. of share holders	% of shareholders	Share Amount (in Rs.)	% of holding
1 – 5000	9025	84.85	12894300	11.38
5001 – 10000	740	6.96	6028420	5.32
10001 – 20000	419	3.94	6371010	5.62
20001 – 30000	148	1.39	3815760	3.37
30001 – 40000	60	0.56	2154320	1.90
40001 – 50000	50	0.47	2348800	2.07
50001 – 100000	90	0.85	6443850	5.69
100001 & above	106	0.98	73228030	64.65
TOTAL	10638		113,284,490	100.0000

Shareholding pattern of the Company as on 31st March, 2019

Category	No. of Shares	% of Shares
A Promoter's Holding		
1 Indian Promoters	4591354	40.53
2 Foreign Promoters	----	----
Sub Total	4591354	40.53
B Public Shareholding		
1 Institutions		
Financial Institution/Banks	5500	0.05
Foreign Portfolio Investors	74500	0.66
2 Central Govt/State Govt / President of India	15020	0.13
3 Non-Institutions		
Private Corporate Bodies	426418	3.76
Indian Public	5688095	50.21
NRIs / OCBs	265915	2.35
Trust	3285	0.03
Clearing Members	258362	2.28
Sub Total	6737095	59.47
GRAND TOTAL	11328449	100.0000

ix. Details of Shares held by Independent Directors as on 31st March, 2019

Name of the Independent Director	Shares Held
Shri Jagdish S. Shah	Nil
Shri Shankarlal B. Mundra	Nil
Mrs. Rashmi K. Otavani	Nil

- xi. The Company was not require to transfer any number of shares to IEPF as there were no shareholders who has not claimed dividend since 7 years as require under Rule 6(5) of the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016.

x. Plant Location

Unit-1 : 6401, 6402, 6415, 6416, 6400, 6400/1 GIDC Estate, Ankleshwar - 393 002.

Unit-2 : 3709/6, 3710/1, 3710/3, GIDC Estate, Ankleshwar - 393 002.

3. Information pursuant to Regulation 53(f) of SEBI (LODR) Regulations, 2015 :-

Loans and Advances in the nature of loan to subsidiaries and associates :

Name of the Company	Balance as at 31st March, 2019 NIL	Maximum outstanding during the year NIL
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xi. Investor Correspondence :-

All enquiries, clarification and correspondence should be addressed to the Company Secretary and Compliance Officer at the registered office of the Company :-

Ms. Varsha Mehta

Dynemic Products Limited
 B-301, Satyamev Complex-1, Opp. Gujarat High Court,
 S.G. Road, Ahmedabad - 380060.
 Tel. Nos. : 079-27663071/76
 Fax No. : 079-27662176 Email : cs@dynemic.com

For and on Behalf of the Board of Directors

**Ahmedabad
 25th May, 2019**

**Bhagwandas K. Patel
 Managing Director**

**Dixitbhai B. Patel
 Director**

Independent Auditor's Certificate on Corporate Governance

To
 The Members of,
Dynemic Products Limited

- This certificate is issued in accordance with the terms of our engagement letter reference no. RKB/6730 dated 25th September 2018.
- We, ASIM RAVINDRA & ASSOCIATES, Chartered Accountants, the Statutory Auditors of DYNEMIC PRODUCTS LIMITED ("the Company"), have examined the compliance of conditions of Corporate Governance by the Company, for the year ended on 31st March 2019, as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Listing Regulations).

Managements' Responsibility

- The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in Listing Regulations.

Auditor's Responsibility

- Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
- We have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.
- We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of the Chartered Accountants of India (the ICAI), the Standards on Auditing specified under Section 143(10) of the Companies Act 2013, in so far as applicable for the purpose

of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.

7. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

Opinion

8. Based on our examination of the relevant records and according to the information and explanations provided to us and the representations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the Listing Regulations during the year ended 31st March 2019.
9. We 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, ASIM RAVINDRA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN. 118775W

Place : Ahmedabad
Date : 25/05/2019

[RAVINDRA MEHTA]
PARTNER
M. No. 043051

CONFIRMATION ON CODE OF CONDUCT

This is to confirm that the Board has laid down a code of conduct for all Board members and senior management of the Company. It is further confirmed that all directors and senior management personnel of the Company have affirmed compliance with the code of conduct of the Company as at March 31, 2019.

For and on behalf of the Board of Directors

Ahmedabad
25th May, 2019

Sd/-
Bhagwandas K. Patel
Managing Director

Annexure - I

LIST OF INVESTMENT IN MUTUAL FUND SHOWING MARKET VALUE AND COST VALUE

Scheme	Units	Cost Price	Hldg. Cost	Mkt. Price	Mkt. Value
India Reit Fund Scheme IV	4.33 (4.33)	1,00,000 (1,00,000)	4,33,112.00 (4,33,000.00)	4.33 (4.33)	4,33,112.00 (4,33,000.00)
Total Portfolio Value			4,33,112.00 (4,33,000.00)		4,33,112.00 (4,33,000.00)

The figures in the brackets relates to the previous year i.e. 2017-18.

INDEPENDENT AUDITOR'S REPORT

To
The Members of,
Dynemic Products Limited

Report on the Standalone Indian Accounting Standards (Ind AS) Financial Statements

Opinion

We have audited the accompanying standalone Ind AS financial statements of DYNEMIC PRODUCTS LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss including other comprehensive income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, its profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the standalone Ind AS financial statements' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone Ind AS financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the standalone Ind AS financial statements for the financial year ended March 31, 2019. These matters were addressed in the context of our audit of the standalone Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the standalone Ind AS financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the standalone Ind AS financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying standalone Ind AS financial statements.

Key audit matters	How our audit addressed the key audit matter
Revenue from sale of products (As described in Note 2(b) of the standalone Ind AS financial statements)	
Revenue is recognized when performance obligations are satisfied by transferring promised goods to customers. Goods are considered transferred when the customer obtains 'control' of the promised goods. Control is the ability to direct the use of and obtain, substantially all the benefits from the goods. There is a risk of revenue not being recorded in the correct accounting period on account of the inability to establish with certainty, the point of time when control passes.	Principal audit procedures performed include: (1) Assessed the appropriateness of the relevant accounting policy. (2) Evaluated the design and implementation of internal controls over management's assertion with respect to 'cut – off', to establish that control of promised goods has passed to customers. (3) Tested the operating effectiveness of controls over revenue recognition with a focus on those related to the timing of revenue recognition. (4) Performed testing on a sample of sales to confirm that 'cut - off' has been properly applied, in particular, the sales made before the year end

Pending litigations (As described in Note 34 of the standalone Ind AS financial statements)	
As of March 31, 2019, the Company has disclosed contingent liabilities of Rs. 36.90 crores relating to tax and legal claims. Taxation, arbitration and litigation exposures have been identified as a key audit matter due to the uncertainties and timescales involved for the resolution of these claims. Accordingly, there is judgement required by management in assessing the exposure of each case and thus a risk that such cases may not be adequately provided for or disclosed in the standalone Ind AS financial statements. their status and possible expected manner	Following procedures have been performed to address this key audit matter: 1. Gained an understanding of the process of identification of claims, litigations, arbitrations and contingent liabilities, and evaluated the design and tested the operating effectiveness of key controls. 2. Discussed and analysed material legal cases with the Company's legal department. 3. Analysed the responses obtained from the Company's legal advisors who conduct the court cases, tax and administrative proceedings, in which of proceeding were described. 4. Evaluated management's assumptions and estimates relating to the recognition of the provisions for disputes and disclosures of contingent liabilities in the standalone Ind AS financial statements. 5. Assessed the adequacy of the disclosures with regard to facts and circumstances of the legal and litigation matters.

Information Other than the Financial Statements and Auditor's Report Thereon

- The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Directors' Report including Annexures to Directors' Report, Business Responsibility Report and Corporate Governance, but does not include the standalone financial statements and our auditor's report thereon.
- Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.
- If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management for the standalone Ind AS financial statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the standalone Ind AS financial statements

Our objectives are to obtain reasonable assurance about whether the standalone Ind AS financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone Ind AS financial statements.

As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also :

- Identify and assess the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone Ind AS financial statements, including the disclosures, and whether the standalone Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone Ind AS financial statements for the financial year ended March 31, 2019 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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 paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that: (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - (e) On the basis of the written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone Ind AS financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" to this report;

- (g) In our opinion, the managerial remuneration for the year ended March 31, 2019 has been paid/ provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act;
- (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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone Ind AS financial statements – Refer Note 34 to the standalone Ind AS financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For, **ASIM RAVINDRA & ASSOCIATES**
CHARTERED ACCOUNTANTS
FRN. 118775W

[RAVINDRA MEHTA]
PARTNER
M. No. 043051

Place : Ahmedabad
Date : 25/05/2019

**ANNEXURE A TO
TO THE INDEPENDENT AUDITORS' REPORT**

(Referred to in Paragraph 1 under the heading of "Report on other legal and regulatory requirements" of our report of even date)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets ;
 (b) Fixed Assets have been physically verified by the management periodically in a phased manner and no material discrepancies have been noticed on physical verification as confirmed by the management ;
 (c) The title deeds of the immovable properties are held in the name of the company.
- (ii) As explained to us , inventories have been physically verified by the management, at reasonable intervals, except for minor items and the inventories lying with outside parties which have been confirmed by them. As explained to us, the material discrepancies, if any noticed have been properly dealt with in the books of accounts by the management.
- (iii) The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.
- (iv) In our opinion and according to the information and explanation given to us, the company has complied with the provisions of Section 185 and 186 of the Companies Act 2013, in respect of the loans, investments, security and guarantees.
- (v) In our opinion and according to the information and explanation given to us, the company has complied with the provisions of Section 73 to 76 or any relevant provisions of the Act and its Rules , and also the directives of Reserve Bank of India with regard to acceptance of deposits.
- (vi) According to the information and explanation given to us, the maintenance of cost records has been specified by the Central Government under sub section (1) of section 148 of the Companies Act 2013, and we have broadly reviewed the accounts and records maintained by the company as prescribed by the Government for the maintenance of the cost records under section 148 (1) of the Companies Act , and we are of the opinion that prima facie the prescribed accounts and records have been maintained. We have not however, made detailed examination of the records with a view to determine whether they are accurate and complete. The company has obtained the Cost Audit Report from the Cost Accountants.
- (vii) (a) According to the information and explanation given to us and on the basis of our examination of books of accounts , the Company is regular in depositing undisputed statutory dues including Provident Fund , Employees State Insurance, Sales Tax , Income Tax, Custom Duty , Excise Duty, Wealth tax , Service tax and other statutory dues with the appropriate authorities ;
 (b) According to the information and explanation given to us, the dues of Excise Duty and Income tax , which have not been deposited on account of any dispute and the forum where the dispute is pending are as under :-

Sr. no	Name of the Statute	Nature of Dues	Amount ₹	Period to which matter relates	Forum where dispute is pending
1	Central Excise Act, 1944	Service Tax & Excise Duty	215278	2012-13	Appeal pending with Commissioner (Appeals) Surat-II
2	Income Tax Act 1961	Income Tax	1869380	AY 2013-14	Appeal pending with CIT (Appeals)- Ahmedabad-I

- (viii) According to the information and explanation given to us , the company has not defaulted in repayment of dues to financial institutions and banks.
- (ix) Based on the information and explanation given to us by the management, term loans were applied for the purpose for which the loans were taken. No moneys have been raised by way of initial public offer during the year under review.
- (x) According to the information and explanation given to us and to the best of our knowledge and belief , no fraud on or by the company has been noticed or reported by the company during the year.
- (xi) According to the information and explanation given to us and to the best of our knowledge and belief , the managerial remuneration has been paid or provided in accordance with the requisite mandated by the provisions of Section 197 read with Schedule V to the Companies Act.
- (xii) The company is not Nidhi Company and so the clause is not applicable.
- (xiii) According to the information and explanation given to us and to the best of our knowledge and belief , all the transactions with the related parties are in compliance with Section 177 and 188 of Companies Act 2013, where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- (xiv) According to the information and explanation given to us and to the best of our knowledge and belief , the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) According to the information and explanation given to us and to the best of our knowledge and belief , the company has not entered into any non-cash transactions with directors or persons connected with him.
- (xvi) According to the information and explanation given to us and to the best of our knowledge and belief , the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1943.

For, **ASIM RAVINDRA & ASSOCIATES**
CHARTERED ACCOUNTANTS
 FRN. 118775W

[**RAVINDRA MEHTA**]
 PARTNER
 M. No. 043051

Place : Ahmedabad
 Date : 25/05/2019

ANNEXURE "B"
TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 11(f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

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 Dynemic Products Limited ("the Company") as of 31st March, 2019 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone Ind AS 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 standalone Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone Ind AS financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

OPINION

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For, **ASIM RAVINDRA & ASSOCIATES**
CHARTERED ACCOUNTANTS
FRN. 118775W

[**RAVINDRA MEHTA**]
PARTNER
M. No. 043051

Place : Ahmedabad
Date : 25/05/2019

STANDALONE BALANCE SHEET AS AT 31ST MARCH 2019

(Rs. In Lakhs)

Particulars	Note	As at 31st March, 2019	As at 31st March, 2018
ASSETS :			
NON-CURRENT ASSETS :			
Property, Plant & Equipments	4.1	3806.19	3471.79
Capital Work in Progress	4.2	2488.04	1425.47
Intangible Assets	5	0.68	1.36
Financial Assets:			
Investments	6	135.50	135.50
Loans	10	189.55	182.66
Other Financial Assets	11	57.62	141.61
Other Non Current Assets	13	304.35	248.42
TOTAL NON CURRENT ASSETS		6981.92	5606.82
CURRENT ASSETS:			
Inventories	12	2715.60	2696.56
Financial Assets:-			
Trade Receivables	7	4163.88	3247.52
Cash and cash equivalents	8	16.01	34.61
Other Bank Balances	9	110.14	9.15
Loans	10	36.44	17.24
Other Financial Assets	11	4.42	4.77
Other Current Assets	13	1720.97	2287.05
TOTAL CURRENT ASSETS		8767.46	8296.90
TOTAL -ASSETS		15749.38	13903.72
EQUITIES AND LIABILITIES:			
EQUITY			
Equity Share Capital	14.1	1,132.84	1,132.84
Other Equity	14.2	9602.69	8030.89
TOTAL EQUITY		10735.54	9163.73
LIABILITIES			
NON CURRENT LIABILITIES			
Financial Liabilities			
Borrowings	15	11.61	11.25
Trade Payables	16	3.47	0.00
Other Financial Liabilities	17	0.05	0.51
Deferred Tax Liabilities(Net)	21	484.33	518.52
TOTAL NON CURRENT LIABILITIES		499.46	530.28
CURRENT LIABILITIES			
Financial Liabilities			
Borrowings	15	3113.72	2485.38
Trade Payables	16	499.95	562.99
Other Financial Liabilities	17	97.74	99.40
Provisions	18	17.99	17.26
Current Tax Liabilities	19	757.43	935.20
Other Current Liabilities	20	27.55	109.48
TOTAL CURRENT LIABILITIES		4514.38	4209.71
TOTAL LIABILITIES		5013.84	4739.98
TOTAL - EQUITIES AND LIABILITIES		15749.38	13903.72

The accompanying Notes form an integral part of the Standalone Balance Sheet.

This is the Standalone Balance Sheet referred to in our report of even date.

As per our Report of even date

For : ASIM RAVINDRA & ASSOCIATES
CHARTERED ACCOUNTANTS.

FRN. 118775W

[RAVINDRA MEHTA]
PARTNER

M. No. 043051

Place : Ahmedabad

Date : 25/05/2019

For : DYNEMIC PRODUCTS LIMITED
(B. K. Patel)
 Managing Director

(D. B. Patel)
 Director

(R. B. Patel)
 Director

(Varsha Mehta)
 Company Secretary

(Amisha Patel)
 Chief Financial Officer

STANDALONE STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31-3-2019

(Rs. In Lakhs)

Particulars	Note	31/03/2019		31/03/2018	
		Rupees	Rupees	Rupees	Rupees
REVENUE FROM OPERATIONS	22		16660.98		16,698.68
OTHER INCOME	23		19.78		24.79
TOTAL REVENUE Rs.			16680.76		16,723.46
EXPENSES :					
Cost of Materials Consumed	24		8449.03		8343.32
Purchases of Stock-in-Trade	25		1350.78		250.10
Changes in Inventories	26		(336.66)		138.07
Excise Duty			0.00		270.86
Employee Benefits Expenses	27		800.45		751.21
Finance Costs	28		117.24		118.65
Depreciation & Amortisations	29		335.16		332.32
Other Exps:-	30				
Other Manufacturing Exps.	30.1	2644.13		3073.60	
Repairs & Maintenance	30.2	283.30		332.18	
Administrative, Selling & Other Exps.	30.3	497.53	3424.96	423.06	3828.83
TOTAL EXPENSES Rs.			14140.95		14,033.37
Profit before Taxation			2539.81		2,690.10
Income Tax Expense	31				
Current Tax			753.06		933.03
Deferred Tax			(34.19)		3.00
Add/ (Less):- Taxation of earlier years (Refunds/Paid)			25.27		3.52
Net Profit for the Year			1795.66		1,750.55
Other Comprehensive Income					
Items that will not be Reclassified to Profit or Loss	36		(14.97)		(6.29)
Remeasurements on Post-employment Defined Benefit Plans					
Income Tax on Above	31		(4.36)		(2.18)
Total Other Comprehensive Income, Net of Tax			(19.33)		(8.47)
Total Comprehensive Income for the Year			1776.33		1,742.08
Earnings per Equity Share (Nominal Value Rs. 10/- per Share)	32				
Basic			15.68		15.38
Diluted			15.68		15.38

The accompanying Notes form an integral part of the Standalone Statement of Profit & Loss.

This is the Standalone Statement of Profit & Loss referred to in our report of even date.

For : ASIM RAVINDRA & ASSOCIATES
CHARTERED ACCOUNTANTS.
 FRN. 118775W

[RAVINDRA MEHTA]
PARTNER
 M. No. 043051

Place : Ahmedabad
 Date : 25/05/2019

For : DYNEMIC PRODUCTS LIMITED

(B. K. Patel)
 Managing Director

(D. B. Patel)
 Director

(R. B. Patel)
 Director

(Varsha Mehta)
 Company Secretary

(Amisha Patel)
 Chief Financial Officer

STANDALONE STATEMENT OF CHANGES IN EQUITY for the year ended 31st March, 2019

(Rs. In Lakhs)

Particulars	Equity Share Capital [Refer Note 14.1]	Other Equity -Reserves & Surplus- Rfer Note No 14.2			
		Share Premium Account	General Reserve	Retained Earnings	Total
As at 1st April, 2017	1132.84	1036.80	452.18	5004.34	7626.17
Profit for the Year				1750.55	1750.55
"Other Comprehensive Income (Net of Tax) -Remeasurements on Post employment "Defined Benefit Plans"				(8.47)	(8.47)
Total Comprehensive Income for the Year	1132.84	1036.80	452.18	6746.42	9368.25
Transactions with Owners in their Capacity as Owners:					
Final Dividend on Equity Shares for the Financial Year 2015-16 (Refer Note 41(b))				(169.93)	(169.93)
Dividend Distribution Tax on Above				(34.59)	(34.59)
Transfer from Retained Earnings			50.00	(50.00)	-
As at 31st March, 2018	1,132.84	1,036.80	502.18	6491.91	9163.73
Profit for the Year				1795.66	1795.66
"Other Comprehensive Income (Net of Tax) -Remeasurements on Post employment "Defined Benefit Plans"				(19.33)	(19.33)
Total Comprehensive Income for the Year	1,132.84	1,036.80	502.18	8268.23	10940.06
Transactions with Owners in their Capacity as Owners:					
Final Dividend on Equity Shares for the Financial Year 2017-18 (Refer Note 41(b))				(169.93)	(169.93)
Dividend Distribution Tax on Above				(34.59)	(34.59)
Transfer from Retained Earnings			-	-	-
As at 31st March, 2019	1,132.84	1,036.80	502.18	8063.71	10735.54

The accompanying Notes form an integral part of the Standalone Statement of Changes in Equity.

This is the Standalone Statement of Changes in Equity referred to in our report of even date.

For : ASIM RAVINDRA & ASSOCIATES
CHARTERED ACCOUNTANTS.
 FRN. 118775W

[RAVINDRA MEHTA]
PARTNER
 M. No. 043051

Place : Ahmedabad
 Date : 25/05/2019

For : DYNEMIC PRODUCTS LIMITED

(B. K. Patel)
 Managing Director

(D. B. Patel)
 Director

(R. B. Patel)
 Director

(Varsha Mehta)
 Company Secretary

(Amisha Patel)
 Chief Financial Officer

STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31/03/2019

(Rs. In Lakhs)

Particulars	Year Ended 31/03/2019	Year Ended 31/03/2018
A. Cash Flows from Operating Activities		
Profit before Tax	2539.81	2690.10
Adjustments for:		
Depreciation and Amortisation Expense	335.16	332.32
Finance Costs	117.24	118.65
Bad Debts/Advances/ Creditors Written Off	48.24	0.00
Provision for Doubtful Debts	0.00	0.00
Interest Income Classified as Investing Cash Flows	(8.29)	-9.04
Net Gain on Investments Carried at Fair Value through Profit or Loss	0.00	0.00
Fair Value Gains on Derivatives Not Designated as Hedges (Unrealised)	0.00	0.00
Liabilities No Longer Required Written Back	0.00	0.00
Provision for Doubtful Debts Written Back	0.00	0.00
Allowance Made/(Reversed) for Expected Credit Losses on Trade Receivables	0.00	0.00
(Gain)/Loss on Disposal of Property, Plant and Equipment (Net)	(1.57)	5.05
Write Downs of Inventories to Net Realisable Value	0.00	0.00
Foreign Exchange Differences (Net)	(106.61)	-125.09
Operating Profit before Changes in Operating assets and Liabilities	2923.97	3011.99
Changes in Operating Assets and Liabilities		
Increase/(Decrease) in Trade Payables	(59.11)	214.73
Increase/(Decrease) in Other Financial Liabilities	(7.75)	14.88
Increase/(Decrease) in Provisions	0.73	(0.09)
Increase/(Decrease) in Other Current Liabilities	(81.93)	74.65
(Increase)/Decrease in Inventories	(19.04)	(488.12)
(Increase)/Decrease in Trade Receivables	(965.06)	(447.83)
(Increase)/Decrease in Loans	(26.08)	(9.37)
(Increase)/Decrease in Other Financial Assets	17.44	(51.65)
(Increase)/Decrease in Other Non-current Assets	(55.93)	(5.18)
(Increase)/Decrease in Other Current Assets	475.75	(472.78)
Cash Generated from Operations	(720.98)	(1170.75)
Income Taxes Paid	(872.46)	(817.19)
NET CASH FROM OPERATING ACTIVITIES	1330.53	1024.04
B. Cash Flows from Investing Activities		
Payments for Acquisition of Property, Plant and Equipment/Intangible Assets	(1732.55)	(813.11)
Proceeds on Disposal of Property, Plant and Equipment	10.28	6.68
Payments for Purchase of Investments	0.00	0.00
Proceeds from Sale/Redemption of Investments	0.00	5.16
Interest Received	8.29	9.04
Proceeds from Maturity of Deposits with Banks	9.52	99.35
Payments for Placing of Deposits with Banks	(62.90)	(105.25)
NET CASH USED IN INVESTING ACTIVITIES	(1767.36)	(798.13)
C. Cash Flows from Financing Activities:		
Dividend Paid	(169.93)	(169.93)
Dividend Distribution Tax Paid	(34.59)	(34.59)
Finance Costs Paid	(117.24)	(118.65)
Repayment of Long-term Borrowings	5.04	(2.45)
Short-term Borrowings - Receipts/(Payments)	628.35	(34.43)
NET CASH USED IN FINANCING ACTIVITIES	311.62	(360.05)
D. Exchange Differences on Translation of Foreign Currency	106.61	125.09
Cash and Cash Equivalents		
Net Cash (Outflow)/ Inflow	(18.60)	(9.04)
Cash and Cash Equivalents - Opening (Refer Note 8)	34.61	43.65
Cash and Cash Equivalents - Closing (Refer Note 8)	16.01	34.61

The above Standalone Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.

The accompanying Notes form an integral part of the Standalone Cash Flow Statement

This is the Standalone Cash Flow Statement referred to in our report of even date.

For : DYNEMIC PRODUCTS LIMITED

For : ASIM RAVINDRA & ASSOCIATES

CHARTERED ACCOUNTANTS.

FRN. 118775W

(B. K. Patel)

Managing Director

(D. B. Patel)

Director

[RAVINDRA MEHTA]

PARTNER

M. No. 043051

(R. B. Patel)

Director

Place : Ahmedabad

Date : 25/05/2019

(Varsha Mehta)

Company Secretary

(Amisha Patel)

Chief Financial Officer

Notes to Standalone Financial Statements for the year ended 31st March, 2019

1. Company Background

Dynemic Products Limited (the 'Company') is a public limited company, incorporated and domiciled in India. The equity shares of the Company are listed on the National Stock Exchange of India Limited and the BSE Limited in India. The registered office of the Company is located at B-301, Satyamev-I, Opp. Gujarat High Court, S G Road, Sola, Ahmedabad-380060, Gujarat, India. The Company is mainly engaged in the business of manufacturing and selling of Dyes & Dye Intermediates as single operational segment. The standalone Financial statements were approved and authorised for issue in accordance with the resolution of the Company's Board of Directors on 25th May, 2019.

2. Significant Accounting Policies

This Note provides a list of the significant accounting policies adopted in the preparation of the standalone Financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated. These standalone financial statements are the separate financial statements of the Company.

(a) Basis of Preparation

(i) Compliance with Ind AS

The standalone financial statements comply in all material respects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the 'Act') [Companies (Indian Accounting Standards) Rules, 2015] as amended from time to time and other provisions of the Act.

(ii) Basis of Measurement

The standalone Financial statements have been prepared on a historical cost basis, except for the following:

- Certain financial assets and liabilities (including derivative instruments) that is measured at fair value.
- Defined benefit plans - plan assets measured at fair value.

(iii) Current versus Non Current Classification

The Company presents assets and liabilities in the Balance Sheet based on current/non-current classification.

An asset is classified as current when it is:

- a) expected to be realised or intended to be sold or consumed in the normal operating cycle,
- b) held primarily for the purpose of trading,
- c) expected to be realised within twelve months after the reporting period, or
- d) cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when:

- a) it is expected to be settled in the normal operating cycle,
- b) it is held primarily for the purpose of trading,
- c) it is due to be settled within twelve months after the reporting period, or
- d) there is no unconditional right to defer settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current.

(iv) Rounding of Amounts

All amounts disclosed in the standalone financial statements and notes have been rounded off to the nearest Rupee in lacs as per the requirement of Schedule III, unless otherwise stated.

(b) Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are inclusive of excise duty & exclusive of GST and net of returns, trade discounts, rebates, value added taxes and amounts collected on behalf of third parties. The inter divisional transfer between Unit-1 & Unit-2 are deducted from

Notes to Standalone Financial Statements for the year ended 31st March, 2019

respective sales & purchases. It has no impact on profit or loss.

The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Company and specific criteria have been met for each of the Company's activities as described below. The Company bases its estimates on historical results, taking into consideration the type of customer, the type of transaction and the specifics of each arrangement.

Sale of Products :- Revenue from sale of products is recognised when the significant risks and rewards of ownership of the products have passed to the buyer as per the terms of contract. Sales is net of inter branch transfers. It has no impact on profit or loss.

Sale of Services:- Revenue from services rendered is recognised as the services are rendered and is booked based on agreements/ arrangements with the concerned parties.

Other Operating Revenues

Export entitlements (arising out of Duty Drawback, Merchandise Export from India and Focus Market Schemes) are recognised when the right to receive credit as per the terms of the schemes is established in respect of the exports made by the Company and where there is no significant uncertainty regarding the ultimate collection of the relevant export proceeds. There is no Royalty Income.

(c) Construction Contracts :- There is no Construction contract entered into by the company during the period under consideration.

(d) Property, Plant and Equipment:-

Freehold/ GIDC Lease hold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less accumulated depreciation and accumulated impairment losses, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Depreciation Method, Estimated Useful Lives And Residual Values

Depreciation is calculated on a pro-rata basis using the straight-line method to allocate their cost, net of their estimated residual values, over their estimated useful lives in accordance with Schedule II to the Act. Each component of an item of property, plant and equipment with a cost that is significant in relation to the cost of that item is depreciated separately if its useful life differs from the other components of the item.

Estimated useful lives of the assets are taken as per Schedule II of the Companies Act 2013, which is broadly defined as under:-

Buildings - 3 to 60 years

Plant and Equipments - 5 to 40 years

Furniture and Fixtures - 10 years

Vehicles - 8 to 10 years

Office Equipments - 3 to 6 years

Leasehold land is from GIDC and has not been amortised, as the lease cost has been fully paid. The useful lives, residual values and the method of depreciation of property, plant and equipment are reviewed, and adjusted if appropriate, at the end of each reporting period. Gains and losses on disposals are determined by comparing proceeds with carrying amount and are included in profit or loss within 'Other Income'/'Other Expenses'. Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as 'Capital Advances' under other non-current assets and the cost of property, plant and equipment not ready to use are disclosed under 'Capital Work-in-progress'.

(e) Intangible Assets

Intangible assets (Computer Software) has a finite useful life and are stated at cost less accumulated amortisation

Notes to Standalone Financial Statements for the year ended 31st March, 2019

and accumulated impairment losses, if any.

Computer Software

Software for internal use, which is primarily acquired from third-party vendors is capitalised. Subsequent costs associated with maintaining such software are recognised as expense as incurred. Cost of software includes license fees and cost of implementation/system integration services, where applicable.

Amortisation Method and Period

Computer software are amortised on a pro-rata basis using the straight-line method over their estimated useful life of 5 years, from the date they are available for use. Amortisation method and useful lives are reviewed periodically at each Financial year end.

(f) Impairment of Non Financial assets

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

(g) Leases

As A Lessee

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Company as lessee are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases. This is not applicable to GIDC Lease, as there is no periodic payments are made for uses of leased asset, which is GIDC Land.

(h) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost of inventories comprises cost of purchases and all other costs incurred in bringing the inventories to their present location and condition. Cost of work-in-progress and finished goods comprises direct materials, direct labor and an appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity. Costs are assigned to individual items of inventory on approximation average basis. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

(i) Investments in Subsidiaries

Investments in subsidiaries are carried at cost less provision for impairment, if any. Investments in subsidiaries are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the carrying amount of investments exceeds its recoverable amount.

(j) Investments (Other than Investments in Subsidiaries) and Other Financial Assets

(i) Classification

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

- those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss), and
- those to be measured at amortised cost.

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows. For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. Though the Company do not have any debt instruments, but for investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial

Notes to Standalone Financial Statements for the year ended 31st March, 2019

recognition to account for the equity investment at fair value through other comprehensive income.

(ii) Measurement

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss. Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Debt Instruments

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

- **Amortised Costs**

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt instrument that is subsequently measured at amortised cost is recognised in profit or loss when the asset is derecognised or impaired.

- **Fair Value through other comprehensive income (FVOCI):**

Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest income and foreign exchange gains and losses which are recognised in the profit or loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised in 'Other Income'.

Fair value through Profit & Loss A/c

Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss is recognised in profit or loss and presented net in the Statement of Profit and Loss within 'Other Income' in the period in which it arises.

Equity Instruments

The Company subsequently measures all equity investments at fair value. Where the Company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. Changes in the fair value of financial assets at fair value through profit or loss are recognised in 'Other Income' in the Statement of Profit and Loss.

(iii) Impairment of Financial Assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets which are not fair valued through profit or loss. The impairment methodology applied depends on whether there has been a significant increase in credit risk. Note 40(A) details how the Company determines whether there has been a significant increase in credit risk. For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109, 'Financial Instruments', which requires expected lifetime losses to be recognised from initial recognition of the receivables.

(iv) De-recognition of Financial Assets

A financial asset is de-recognised only when

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

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is de-recognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is

Notes to Standalone Financial Statements for the year ended 31st March, 2019

not de-recognised.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is de-recognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

(v) Income Recognition

Interest Income

Interest income from debt instruments is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument but does not consider the expected credit losses.

Dividend

Dividend is recognised in profit or loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company, and the amount of the dividend can be measured reliably.

(vi) Fair Value of Financial Instruments

In determining the fair value of financial instruments, the Company uses a variety of methods and assumptions that are based on market conditions and risks existing at each reporting date. The methods used to determine fair value include discounted cash flow analysis and available quoted market prices. All methods of assessing fair value result in general approximation of value, and such value may never actually be realised.

(k) Derivative Instruments- Not applicable as there are no Derivative Instruments.

(l) Offsetting Financial Instruments

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

(m) Trade Receivables

Trade receivables are amounts due from customers for goods sold or services rendered in the ordinary course of business. Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

(n) Cash and Cash Equivalents

For the purpose of presentation in the Cash Flow Statement, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(o) Trade Payables

Trade Payables represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

(p) Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it

Notes to Standalone Financial Statements for the year ended 31st March, 2019

is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Borrowings are removed from the Balance Sheet when the obligation specified in the contract is discharged, cancelled or expired.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

(q) Financial Guarantee Contracts

Financial guarantee contracts are recognised as a financial liability at the time the guarantee is issued. The liability is initially measured at fair value and subsequently at the higher of the amount determined in accordance with Ind AS 37 and the amount initially recognised less cumulative amortisation, where appropriate.

(r) Borrowing Costs

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Other borrowing costs are expensed in the period in which they are incurred.

(s) Foreign Currency Transactions and Translation

(i) Functional and Presentation Currency

Items included in the standalone financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). The standalone financial statements are presented in Indian Rupee (Rs.), which is the Company's functional and presentation currency.

(ii) Transactions and Balances

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. At the year-end, monetary assets and liabilities denominated in foreign currencies are restated at the year - end exchange rates. The exchange differences arising from settlement of foreign currency transactions and from the year-end restatement are recognised in profit and loss.

Exchange differences arising on reporting of long-term foreign currency monetary items recognised up to 31st March, 2018 (i) relating to acquisition of depreciable capital assets is adjusted to the carrying amount of such assets (to be depreciated over the balance life of the related asset) and (ii) in other cases accumulated in a 'Foreign Currency Monetary Item Translation Difference Account' (to be amortised over the balance period of the related long-term monetary asset/liability). All other foreign exchange gains and losses are presented in the Statement of Profit and Loss on a net basis within 'Other Income'/'Other Expenses'.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss.

(t) Employee benefits

(i) Short Term Employee Benefits

Liabilities for short-term employee benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as 'Employee Benefits Payable' within 'Other Current Liabilities' in the Balance Sheet.

(ii) Post Employment Benefits

Defined Benefit Plans

The liability or asset recognised in the Balance Sheet in respect of defined benefit plans is the present value of the

Notes to Standalone Financial Statements for the year ended 31st March, 2019

defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in 'Employee Benefits Expense' in the Statement of Profit and Loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in Other Comprehensive Income. These are included in 'Retained Earnings' in the Statement of Changes in Equity.

Defined Contribution Plans

Contributions under Defined Contribution Plans payable in keeping with the related schemes are recognised as expenses for the period in which the employee has rendered the service.

(iii) Other Long term Employee Benefits

The liabilities for leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured annually by actuaries as the present value of expected future benefits in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in profit or loss.

The obligations are presented under 'Provisions' (Current) in the Balance Sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

(u) Income Tax

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

The current tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the standalone financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

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

Deferred tax assets are not recognised for temporary differences between the carrying amount and tax bases of investments in subsidiaries where it is not probable that the differences will reverse in the foreseeable future and taxable profit will not be available against which the temporary difference can be utilised.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be utilised.

Notes to Standalone Financial Statements for the year ended 31st March, 2019

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

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

(v) Provisions and Contingencies

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. A disclosure for contingent liabilities is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or nonoccurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of the amount cannot be made.

(w) Dividend

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the Company, on or before the end of the reporting period but not distributed at the end of the reporting period.

(x) Earnings per Share

(i) Basic Earnings per Share

Basic earnings per share is calculated by dividing: -

- the profit attributable to owners of the Company
- by the weighted average number of equity shares outstanding during the financial year

(ii) Diluted Earnings per Share

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

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

(y) Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.

The chief operating decision maker is responsible for allocating resources and assessing performance of the operating segments and has been identified as the Managing Director of the Company. Presently Company has been working in single segment- Dyes & Dyes Intermediates.

(z) Recent Accounting Pronouncements

Standard issued but effective from annual periods beginning on or after 1st April 2019:-

Ind AS 116 Leases:- On 30th March, 2019, Ministry of Corporate Affairs, has notified Ind AS 116 Leases. Ind AS 116 will replace the existing leases standard Ind AS 17, Leases, and related interpretations. No impact on the company.

Ind AS 12, Appendix C Uncertainty over Income Tax Treatments:- On 30th March, 2019, Ministry of Corporate Affairs, has notified Ind AS 12, Appendix C Uncertainty over Income Tax Treatments, which is to be applied while performing

Notes to Standalone Financial Statements for the year ended 31st March, 2019

the determination of taxable profit (loss), tax bases, unused tax losses, unused tax credits and tax rates when there is uncertainty over income tax treatments under Ind AS 12. The effective date of Ind AS 12, Appendix C is annual periods beginning on or after 1st April 2019. The effect on adoption of Ind AS 12, Appendix C, would be insignificant in the standalone financial statements.

Amendment to Ind AS 12 Income Taxes:- On 30th March, 2019, Ministry of Corporate Affairs, has issued amendments to the guidance in Ind AS 12, Income Taxes, in connection with accounting for dividend distribution taxes. The effective date of amendments to Ind AS 12, is annual periods beginning on or after 1st April 2019. The company is evaluating the effect of this amendments on standalone financial statements.

Amendment to Ind AS 19 Employee benefits, plan amendment, curtailment or settlements, On 30th March, 2019, Ministry of Corporate Affairs, has issued amendments to the guidance in Ind AS 19, Employee benefits, in connection with accounting for plan amendment, curtailment or settlements. The effective date of amendments to Ind AS 12, is annual periods beginning on or after 1st April 2019. The company does not have any impact on account of this amendment.

3 Critical Estimates and Judgments

The preparation of standalone Financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions, that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these standalone Financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed at each Balance Sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

This Note provides an overview of the areas that involved a higher degree of judgment or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the standalone Financial statements.

The areas involving critical estimates or judgements are:

Employee Benefits (Estimation of Defined Benefit Obligation) (Note 2(t) and 36

Post-employment benefits represent obligations that will be settled in future and require assumptions to estimate benefit obligations. Post-employment benefit accounting is intended to reflect the recognition of benefit costs over the employees' approximate service period, based on the terms of the plans and the investment and funding decisions made. The accounting requires the Company to make assumptions regarding variables such as discount rate and salary growth rate. Changes in these key assumptions can have a significant impact on the defined benefit obligations.

Estimation of Expected Useful Life of Property, Plant and Equipment (Note 2(d) and 4.1)

Management reviews its estimate of useful lives of property, plant and equipment at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of property, plant and equipment.

Contingencies (Note 2(v) and 34)

Legal proceedings covering a range of matters are pending against the Company. Due to the uncertainty inherent in such matters, it is often difficult to predict the final outcome. The cases and claims against the Company often raise factual and legal issues that are subject to uncertainties and complexities, including the facts and circumstances of each particular case/ claim, the jurisdiction and the differences in applicable law. The Company consults with legal counsel and other experts on matters related to specific litigations where considered necessary. The Company accrues a liability when it is determined that an adverse outcome is probable and the amount of the loss can be reasonably estimated. In the event an adverse outcome is possible or an estimate is not determinable, the matter is disclosed.

Valuation of Deferred Tax assets (Note 2(u) and 31)

Deferred income tax expense is calculated based on the differences between the carrying value of assets and

Notes to Standalone Financial Statements for the year ended 31st March, 2019

liabilities for Financial reporting purposes and their respective tax bases that are considered temporary in nature. Valuation of deferred tax assets is dependent on management's assessment of future recoverability of the deferred tax benefit. Expected recoverability may result from expected taxable income in the future, planned transactions or planned optimising measures. Economic conditions may change and lead to a different conclusion regarding recoverability.

Fair Value Measurements (Note 2(j) and 39)

When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active markets, their fair values are measured using valuation techniques, including the discounted cash flow model, which involve various judgments and assumptions.

Notes to Standalone Financial Statements for the year ended 31st March, 2019

4	Property, Plant and Equipment	Reconciliation of Gross and Net Carrying Amount of Each Class of Assets								Rs. In Lakhs	
4.1		Particulars	Leasehold Land	Buildings	Plant and Equipments	Furniture and Fixtures	Vehicles	Office Equipments	Other Assets	Total	
		Year ended 31st March, 2018									
		Gross Carrying Amount									
		Opening Balance	155.13	1492.58	3621.25	84.34	92.82	47.61	0.00	5493.74	
		Additions	0.00	23.79	308.90	1.40	27.08	2.43	0.00	363.59	
		Disposals	0.00	0.00	40.93	0.00	14.64	1.41	0.00	56.98	
		Closing Balance	155.13	1516.37	3889.22	85.74	105.26	48.62	0.00	5800.34	
		Accumulated Depreciation									
		Opening Balance	0.00	431.92	1467.91	75.97	25.14	41.24		2042.17	
		For the Year	0.00	48.87	264.44	2.59	12.73	3.01		331.64	
		On Disposals	0.00	0.00	35.22	0.00	8.63	1.40		45.25	
		Closing Balance	0.00	480.79	1697.12	78.55	29.23	42.86	0.00	2328.56	
		Net Carrying Amount	155.13	1035.58	2192.09	7.19	76.03	5.76	0.00	3471.79	
		Year ended 31st March, 2019									
		Gross Carrying Amount									
		Opening Balance	155.13	1516.37	3889.22	85.74	105.26	48.62	0.00	5800.34	
		Additions	1.30	395.57	238.52	1.58	36.90	3.71		677.58	
		Disposals	0.00	0.00	22.88	0.00	15.47	12.27		50.62	
		Closing Balance	156.43	1911.94	4104.85	87.33	126.69	40.06	0.00	6427.31	
		Accumulated Depreciation									
		Opening Balance	0.00	480.79	1697.12	78.55	29.23	42.86	0.00	2328.56	
		For the Year	0.00	49.91	265.74	1.61	14.36	2.86		334.47	
		On Disposals	0.00	0.00	19.76	0.00	9.88	12.27		41.91	
		Closing Balance	0.00	530.70	1943.10	80.16	33.71	33.45	0.00	2621.12	
		Net Carrying Amount	156.43	1381.24	2161.76	7.17	92.98	6.61	0.00	3806.19	

Notes to Standalone Financial Statements for the year ended 31st March, 2019

4.2 Capital Work-in-Progress	Rs. In Lakhs
Carrying Amount at the Beginning of the Year	1425.47
Additions During the Year @	1427.89
Capitalised During the Year	365.32
Carrying Amount at the End of the Year	2488.04
@ Includes costs incurred in the course of construction of an item of Property, Plant and Equipment:	

4.3 The Company has taken borrowings from banks which carry charge over certain property, plant and equipment (Refer Note 42 for details).

4.4 Contractual obligations - Refer Note 35(a) for disclosure of contractual commitments for the acquisition of property, plant and equipment.

4.5 Aggregate amount of depreciation has been included under 'Depreciation and Amortisation Expense' in the Statement of Profit and Loss (Refer Note 29).

4.6 Title deeds of immovable properties set out in Note 4.1 above, where applicable, are in the name of the Company.

5 Intangible Assets	
Year ended 31st March, 2018	
Gross Carrying Amount	Rs. In Lakhs
Opening Balance	26.47
Additions	0.00
Disposals	0.00
Closing Balance	26.47
Accumulated Depreciation	
Opening Balance	24.43
For the Year	0.68
On Disposals	0.00
Closing Balance	25.11
Net Carrying Amount	1.36
Year ended 31st March, 2019	
Gross Carrying Amount	
Opening Balance	26.47
Additions	0.00
Disposals	0.00
Closing Balance	26.47
Accumulated Depreciation	
Opening Balance	25.11
For the Year	0.68
On Disposals	0.00
Closing Balance	25.79
Net Carrying Amount	0.68

5.1 The amortisation has been included under 'Depreciation and Amortisation Expense' in the Statement of Profit and Loss (Refer Note 29).

Notes to Standalone Financial Statements for the year ended 31st March, 2019
Rs. In Lakhs

6	Investments	Face Value	Number	As At 31st March 2019	As At 31st March 2018
	Unquoted:				
	Non-current Investments				
	Investments in Equity Instruments				
	In Subsidiary Companies				
	* Dynamic Overseas (India) P. Ltd.	100	20600	20.60	20.60
	In Other Associates Body Corporates				
	*Dynemic Holdings Pvt.Ltd.	10	1010000	101.00	101.00
	In Other Body Corporates				
	* Enviro Technology Ltd. Shares	10	15000	1.50	1.50
	* Bharuch Enviro Infrastructure Ltd.	10	1260	0.13	0.13
	* Bharuch Eco-Aqua Infra.Ltd	10	78450	7.85	7.85
	* Forum (Chandolidia) Aawas Owner's Asso.	100	1	0.00	0.00
	* Ank.Res. &.Anal.Inf.Ltd.	10	1000	0.10	0.10
	Investments in Mutual Funds				
	IndiaReit Fund Scheme IV			4.33	4.33
				135.50	135.50
	Current Investments		-	-	-
			-	-	-

6.1 Refer Note 39 for information about fair value measurements and Note 40 for credit risk and market risk on investments.

7	Trade Receivables	As At 31st March 2019	As At 31st March 2018
	Unsecured Considered Good		
	(a) Trade Receivables considered good - Secured;	0.00	0.00
	(b) Trade Receivables considered good - Unsecured;	4163.88	3247.52
	(c) Trade Receivables which have significant increase in Credit Risk	0.00	0.00
	(d) Trade Receivables - credit impaired	0.00	0.00
	Less: Allowance for Expected Credit Losses	0.00	0.00
		4163.88	3247.52

7.1 Refer Note 42 for receivables secured against borrowings and Note 40 for information about credit risk and market risk on receivables.

8	Cash and Cash Equivalents	As At 31st March 2019	As At 31st March 2018
	Balances with Banks	14.56	33.43
	Cheques, Drafts on Hand	-	-
	Cash on Hand (Includes Foreign Currency Rs. 31578(PY 53639))	1.45	1.18
		16.01	34.61

8.1 There are no repatriation restrictions with regard to Cash and Cash Equivalents as at the end of the current reporting period and prior periods.

Notes to Standalone Financial Statements for the year ended 31st March, 2019
Rs. In Lakhs

9	Other Bank Balances	As At 31st	As At 31st
		March 2019	March 2018
	Unpaid Dividend Accounts @	8.05	7.82
	Fixed Deposit Accounts (with original maturity of more than three months but less than twelve months) (Lodged with Government Authority/Others)	102.10	1.33
	Accrued Interest on Fixed Deposits	-	-
		110.14	9.15
	@ Earmarked for Payment of Unclaimed Dividend		
10	Loans	As At 31st	As At 31st
		March 2019	March 2018
	Non-current		
	Unsecured, Considered Good :		
	Loans to Employees*	2.08	0.04
	Security Deposits	187.47	182.62
	(a) Loans Receivables considered good - Secured;	0.00	0.00
	(b) Loans Receivables considered good - Unsecured;	189.55	182.66
	(c) Loans Receivables which have significant increase in Credit Risk; and	0.00	0.00
	(d) Loans Receivables - credit impaired	0.00	0.00
		189.55	182.66
	Current		
	Unsecured, Considered Good :		
	Loans to Employees*	6.02	12.40
	Security Deposits	30.43	4.85
	(a) Loans Receivables considered good - Secured;	0.00	0.00
	(b) Loans Receivables considered good - Unsecured;	36.44	17.24
	(c) Loans Receivables which have significant increase in Credit Risk; and	0.00	0.00
	(d) Loans Receivables - credit impaired	0.00	0.00
		36.44	17.24
11	Other Financial Assets	As At 31st	As At 31st
		March 2019	March 2018
	Non-current		
	Unsecured, Considered Good :		
	Trade & Other Receivables	22.46	46.98
	Fixed Deposits with Banks**	17.93	84.84
	(with Maturity of more than Twelve Months)		
	(Lodged with Government Authority/Others)		
	Accrued Interest on Fixed Deposits**	17.23	9.80
		57.62	141.61
	Current		
	Unsecured, Considered Good :		
	Interest Acrued on Electricity Deposits	4.42	4.77
		4.42	4.77
	*Financial Assets carried at Fair Value through Profit and Loss		
	**Financial Assets carried at Amortised Cost		

Notes to Standalone Financial Statements for the year ended 31st March, 2019
Rs. In Lakhs

12 Inventories	As At 31st March 2019	As At 31st March 2018
-At Lower of Cost and Net Realisable Value		
Raw Materials	808.55	1127.83
Packing Material.....	11.10	9.56
ETP stock	0.18	0.06
Trading Materials.....	7.00	0.00
Work in progress.....	231.59	279.56
Finished Goods ...	1657.17	1279.54
	2715.60	2696.56

12.1 Refer Note 42 for Information on Inventories Pledged as Security

13 Other Assets	As At 31st March 2019	As At 31st March 2018
Non-current		
Unsecured, Considered Good :		
Capital Advances	234.63	234.63
Balances with Government Authorities @	59.73	3.80
Prepaid/Advance for Expenses	1.99	1.99
IT Refund Receivables (AY 12-13 & 1314)	7.99	7.99
	304.35	248.42
Current		
Unsecured, Considered Good :		
Export Entitlements Receivable	151.67	116.85
Balances with Government Authorities @	572.58	1284.56
Advance to Suppliers/Service Providers (other than capital)	44.14	63.60
Capital Advances	220.00	0.00
Prepaid/Advance for Expenses	5.72	4.85
Advance Income Tax Paid (Included TDS & TCS)	726.86	817.19
	1720.97	2287.05

@ Balances with Government Authorities primarily include amounts realisable from the excise, value added tax and customs authorities of India and the unutilised excise input credits on purchases. These are generally realised within one year or regularly utilised to offset the excise duty liability on goods manufactured by the Company.

14.1 Equity Share Capital	As At 31st March 2019	As At 31st March 2018
Authorised Share Capital		
[13000000 Equity Share of Rs. 10/- each] @	1,300.00	1,300.00
Issued, Subscribed and paid up :	1,132.84	1,132.84
[11328449 Equity Shares of Rs. 10/- each fully paid up @		
	1,132.84	1,132.84

@ There were no changes in number of shares during the years ended 31st March, 2019 and 31st March, 2018
 (a) The Company has one class of Equity Shares having a par value of Rs. 10/- per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts in proportion to their shareholding.

Notes to Standalone Financial Statements for the year ended 31st March, 2019

(b) Details of shareholders holding more than 5% shares

Name of Shareholder	As At 31st March 2019	As At 31st March 2018
	Nos of Shares	Nos of Shares
Bhagwandas Kalidas Patel	1207182 10.66%	1207182 10.66%
Rameshkumar Bhagwandas Patel	679993 6.00%	679993 6.00%
Dashrathbhai P Patel	695400 6.14%	695400 6.14%

Rs. In Lakhs

14.2 Other Equity	As At 31st March 2019	As At 31st March 2018
Reserves and Surplus		
Securities Premium Account	1037	1037
General Reserve [Refer (i) below]	502	502
Retained Earnings [Refer (ii) below]	8064	6492
	9603	8031
(i) General Reserve - Movement during the year	As At 31st March 2019	As At 31st March 2018
Opening Balance	502	452
Transfer from Retained Earnings	0.00	50.00
Closing Balance	502	502
(ii) Retained Earnings - Movement during the year		
Opening Balance	6492	5004
Profit for the Year	1796	1751
Items of Other Comprehensive Income recognised directly in Retained Earnings		
Remeasurements on Post-employment Defined Benefit Plans, Net of Tax	(19)	(8)
Dividend on Equity Shares for the Financial Year 2017-18 [Refer Note 41(b)]	(170)	(170)
Dividend Distribution Tax on Above	(35)	(35)
Transfer to General Reserve	0	(50)
Closing Balance	8064	6492

Nature and purpose of each Reserve
Securities Premium Account

Securities Premium Account is used to record premium received on issue of shares. This reserve may be utilised in accordance with the provisions of Section 52 of the Act.

General Reserve

Under the erstwhile Indian Companies Act, 1956, a general reserve was created through an annual transfer of net profit at a specified percentage in accordance with applicable regulations. Consequent to introduction of Companies Act, 2013, the requirement to mandatory transfer a specified percentage of the net profit to general reserve has been withdrawn though the Company may transfer such percentage of its profits for the financial year as it may consider appropriate. Declaration of dividend out of such reserve shall not be made except in accordance with rules prescribed in this behalf under the Act.

Notes to Standalone Financial Statements for the year ended 31st March, 2019
Rs. In Lakhs

15	Borrowings		As At 31st March 2019	As At 31st March 2018
	Non-current			
	Secured			
	* ICICI Bank Ltd.- Car Loans (Secured against the specific cars) Defaults:- NIL Terms of Repayment - Three Loans Principal Amount- Rs. 2000000/- & 1500000 & 2000000 Date of start of repayments- 15/01/2017 & 10/05/2017 & 28/09/2018 Nos of Installments- 36 monthly installments Due Date of Last Installment- 15/12/2019 & 10/04/2020 & 01/10/2021 Rate of Interest- 9.10% p.a. & 8.34% p.a. & 8.68% p.a. Less: Current Maturities of Long-term Debt (Refer Note 17)		28.78	23.01
			17.17	11.77
			11.61	11.25
	Unsecured		-	-
	Current			
	Secured			
	Loans Repayable on Demand from Banks*			
	Bill Discounting Facilities- PCFC			
	* Citi Bank N.A.		1367.90	1252.66
	Cash Credit/Export Credit Facilities			
	* Citi Bank N.A.		946.41	608.03
	* Axis Bank Ltd.		799.42	624.69
	Unsecured		-	-
			3113.72	2485.38

***Secured -**

(a) By a first pari passu charge by way of hypothecation of the Company's entire current assets (for Company's Unit-1 Unit-2 situated at GIDC Ankleshwar), namely, stocks of raw materials, semi-finished and finished goods and articles stores and spares not relating to plant and machinery (consumable stores and spares), Bills receivable and Book debts and all other movable of the Company both present and future but excluding such movables as may be permitted by the said Banks from time to time ;

(b) By a second pari passu charge on the Company's movable fixed assets (for Company's Unit-1 & Unit-2 situated at GIDC, Ankleshwar Office situated at Ahmedabad) including movable plant and machinery, machinery spares, tools and accessories, electrical and other equipments etc, (save and except the current assets which are already hypothecated/to be hypothecated in favour of the said Banks as and by way of first charge) lying and/or stored and/or situated at the Company's different units, godowns/factories and/or premises or in the possession of any third party or in course of transit or delivery and also all documents of title, negotiable instruments, policies of insurance and other documents and instruments relating thereto subject and/or sub-servient to the first and/or the prior charge holders for securing their respective Term Loans and/or facilities.

(c) By personal guarantee of directors Shri Bhagwandas K Patel, Shri Ramesh B Patel & Shri Dixit B Patel

- 15.1** Refer Note 42 for details of carrying amount of assets pledged/ hypothecated as security for secured borrowings and Note 40 for information about liquidity risk and market risk on borrowings.

Notes to Standalone Financial Statements for the year ended 31st March, 2019

Rs. In Lakhs

		As At 31st March 2019	As At 31st March 2018
16	Trade Payables		
	Non-current		
	Trade Payables		
	Total Outstanding Dues of Micro Enterprises and Small Enterprises (Refer Note 33)	0.00	0.00
	Total Outstanding Dues of Creditors other than Micro Enterprises and Small Enterprises	3.47	0.00
		3.47	0.00
	Current		
	Trade Payables		
	Total Outstanding Dues of Micro Enterprises and Small Enterprises (Refer Note 33)	17.03	0.00
	Total Outstanding Dues of Creditors other than Micro Enterprises and Small Enterprises	482.92	562.99
		499.95	562.99
16.1	Refer Note 40 for information about liquidity risk and market risk on trade payables.		
17	Other Financial Liabilities	As At 31st March 2019	As At 31st March 2018
	Non-current		
	Other Sundry Creditors Payable for Expenses	0.03	0.03
	Security Deposits- Employee Bonds	0.02	0.48
		0.05	0.51
	Current		
	Current Maturities of Long-term Debt (Refer Note 15)	17.17	11.77
	Unpaid Dividends	8.05	7.82
	Other Sundry Creditors Payable for Expenses	72.06	78.79
	Security Deposits- Employee Bonds	0.46	1.02
		97.74	99.40
18	Provisions	As At 31st March 2019	As At 31st March 2018
	Current		
	Provisions for Employee Benefits (Refer Note 40)	17.99	17.26
		17.99	17.26
19	Current Tax Liabilities	As At 31st March 2019	As At 31st March 2018
	<u>A. Tax Expense Recognised in Profit or Loss</u>		
	Current Tax		
	Current Tax Liabilities	753.06	933.03
	<u>B. Tax on Other Comprehensive Income</u>		
	Current Tax		
	Remeasurements on Post-employment Defined Benefit Plans	4.36	2.18
		757.43	935.20

Notes to Standalone Financial Statements for the year ended 31st March, 2019
(Rs. In Lakhs)

20	Other Current Liabilities	As At 31st March 2019	As At 31st March 2018
	Dues Payable to Government Authorities @	26.04	26.22
	Employee Benefits Payable- Group Gratuity Payable	(0.42)	18.83
	Advances from Customers	1.93	64.44
		27.55	109.48

@ Dues Payable to Government Authorities comprise sales tax, excise duty, withholding taxes, payroll taxes, service tax, value added tax, entry tax and other taxes payable.

21 Deferred Tax Liabilities (Net)
Significant Movements Deferred Tax Assets and Liabilities during the year.

Deferred Tax Liabilities	As At 31st March 2018	Recognised in Profit & Loss	As At 31st March 2019
Property, Plant and Equipment and Intangible Assets	518.52	(34.19)	484.33
Financial Assets at Fair Value through Profit or Loss - Investments			
Total Deferred Tax Liabilities	518.52	(34.19)	484.33
Deferred Tax Liabilities	As At 31st March, 2017	Recognised in Profit & Loss	As At 31st March 2018
Property, Plant and Equipment and Intangible Assets	515.52	(3.00)	518.52
Financial Assets at Fair Value through Profit or Loss - Investments			
Total Deferred Tax Liabilities	515.52	(3.00)	518.52
22 Revenue from Operations	As At 31st March 2019	As At 31st March 2018	
Sale of Products *			
Dyes & Intermediates	2988.13	4594.07	
Sythetic Food Colours	11872.99	11316.06	
Others	1221.01	262.89	
Net Product Sales	16082.13	16173.02	
*(The above sales are net of (exclusive of) Inter Branch/ Unit Transfer)			
Other Operating Revenues			
Cash Discount Received	0.43	6.28	
Foreign Exchange Gain & Loss- Exports & Imports	106.61	125.09	
Export Incentive Income	379.47	331.80	
Interest on VAT Refund	48.50	16.03	
Misc. Income	0.18	10.35	
Quantity Discount	21.64	7.47	
Scrap Sale Income	22.01	28.64	
Total Other Operating Revenues	578.84	525.66	
Total Revenue from Operations	16660.98	16698.68	

Notes to Standalone Financial Statements for the year ended 31st March, 2019
(Rs. In Lakhs)

		As At 31st March 2019	As At 31st March 2018
23	Other Income		
	Office Rent Income	0.12	0.12
	Interest On GEB & ETL Deposit	6.83	7.23
	Interest on Gas Security Deposite	0.00	1.50
	Interest& Capital Gain-India Reit	1.52	2.13
	Creditors W/O	0.46	3.97
	Interest on FD (Bank)	8.29	9.04
	Interest on Staff Loan	0.65	0.80
	Dividend Received	0.34	0.00
	Profits/Loss on sale/w/o of assets	1.57	0.00
	TOTAL	19.78	24.79
24	Cost of Materials Consumed	As At 31st March 2019	As At 31st March 2018
	Opening Stock	1127.83	500.11
	Add. : Purchase during the year *	8129.76	8971.04
		9257.58	9471.15
	Less : Closing Stock	808.55	1127.83
		8449.03	8343.32
	*(The above purchases are net of (exclusive of) Inter Branch/ Unit transfers)		
25	Purchases of Stock-in-trade	As At 31st March 2019	As At 31st March 2018
	Raw Materials Chemical Items	1350.78	250.10
		1350.78	250.10
26	Changes in Inventories	As At 31st March 2019	As At 31st March 2018
	OPENING INVENTORIES :		
	Finished Goods	1274.10	1488.62
	Finished Goods (Captive)	5.44	8.66
	Work-in-Progress	279.56	199.89
		1559.11	1697.18
	CLOSING INVENTORIES :		
	Finished Goods	1641.40	1274.10
	Trading Stocks	7.00	0.00
	Finished Goods (Captive)	15.77	5.44
	Work-in-Progress	231.59	279.56
		1895.77	1559.11
		-336.66	138.07
27	Employee Benefit Expenses	As At 31st March 2019	As At 31st March 2018
	Salary & Wages to Employees	453.17	395.90
	Salaries & Bonus to Directors	105.77	92.05
	Incentive Commission	9.20	0.00
	Commission to Managing Director	51.30	54.85
	Refer Note No. 27.1		
	Contribution to PF	30.94	27.41
	Leave Salary (Inc. Provisions -unpaid)	23.36	16.12
	Gratuity Insurance Premium (See Note 36)	9.77	11.74
	Bonus & other expenses	116.94	153.14
		800.45	751.21

Notes to Standalone Financial Statements for the year ended 31st March, 2019
27.1 Calculation of Managerial Remunerations:-

A Net profit available for calculation of commission payable to Managing Director:-

(As per Section 198 of The companies Act 2013)

(Rs. In Lakhs)

	As At 31st March 2019	As At 31st March 2018
Particulars		
1. Net profit before tax as per Profit & Loss A/c	2539.81	2690.10
Add:- 1. Loss on sale of Assets	(1.57)	5.05
2. Post Employment Benefits(OCI)	(14.97)	0.00
3. Commission to Managing Director	51.30	54.85
Net Profit available for calculation of Commission	2574.56	2749.99
2. 2% Commission payable to Managing Director	51.49	55.00
Actual Commission paid or payable as per the approval given by AGM dated. 25/09/2015	51.30	54.85
B. Over all managerial Remuneration paid or payable during the year:-		
Particulars		
1. Salaries and other benefits paid	113.33	95.00
2. Commission paid to Managing Director	51.30	54.85
Total Rs.	164.63	149.85
C. The limit as per Section 197 of the Companies Act 2013, which is 11% of the Net profit	277.56	296.47
28 Finance Costs	As At 31st March 2019	As At 31st March 2018
Interest	79.83	78.38
Forex Gain Loss on FCTL	0.00	0.09
Other Financial Charges	37.42	40.18
	117.24	118.65
29 Depreciation and Amortisation Expense	As At 31st March 2019	As At 31st March 2018
Depreciation on Property, Plant and Equipment (Refer Note 4.1)	334.47	331.64
Amortisation of Intangible Assets (Refer Note 5)	0.68	0.68
	335.16	332.32
30 Other Expenses	As At 31st March 2019	As At 31st March 2018
30.1 Other Manufacturing Expenses		
<u>PACKING MATERIAL CONSUMED</u>		
Op. Stock	9.56	11.02
Add: Purchases during the year	288.53	328.38
	298.09	339.40
Less : Closing stock	11.10	9.56
Total Rs.	286.99	329.83
<u>E.T.P MATERIAL CONSUMED</u>		
Op. Stock	0.06	0.14
Add: Purchases during the year	9.64	4.10
	9.70	4.24
Less : Closing stock	0.18	0.06
Total Rs.	9.53	4.17

Notes to Standalone Financial Statements for the year ended 31st March, 2019
(Rs. In Lakhs)

<u>POWER & FUEL CONSUMED</u>			
Electric Power & Burning	408.89	502.41	
Fuel Purchased & Consumed	18.64	21.30	
Gas Consumption Charges	728.91	890.44	
	1156.44	1414.15	
<u>OTHER MFGS. EXPENSES</u>			
Transportation	94.70	113.60	
Conversion/Job Charges.	33.39	30.76	
Factory Exp	89.03	90.56	
Labour Charges	385.53	444.94	
Forwarding & Handling Charges	213.68	223.46	
Pallatisation Charges	5.46	3.45	
ETP Expense	294.08	336.42	
R & D Exps.	0.34	0.26	
Cst on Purchase	0.00	3.72	
Safety Exps.	6.40	3.90	
Consumable Stores	68.57	74.38	
	1191.18	1325.44	
	2644.13	3073.60	
30.2 Repairs and Maintenance Expenses	As At 31st March 2019	As At 31st March 2018	
Electrical Parts & Maintenance	2.93	0.75	
ETP Parts & Maintenaces	0.00	20.44	
Machinery Parts Repairs & Maintenance	71.91	76.13	
Building Repairing	36.13	33.08	
Computer Maintenance & Consumables	2.54	3.57	
Furniture, Office Repairing & Maintenance	3.99	2.25	
Vehicle Repairing	2.01	3.76	
Consumable Stores (Maintenance)	163.79	192.21	
	283.30	332.18	
30.3 Administrative and Other Expenses	As At 31st March 2019	As At 31st March 2018	
Consultancy, Legal & Professional Fees	26.84	23.05	
Exhibition Exp.	15.78	41.25	
Donation to Charitable Institutes	60.18	40.33	
Insurance Premium	25.11	21.61	
Petrol Exps	2.64	3.41	
Sitting Fees to Directors	1.04	1.28	
Selling Commission	48.15	48.47	
Staff Welfare Exps.	50.25	51.56	
Telephone Exps-Others	1.73	2.22	
Travelling & Conveyance	13.23	7.64	
Bad Debts	48.70	0.00	
Angadia & Courier Exp	12.67	13.57	
Audit Fees	3.00	0.00	
Cost Audit Fees	0.93	0.00	
FDA Approval Fees	41.50	31.56	
Lab-Testing Exp	10.04	10.48	

Notes to Standalone Financial Statements for the year ended 31st March, 2019
(Rs. In Lakhs)

	Misc Office Exp	1.67	1.34
	Rates & Quality Difference.	2.21	4.66
	Office Electric Bill Exp.	3.29	3.18
	Security Exp	19.13	16.93
	Stationery & Printing Exp- Incl (Annual Reports)	12.76	13.33
	Water Charges	14.78	9.75
	Sales Promotion Exps	6.05	3.24
	Regi. Certification, Renewal & Filing Fees	18.39	12.35
	Loss/Profits on sale/w/o of assets	0.00	5.05
	Loss on Sale of MEIS	1.22	0.00
	Other Administrative & Establishment Exps	56.24	56.79
		497.53	423.06
30.4	Corporate Social Responsibility Expenditure:	As At 31st March 2019	As At 31st March 2018
	(a) Gross amount required to be spent by the Company during the year	39.16	29.94
	(b) Expenditure towards Corporate Social Responsibility Activities comprises donations given to All India Social Education Charitable Trust Rs. 40 lacs (PYF Shri Arvindo Institute of Applied Scientific Research Rs. 30 Lacs)	40.00	30.00
30.5	Payments to Auditors comprise -	As At 31st March 2019	As At 31st March 2018
	(i) Statutory Auditors		
	As Auditor		
	As Audit Fee -Financial Statements	3.00	0.00
	For Service Tax/ GST	0.54	0.00
	(ii) Cost Auditors		
	As Fee	0.93	0.00
31	Income Tax Expense	As At 31st March 2019	As At 31st March 2018
	A. Tax Expense recognised in Profit or Loss		
	Current Tax		
	Current Tax on Profits for the Year	757.43	935.20
	Adjustment for Current Tax of Earlier Years	25.27	3.52
		782.70	938.72
	Deferred Tax		
	Origination and Reversal of Temporary Differences (Due to effect of Depreciation)	(34.19)	3.00
	Income Tax Expense	748.51	941.72
	B. Tax on Other Comprehensive Income	As At 31st March 2019	As At 31st March 2018
	Current Tax		
	Remeasurements on Post-employment Defined Benefit Plans	4.36	2.18

Notes to Standalone Financial Statements for the year ended 31st March, 2019
(Rs. In Lakhs)

		As At 31st March 2019	As At 31st March 2018
31.1	Numerical Reconciliation of Income Tax Expense to Prima Facie Tax Payable		
	Profit before Income Tax Expense	2539.81	2690.10
	Enacted Statutory Income Tax Rate in India applicable to the Company	29.120%	34.608%
	Computed Expected Income Tax Expense	739.59	930.99
	Adjustments:-		
	Amount debited to P & L A/c to the extent disallowable u/s 37	17.52	2.26
	Deduction u/s 35 in excess of amount debited to P & L A/c	0.00	-5.19
	Interest on Taxes	0.31	10.15
	Bank FDR Interest- Diff less credited to Profit Loss	0.00	0.00
	Adjustment for Current Tax of Earlier Years	25.27	3.52
		782.70	941.72
32	Earnings per Equity Share	As At 31st March 2019	As At 31st March 2018
	(A) Basic		
	(i) Number of Equity Shares at the Beginning of the Year	113.28	113.28
	(ii) Number of Equity Shares at the End of the Year	113.28	113.28
	(iii) Weighted Average Number of Equity Shares Outstanding during the Year	113.28	113.28
	(iv) Face Value of Each Equity Share (Rs.)	10	10
	(v) Profit after Tax Available for Equity Shareholders Profit for the Year	1776.33	1742.08
	(vi) Basic Earnings per Equity Share (Rs.)[(v)/(iii)]	15.68	15.38
	(B) Diluted		
	(i) Dilutive Potential Equity Shares	-	-
	(ii) Diluted Earnings per Equity Share (Rs.) [Same as (A)(vi) above]	15.68	15.38
33	Information relating to Micro and Small Enterprises (MSEs)		
	PARTICULARS	As At 31st March 2019	As At 31st March 2018
	(i) Amount of interest paid by the Company in terms of Section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year.	-	-
	(ii) Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the day during the year) but without adding the interest specified under the MSMED.	-	-
	(iii) Amount of interest accrued and remaining unpaid at the year end of the accounting year.	-	-
34	Contingencies -	As At 31st March 2019	As At 31st March 2018
	A) Claims against the Company not acknowledged as debts:		
	Taxes, duties and other demands (under appeal/dispute)		
	(i) Rebate claims submitted by us rejected by Excise Dept. and the revision appeal is pending with Joint Secretary, Ministry of Finance, New Delhi	16.06	16.06
	(ii) Cenvat credit taken on invoice of dealer in which RG 23 D entry No. not mentioned, appeal is pending with Commissioner (Appeals) Surat-II	2.15	2.15
	(iii) Deemed Dividend U/s 2(22)(e) of Income Tax Act 1961, for AY 2013-14, appeal is pending with CIT Appeals-I	18.69	0.00

Notes to Standalone Financial Statements for the year ended 31st March, 2019
(Rs. In Lakhs)

		As At 31st March 2019	As At 31st March 2018
35	Commitments		
	(a) Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	2280.71	15.90
	(b) Guarantees Bank Guarantees / Letter of Credits	127.28	110.93

36 Employee Benefits :-
(I) Post Employment Defined Benefits Plans :
(A) Gratuity (Funded)

The Company provides for gratuity, a defined benefit retirement plan covering eligible employees. As per the plan, the Gratuity Fund Trusts, administered and managed by the Trustees and funded primarily with Life Insurance Corporation of India (LIC), make payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. Vesting occurs upon completion of five years of service. The Trustees are responsible for the overall governance of the plan and to act in accordance with the provisions of the trust deed and rules in the best interests of the plan participants. Each year an Asset-Liability matching study is performed in which the consequences of the strategic investment policies are analysed in terms of risk and return profiles.

Investment and contribution policies are integrated within this study. Liabilities with regard to the Gratuity Plan are determined by actuarial valuation as set out in Note 2(t)(ii) above, based upon which, the Company makes contributions to the Employees' Gratuity Funds.

The following table sets forth the particulars in respect of the Gratuity Plan (Funded) of the Company:

	As At 31st March 2019	As At 31st March 2018
(a) Reconciliation of Opening and Closing Balances of the Present Value of Defined Benefit Obligations:-		
Present Value of Obligation at the beginning of the year	109.01	85.84
Current Service Cost	8.29	7.93
Past Service Cost	0.00	3.48
Interest Cost	8.57	6.46
Remeasurements Losses		
Actuarial Losses arising from Changes in Financial Assumptions	0.91	(3.92)
Actuarial Losses arising from Changes in Experience Adjustments	13.43	9.85
Benefits Paid	(10.53)	(0.63)
Present Value of Obligation at the end of the year	129.67	109.01
(b) Reconciliation of the Opening and Closing Balances of the Fair Value of Plan Assets:		
Fair Value of Plan Assets at the beginning of the year	90.18	81.45
Interest Income	7.09	6.12
Remeasurements Gains		
Actuarial Losses arising from Changes in Experience Adjustments		
Return on Plan Assets (excluding amount included in Net Interest Cost)	(0.64)	(0.36)
Contributions by Employer	43.99	3.60
Benefits Paid	(10.53)	(0.63)
Fair Value of Plan Assets at the end of the year	130.09	90.18
(c) Reconciliation of the Present Value of the defined benefits Obligation and the Fair Value of Plan Assets:		
Present Value of Obligation at the end of the year	129.67	109.01
Fair Value of Plan Assets at the end of the year	130.09	90.18
Liabilities Recognised in the Balance Sheet	(0.42)	18.83
(d) Actual Return on Plan Assets	6.45	5.77
(e) Expense recognised in the Other Comprehensive Income:		
Remeasurements Losses (Net)	(19.33)	(8.47)

Notes to Standalone Financial Statements for the year ended 31st March, 2019
(Rs. In Lakhs)

(f) Expense Recognisable in Profit or Loss :		
Current Service Cost	8.29	7.93
Net Interest Cost	1.48	0.33
Past Service Cost	0.00	3.48
Total @	9.77	11.74
(f) Expense Recognised in Profit or Loss :	9.77	11.74
@ Recognised under 'Contribution to Provident and Other Funds' in Note 27.		
(g) Category of Plan Assets:		
Funded with LIC	100%	100%
Cash and Cash Equivalents	0.00	0.00
(h) Maturity profile of Defined Benefits Obligations:		
Within 1 year	11.41	10.17
1-2 year	9.23	8.99
2-5 years	12.89	8.04
Over 5 years	325.28	283.44
(i) Principal Actuarial Assumptions:		
Discount Rate	7.79%	7.86%
Salary Growth Rate	7.00%	7.00%

Assumptions regarding future mortality experience are based on mortality tables of 'Indian Assured Lives Mortality (2006-2008)' published by the Institute of Actuaries of India.

The estimate of future salary increases takes into account inflation, seniority, promotion and other relevant factors, such as demand and supply in the employment market.

(II) Post Employment Defined Contributions Plans :
(A) Provident Fund

Certain categories of employees of the Company receive benefits from a provident fund, a defined contribution plan. Both the employee and employer make monthly contributions to a government administered fund at specified percentage of the covered employee's qualifying salary. The Company has no further obligations under the plan beyond its monthly contributions. During the year, an amount of Rs. 3094197 (Previous Year- Rs. 2740627) has been recognised as expenditure towards above defined contribution plans of the Company.

(III) Leave Obligations

The Company provides for accumulation of leave by certain categories of its employees. These employees can carry forward a portion of the unutilised leave balances and utilise it in future periods or receive cash (only in case of earned leave) in lieu thereof as per the Company's policy. The Company records a provision for leave obligations in the period in which the employee renders the services that increases this entitlement.

The total provision recorded by the Company towards this obligation was Rs. 17.99 lacs, and Rs. 17.26 lacs as at 31st March, 2019, and 31st March, 2018 respectively. The amount of the provision is presented as current, since the Company does not have an unconditional right to defer settlement for any of these obligations. However, based on past experience, the Company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months.

(IV) Risk Exposure

Through its defined benefit plans, the Company is exposed to some risks, the most significant of which are detailed below:

Discount Rate Risk

The Company is exposed to the risk of fall in discount rate. A fall in discount rate will eventually increase the ultimate cost of providing the above benefit thereby increasing the value of the liability.

Salary Growth Risks

The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. An increase in the salary of the plan participants will increase the plan liability.

Demographic Risk

In the valuation of the liability, certain demographic (mortality and attrition rates) assumptions are made. The Company is exposed to this risk to the extent of actual experience eventually being worse compared to the assumptions thereby causing an increase in the benefit cost.

Notes to Standalone Financial Statements for the year ended 31st March, 2019
37 Segment Information
A. Description of Segments and Principal Activities

The Company's Managing Director examines the Company's performance on the basis of its business and has identified single reportable segments:--- Dyes & Intermediates

38 Related Party Disclosures:
A] List of parties where control exist
(i) Subsidiary Company

* Dynamic Overseas (India) Pvt.Ltd.

B] Other related parties with whom transactions have taken place during the year
(ii) Associates :-

* Dynamic Holdings Pvt Ltd

(iii) Key management personnel :-

Mr. B.K.Patel	Managing Director
Mr. Rameshbhai B.Patel	Wholetime Director
Mr.Dixit B.Patel	Wholetime Director
Mrs. Varsha Mehta	Company Secretary
Mrs. Amisha Patel	Chief Financial Officer

C] Transactions with related parties :-

Nature of Transaction	Key Managerial Personnel & their Relatives Rs.		Subsidiary Companies Amt.Rs.		Associates Amt.Rs.	
	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18
Fixed Deposits taken						
Taken during the period	-	-	-	-	-	-
Repaid during the period	-	4.65	-	-	-	-
Closing Balance	-	-	-	-	-	-
Loans & Advances						
Given during the period	-	-	-	-	-	-
Settled during the period	-	-	-	-	-	-
Closing Balance	-	-	-	-	-	-
Investments						
Given during the period	-	-	-	-	-	-
Settled during the period	-	-	-	-	-	-
Closing Balance	-	-	20.60	20.60	101.00	101.00
Other Payments to KMP & Related Parties						
Salaries etc to Directors & Related Parties (KMP)	202.56	185.46	0.00	0.00	0.00	0.00
Sitting Fees to Directors	1.04	1.28	0.00	0.00	0.00	0.00
Commission to related parties	7.66	4.42	0.00	0.00	0.00	0.00
Amount Expended on behalf of	18.10	15.07	0.00	0.00	0.00	0.00
Rent Income	0.00	0.00	0.00	0.00	0.12	0.12
Dividend Paid	0.00	0.00	0.00	0.00	2.28	2.28
Sales	0.00	0.00	0.00	15.00	0.00	0.00

(iv) Terms and conditions of transactions with related parties

Transactions relating to dividend were on the same terms and conditions that applied to other shareholders.

The sales to and purchases from related parties are made in the ordinary course of business. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in cash/cheque. No provisions are held against receivables from related parties. There are no loans outstanding with related parties.

Notes to Standalone Financial Statements for the year ended 31st March, 2019
(Rs. In Lakhs)
39 Fair Value Measurements

(i) Financial Instruments by Category	Note No.	31st March 2019	31st March 2018
		Carrying Amount/ Fair Value	Carrying Amount/ Fair Value
Financial Assets			
Assets Carried at Fair Value through Profit or Loss			
Investments			
Equity Instruments			
Mutual Funds			
Other Financial Assets		0.00	0.00
Assets Carried at Amortised Cost			
Investments			
Equity Instruments		131.17	131.17
Mutual Funds		4.33	4.33
Trade Receivables		0.00	0.00
Cash and Cash Equivalents		16.01	34.61
Other Bank Balances		110.14	9.15
Loans		225.99	199.91
Other Financial Assets		0.00	0.00
Total Financial Assets		487.65	379.17
Financial Liabilities			
Liabilities Carried at Amortised Cost			
Borrowings (including current maturities and interest accrued)		3142.50	2508.39
Trade Payables		503.42	562.99
Other Financial Liabilities		80.62	88.14
Total Financial Liabilities		3726.54	3159.51

(ii) Fair Values

The fair values of financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Methods and assumptions used to estimate the fair values are consistent with those used for the year ended 31st March, 2018. The following methods and assumptions were used to estimate the fair values:

(a) In respect of investments in mutual funds, the fair values represent net asset value as stated by the issuers of these mutual fund units in the published statements. Net asset values represent the price at which the issuer will issue further units in the mutual fund and the price at which issuers will redeem such units from the investors. Accordingly, such net asset values are analogous to fair market value with respect to these investments, as transactions of these mutual funds are carried out at such prices between investors and the issuers of these units of mutual funds.

(b) The fair value of foreign exchange forward contracts is determined using forward exchange rates at the Balance Sheet date.

(c) The management assessed that fair values, of trade receivables, cash and cash equivalents, other bank balances, other financial assets (current), investments in commercial papers, trade payables, borrowings (current) and other financial liabilities (current), approximate to their carrying amounts largely due to the short-term maturities of these instruments. Further, management also assessed the carrying amount of certain loans and long-term borrowings at floating interest rates which are a reasonable approximation of their fair values and the difference between the carrying amounts and fair values is not expected to be significant.

(d) The fair value of remaining financial instruments is determined on discounted cash flow analysis using a current lending/discount rate, as considered appropriate.

For financial assets carried at fair value, the carrying amounts are equal to their fair values.

(iii) Fair Value Hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the standalone financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into three levels prescribed under the accounting standard. An explanation of each level follows below.

Notes to Standalone Financial Statements for the year ended 31st March, 2019

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes mutual funds. The mutual funds are valued using the closing Net Asset Value.

Level 2: This is the case for unlisted equity securities included in level 2. The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period. There are no transfers between level 1 and level 2 fair value measurements during the year ended 31st March, 2019 and 31st March, 2018.

Rs. In Lakhs

	31st March 2019		31st March 2018	
	Level 1	Level 2	Level 1	Level 2
(a) Recognised and Measured at Fair Value - Recurring Measurements				
Financial Assets				
Investments				
Mutual Funds - Growth plan		4.33		4.33
Unquoted Equity Investments		-		-
(b) Amortised Cost for which Fair Values are Disclosed				
Financial Assets				
Investments				
Unquoted Equity Investments		131.17		131.17

Fair Value Measurement using significant unobservable inputs (Level 2)

Fair valuation of unquoted equity investments is based on valuation done by an external valuer using discounted cash flow method. A change in significant unobservable inputs used in such valuation (mainly earnings growth rate and risk adjusted discount rate) is not expected to have a material impact on the fair values of such assets as disclosed above. *Amounts are below the rounding-off norm adopted by the Company

40 Financial Risk Management

The Company's activities expose it to credit risk, liquidity risk and market risk. In order to safeguard against any adverse effects on the financial performance of the Company, derivative financial instruments, such as foreign exchange forward contracts are entered as per Company's policy to hedge certain foreign currency risk exposures. Derivatives are used exclusively for hedging purposes and not as trading or speculative instruments. The Company's senior management oversees the management of above risks. The senior executives working to manage the financial risks are accountable to the Audit Committee and the Board of Directors. This process provides assurance to the Company's senior management that the Company's financial risks-taking activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and the Company's risk appetite.

This Note explains the sources of risk which the entity is exposed to and how the entity manages the risk. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below:

(A) Credit Risk

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss. The Company is exposed to credit risk from its operating activities (primarily Trade Receivables) and from its investing activities (primarily Deposits with Banks and Investments in Mutual Funds).

Trade Receivables

Trade receivables are typically unsecured and are derived from revenue earned from customers. Customer credit risk is managed by each business unit subject to the Company's policy and procedures which involve credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business. Outstanding customer receivables are regularly monitored and any shipments to major customers are generally covered by letters of credit or other forms of credit assurance. On account of adoption of Ind AS 109, the Company uses expected credit loss model to assess the impairment loss. The Company uses a provision matrix to compute the expected credit loss allowance for trade receivables. The provision matrix takes into account available external and internal credit risk factors and the

Notes to Standalone Financial Statements for the year ended 31st March, 2018

Company's historical experience with customers.

The Company's exposure to customers is diversified and no single customer contributes to more than 10% of total revenues.

Other Financial Assets

Credit risk from balances with banks, term deposits, loans, investments and derivative instruments is managed by Company's finance department. Investments of surplus funds are made only with approved counterparties who meet the minimum threshold requirements. The Company monitors ratings, credit spreads and financial strength of its counterparties. The Company's maximum exposure to credit risk for the components of the Balance Sheet as of 31st March, 2019, and 31st March, 2018 is the carrying amounts as disclosed in Note 39 except for the financial guarantees. The Company's maximum exposure to financial guarantees is given in Note 40(B)(ii).

Financial Assets that are Neither Past Due Nor Impaired

None of the Company's cash equivalents with banks, loans and investments were past due or impaired as at 31st March, 2019, and 31st March, 2018. Of the total trade receivables, Rs. 4163.88 lacs as at 31st March, 2019, and Rs. 3247.52 lacs as at 31st March, 2018 consisted of customer balances that were neither past due nor impaired.

Financial Assets that are Past Due but Not Impaired

The Company's credit period for customers generally ranges from 0 - 180 days. The ageing of trade receivables that are past due but not impaired (net of provisions/allowances) is given below:

Period (in days)	Rs. In Lakhs	
	As At 31st March 2019	As At 31st March 2018
01-090	4107.25	2958.87
91-180	56.62	288.64
More than 180	79.09	46.98

Receivables are deemed to be past due or impaired with reference to the Company's normal terms and conditions of business. These terms and conditions are determined on a case to case basis with reference to the customer's credit quality and prevailing market conditions. Receivables that are classified as 'past due' in the above tables are those that have not been settled within the terms and conditions that have been agreed with that customer.

Other than trade receivables, the Company has no significant class of financial assets that is past due but not impaired.

(B) Liquidity Risk

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and maintains adequate sources of financing.

(i) Financing Arrangements

The Company had access to the following undrawn borrowing facilities (excluding non-fund based facilities) at the end of the reporting period:

	As At 31st March 2019	As At 31st March 2018
Floating Rate		
Expiring within one year (working capital facilities)	1486.28	614.62

The working capital facilities may be drawn at any time and may be terminated by the bank without notice.

Subject to the continuance of satisfactory credit ratings, the above facilities may be drawn at any time within one year.

Notes to Standalone Financial Statements for the year ended 31st March, 2019

(ii) Maturities of Financial Liabilities

The table below analyse the Company's financial liabilities into relevant maturity groupings based on their contractual maturities. The amounts disclosed in the table are the contractual undiscounted cash flows. **Rs. In Lakhs**

Contractual Maturities of Financial Liabilities	Within 1 year	Between 1 and 3 year	Total
31st March, 2019			
Borrowings	3130.89	11.61	3142.50
Trade Payables	499.95	3.47	503.42
Other Financial Liabilities @ Financial Guarantee Contracts*	97.74	0.05	97.79
Total	3728.58	15.13	3743.71
31st March, 2018			
Borrowings	2497.14	11.25	2508.39
Trade Payables	562.99	0.00	562.99
Other Financial Liabilities @ Financial Guarantee Contracts*	99.40	0.51	99.90
Total	3159.53	11.75	3171.28

(C) Market Risk

(i) Foreign Currency Risk

Foreign currency risk is the risk that the fair value of the future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company transacts business in local currency and in foreign currencies (primarily US Dollars and Euro). The Company has obtained foreign currency loans and has foreign currency trade receivables, trade payables and other financial assets/liabilities and is therefore exposed to foreign currency risk.

The Company strives to achieve asset-liability offset of foreign currency exposures and only the net position is hedged where considered necessary. The Company manages its foreign currency risk by hedging appropriate percentage of its foreign currency exposure per established risk management policy.

The Company uses forward exchange contracts to hedge the effects of movements in foreign exchange rates on foreign currency denominated assets and liabilities.

(a) Foreign Currency Risk Exposure:

The Company's exposure to foreign currency risk at the end of the reporting period expressed in INR, are as follows:

Rs. In Lakhs

	31st March 2019			31st March 2018		
	USD	EURO	POUND	USD	EURO	POUND
Financial Assets						
Trade Receivables	2617.67	148.40	12.45	1888.51	44.76	14.73
Bank Balance in EEFC Account	4.25			0.62		
Other Financial Assets	-	-	-	-		
Derivative Assets	-	-	-	-		
Foreign Exchange Forward Contracts						
Net Exposure to Foreign Currency Risk (Assets)	2621.92	148.40	12.45	1889.14	44.76	14.73
Financial Liabilities						
Borrowings (including Current maturities)	1311.75	56.14		1211.34	41.33	
Trade Payables	104.11	80.12	0.00	162.32	139.11	0.00
Other Financial Liabilities						
Derivative Assets						
Foreign Exchange Forward Contracts						
Net Exposure to Foreign Currency Risk (Liabilities)	1415.86	136.26	0.00	1373.66	180.44	0.00
Net Exposure to Foreign Currency Risk (Assets -Liabilities)	1206.06	12.14	12.45	515.48	-135.67	14.73

Notes to Standalone Financial Statements for the year ended 31st March, 2019

(b) Sensitivity

The sensitivity of profit or loss to changes in the foreign exchange rates arises mainly from foreign currency denominated financial instruments.

	Rs. In Lakhs	
	Impact on Profit before tax	
	As At 31st March 2019	As At 31st March 2018
USD Sensitivity		
INR/USD -Increase by 7%*	84.42	36.08
INR/USD -Decrease by 7%*	(84.42)	-36.08
Euro Sensitivity		
INR/EUR-Increase by 7%*	0.85	0.00
INR/EUR-Decrease by 7%*	(0.85)	0.00

* Holding all other variables constant

(ii) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to risk of changes in market interest rates relates primarily to the Company's debt interest obligation. Further the Company engages in financing activities at market linked rates, any changes in the interest rate environment may impact future rates of borrowings. To manage this, the Company may enter into interest rate swaps. The management also maintains a portfolio mix of floating and fixed rate debt.

The Company's fixed rate borrowings and investments in term deposits with bank are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of changes in market interest rates.

(a) Interest Rate Risk Exposure

The exposure of the Company's borrowings to interest rate changes at the end of the reporting period are as follows:

	Rs. In Lakhs	
	As At 31st March 2019	As At 31st March 2018
Variable Rate Borrowings	3113.72	2485.38
Fixed Rate Borrowings	28.78	23.01
Total Borrowings	3142.50	2508.39

As at the end of the reporting period, the Company had the following variable rate borrowings outstanding:

	Weighted average interest rate (%)	Balance	% of Total Loans
31st March 2019			
Cash Credit/Packing Credit Facilities	2.48%	3113.72	99.08
31st March 2018			
Cash Credit/Packing Credit Facilities	2.98%	2485.38	99.08

An analysis by maturities is provided in Note 44(B)(ii) above. The percentage of total loans shows the proportion of loans that are currently at variable rates in relation to the total amount of borrowings.

(b) Sensitivity

Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of changes in interest rates.

	Impact on Profit before tax	
	As At 31st March 2019	As At 31st March 2018
Interest Rates - Increase by 100 basis points (100 bps) *	31.00	24.96
Interest Rates - Decrease by 100 basis points (100 bps) *	31.27	24.75

* Holding all other variables constant

Notes to Standalone Financial Statements for the year ended 31st March, 2019

(iii) Securities Price Risk

Securities price risk is the risk that the fair value of a financial instrument will fluctuate due to changes in market traded prices.

The Company invests its surplus funds in various debt instruments. These comprise of mainly liquid schemes of mutual funds, short term debt funds & income funds (duration investments) and fixed deposits.

To manage its price risk arising from investments in mutual funds, the Company diversifies its portfolio.

Mutual fund investments are susceptible to market price risk, mainly arising from changes in the interest rates or market yields which may impact the return and value of such investments.

(a) Securities Price Risk Exposure

The Company's exposure to securities price risk arises from investments in mutual funds held by the Company and classified in the Balance Sheet as fair value through profit or loss

(iv) Commodity Price Risk

Exposure to market risk with respect to commodity prices primarily arises from the Company's sales of dyes and intermediates, including the raw material components for such products. Cost of raw materials forms the largest portion of the Company's cost of sales. Market forces generally determine prices for the goods sold by the Company. These prices may be influenced by factors such as supply and demand, production costs (including the costs of raw material inputs) and global and regional economic conditions and growth. Adverse changes in any of these factors may reduce the revenue that the Company earns from the sales of goods. Commodity price risk exposure is evaluated and managed through operating procedures and sourcing policies. The Company has not entered into any derivative contracts to hedge exposure to fluctuations in commodity prices.

41 Capital Management

(a) Risk Management

The Company's objectives when managing capital are to

- * safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- * maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

The Company monitors capital on the basis of the net debt to equity ratio. Net debt are long-term and short-term debts as reduced by cash and cash equivalents. The Company is not subject to any externally imposed capital requirements.

The following table summarises the capital of the Company:

	Rs. In Lakhs	
	As At 31st March 2019	As At 31st March 2018
Total Borrowings	3142.50	2508.39
Less: Cash and cash equivalents	126.15	43.76
Net Debt	3016.35	2464.63
Equity	10735.54	9163.73
Total Capital (Equity+ Net Debt)	13751.89	11628.36
Net Debt to Equity ratio	22%	21%

No changes were made to the objectives, policies or processes for managing capital during the years ended 31st March, 2019 and 31st March, 2018.

Notes to Standalone Financial Statements for the year ended 31st March, 2019
Rs. In Lakhs

(b) Dividends on Equity Shares		As At 31st March 2019	As At 31st March 2018
<u>Dividend Declared and Paid during the year</u>			
Final dividend for the year ended 31st March, 2018 of Rs. 1.5 (31st March, 2017 – Rs. 1.5l) per fully paid share		169.93	169.93
Dividend Distribution Tax on above		34.59	34.59
<u>Proposed Dividend Not Recognised at the End of the Reporting Period</u>			
In addition to the above dividend, since year end the directors have recommended the payment of a final dividend of Rs. 1.5 per fully paid share (31st March, 2018 – Rs. 1.5). This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting.		169.93	169.93
Dividend Distribution Tax on above		34.92	34.59
42 Assets Pledged/ Hypothecated as Security		As At 31st March 2019	As At 31st March 2018
Current			
First Charge			
Financial Assets			
Trade Receivables under Bill Discounting (Refer below)		1367.90	1252.66
Other Trade Receivables		(1367.90)	(1252.66)
Non-financial Assets			
Inventories		2715.60	2696.56
Sub-total		2715.60	2696.56
Non-current			
First Charge/Second Charge			
Leasehold Land		156.43	155.13
Buildings		1381.24	1035.58
Plant and Equipments		2161.76	2192.09
Furniture and Fixtures		7.17	7.19
Office Equipments		6.61	5.76
Vehicles		92.98	76.03
Sub-total		3806.19	3471.79
Total		6521.79	6168.35

Trade Receivables under Bill Discounting

The carrying amount of trade receivables include receivables which are subject to bill discounting arrangement. Under this arrangement, the Company has discounted the relevant receivables in exchange of cash and is prevented from selling or pledging the receivables. However, the Company has retained late payment and credit risk. The Company therefore continues to recognise such receivables in their entirety in its balance sheet. The amount payable under the bill discounting arrangement is presented as secured borrowings (Refer Note 15).

For : DYNEMIC PRODUCTS LIMITED

For : ASIM RAVINDRA & ASSOCIATES
CHARTERED ACCOUNTANTS.
 FRN. 118775W

[RAVINDRA MEHTA]
PARTNER
 M. No. 043051

Place : Ahmedabad
 Date : 25/05/2019

(B. K. Patel)
 Managing Director

(D. B. Patel)
 Director

(R. B. Patel)
 Director

(Varsha Mehta)
 Company Secretary

(Amisha Patel)
 Chief Financial Officer

INDEPENDENT AUDITOR'S REPORT

To
The Members of,
Dynemic Products Limited

Report on the Audit of the consolidated Ind AS financial statements

Opinion

We have audited the accompanying consolidated Ind AS financial statements of DYNEMIC PRODUCTS LIMITED ("the Holding Company"), and its subsidiary Dynamic Overseas (India) Pvt Ltd and its associate Dynamic Holdings Pvt Ltd(collectively referred to as "The Group"), comprising of the consolidated Balance Sheet as at March 31, 2019, the consolidated Statement of Profit and Loss including other comprehensive income, the consolidated Cash Flow Statement and the consolidated Statement of Changes in Equity for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as Consolidated Ind AS Financial Statements).

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of the other auditors on separate financial statements of the subsidiary and associate, referred to in the Other Matters section below, aforesaid consolidated Ind AS financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, its consolidated profit including other comprehensive income, its consolidated cash flows and the consolidated statement of changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the consolidated Ind AS financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the consolidated Ind AS financial statements' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated Ind AS financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated Ind AS financial statements for the financial year ended March 31, 2019.

These matters were addressed in the context of our audit of the consolidated Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the consolidated Ind AS financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the consolidated Ind AS financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying consolidated Ind AS financial statements.

Key audit matters	How our audit addressed the key audit matter
Revenue from sale of products (As described in Note 2(c) of the consolidated Ind AS financial statements)	
Revenue is recognized when performance obligations are satisfied by transferring promised goods to customers. Goods are considered transferred when the customer obtains 'control' of the promised goods. Control is the ability to direct the use of and obtain, substantially all the benefits from the goods. There is a risk of revenue not being recorded in the correct accounting period on account of the inability to establish with certainty, the point of time when control passes.	Principal audit procedures performed include: (1) Assessed the appropriateness of the relevant accounting policy. (2) Evaluated the design and implementation of internal controls over management's assertion with respect to 'cut - off', to establish that control of promised goods has passed to customers. (3) Tested the operating effectiveness of controls over revenue recognition with a focus on those related to the timing of revenue recognition. (4) Performed testing on a sample of sales to confirm that 'cut - off' has been properly applied, in particular, the sales made before the year end

Pending litigations (As described in Note 34 of the consolidated Ind AS financial statements)	
As of March 31, 2019, the Company has disclosed contingent liabilities of Rs. 36.90 crores relating to tax and legal claims. Taxation, arbitration and litigation exposures have been identified as a key audit matter due to the uncertainties and timescales involved for the resolution of these claims. Accordingly, there is judgement required by management in assessing the exposure of each case and thus a risk that such cases may not be adequately provided for or disclosed in the standalone Ind AS financial statements.	Following procedures have been performed to address this key audit matter: 1. Gained an understanding of the process of identification of claims, litigations, arbitrations and contingent liabilities, and evaluated the design and tested the operating effectiveness of key controls. 2. Discussed and analysed material legal cases with the Company's legal department. 3. Analysed the responses obtained from the Company's legal advisors who conduct the court cases, tax and administrative proceedings, in which of proceeding were described. 4. Evaluated management's assumptions and estimates relating to the recognition of the provisions for disputes and disclosures of contingent liabilities in the standalone Ind AS financial statements. 5. Assessed the adequacy of the disclosures with regard to facts and circumstances of the legal and litigation matters.

Information Other than the Financial Statements and Auditor's Report Thereon

- The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Directors' Report including Annexures to Directors' Report, Business Responsibility Report and Corporate Governance, but does not include the consolidated financial statements and our auditor's report thereon.
- Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.
- If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management for the consolidated Ind AS financial statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the consolidated Ind AS financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated Ind AS financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated Ind AS financial statements.

As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also :

- Identify and assess the risks of material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated Ind AS financial statements, including the disclosures, and whether the consolidated Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated Ind AS financial statements for the financial year ended March 31, 2019 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matters

We did not audit the financial statements / consolidated financial statements of subsidiary Dynamic Overseas (India) Private Limited, whose financial statements / consolidated financial statements reflect total assets of Rs. 9419830/- as at March 31, 2019, total revenues of Rs. 1147800/- and net cash flows of Rs. 251887/- for the year then ended, as the case may be, on that date and financial statements of associate Dynamic Holdings Private Limited in which the share of net loss of the Group is Rs. 24709/-. These financial statements / consolidated financial statements have been audited by other auditors whose reports have been furnished to us and our opinion is based solely on the reports of the other auditors.

Our opinion on the consolidated Ind AS financial statements, and our report on Other Legal and Regulatory Requirements below is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the Management.

Report on Other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, based on our audit and on the consideration of the reports of the other auditors on the separate financial statements of the subsidiary and associate referred to in the Other Matters above, we report, to the extent applicable, that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including other comprehensive

income, the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;

- (d) In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
- (e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2019 taken on record by the Board of Directors of the Holding Company, and the reports of the statutory auditors who are appointed under Section 139 of the Act, of its subsidiary and associate, none of the directors of the Group companies and its associate, is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these consolidated Ind AS financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" to this report; (g) In our opinion, the managerial remuneration for the year ended March 31, 2019 has been paid/ provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act;
- (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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i The consolidated Ind AS financial statements disclose the impact of pending litigations on the consolidated financial position of the Group, – Refer Note 34 to the consolidated Ind AS financial statements.
 - ii The Group, its subsidiary and its associate entity did not have any material foreseeable losses on long-term contracts. The Group did not have derivative contract as at 31st March 2019.
 - iii There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and in case of its subsidiary company and associate company incorporated in India, it is not applicable at present.

For, **ASIM RAVINDRA & ASSOCIATES**
CHARTERED ACCOUNTANTS
FRN. 118775W

[RAVINDRA MEHTA]
PARTNER
M. No. 043051

Place : Ahmedabad
Date : 25/05/2019

ANNEXURE "A"
TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 11(f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

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

In conjunction with our audit of the consolidated Ind AS financial statements of the Company as of and for the year ended 31st March, 2019, we have audited the internal financial controls over financial reporting of Dynamic Products Limited (hereinafter referred to as "the Holding Company") and its subsidiary company and its associate company which are companies incorporated in India, as of that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The respective Board of Directors of the Holding company, its subsidiary company and its associate company which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the 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 the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on the Holding Company, its subsidiary and associate'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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their report referred to in the Other Matter paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Holding Company's, its subsidiary company's, and its associate company's incorporated in India, internal financial controls system over financial reporting. of the Parent and its subsidiary company and associate, which are companies incorporated in India.

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not

be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

OPINION

In our opinion to the best of our information and according to the explanations given to us, the Holding Company, its subsidiary company, and its associate company which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019, 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”.

OTHER MATTERS

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to one subsidiary company, which is a company incorporated in India, is based on the corresponding report of the auditors of such company incorporated in India. Our opinion is not qualified in respect of this matter.

For, **ASIM RAVINDRA & ASSOCIATES**
CHARTERED ACCOUNTANTS
FRN. 118775W

[RAVINDRA MEHTA]
PARTNER
M. No. 043051

Place : Ahmedabad
Date : 25/05/2019

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2019

(Rs. In Lakhs)

Particulars	Note	As at 31st March, 2019	As at 31st March, 2018
ASSETS :			
NON-CURRENT ASSETS :			
Property, Plant & Equipments	4.1	3810.05	3475.73
Capital Work in Progress	4.2	2488.04	1425.47
Goodwil		29.11	29.11
Intangible Assets	5	0.68	1.36
Investments accounted for using equity method	6	86.91	87.16
Financial Assets:			
Investments	6	13.90	13.90
Loans	10	189.55	182.66
Other Financial Assets	11	57.62	216.04
Other Non Current Assets	13	304.36	248.43
TOTAL NON CURRENT ASSETS		6980.21	5679.87
CURRENT ASSETS:			
Inventories	12	2715.60	2696.56
Financial Assets:-			
Investments	6	0.00	0.00
Trade Receivables	7	4163.88	3247.52
Cash and cash equivalents	8	26.08	47.19
Other Bank Balances	9	189.22	9.15
Loans	10	36.44	17.24
Other Financial Assets	11	4.42	4.77
Other Current Assets	13	1722.15	2288.56
TOTAL CURRENT ASSETS		8857.79	8310.99
TOTAL -ASSETS		15838.00	13990.86
EQUITIES AND LIABILITIES:			
EQUITY			
Equity Share Capital	14.1	1,132.84	1,132.84
Other Equity	14.2	9683.17	8109.10
TOTAL EQUITY		10816.01	9241.95
Non Controlling Interest		6.68	6.63
TOTAL EQUITY		10822.70	9248.58
LIABILITIES			
NON CURRENT LIABILITIES			
Financial Liabilities			
Borrowings	15	11.61	11.25
Trade Payables	16	3.47	0.00
Other Financial Liabilities	17	0.05	0.51
Deferred Tax Liabilities (Net)	21	484.93	519.26
TOTAL NON CURRENT LIABILITIES		500.06	531.01
CURRENT LIABILITIES			
Financial Liabilities			
Borrowings	15	3113.72	2485.38
Trade Payables	16	499.95	562.99
Other Financial Liabilities	17	97.74	99.40
Provisions	18	17.99	17.26
Current Tax Liabilities	19	758.29	936.76
Other Current Liabilities	20	27.55	109.48
TOTAL CURRENT LIABILITIES		4515.24	4211.27
TOTAL LIABILITIES		5015.30	4742.28
TOTAL - EQUITIES AND LIABILITIES		15838.00	13990.86

The accompanying Notes form an integral part of the Consolidated Balance Sheet.

This is the Consolidated Balance Sheet referred to in our report of even date.

As per our Report of even date

For : ASIM RAVINDRA & ASSOCIATES

CHARTERED ACCOUNTANTS.

FRN. 118775W

[RAVINDRA MEHTA]

PARTNER

M. No. 043051

Place : Ahmedabad

Date : 25/05/2019

For : DYNEMIC PRODUCTS LIMITED

 (B. K. Patel)
 Managing Director

 (D. B. Patel)
 Director

 (R. B. Patel)
 Director

 (Varsha Mehta)
 Company Secretary

 (Amisha Patel)
 Chief Financial Officer

CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31-3-2019

(Rs. In Lakhs)

Particulars	Note	31/03/2019		31/03/2018	
		Rupees	Rupees	Rupees	Rupees
REVENUE FROM OPERATIONS	22		16667.29		16716.41
OTHER INCOME	23		24.95		29.80
TOTAL REVENUE Rs.			16692.24		16746.21
EXPENSES:					
Cost of Materials Consumed	24		8449.03		8343.32
Purchases of Stock-in-Trade	25		1355.78		263.05
Changes in Inventories	26		-336.66		138.07
Excise Duty			0.00		270.86
Employee Benefits Expenses	27		801.10		751.54
Finance Costs	28		117.45		118.96
Depreciation & Amortisations	29		335.24		332.40
Other Exps:-	30				
Other Manufacturing Exps.	30.1	2644.27		3074.25	
Repairs & Maintenance	30.2	283.30		332.18	
Administrative, Selling & Other Exps.	30.3	499.63	3427.20	425.41	3831.84
TOTAL EXPENSES Rs.			14149.13		14050.05
Profit before share of net profits of investment accounted for using equity and Tax			2543.11		2696.16
Share of net profit/(loss) of Associates and joint ventures accounted for using the equity method			(0.25)		0.73
Profit before Tax			2542.86		2696.89
Income Tax Expense	31				
Current Tax			753.93		934.58
Deferred Tax			(34.33)		3.03
Add/ (Less):- Taxation of earlier years (Refunds/Paid)			25.29		3.61
Net Profit for the Year			1797.97		1755.67
Other Comprehensive Income					
Items that will not be Reclassified to Profit or Loss	36		(14.97)		(6.29)
Remeasurements on Post-employment Defined Benefit Plans					
Income Tax on Above	31		(4.36)		(2.18)
Total Other Comprehensive Income, Net of Tax			(19.33)		(8.47)
Total Comprehensive Income for the Year			1778.64		1747.20
Profit attributable to:					
Owners			1797.92		1755.58
Non controlling Interest			0.05		0.08
			1797.97	0.00	1755.67
Other Comprehensive Income attributable to:					
Owners			(19.33)		(8.47)
Non controlling Interest			0.00		0.00
			(19.33)	0.00	(8.47)
Total Comprehensive Income attributable to:					
Owners			1778.59		1747.12
Non controlling Interest			0.05		0.08
			1778.64	0.00	1747.20
Earnings per Equity Share (Nominal Value Rs. 10/- per Share)	32				
Basic			15.70		15.42
Diluted			15.70		15.42

The accompanying Notes form an integral part of the Consolidated Statement of Profit & Loss.

This is the Consolidated Statement of Profit & Loss

As per our Report of even date

For : ASIM RAVINDRA & ASSOCIATES
CHARTERED ACCOUNTANTS.

FRN. 118775W

[RAVINDRA MEHTA]
PARTNER

M. No. 043051

Place : Ahmedabad

Date : 25/05/2019

For : DYNEMIC PRODUCTS LIMITED
(B. K. Patel)
 Managing Director

(D. B. Patel)
 Director

(R. B. Patel)
 Director

(Varsha Mehta)
 Company Secretary

(Amisha Patel)
 Chief Financial Officer

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the year ended 31st March, 2019
(Rs. In Lakhs)

Other Equity -Reserves & Surplus- Rfer Note No 14.2					
Particulars	Equity Share Capital [Refer Note 14.1]	Share Premium Account	General Reserve	Retained Earnings	Total
As at 1st April, 2017	1132.84	1036.80	452.18	5077.52	7699.35
Profit for the Year				1755.58	1755.58
"Other Comprehensive Income (Net of Tax) -Remeasurements on Post employment "Defined Benefit Plans"				(8.47)	(8.47)
Total Comprehensive Income for the Year	1132.84	1036.80	452.18	6824.64	9446.47
Transactions with Owners in their Capacity as Owners:					
Final Dividend on Equity Shares for the Financial Year 2015-16 (Refer Note 41(b))				(169.93)	(169.93)
Dividend Distribution Tax on Above				(34.59)	(34.59)
Transfer from Retained Earnings			50.00	(50.00)	-
As at 31st March, 2018	1,132.84	1,036.80	502.18	6570.12	9241.95
Profit for the Year				1797.92	1797.92
"Other Comprehensive Income (Net of Tax) -Remeasurements on Post employment "Defined Benefit Plans"				(19.33)	(19.33)
Total Comprehensive Income for the Year	1,132.84	1,036.80	502.18	8348.71	11020.53
Transactions with Owners in their Capacity as Owners:					
Final Dividend on Equity Shares for the Financial Year 2016-17 (Refer Note 41(b))				(169.93)	(169.93)
Dividend Distribution Tax on Above				(34.59)	(34.59)
Transfer from Retained Earnings			-	-	-
As at 31st March, 2019	1,132.84	1,036.80	502.18	8144.19	10816.01

The accompanying Notes form an integral part of the Consolidated Statement of Changes in Equity.

This is the Consolidated Statement of Changes in Equity

As per our Report of even date

For : ASIM RAVINDRA & ASSOCIATES

CHARTERED ACCOUNTANTS.

FRN. 118775W

[RAVINDRA MEHTA]

PARTNER

M. No. 043051

Place : Ahmedabad

Date : 25/05/2019

For : DYNEMIC PRODUCTS LIMITED

(B. K. Patel)

Managing Director

(D. B. Patel)

Director

(R. B. Patel)

Director

(Varsha Mehta)

Company Secretary

(Amisha Patel)

Chief Financial Officer

CONSOLIDATED CASH FLOW STATEMENT for the year ended 31st March, 2019

(Rs. In Lakhs)

Particulars	Year Ended 31/03/2019	Year Ended 31/03/2018
A. Cash Flows from Operating Activities		
Profit before Tax	2542.86	2696.89
Adjustments for:		
Share of net profit/(loss) of Associates	0.25	(0.73)
Depreciation and Amortisation Expense	335.24	332.40
Finance Costs	117.45	118.96
Bad Debts/Advances Written Off	48.24	0.00
Provision for Doubtful Debts	0.00	0.00
Interest Income Classified as Investing Cash Flows	(13.46)	(14.05)
Net Gain on Investments Carried at Fair Value through Profit or Loss	0.00	0.00
Fair Value Gains on Derivatives Not Designated as Hedges (Unrealised)	0.00	0.00
Liabilities No Longer Required Written Back	0.00	0.00
Provision for Doubtful Debts Written Back	0.00	0.00
Allowance Made/(Reversed) for Expected Credit Losses on Trade Receivables	0.00	0.00
(Gain)/Loss on Disposal of Property, Plant and Equipment (Net)	(1.57)	5.05
Write Downs of Inventories to Net Realisable Value	0.00	0.00
Foreign Exchange Differences (Net)	(106.53)	(125.32)
Operating Profit before Changes in Operating assets and Liabilities	2922.48	3013.20
Changes in Operating Assets and Liabilities		
Increase/(Decrease) in Trade Payables	(59.57)	214.73
Increase/(Decrease) in Other Financial Liabilities	(7.75)	14.46
Increase/(Decrease) in Provisions	0.73	(0.09)
Increase/(Decrease) in Other Current Liabilities	(81.93)	74.65
(Increase)/Decrease in Inventories	(19.04)	(488.12)
(Increase)/Decrease in Trade Receivables	(964.60)	(447.83)
(Increase)/Decrease in Loans	(26.08)	(9.37)
(Increase)/Decrease in Other Financial Assets	12.79	(56.17)
(Increase)/Decrease in Other Non-current Assets	(55.93)	(4.88)
(Increase)/Decrease in Other Current Assets	475.59	(473.16)
Cash Generated from Operations	(725.79)	(1175.77)
Income Taxes Paid	(873.55)	(818.19)
NET CASH FROM OPERATING ACTIVITIES	(1599.34)	(1993.96)
B. Cash Flows from Investing Activities		
Payments for Acquisition of Property, Plant and Equipment/Intangible Assets	(1732.55)	(813.11)
Proceeds on Disposal of Property, Plant and Equipment	10.28	6.68
Payments for Purchase of Investments	0.00	0.00
Proceeds from Sale/Redemption of Investments	0.00	5.16
Interest Received	13.46	14.05
Proceeds from Maturity of Deposits with Banks	9.52	99.35
Payments for Placing of Deposits with Banks	(62.90)	(105.74)
NET CASH USED IN INVESTING ACTIVITIES	(1762.19)	(793.60)
C. Cash Flows from Financing Activities:		
Dividend Paid	(169.93)	(169.93)
Dividend Distribution Tax Paid	(34.59)	(34.59)
Finance Costs Paid	(117.45)	(118.96)
Repayment of Long-term Borrowings	5.04	(2.45)
Short-term Borrowings - Receipts/(Payments)	628.35	(34.43)
NET CASH USED IN FINANCING ACTIVITIES	311.42	(360.36)
D. Exchange Differences on Translation of Foreign Currency	106.53	125.32
Cash and Cash Equivalents		
Net Cash (Outflow)/ Inflow	(21.12)	(9.40)
Cash and Cash Equivalents - Opening (Refer Note 8)	47.19	56.60
Cash and Cash Equivalents - Closing (Refer Note 8)	26.08	47.19

The above Consolidated Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'. The accompanying Notes form an integral part of the Consolidated Cash Flow Statement. This is the Consolidated Cash Flow Statement referred to in our report of even date.

For : ASIM RAVINDRA & ASSOCIATES
 CHARTERED ACCOUNTANTS.
 FRN. 118775W

(B. K. Patel)
 Managing Director

For : DYNEMIC PRODUCTS LIMITED

(D. B. Patel)
 Director

[RAVINDRA MEHTA]
 PARTNER
 M. No. 043051

(R. B. Patel)
 Director

Place : Ahmedabad
 Date : 25/05/2019

(Varsha Mehta)
 Company Secretary

(Amisha Patel)
 Chief Financial Officer

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

1. Group Background

Dynemic Products Limited (the 'Parent Company') is a public limited company, incorporated and domiciled in India. The equity shares of the Company are listed on the National Stock Exchange of India Limited and the BSE Limited in India. The registered office of the Company is located at B-301, Satyamev-I, Opp. Gujarat High Court, S G Road, Sola, Ahmedabad-380060, Gujarat, India. The Parent Company and its subsidiary, Dynamic Overseas India Pvt Ltd & its associates Dynemic Holdings Pvt Ltd, (collectively referred to as "the Group") is mainly engaged in the business of manufacturing and selling of Dyes & Dye Intermediates as single operational segment, and . The consolidated Financial statements were approved and authorised for issue in accordance with the resolution of the Company's Board of Directors on 25th May, 2019.

2. Significant Accounting Policies

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

(a) Basis of Preparation
(i) Compliance with Ind AS

The consolidated financial statements comply in all material respects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the 'Act') [Companies (Indian Accounting Standards) Rules, 2015] as amended from time to time and other provisions of the Act.

(ii) Historical Cost Convention

The consolidated Financial statements have been prepared on a historical cost basis, except for the following:

-Certain financial assets and liabilities (including derivative instruments) that is measured at fair value.

Defined benefit plans - plan assets measured at fair value.

(iii) Current versus Non Current Classification

The Company presents assets and liabilities in the Balance Sheet based on current/non-current classification.

An asset is classified as current when it is:

- a) expected to be realised or intended to be sold or consumed in the normal operating cycle,
- b) held primarily for the purpose of trading,
- c) expected to be realised within twelve months after the reporting period, or
- d) cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when:

- a) it is expected to be settled in the normal operating cycle,
- b) it is held primarily for the purpose of trading,
- c) it is due to be settled within twelve months after the reporting period, or
- d) there is no unconditional right to defer settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current.

(iv) Rounding of Amounts

All amounts disclosed in the consolidated financial statements and notes have been rounded off to the nearest Rupee in lacs as per the requirement of Schedule III, unless otherwise stated.

(b) Principal of Consolidation:-

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

The consolidated financial statements relate to Dynemic Products Limited ('the Company') and its subsidiary company, and associate. The consolidated financial statements have been prepared on the following basis:

- (i) The financial statements of the Company and its subsidiary are combined on a line by line basis by adding together like items of assets, liabilities, equity, incomes, expenses and cash flows, after fully eliminating intra-group balances and intra-group transactions.
- (ii) The excess of cost to the Company of its investments in the subsidiary company over its share of equity of the subsidiary companies at the dates on which the investments in the subsidiary companies are made, is recognised as " Goodwill " being an assets in the consolidated financial statements.
- (iii) Minority interest in the net assets of consolidated subsidiary consist of the amount of equity attributable to the minority shareholders at the dates on which investments are made by the Company and further movements in their share in the equity , subsequent to the dates of investments.
- (iv) Investment in Associate has been accounted under the equity method as per Ind AS 28 - Investments in Associates and Joint Ventures.
- (v) The Company accounts for its share of post acquisition changes in net assets of associates, after eliminating unrealised profits and losses resulting from transactions between the Company and its associates to the extent of its share, through its Consolidated Profit and Loss Statement, to the extent such change is attributable to the associates' Profit and Loss Statement and through its reserves for the balance based on available information.
- (vi) As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the Company's separate financial statements.

(c) Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are inclusive of excise duty & exclusive of GST and net of returns, trade discounts, rebates, value added taxes and amounts collected on behalf of third parties. The inter divisional transfer between Unit-1 & Unit-2 are deducted from respective sales & purchases. It has no impact on profit or loss.

The Group recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Company and specific criteria have been met for each of the Group's activities as described below. The Group bases its estimates on historical results, taking into consideration the type of customer, the type of transaction and the specifics of each arrangement.

Sale of Products :-Revenue from sale of products is recognised when the significant risks and rewards of ownership of the products have passed to the buyer as per the terms of contract. Sales is net of inter branch transfers. It has no impact on profit or loss.

Sale of Services:- Revenue from services rendered is recognised as the services are rendered and is booked based on agreements/ arrangements with the concerned parties.

Other Operating Revenues

Export entitlements (arising out of Duty Drawback, Merchandise Export from India and Focus Market Schemes) are recognised when the right to receive credit as per the terms of the schemes is established in respect of the exports made by the Group and where there is no significant uncertainty regarding the ultimate collection of the relevant export proceeds. There is no Royalty Income.

(d) Construction Contracts :- There is no Construction contract entered into by the Group during the period under consideration.

(e) Property, Plant and Equipment:-

Freehold/ GIDC Lease hold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less accumulated depreciation and accumulated impairment losses, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably.

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Depreciation Method, Estimated Useful Lives And Residual Values

Depreciation is calculated on a pro-rata basis using the straight-line method to allocate their cost, net of their estimated residual values, over their estimated useful lives in accordance with Schedule II to the Act. Each component of an item of property, plant and equipment with a cost that is significant in relation to the cost of that item is depreciated separately if its useful life differs from the other components of the item.

Estimated useful lives of the assets are taken as per Schedule II of the Companies Act 2013, which is broadly defined as under:-

Buildings - 3 to 60 years

Plant and Equipments - 5 to 40 years

Furniture and Fixtures - 10 years

Vehicles - 8 to 10 years

Office Equipments - 3 to 6 years

Leasehold land is from GIDC and has not been amortised, as the lease cost has been fully paid. The useful lives, residual values and the method of depreciation of property, plant and equipment are reviewed, and adjusted if appropriate, at the end of each reporting period. Gains and losses on disposals are determined by comparing proceeds with carrying amount and are included in profit or loss within 'Other Income'/'Other Expenses'. Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as 'Capital Advances' under other non-current assets and the cost of property, plant and equipment not ready to use are disclosed under 'Capital Work-in-progress'.

(f) Intangible Assets

Intangible assets (Computer Software) has a finite useful life and are stated at cost less accumulated amortisation and accumulated impairment losses, if any.

Computer Software

Software for internal use, which is primarily acquired from third-party vendors is capitalised. Subsequent costs associated with maintaining such software are recognised as expense as incurred. Cost of software includes license fees and cost of implementation/system integration services, where applicable.

Amortisation Method and Period

Computer software are amortised on a pro-rata basis using the straight-line method over their estimated useful life of 5 years, from the date they are available for use. Amortisation method and useful lives are reviewed periodically at each Financial year end.

(g) Impairment of Non Financial assets

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

(h) Leases

As A Lessee

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Group as lessee are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases. This is not applicable to GIDC Lease, as there is no periodic payments are made for uses of leased asset, which is GIDC Land.

(i) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost of inventories comprises cost of purchases and all other costs incurred in bringing the inventories to their present location and condition. Cost of work-in-progress and finished goods comprises direct materials, direct labor and an appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity. Costs are assigned to individual items of inventory on approximation average basis. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

(j) Investments and Other Financial Assets
(i) Classification

The Group classifies its financial assets in the following measurement categories:-

- those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss), and
- those to be measured at amortised cost.

The classification depends on the Group's business model for managing the financial assets and the contractual terms of the cash flows. For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. Though the Group do not have any debt instruments, but for investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Group has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

(ii) Measurement

At initial recognition, the Group measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss. Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Debt Instruments

Subsequent measurement of debt instruments depends on the Group's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the Group classifies its debt instruments:

- **Amortised Costs**

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt instrument that is subsequently measured at amortised cost is recognised in profit or loss when the asset is derecognised or impaired.

- **Fair Value through other comprehensive income (FVOCI):**

Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest income and foreign exchange gains and losses which are recognised in the profit or loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised in 'Other Income'.

Fair value through Profit & Loss A/c

Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss is recognised in profit or loss and presented net in the Statement of Profit and Loss within 'Other Income' in the period in which it arises.

Equity Instruments

The Group subsequently measures all equity investments at fair value. Where the Group's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. Changes in the fair value of financial assets at fair value through profit or loss are recognised in 'Other Income' in the Statement of Profit and Loss.

(iii) Impairment of Financial Assets

The Group assesses on a forward looking basis the expected credit losses associated with its assets which are not fair valued through profit or loss. The impairment methodology applied depends on whether there has been a significant increase in credit risk. Note 40(A) details how the Group determines whether there has been a significant increase in credit risk. For trade receivables only, the Group applies the simplified approach permitted by Ind AS 109, 'Financial Instruments', which requires expected lifetime losses to be recognised from initial recognition of the receivables.

(iv) De-recognition of Financial Assets

A financial asset is de-recognised only when

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

Where the entity has transferred an asset, the Group evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is de-recognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not de-recognised.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is de-recognised if the Group has not retained control of the financial asset. Where the Group retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

(v) Income Recognition

Interest Income

Interest income from debt instruments is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Group estimates the expected cash flows by considering all the contractual terms of the financial instrument but does not consider the expected credit losses.

Dividend

Dividend is recognised in profit or loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Group, and the amount of the dividend can be measured reliably.

(vi) Fair Value of Financial Instruments

In determining the fair value of financial instruments, the Group uses a variety of methods and assumptions that are based on market conditions and risks existing at each reporting date. The methods used to determine fair value include discounted cash flow analysis and available quoted market prices. All methods of assessing fair value result in general approximation of value, and such value may never actually be realised.

(k) Derivative Instruments- Not applicable as there are no Derivative Instruments.
(l) Offsetting Financial Instruments

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

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

of the Group or the counterparty.

(m) Trade Receivables

Trade receivables are amounts due from customers for goods sold or services rendered in the ordinary course of business. Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

(n) Cash and Cash Equivalents

For the purpose of presentation in the Cash Flow Statement, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(o) Trade Payables

Trade Payables represent liabilities for goods and services provided to the Group prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

(p) Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Borrowings are removed from the Balance Sheet when the obligation specified in the contract is discharged, cancelled or expired.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

(q) Borrowing Costs

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Other borrowing costs are expensed in the period in which they are incurred.

(r) Foreign Currency Transactions and Translation

(i) Functional and Presentation Currency

Items included in the consolidated financial statements of the Group are measured using the currency of the primary economic environment in which the Group operates ('the functional currency'). The consolidated financial statements are presented in Indian Rupee (Rs.), which is the Group's functional and presentation currency.

(ii) Transactions and Balances

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. At the year-end, monetary assets and liabilities denominated in foreign currencies are restated at the year - end exchange rates. The exchange differences arising from settlement of foreign currency transactions and from the year-end restatement are recognised in profit and loss.

Exchange differences arising on reporting of long-term foreign currency monetary items recognised up to 31st March, 2018 (i) relating to acquisition of depreciable capital assets is adjusted to the carrying amount of such assets (to be depreciated over the balance life of the related asset) and (ii) in other cases accumulated in a 'Foreign Currency

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

Monetary Item Translation Difference Account' (to be amortised over the balance period of the related long-term monetary asset/liability). All other foreign exchange gains and losses are presented in the Statement of Profit and Loss on a net basis within 'Other Income'/'Other Expenses'.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss.

(s) Employee benefits

(i) Short Term Employee Benefits

Liabilities for short-term employee benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as 'Employee Benefits Payable' within 'Other Current Liabilities' in the Balance Sheet.

(ii) Post Employment Benefits

Defined Benefit Plans

The liability or asset recognised in the Balance Sheet in respect of defined benefit plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in 'Employee Benefits Expense' in the Statement of Profit and Loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in Other Comprehensive Income. These are included in 'Retained Earnings' in the Statement of Changes in Equity.

Defined Contribution Plans

Contributions under Defined Contribution Plans payable in keeping with the related schemes are recognised as expenses for the period in which the employee has rendered the service.

(iii) Other Long term Employee Benefits

The liabilities for leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured annually by actuaries as the present value of expected future benefits in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in profit or loss.

The obligations are presented under 'Provisions' (Current) in the Balance Sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

(t) Income Tax

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

The current tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

basis of amounts expected to be paid to the tax authorities.

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

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

Deferred tax assets are not recognised for temporary differences between the carrying amount and tax bases of investments in subsidiaries where it is not probable that the differences will reverse in the foreseeable future and taxable profit will not be available against which the temporary difference can be utilised.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be utilised.

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

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

(u) Provisions and Contingencies

Provisions are recognised when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. A disclosure for contingent liabilities is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or nonoccurrence of one or more uncertain future events not wholly within the control of the Group or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of the amount cannot be made.

(v) Dividend

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the Group, on or before the end of the reporting period but not distributed at the end of the reporting period.

(w) Earnings per Share

(i) Basic Earnings per Share

Basic earnings per share is calculated by dividing: -

- the profit attributable to owners of the Group
- by the weighted average number of equity shares outstanding during the financial year

(ii) Diluted Earnings per Share

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

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

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

(x) Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.

The chief operating decision maker is responsible for allocating resources and assessing performance of the operating segments and has been identified as the Managing Director of the Group. Presently Group has been working in single segment- Dyes & Dyes Intermediates.

(y) Recent Accounting Pronouncements

Standard issued but effective from annual periods beginning on or after 1st April 2019:-

Ind AS 116 Leases:- On 30th March, 2019, Ministry of Corporate Affairs, has notified Ind AS 116 Leases. Ind AS 116 will replace the existing leases standard Ind AS 17, Leases, and related interpretations. No impact on the company.

Ind AS 12, Appendix C Uncertainty over Income Tax Treatments:- On 30th March, 2019, Ministry of Corporate Affairs, has notified Ind AS 12, Appendix C Uncertainty over Income Tax Treatments, which is to be applied while performing the determination of taxable profit (loss), tax bases, unused tax losses, unused tax credits and tax rates when there is uncertainty over income tax treatments under Ind AS 12. The effective date of Ind AS 12, Appendix C is annual periods beginning on or after 1st April 2019. The effect on adoption of Ind AS 12, Appendix C, would be insignificant in the consolidated financial statements.

Amendment to Ind AS 12 Income Taxes:- On 30th March, 2019, Ministry of Corporate Affairs, has issued amendments to the guidance in Ind AS 12, Income Taxes, in connection with accounting for dividend distribution taxes. The effective date of amendments to Ind AS 12, is annual periods beginning on or after 1st April 2019. The company is evaluating the effect of these amendments on consolidated financial statements.

Amendment to Ind AS 19 Employee benefits, plan amendment, curtailment or settlements, On 30th March, 2019, Ministry of Corporate Affairs, has issued amendments to the guidance in Ind AS 19, Employee benefits, in connection with accounting for plan amendment, curtailment or settlements. The effective date of amendments to Ind AS 12, is annual periods beginning on or after 1st April 2019. The company does not have any impact on account of this amendment.

3 Critical Estimates and Judgments

The preparation of consolidated Financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions, that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these consolidated Financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed at each Balance Sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

This Note provides an overview of the areas that involved a higher degree of judgment or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the consolidated Financial statements.

The areas involving critical estimates or judgements are:

Employee Benefits (Estimation of Defined Benefit Obligation)

Post-employment benefits represent obligations that will be settled in future and require assumptions to estimate benefit obligations. Post-employment benefit accounting is intended to reflect the recognition of benefit costs over the employees' approximate service period, based on the terms of the plans and the investment and funding

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

decisions made. The accounting requires the Group to make assumptions regarding variables such as discount rate and salary growth rate. Changes in these key assumptions can have a significant impact on the defined benefit obligations.

Impairment of Trade Receivables

Impairment of trade receivables is primarily estimated based on prior experience with and the past due status of receivables, based on factors that include ability to pay and payment history. The assumptions and estimates applied for determining the provision for impairment are reviewed periodically.

Estimation of Expected Useful Life of Property, Plant and Equipment

Management reviews its estimate of useful lives of property, plant and equipment at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of property, plant and equipment.

Contingencies

Legal proceedings covering a range of matters are pending against the Group. Due to the uncertainty inherent in such matters, it is often difficult to predict the final outcome. The cases and claims against the Group often raise factual and legal issues that are subject to uncertainties and complexities, including the facts and circumstances of each particular case/ claim, the jurisdiction and the differences in applicable law. The Group consults with legal counsel and other experts on matters related to specific litigations where considered necessary. The Group accrues a liability when it is determined that an adverse outcome is probable and the amount of the loss can be reasonably estimated. In the event an adverse outcome is possible or an estimate is not determinable, the matter is disclosed.

Accounting for Construction Contract Under Percentage of Completion-Not applicable as there is no construction contracts, however the policy is as under:-

The percentage of completion method is used to account for construction contracts. This method requires estimates of the final revenue and costs of the contract, as well as measurement of progress achieved to date as a proportion of the total work to be performed. The main uncertainty when assessing contract revenue is related to recoverable amounts from variation orders and claims payments which are recognised when, based on management's judgment, it is probable that they will result in revenue and are reliably measurable. This assessment is adjusted upon management's evaluation of liquidated damages to be imposed by customers typically relating to contractual delivery terms. Cost to complete depends on productivity factors and the cost of inputs, weather conditions, performance of subcontractors, etc. Experience, reduces but does not eliminate the risk that estimates may change significantly.

Valuation of Deferred Tax assets

Deferred income tax expense is calculated based on the differences between the carrying value of assets and liabilities for Financial reporting purposes and their respective tax bases that are considered temporary in nature. Valuation of deferred tax assets is dependent on management's assessment of future recoverability of the deferred tax benefit. Expected recoverability may result from expected taxable income in the future, planned transactions or planned optimising measures. Economic conditions may change and lead to a different conclusion regarding recoverability.

Fair Value Measurements

When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active markets, their fair values are measured using valuation techniques, including the discounted cash flow model, which involve various judgments and assumptions.

Impairment of Investments in Subsidiaries

Determining whether the investments in subsidiaries are impaired requires an estimate of the value in use of investments. In considering the value in use, the management anticipates the future commodity prices, capacity utilisation of plant, operating margins, discount rates and other factors of the underlying businesses/operations of the subsidiaries.

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

Group Information

The consolidated financial statements comprise the financial statements of the Parent Company and its wholly owned subsidiary company and its associates as detailed below. Unless otherwise stated, they have share capital consisting solely of equity shares that are held by the Group and the proportion of ownership interests held equals the voting rights held by the Group.

Name of Entity	Place of Business/ Country of Incorporation	Principal Business interest held by the group		Proportion of ownership Activity
		2018-19	2017-18	
1) Dynamic Overseas India Private Limited	India	98.09%	98.09%	Trading of Dyes Intermediates, & other chemicals
2) Dynemic Holdings Private Limited	India	49.22%	49.22%	Investments in shares & securities

Rs. In Lakhs

Name of Entity	Net Assets, i.e Total Assets minus total Liabilities		Share in Profit & Loss A/c		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18
Parent Dynemic Products Limited	10816.01	9241.95	1797.92	1755.58	(19.33)	(8.47)	1778.59	1747.12
Subsidiary Dynemic Overseas India Private Limited	90.97	88.46	2.51	4.31	0.00	0.00	2.51	4.31
(Share of Parent) Associates Dynemic Holdings Pvt Ltd	86.91	87.16	-0.25	0.73	0.00	0.00	-0.25	0.73
(Share of Parent)								

Note:- The associate Dynemic Holding Pvt Ltd has invested Rs. 72.81 lacs (PYF Rs. 66.91 lacs) in the 156320 nos (PYF 152220 nos) of shares of the company i.e Dynemic Products Ltd, hence, out of the net worth of Rs. 177.65 lacs (PYF Rs. 177.07 lacs) attributable to the shareholding of the company, Rs. 72.81 lacs (PYF Rs. 66.91 lacs) is invested in the shares of the company.

Notes to Standalone Financial Statements for the year ended 31st March, 2019

4	Property, Plant and Equipment										Rs. In Lakhs
4.1	Reconciliation of Gross and Net Carrying Amount of Each Class of Assets										
	Particulars	Leasehold Land	Buildings	Plant and Equipments	Furniture and Fixtures	Vehicles	Office Equipments	Other Assets	Total		
	Year ended 31st March, 2018										
	Gross Carrying Amount										
	Opening Balance	155.13	1498.70	3621.25	84.34	92.82	47.61	0.00		5499.85	
	Additions	0.00	23.79	308.90	1.40	27.08	2.43	0.00		363.59	
	Disposals	0.00	0.00	40.93	0.00	14.64	1.41	0.00		56.98	
	Closing Balance	155.13	1522.48	3889.22	85.74	105.26	48.62	0.00		5806.45	
	Accumulated Depreciation										
	Opening Balance	0.00	434.00	1467.91	75.97	25.14	41.24			2044.26	
	For the Year	0.00	48.96	264.44	2.59	12.73	3.01			331.72	
	On Disposals	0.00	0.00	35.22	0.00	8.63	1.40			45.25	
	Closing Balance	0.00	482.96	1697.12	78.55	29.23	42.86	0.00		2330.73	
	Net Carrying Amount	155.13	1039.52	2192.09	7.19	76.03	5.76	0.00		3475.73	
	Year ended 31st March, 2019										
	Gross Carrying Amount										
	Opening Balance	155.13	1522.48	3889.22	85.74	105.26	48.62	0.00		5806.45	
	Additions	1.30	395.57	238.52	1.58	36.90	3.71			677.58	
	Disposals	0.00	0.00	22.88	0.00	15.47	12.27			50.62	
	Closing Balance	156.43	1918.05	4104.85	87.33	126.69	40.06	0.00		6433.42	
	Accumulated Depreciation										
	Opening Balance	0.00	482.96	1697.12	78.55	29.23	42.86	0.00		2330.73	
	For the Year	0.00	50.00	265.74	1.61	14.36	2.86			334.56	
	On Disposals	0.00	0.00	19.76	0.00	9.88	12.27			41.91	
	Closing Balance	0.00	532.95	1943.10	80.16	33.71	33.45	0.00		2623.37	
	Net Carrying Amount	156.43	1385.10	2161.76	7.17	92.98	6.61	0.00		3810.05	

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

4.2	Capital Work-in-Progress	Rs. In Lakhs
	Carrying Amount at the Beginning of the Year	1425.47
	Additions During the Year @	1427.89
	Capitalised During the Year	365.32
	Carrying Amount at the End of the Year	2488.04
	@ Includes following costs incurred in the course of construction of an item of Property, Plant and Equipment:	

- 4.3** The Company has taken borrowings from banks which carry charge over certain property, plant and equipment (Refer Note 42 for details).
- 4.4** Contractual obligations - Refer Note 35(a) for disclosure of contractual commitments for the acquisition of property, plant and equipment.
- 4.5** Aggregate amount of depreciation has been included under 'Depreciation and Amortisation Expense' in the Statement of Profit and Loss (Refer Note 29).
- 4.6** Title deeds of immovable properties set out in Note 4.1 above, where applicable, are in the name of the Company.

Rs. In Lakhs

5	Intangible Assets	Good will	Computer
	Year ended 31st March, 2018	On consolidation	Software
	Gross Carrying Amount		
	Deemed Cost as at 1st April, 2017 (Refer Note 4.3)	29.11	26.47
	Additions	0.00	0.00
	Disposals	0.00	0.00
	Closing Balance	29.11	26.47
	Accumulated Depreciation		
	As at 1st April 2017	0.00	24.43
	For the Year	0.00	0.68
	On Disposals	0.00	0.00
	Closing Balance	0.00	25.11
	Net Carrying Amount	29.11	1.36
	Year ended 31st March, 2019		
	Gross Carrying Amount		
	Opening Balance	29.11	26.47
	Additions	0.00	0.00
	Disposals	0.00	0.00
	Closing Balance	29.11	26.47
	Accumulated Depreciation		
	Opening Balance	0.00	25.11
	For the Year	0.00	0.68
	On Disposals	0.00	0.00
	Closing Balance	0.00	25.79
	Net Carrying Amount	29.11	0.68

- 5.1** The amortisation has been included under 'Depreciation and Amortisation Expense' in the Statement of Profit and Loss (Refer Note 29).

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

6	Investments	Face Value	Number	As At 31st March 2019	As At 31st March 2018
	Unquoted:				
	Non-current Investments				
	Investments in Equity Instruments				
	INVESTMENTS ACCOUNTED FOR USING EQUITY METHOD				
	In Other Associates Body Corporate				
	* Dynamic Holdings Pvt. Ltd. (At Original Cost)	10	10.10	101.00	101.00
	Add/Less:- Share of Accumulated Profit/Loss			(14.09)	(13.84)
	Net Investment in Associate			86.91	87.16
	Other Non Current Investments				
	Investments in Equity Instruments				
	In Other Body Corporates				
	* Enviro Technology Ltd. Shares	10	0.15	1.50	1.50
	* Bharuch Enviro Infrastructure Ltd.	10	0.01	0.13	0.13
	* Bharuch Eco-Aqua Infra.Ltd	10	0.78	7.85	7.85
	* Forum (Chandolidia) Aawas Owner's Asso.	100	0.00	0.00	0.00
	* Ank.Res. &.Analy.Inf.Ltd.	10	0.01	0.10	0.10
	Investments in Mutual Funds				
	IndiaReit Fund Scheme IV			4.33	4.33
				13.90	13.90
	Current Investments			0.00	0.00

6.1 Refer Note 39 for information about fair value measurements and Note 40 for credit risk and market risk on investments.

7	Trade Receivables	As At 31st March 2019	As At 31st March 2018
	Unsecured Considered Good		
	(a) Trade Receivables considered good - Secured;	0.00	0.00
	(b) Trade Receivables considered good - Unsecured;	4163.88	3247.52
	(c) Trade Receivables which have significant increase in		
	Credit Risk	0.00	0.00
	(d) Trade Receivables - credit impaired	0.00	0.00
	Less: Allowance for Expected Credit Losses	0.00	0.00
		4163.88	3247.52

7.1 Refer Note 42 for receivables secured against borrowings and Note 40 for information about credit risk and market risk on receivables.

8	Cash and Cash Equivalents	As At 31st March 2019	As At 31st March 2018
	Balances with Banks	24.41	45.89
	Cheques, Drafts on Hand	-	-
	Cash on Hand (Includes Foreign Currency Rs. 31578(PY 53639))	1.67	1.31
		26.08	47.19

8.1 There are no repatriation restrictions with regard to Cash and Cash Equivalents as at the end of the current reporting period and prior periods.

Notes to Consolidated Financial Statements for the year ended 31st March, 2019
Rs. In Lakhs

9	Other Bank Balances	As At 31st March 2019	As At 31st March 2018
	Unpaid Dividend Accounts @	8.05	7.82
	Fixed Deposit Accounts (with original maturity of more than three months but less than twelve months)	171.86	1.33
	Accrued Interest on Fixed Deposits	9.32	-
		189.22	9.15
	@ Earmarked for Payment of Unclaimed Dividend		
10	Loans	As At 31st March 2019	As At 31st March 2018
	Non-current		
	Unsecured, Considered Good :		
	Loans to Employees*	2.08	0.04
	Security Deposits	187.47	182.62
	(a) Loans Receivables considered good - Secured;	0.00	0.00
	(b) Loans Receivables considered good - Unsecured;	189.55	182.66
	(c) Loans Receivables which have significant increase in Credit Risk; and	0.00	0.00
	(d) Loans Receivables - credit impaired	0.00	0.00
		189.55	182.66
	Current		
	Unsecured, Considered Good :		
	Loans to Employees*	6.02	12.40
	Security Deposits	30.43	4.85
	(a) Loans Receivables considered good - Secured;	0.00	0.00
	(b) Loans Receivables considered good - Unsecured;	36.44	17.24
	(c) Loans Receivables which have significant increase in Credit Risk; and	0.00	0.00
	(d) Loans Receivables - credit impaired	0.00	0.00
		36.44	17.24
11	Other Financial Assets	As At 31st March 2019	As At 31st March 2018
	Non-current		
	Unsecured, Considered Good :		
	Trade & Other Receivables	22.46	46.98
	Fixed Deposits with Banks** (with Maturity of more than Twelve Months) (Lodged with Government Authority/Others)	17.93	154.60
	Accrued Interest on Fixed Deposits**	17.23	14.47
		57.62	216.04
	Current		
	Unsecured, Considered Good :		
	Interest Acrued on Electricity Deposits	4.42	4.77
		4.42	4.77
	*Financial Assets carried at Fair Value through Profit and Loss		
	**Financial Assets carried at Amortised Cost		

Notes to Consolidated Financial Statements for the year ended 31st March, 2019
Rs. In Lakhs

12 Inventories	As At 31st March 2019	As At 31st March 2018
-At Lower of Cost and Net Realisable Value		
Raw Materials	808.55	1127.83
Packing Material.....	11.10	9.56
ETP stock	0.18	0.06
Trading Materials.....	7.00	0.00
Work in progress.....	231.59	279.56
Finished Goods ...	1657.17	1279.54
	2715.60	2696.56

12.1 Refer Note 42 for Information on Inventories Pledged as Security

13 Other Assets	As At 31st March 2019	As At 31st March 2018
Non-current		
Unsecured, Considered Good :		
Capital Advances	234.63	234.63
Balances with Government Authorities @	59.75	3.82
Prepaid/Advance for Expenses	1.99	1.99
IT Refund Receivables	7.99	7.99
	304.36	248.43
Current		
Unsecured, Considered Good :		
Export Entitlements Receivable	151.67	116.85
Balances with Government Authorities @	573.24	1284.98
Advance to Suppliers/Service Providers (other than capital)	44.14	63.60
Capital Advances	220.00	0.00
Prepaid/Advance for Expenses	5.72	4.94
Advance Income Tax Paid (Included TDS & TCS)	727.38	818.19
	1722.15	2288.56

@ Balances with Government Authorities primarily include amounts realisable from the GST, and customs authorities of India and the unutilised GST inputs credits on purchases. These are generally realised within one year or regularly utilised to offset the GST liability on goods manufactured by the Company.

14.1 Equity Share Capital	As At 31st March 2019	As At 31st March 2018
Authorised Share Capital		
[13000000 Equity Share of Rs. 10/- each] @	1,300.00	1,300.00
Issued, Subscribed and paid up :		
[11328449 Equity Shares of Rs. 10/- each fully paid up @	1,132.84	1,132.84
	1,132.84	1,132.84

@ There were no changes in number of shares during the years ended 31st March, 2019 and 31st March, 2018
 (a) The Company has one class of Equity Shares having a par value of Rs. 10/- per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts in proportion to their shareholding.

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

(b) Details of shareholders holding more than 5% shares

Name of Shareholder	As At 31st March 2019	As At 31st March 2018
	Nos of Shares	Nos of Shares
Bhagwandas Kalidas Patel	1207182 10.66%	1207182 10.66%
Rameshkumar Bhagwandas Patel	679993 6.00%	679993 6.00%
Dashrathbhai P Patel	695400 6.14%	695400 6.14%

Rs. In Lakhs

14.2 Other Equity	As At 31st March 2019	As At 31st March 2018
Reserves and Surplus		
Securities Premium Account	1036.80	1036.80
General Reserve [Refer (i) below]	502.18	502.18
Retained Earnings [Refer (ii) below]	8144.19	6570.12
	9683.17	8109.10
(i) General Reserve - Movement during the year	As At 31st March 2019	As At 31st March 2018
Opening Balance	502.18	452.18
Transfer from Retained Earnings	0.00	50.00
Closing Balance	502.18	502.18
(ii) Retained Earnings - Movement during the year		
Opening Balance	6570.12	5077.52
Profit for the Year	1797.92	1755.58
Items of Other Comprehensive Income recognised directly in Retained Earnings	0.00	0.00
Remeasurements on Post-employment Defined Benefit Plans, Net of Tax	(19.33)	(8.47)
Dividend on Equity Shares for the Financial Year 2016-17 [Refer Note 41(b)]	(169.93)	(169.93)
Dividend Distribution Tax on Above	(34.59)	(34.59)
Transfer to General Reserve	0.00	(50.00)
Closing Balance	8144.19	6570.12

Nature and purpose of each Reserve
Securities Premium Account

Securities Premium Account is used to record premium received on issue of shares. This reserve may be utilised in accordance with the provisions of Section 52 of the Act.

General Reserve

Under the erstwhile Indian Companies Act, 1956, a general reserve was created through an annual transfer of net profit at a specified percentage in accordance with applicable regulations. Consequent to introduction of Companies Act, 2013, the requirement to mandatory transfer a specified percentage of the net profit to general reserve has been withdrawn though the Company may transfer such percentage of its profits for the financial year as it may consider appropriate. Declaration of dividend out of such reserve shall not be made except in accordance with rules prescribed in this behalf under the Act.

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

15	Borrowings	As At 31st March 2019	As At 31st March 2018
	Non-current		
	Secured		
	* ICICI Bank Ltd.- Car Loans (Secured against the specific cars) Defaults:- NIL Terms of Repayment - Three Loans Principal Amount- Rs. 2000000/- & 1500000 & 2000000 Date of start of repayments- 15/01/2017 & 10/05/2017 & 28/09/2018 Nos of Installments- 36 monthly installments Due Date of Last Installment- 15/12/2019 & 10/04/2020 & 01/10/2021 Rate of Interest- 9.10% p.a. & 8.34% p.a. & 8.68% p.a. Less: Current Maturities of Long-term Debt (Refer Note 17)	28.78 17.17	23.01 11.77
		11.61	11.25
	Unsecured	-	-
		11.61	11.25
	Current		
	Secured		
	Loans Repayable on Demand from Banks*		
	Bill Discounting Facilities- PCFC		
	* Citi Bank N.A.	1367.90	1252.66
	Cash Credit/Export Credit Facilities		
	* Citi Bank N.A.	946.41	608.03
	* Axis Bank Ltd.	799.42	624.69
	Unsecured	-	-
		3113.72	2485.38

***Secured -**

(a) By a first pari passu charge by way of hypothecation of the Company's entire current assets (for Company's Unit-1 Unit-2 situated at GIDC Ankleshwar), namely, stocks of raw materials, semi-finished and finished goods and articles stores and spares not relating to plant and machinery (consumable stores and spares), Bills receivable and Book debts and all other movable of the Company both present and future but excluding such movables as may be permitted by the said Banks from time to time ;

(b) By a second pari passu charge on the Company's movable fixed assets (for Company's Unit-1 & Unit-2 situated at GIDC, Ankleshwar Office situated at Ahmedabad) including movable plant and machinery, machinery spares, tools and accessories, electrical and other equipments etc, (save and except the current assets which are already hypothecated/to be hypothecated in favour of the said Banks as and by way of first charge) lying and/or stored and/or situated at the Company's different units, godowns/factories and/or premises or in the possession of any third party or in course of transit or delivery and also all documents of title, negotiable instruments, policies of insurance and other documents and instruments relating thereto subject and/or sub-servient to the first and/or the prior charge holders for securing their respective Term Loans and/or facilities.

(c) By personal guarantee of directors Shri Bhagwandas K Patel, Shri Ramesh B Patel & Shri Dixit B Patel

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

15.1 Refer Note 42 for details of carrying amount of assets pledged/ hypothecated as security for secured borrowings and Note 40 for information about liquidity risk and market risk on borrowings.

		Rs. In Lakhs	
		As At 31st March 2019	As At 31st March 2018
16	Trade Payables		
	Non-current		
	Trade Payables		
	Total Outstanding Dues of Micro Enterprises and Small Enterprises (Refer Note 33)	0.00	0.00
	Total Outstanding Dues of Creditors other than Micro Enterprises and Small Enterprises	3.47	0.00
		3.47	0.00
	Current		
	Trade Payables		
	Total Outstanding Dues of Micro Enterprises and Small Enterprises (Refer Note 33)	17.03	0.00
	Total Outstanding Dues of Creditors other than Micro Enterprises and Small Enterprises	482.92	562.99
		499.95	562.99

16.1 Refer Note 40 for information about liquidity risk and market risk on trade payables.

		As At 31st March 2019	As At 31st March 2018
17	Other Financial Liabilities		
	Non-current		
	Other Sundry Creditors Payable for Expenses	0.03	0.03
	Security Deposits- Employee Bonds	0.02	0.48
		0.05	0.51
	Current		
	Current Maturities of Long-term Debt (Refer Note 15)	17.17	11.77
	Unpaid Dividends	8.05	7.82
	Other Sundry Creditors Payable for Expenses	72.06	78.79
	Security Deposits- Employee Bonds	0.46	1.02
		97.74	99.40
18	Provisions	As At 31st March 2019	As At 31st March 2018
	Current		
	Provisions for Employee Benefits (Refer Note 36)	17.99	17.26
		17.99	17.26
19	Current Tax Liabilities	As At 31st March 2019	As At 31st March 2018
	A. Tax Expense Recognised in Profit or Loss		
	Current Tax		
	Current Tax Liabilities	753.93	934.58
	B. Tax on Other Comprehensive Income		
	Current Tax		
	Remeasurements on Post-employment Defined Benefit Plans	4.36	2.18
		758.29	936.76

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

20	Other Current Liabilities	As At 31st March 2019	As At 31st March 2018
	Dues Payable to Government Authorities @	26.04	26.22
	Employee Benefits Payable- Group Gratuity Payable	(0.42)	18.83
	Advances from Customers	1.93	64.44
		27.55	109.48

@ Dues Payable to Government Authorities comprise sales tax, excise duty, withholding taxes, payroll taxes, service tax, value added tax, entry tax and other taxes payable.

21 Deferred Tax Liabilities (Net)

Significant Movements Deferred Tax Assets and Liabilities during the year.

	As At 31st March 2018	Recognised in Profit & Loss	As At 31st March 2019
Deferred Tax Liabilities			
Property, Plant and Equipment and Intangible Assets	519.26	(34.33)	484.93
Financial Assets at Fair Value through Profit or Loss - Investments			
Total Deferred Tax Liabilities	519.26	(34.33)	484.93
	As At 1st April, 2017	Recognised in Profit & Loss	As At 31st March 2018
Deferred Tax Liabilities			
Property, Plant and Equipment and Intangible Assets	516.23	3.03	519.26
Financial Assets at Fair Value through Profit or Loss - Investments			
Total Deferred Tax Liabilities	516.23	3.03	519.26
22	Revenue from Operations	As At 31st March 2019	As At 31st March 2018
	Sale of Products *		
	Dyes & Intermediates	2994.43	4609.37
	Sythetic Food Colours	11872.99	11316.06
	Others	1221.01	262.89
	Net Product Sales	16088.44	16188.32
	*(The above sales are net of (exclusive of) Inter Branch/ Unit Transfer)		
	Other Operating Revenues		
	Cash Discount Received	0.43	6.28
	Foreign Exchange Gain & Loss- Exports & Imports	106.53	125.32
	Export Incentive Income	379.56	334.00
	Interest on VAT Refund	48.50	16.03
	Misc. Income	0.18	10.35
	Quantity Discount	21.64	7.47
	Scrap Sale Income	22.01	28.64
	Total Other Operating Revenues	578.85	528.09
	Total Revenue from Operations	16667.29	16716.41

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

		As At 31st March 2019	As At 31st March 2018
23	Other Income		
	Office Rent Income	0.12	0.12
	Interest On GEB & ETL Deposit	6.83	7.23
	Interest on Gas Security Deposite	0.00	1.50
	Interest& Capital Gain-India Reit	1.52	2.13
	Creditors W/O	0.46	3.97
	Interest on FD (Bank)	13.46	14.05
	Interest on Staff Loan	0.65	0.80
	Dividend Received	0.34	0.00
	Profits/Loss on sale/w/o of assets	1.57	0.00
	TOTAL	24.95	29.80
24	Cost of Materials Consumed	As At 31st March 2019	As At 31st March 2018
	Opening Stock	1127.83	500.11
	Add. : Purchase during the year *	8129.76	8971.04
		9257.58	9471.15
	Less : Closing Stock	808.55	1127.83
		8449.03	8343.32
	*(The above purchases are net of (exclusive of) Inter Branch/ Unit transfers)		
25	Purchases of Stock-in-trade	As At 31st March 2019	As At 31st March 2018
	Raw Materials Chemical Items	1355.78	263.05
		1355.78	263.05
26	Changes in Inventories	As At 31st March 2019	As At 31st March 2018
	OPENING INVENTORIES :		
	Finished Goods	1274.10	1488.62
	Finished Goods (Captive)	5.44	8.66
	Work-in-Progress	279.56	199.89
		1559.11	1697.18
	CLOSING INVENTORIES :		
	Finished Goods	1641.40	1274.10
	Trading Stocks	7.00	0.00
	Finished Goods (Captive)	15.77	5.44
	Work-in-Progress	231.59	279.56
		1895.77	1559.11
		(336.66)	138.07
27	Employee Benefit Expenses	As At 31st March 2019	As At 31st March 2018
	Salary & Wages to Employees	453.77	396.20
	Salaries & Bonus to Directors	105.77	92.05
	Incentive Commission	9.20	0.00
	Commission to Managing Director	51.30	54.85
	Refer Note No. 27.1		
	Contribution to PF	30.94	27.41
	Leave Salary (Inc. Provisions -unpaid)	23.36	16.12
	Gratuity Insurance Premium (See Note 36)	9.77	11.74
	Bonus & other expenses	116.99	153.16
		801.10	751.54

Notes to Consolidated Financial Statements for the year ended 31st March, 2019
27.1 Calculation of Managerial Remunerations:-

A Net profit available for calculation of commission payable to Managing Director:-

(As per Section 198 of The companies Act 2013)

		As At 31st March 2019	As At 31st March 2018
	Particulars		
	1. Net profit before tax as per Profit & Loss A/c	2543	2696
	Add:- 1. Loss on sale of Assets	0	5
	2. Commission to Managing Director	51	55
	Net Profit available for calculation of Commission	2594	2756
	2. 2% Commission payable to Managing Director	52	55
	Actual Commission paid or payable as per the approval given by AGM dated. 25/09/2015	51	54.85
	B. Over all managerial Remuneration paid or payable during the year:-		
	Particulars		
	1. Salaries and other benefits paid	113	95
	2. Commission paid to Managing Director	51	55
	Total Rs.	165	150
	C. The limit as per Section 197 of the Companies Act 2013, which is 11% of the Net profit	280	297
28	Finance Costs	As At 31st March 2019	As At 31st March 2018
	Interest	79.83	78.38
	Forex Gain Loss on FCTL	0.00	0.09
	Other Financial Charges	37.62	40.49
		117.45	118.96
29	Depreciation and Amortisation Expense	As At 31st March 2019	As At 31st March 2018
	Depreciation on Property, Plant and Equipment (Refer Note 4.1)	334.56	331.72
	Amortisation of Intangible Assets (Refer Note 5)	0.68	0.68
		335.24	332.40
30	Other Expenses	As At 31st March 2019	As At 31st March 2018
30.1	Other Manufacturing Expenses		
	<u>PACKING MATERIAL CONSUMED</u>		
	Op. Stock	9.56	11.02
	Add: Purchases during the year	288.53	328.38
		298.09	339.40
	Less : Closing stock	11.10	9.56
	Total Rs.	286.99	329.83
	<u>E.T.P MATERIAL CONSUMED</u>		
	Op. Stock	0.06	0.14
	Add: Purchases during the year	9.64	4.10
		9.70	4.24
	Less : Closing stock	0.18	0.06
	Total Rs.	9.53	4.17

Notes to Consolidated Financial Statements for the year ended 31st March, 2019
Rs. In Lakhs

<u>POWER & FUEL CONSUMED</u>		
Electric Power & Burning	408.89	502.41
Fuel Purchased & Consumed	18.64	21.30
Gas Consumption Charges	728.91	890.44
	1156.44	1414.15
<u>OTHER MFGS. EXPENSES</u>		
Transportation	94.70	113.60
Conversion/Job Charges.	33.39	30.76
Factory Exp	89.03	90.56
Labour Charges	385.53	444.94
Forwarding & Handling Charges	213.82	224.12
Pallatisation Charges	5.46	3.45
ETP Expense	294.08	336.42
R & D Exps.	0.34	0.26
Cst on Purchase	0.00	3.72
Safety Exps.	6.40	3.90
Consumable Stores	68.57	74.38
	1191.32	1326.10
	2644.27	3074.25
30.2 Repairs and Maintenance Expenses	As At 31st March 2019	As At 31st March 2018
Electrical Parts & Maintenance	2.93	0.75
ETP Parts & Maintenances	0.00	20.44
Machinery Parts Repairs & Maintenance	71.91	76.13
Building Repairing	36.13	33.08
Computer Maintenance & Consumables	2.54	3.57
Furniture, Office Repairing & Maintenance	3.99	2.25
Vehicle Repairing	2.01	3.76
Consumable Stores (Maintenance)	163.79	192.21
	283.30	332.18
30.3 Administrative and Other Expenses	As At 31st March 2019	As At 31st March 2018
Consultancy, Legal & Professional Fees	27.17	23.49
Exhibition Exp.	15.78	41.25
Donation to Charitable Institutes	60.18	40.33
Insurance Premium	25.30	21.75
Petrol Exps	2.64	3.41
Sitting Fees to Directors	1.04	1.28
Selling Commission	48.15	48.86
Staff Welfare Exps.	50.25	51.56
Telephone Exps-Others	1.73	2.22
Travelling & Conveyance	13.23	7.64
Bad Debts	48.70	0.00
Angadia & Courier Exp	12.67	13.57
Audit Fees	3.40	0.00
Cost Audit Fees	0.93	0.00
FDA Approval Fees	41.50	31.56
Lab-Testing Exp	10.04	10.54

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

	Misc Office Exp	1.67	1.34
	Rates & Quality Difference.	2.21	4.66
	Office Electric Bill Exp.	3.29	3.18
	Security Exp	19.13	16.93
	Stationery & Printing Exp- Incl (Annual Reports)	12.76	13.35
	Water Charges	14.78	9.75
	Sales Promotion Exps	6.05	3.24
	Regi. Certification, Renewal & Filing Fees	18.41	12.65
	Loss/Profits on sale/w/o of assets	0.00	5.05
	Loss on Sale of MEIS	1.22	0.00
	Other Administrative & Establishment Exps	57.39	57.81
		499.63	425.41
30.4	Corporate Social Responsibility Expenditure:	As At 31st March 2019	As At 31st March 2018
	(a) Gross amount required to be spent by the Company during the year	39.16	29.94
	(b) Expenditure towards Corporate Social Responsibility Activities comprises donations given to All India Social Education Charitable Trust Rs. 40 lacs (PYF Shri Arvindo Institute of Applied Scientific Research Rs. 30 Lacs)	40.00	30.00
30.5	Payments to Auditors comprise -	As At 31st March 2019	As At 31st March 2018
	(i) Statutory Auditors		
	As Auditor		
	As Audit Fee -Financial Statements	3.40	0.00
	For Service Tax/ GST	0.61	0.00
	(ii) Cost Auditors		
	As Fee	0.93	0.00
31	Income Tax Expense	As At 31st March 2019	As At 31st March 2018
	A. Tax Expense recognised in Profit or Loss		
	Current Tax		
	Current Tax on Profits for the Year	758	937
	Adjustment for Current Tax of Earlier Years	25	4
		784	940
	Deferred Tax		
	Origination and Reversal of Temporary Differences (Due to effect of Depreciation)	(34)	3.00
	Income Tax Expense	749	943
	B. Tax on Other Comprehensive Income	As At 31st March 2019	As At 31st March 2018
	Current Tax		
	Remeasurements on Post-employment Defined Benefit Plans	4	2

Notes to Consolidated Financial Statements for the year ended 31st March, 2019
Rs. In Lakhs

		As At 31st March 2019	As At 31st March 2018
31.1	Numerical Reconciliation of Income Tax Expense to Prima Facie Tax Payable		
	Profit before Income Tax Expense	2543	2696
	Enacted Statutory Income Tax Rate in India applicable to the Company	29.120%	34.608%
	Computed Expected Income Tax Expense	740.45	932.55
	Adjustments:-		
	Amount debited to P & L A/c to the extent disallowable u/s 37	17.50	2.24
	Deduction u/s 35 in excess of amount debited to P & L A/c	0.00	-5.19
	Interest on Taxes	0.33	10.19
	Adjustment for Current Tax of Earlier Years	25.29	3.61
		784	943
32	Earnings per Equity Share	As At 31st March 2019	As At 31st March 2018
	(A) Basic		
	(i) Number of Equity Shares at the Beginning of the Year	113.28	113.28
	(ii) Number of Equity Shares at the End of the Year	113.28	113.28
	(iii) Weighted Average Number of Equity Shares Outstanding during the Year	113.28	113.28
	(iv) Face Value of Each Equity Share (Rs.)	10	10
	(v) Profit after Tax Available for Equity Shareholders Profit for the Year	1779	1747
	(vi) Basic Earnings per Equity Share (Rs.)[(v)/(iii)]	15.70	15.42
	(B) Diluted		
	(i) Dilutive Potential Equity Shares	-	-
	(ii) Diluted Earnings per Equity Share (Rs.) [Same as (A)(vi) above]	15.70	15.42
33	Information relating to Micro and Small Enterprises (MSEs)		
	PARTICULARS	As At 31st March 2019	As At 31st March 2018
	(i) Amount of interest paid by the Company in terms of Section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year.	-	-
	(ii) Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the day during the year) but without adding the interest specified under the MSMED.	-	-
	(iii) Amount of interest accrued and remaining unpaid at the year end of the accounting year.	-	-
34	Contingencies -	As At 31st March 2019	As At 31st March 2018
	A) Claims against the Company not acknowledged as debts: Taxes, duties and other demands (under appeal/dispute)		
	(i) Rebate claims submitted by us rejected by Excise Dept. and the revision appeal is pending with Joint Secretary, Ministry of Finance, New Delhi	16.06	16.06
	(ii) Cenvat credit taken on invoice of dealer in which RG 23 D entry No. not mentioned, appeal is pending with Commissioner (Appeals) Surat-II	2.15	2.15
	(iii) Deemed Dividend U/s 2(22)(e) of Income Tax Act 1961, for AY 2013-14, appeal is pendnig with CIT Appeals-I	18.69	0.00

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

		As At 31st March 2019	As At 31st March 2018
35	Commitments		
	(a) Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	2280.71	15.90
	(b) Guarantees Bank Guarantees / Letter of Credits	127.28	110.93

36 Employee Benefits :-
(I) Post Employment Defined Benefits Plans :
(A) Gratuity (Funded)

The Company provides for gratuity, a defined benefit retirement plan covering eligible employees. As per the plan, the Gratuity Fund Trusts, administered and managed by the Trustees and funded primarily with Life Insurance Corporation of India (LIC), make payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. Vesting occurs upon completion of five years of service. The Trustees are responsible for the overall governance of the plan and to act in accordance with the provisions of the trust deed and rules in the best interests of the plan participants. Each year an Asset-Liability matching study is performed in which the consequences of the strategic investment policies are analysed in terms of risk and return profiles.

Investment and contribution policies are integrated within this study. Liabilities with regard to the Gratuity Plan are determined by actuarial valuation as set out in Note 2(t)(ii) above, based upon which, the Company makes contributions to the Employees' Gratuity Funds.

The following table sets forth the particulars in respect of the Gratuity Plan (Funded) of the Company:

	As At 31st March 2019	As At 31st March 2018
(a) Reconciliation of Opening and Closing Balances of the Present Value of Defined Benefit Obligations:-		
Present Value of Obligation at the beginning of the year	109.01	85.84
Current Service Cost	8.29	7.93
Past Service Cost	0.00	3.48
Interest Cost	8.57	6.46
Remeasurements Losses		
Actuarial Losses arising from Changes in Financial Assumptions	0.91	(3.92)
Actuarial Losses arising from Changes in Experience Adjustments	13.43	9.85
Benefits Paid	(10.53)	(0.63)
Present Value of Obligation at the end of the year	129.67	109.01
(b) Reconciliation of the Opening and Closing Balances of the Fair Value of Plan Assets:		
Fair Value of Plan Assets at the beginning of the year	90.18	81.45
Interest Income	7.09	6.12
Remeasurements Gains	-	-
Actuarial Losses arising from Changes in Experience Adjustments		
Return on Plan Assets (excluding amount included in Net Interest Cost)	(0.64)	(0.36)
Contributions by Employer	43.99	3.60
Benefits Paid	(10.53)	(0.63)
Fair Value of Plan Assets at the end of the year	130.09	90.18
(c) Reconciliation of the Present Value of the defined benefits Obligation and the Fair Value of Plan Assets:		
Present Value of Obligation at the end of the year	129.67	109.01
Fair Value of Plan Assets at the end of the year	130.09	90.18
Liabilities Recognised in the Balance Sheet	(0.42)	18.83
(d) Actual Return on Plan Assets	6.45	5.77
(e) Expense recognised in the Other Comprehensive Income:		
Remeasurements Losses (Net)	(19.33)	(8.47)

Notes to Consolidated Financial Statements for the year ended 31st March, 2019
Rs. In Lakhs

(f) Expense Recognisable in Profit or Loss :		
Current Service Cost	8.29	7.93
Net Interest Cost	1.48	0.33
Past Service Cost	0.00	3.48
Total @	9.77	11.74
(f) Expense Recognised in Profit or Loss :	9.77	11.74
@ Recognised under 'Contribution to Provident and Other Funds' in Note 27.		
(g) Category of Plan Assets:		
Funded with LICI	100%	100%
Cash and Cash Equivalents	0.00	0.00
(h) Maturity profile of Defined Benefits Obligations:		
Within 1 year	11.41	10.17
1-2 year	9.23	8.99
2-5 years	12.89	8.04
Over 5 years	325.28	283.44
(i) Principal Actuarial Assumptions:		
Discount Rate	7.79%	7.86%
Salary Growth Rate	7.00%	7.00%

Assumptions regarding future mortality experience are based on mortality tables of 'Indian Assured Lives Mortality (2006-2008)' published by the Institute of Actuaries of India.

The estimate of future salary increases takes into account inflation, seniority, promotion and other relevant factors, such as demand and supply in the employment market.

(II) Post Employment Defined Contributions Plans :
(A) Provident Fund

Certain categories of employees of the Company receive benefits from a provident fund, a defined contribution plan. Both the employee and employer make monthly contributions to a government administered fund at specified percentage of the covered employee's qualifying salary. The Company has no further obligations under the plan beyond its monthly contributions. During the year, an amount of Rs. 3094197 (Previous Year- Rs. 2740627) has been recognised as expenditure towards above defined contribution plans of the Company.

(III) Leave Obligations

The Company provides for accumulation of leave by certain categories of its employees. These employees can carry forward a portion of the unutilised leave balances and utilise it in future periods or receive cash (only in case of earned leave) in lieu thereof as per the Company's policy. The Company records a provision for leave obligations in the period in which the employee renders the services that increases this entitlement.

The total provision recorded by the Company towards this obligation was Rs. 17.99 lacs, and Rs. 17.26 lacs as at 31st March, 2019, and 31st March, 2018 respectively. The amount of the provision is presented as current, since the Company does not have an unconditional right to defer settlement for any of these obligations. However, based on past experience, the Company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months.

(IV) Risk Exposure

Through its defined benefit plans, the Company is exposed to some risks, the most significant of which are detailed below:

Discount Rate Risk
The Company is exposed to the risk of fall in discount rate. A fall in discount rate will eventually increase the ultimate cost of providing the above benefit thereby increasing the value of the liability.

Salary Growth Risks

The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. An increase in the salary of the plan participants will increase the plan liability.

Demographic Risk

In the valuation of the liability, certain demographic (mortality and attrition rates) assumptions are made. The Company is exposed to this risk to the extent of actual experience eventually being worse compared to the assumptions thereby causing an increase in the benefit cost.

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

37 Segment Information

A. Description of Segments and Principal Activities

The Company's Managing Director examines the Company's performance on the basis of its business and has identified single reportable segments:--- Dyes & Intermediates

38 Related Party Disclosures:

A] List of parties where control exist

(i) Subsidiary Company

* Dynamic Overseas (India) Pvt.Ltd.

B] Other related parties with whom transactions have taken place during the year

(ii) Associates :-

* Dynemic Holdings Pvt Ltd

(iii) Key management personnel :-

Mr. B.K.Patel	Managing Director
Mr. Rameshbhai B.Patel	Wholetime Director
Mr.Dixit B.Patel	Wholetime Director
Mrs. Varsha Mehta	Company Secretary
Mrs. Amisha Patel	Chief Financial Officer

C] Transactions with related parties :-

Rs. In Lakhs

Nature of Transaction	Key Managerial Personnel & their Relatives Rs.		Subsidiary Companies Amt.Rs.		Associates Amt.Rs.	
	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18
Fixed Deposits taken						
Taken during the period	-	-	-	-	-	-
Repaid during the period	-	4.65	-	-	-	-
Closing Balance	-	-	-	-	-	-
Loans & Advances						
Given during the period	-	-	-	-	-	-
Settled during the period	-	-	-	-	-	-
Closing Balance	-	-	-	-	-	-
Investments						
Given during the period	-	-	-	-	-	-
Settled during the period	-	-	-	-	-	-
Closing Balance	-	-	20.60	20.60	101.00	101.00
Other Payments to KMP & Related Parties						
Salaries etc to Directors & Related Parties (KMP)	202.56	185.46	0.00	0.00	0.00	0.00
Sitting Fees to Directors	1.04	1.28	0.00	0.00	0.00	0.00
Commission to related parties	7.66	4.42	0.00	0.00	0.00	0.00
Amount Expended on behalf of	18.10	15.07	0.00	0.00	0.00	0.00
Rent Income	0.00	0.00	0.00	0.00	0.12	0.12
Dividend Paid	0.00	0.00	0.00	0.00	2.28	2.28
Sales	0.00	0.00	0.00	15.00	0.00	0.00

(iv) Terms and conditions of transactions with related parties

Transactions relating to dividend were on the same terms and conditions that applied to other shareholders.

The sales to and purchases from related parties are made in the ordinary course of business. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in cash/cheque. No provisions are held against receivables from related parties. There are no loans outstanding with related parties.

39 Fair Value Measurements

(i) Financial Instruments by Category	Note No.	31st March 2019	31st March 2018
		Carrying Amount/ Fair Value	Carrying Amount/ Fair Value
Financial Assets			
Assets Carried at Fair Value through Profit or Loss			
Investments			
Equity Instruments			
Mutual Funds			
Other Financial Assets		0.00	0.00
Assets Carried at Amortised Cost			
Investments			
Equity Instruments		9.57	9.57
Mutual Funds		4.33	4.33
Trade Receivables		0.00	0.00
Cash and Cash Equivalents		26.08	47.19
Other Bank Balances		189.22	9.15
Loans		225.99	199.91
Other Financial Assets		0.00	0.00
Total Financial Assets		455.19	270.15
Financial Liabilities			
Liabilities Carried at Amortised Cost			
Borrowings (including current maturities and interest accrued)		3142.50	2508.39
Trade Payables		503.42	562.99
Other Financial Liabilities		80.62	88.14
Total Financial Liabilities		3726.54	3159.51

(ii) Fair Values

The fair values of financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Methods and assumptions used to estimate the fair values are consistent with those used for the year ended 31st March, 2019. The following methods and assumptions were used to estimate the fair values:

(a) In respect of investments in mutual funds, the fair values represent net asset value as stated by the issuers of these mutual fund units in the published statements. Net asset values represent the price at which the issuer will issue further units in the mutual fund and the price at which issuers will redeem such units from the investors. Accordingly, such net asset values are analogous to fair market value with respect to these investments, as transactions of these mutual funds are carried out at such prices between investors and the issuers of these units of mutual funds.

(b) The fair value of foreign exchange forward contracts is determined using forward exchange rates at the Balance Sheet date.

(c) The management assessed that fair values, of trade receivables, cash and cash equivalents, other bank balances, other financial assets (current), investments in commercial papers, trade payables, borrowings (current) and other financial liabilities (current), approximate to their carrying amounts largely due to the short-term maturities of these instruments. Further, management also assessed the carrying amount of certain loans and long-term borrowings at floating interest rates which are a reasonable approximation of their fair values and the difference between the carrying amounts and fair values is not expected to be significant.

(d) The fair value of remaining financial instruments is determined on discounted cash flow analysis using a current lending/discount rate, as considered appropriate.

For financial assets carried at fair value, the carrying amounts are equal to their fair values.

(iii) Fair Value Hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the standalone financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into three levels prescribed under the accounting standard. An explanation of each level follows below.

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes mutual funds. The mutual funds are valued using the closing Net Asset Value.

Level 2: This is the case for unlisted equity securities included in level 2. The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period. There are no transfers between level 1 and level 2 fair value measurements during the year ended 31st March, 2019 and 31st March, 2018.

Rs. In Lakhs

	31st March 2019		31st March 2018	
	Level 1	Level 2	Level 1	Level 2
(a) Recognised and Measured at Fair Value - Recurring Measurements				
Financial Assets				
Investments				
Mutual Funds - Growth plan		4.33		4.33
Unquoted Equity Investments		-		-
(b) Amortised Cost for which Fair Values are Disclosed				
Financial Assets				
Investments				
Unquoted Equity Investments		9.57		9.57

Fair Value Measurement using significant unobservable inputs (Level 2)

Fair valuation of unquoted equity investments is based on valuation done by an external valuer using discounted cash flow method. A change in significant unobservable inputs used in such valuation (mainly earnings growth rate and risk adjusted discount rate) is not expected to have a material impact on the fair values of such assets as disclosed above. *Amounts are below the rounding-off norm adopted by the Company

40 Financial Risk Management

The Company's activities expose it to credit risk, liquidity risk and market risk. In order to safeguard against any adverse effects on the financial performance of the Company, derivative financial instruments, such as foreign exchange forward contracts are entered as per Company's policy to hedge certain foreign currency risk exposures. Derivatives are used exclusively for hedging purposes and not as trading or speculative instruments. The Company's senior management oversees the management of above risks. The senior executives working to manage the financial risks are accountable to the Audit Committee and the Board of Directors. This process provides assurance to the Company's senior management that the Company's financial risks-taking activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and the Company's risk appetite.

This Note explains the sources of risk which the entity is exposed to and how the entity manages the risk. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below:

(A) Credit Risk

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss. The Company is exposed to credit risk from its operating activities (primarily Trade Receivables) and from its investing activities (primarily Deposits with Banks and Investments in Mutual Funds).

Trade Receivables

Trade receivables are typically unsecured and are derived from revenue earned from customers. Customer credit risk is managed by each business unit subject to the Company's policy and procedures which involve credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business. Outstanding customer receivables are regularly monitored and any shipments to major customers are generally covered by letters of credit or other forms of credit assurance. On account of adoption of Ind AS 109, the Company uses expected credit loss model to assess the impairment loss. The Company uses a provision matrix to compute the expected credit loss allowance for trade receivables. The provision matrix takes into account available external and internal credit risk factors and the Company's historical experience with customers.

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

The Company's exposure to customers is diversified and no single customer contributes to more than 10% of total revenues.

Other Financial Assets

Credit risk from balances with banks, term deposits, loans, investments and derivative instruments is managed by Company's finance department. Investments of surplus funds are made only with approved counterparties who meet the minimum threshold requirements. The Company monitors ratings, credit spreads and financial strength of its counterparties. The Company's maximum exposure to credit risk for the components of the Balance Sheet as of 31st March, 2019, and 31st March, 2018 is the carrying amounts as disclosed in Note 39 except for the financial guarantees. The Company's maximum exposure to financial guarantees is given in Note 40(B)(ii).

Financial Assets that are Neither Past Due Nor Impaired

None of the Company's cash equivalents with banks, loans and investments were past due or impaired as at 31st March, 2019, and 31st March, 2018. Of the total trade receivables, Rs. 4163.88 lacs as at 31st March, 2019, and Rs. 3247.52 lacs as at 31st March, 2018 consisted of customer balances that were neither past due nor impaired.

Financial Assets that are Past Due but Not Impaired

The Company's credit period for customers generally ranges from 0 - 180 days. The ageing of trade receivables that are past due but not impaired (net of provisions/allowances) is given below:

Period (in days)	Rs. In Lakhs	
	As At 31st March 2019	As At 31st March 2018
01-090	4107.25	2958.87
91-180	56.62	288.64
More than 180	79.09	46.98

Receivables are deemed to be past due or impaired with reference to the Company's normal terms and conditions of business. These terms and conditions are determined on a case to case basis with reference to the customer's credit quality and prevailing market conditions. Receivables that are classified as 'past due' in the above tables are those that have not been settled within the terms and conditions that have been agreed with that customer.

Other than trade receivables, the Company has no significant class of financial assets that is past due but not impaired.

(B) Liquidity Risk

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and maintains adequate sources of financing.

(i) Financing Arrangements

The Company had access to the following undrawn borrowing facilities (excluding non-fund based facilities) at the end of the reporting period:

	As At 31st March 2019	As At 31st March 2018
Floating Rate		
Expiring within one year (working capital facilities)	1486.28	614.62

The working capital facilities may be drawn at any time and may be terminated by the bank without notice.

Subject to the continuance of satisfactory credit ratings, the above facilities may be drawn at any time within one year.

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

(ii) Maturities of Financial Liabilities

The table below analyse the Company's financial liabilities into relevant maturity groupings based on their contractual maturities. The amounts disclosed in the table are the contractual undiscounted cash flows.

	Rs. In Lakhs		
Contractual Maturities of Financial Liabilities	Within 1 year	Between 1 and 3 year	Total
31st March, 2019			
Borrowings	3130.89	11.61	3142.50
Trade Payables	499.95	3.47	503.42
Other Financial Liabilities @ Financial Guarantee Contracts*	97.74	0.05	97.79
Total	3728.58	15.13	3743.71
31st March, 2018			
Borrowings	2497.14	11.25	2508.39
Trade Payables	562.99	0.00	562.99
Other Financial Liabilities @ Financial Guarantee Contracts*	99.40	0.51	99.90
Total	3159.53	11.75	3171.28

(C) Market Risk

(i) Foreign Currency Risk

Foreign currency risk is the risk that the fair value of the future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company transacts business in local currency and in foreign currencies (primarily US Dollars and Euro). The Company has obtained foreign currency loans and has foreign currency trade receivables, trade payables and other financial assets/liabilities and is therefore exposed to foreign currency risk.

The Company strives to achieve asset-liability offset of foreign currency exposures and only the net position is hedged where considered necessary. The Company manages its foreign currency risk by hedging appropriate percentage of its foreign currency exposure per established risk management policy.

The Company uses forward exchange contracts to hedge the effects of movements in foreign exchange rates on foreign currency denominated assets and liabilities.

(a) Foreign Currency Risk Exposure:

The Company's exposure to foreign currency risk at the end of the reporting period expressed in INR, are as follows:

	31st March 2019			31st March 2018		
	USD	EURO	POUND	USD	EURO	POUND
Financial Assets						
Trade Receivables	2617.67	148.40	12.45	1888.51	44.76	14.73
Bank Balance in EEFC Account	4.25	-	-	0.62	-	-
Other Financial Assets	-	-	-	-	-	-
Derivative Assets	-	-	-	-	-	-
Foreign Exchange Forward Contracts						
Net Exposure to Foreign Currency Risk (Assets)	2621.92	148.40	12.45	1889.14	44.76	14.73
Financial Liabilities						
Borrowings (including Current maturities)	1311.75	56.14	-	1211.34	41.33	-
Trade Payables	104.11	80.12	0.00	162.32	139.11	0.00
Other Financial Liabilities						
Derivative Assets						
Foreign Exchange Forward Contracts						
Net Exposure to Foreign Currency Risk (Liabilities)	1415.86	136.26	0.00	1373.66	180.44	0.00
Net Exposure to Foreign Currency Risk (Assets -Liabilities)	1206.06	12.14	12.45	515.48	-135.67	14.73

Notes to Consolidated Financial Statements for the year ended 31st March, 2019
(b) Sensitivity

The sensitivity of profit or loss to changes in the foreign exchange rates arises mainly from foreign currency denominated financial instruments.

	Rs. In Lakhs	
	Impact on Profit before tax	
	As At 31st March 2019	As At 31st March 2018
USD Sensitivity		
INR/USD -Increase by 7%*	84.42	36.08
INR/USD -Decrease by 7%*	(84.42)	(36.08)
Euro Sensitivity		
INR/EUR-Increase by 7%*	0.85	0.00
INR/EUR-Decrease by 7%*	(0.85)	0.00

* Holding all other variables constant

(ii) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to risk of changes in market interest rates relates primarily to the Company's debt interest obligation. Further the Company engages in financing activities at market linked rates, any changes in the interest rate environment may impact future rates of borrowings. To manage this, the Company may enter into interest rate swaps. The management also maintains a portfolio mix of floating and fixed rate debt.

The Company's fixed rate borrowings and investments in term deposits with bank are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of changes in market interest rates.

(a) Interest Rate Risk Exposure

The exposure of the Company's borrowings to interest rate changes at the end of the reporting period are as follows:

	Rs. In Lakhs	
	As At 31st March 2019	As At 31st March 2018
Variable Rate Borrowings	3114	2485
Fixed Rate Borrowings	29	23
Total Borrowings	3143	2508

As at the end of the reporting period, the Company had the following variable rate borrowings outstanding:

	Weighted average interest rate (%)	Balance	% of Total Loans
31st March 2019			
Cash Credit/Packing Credit Facilities	2.38%	3114	99.08
31st March 2018			
Cash Credit/Packing Credit Facilities	2.98%	2485	99.08

An analysis by maturities is provided in Note 44(B)(ii) above. The percentage of total loans shows the proportion of loans that are currently at variable rates in relation to the total amount of borrowings.

(b) Sensitivity

Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of changes in interest rates.

	Impact on Profit before tax	
	As At 31st March 2019	As At 31st March 2018
Interest Rates - Increase by 100 basis points (100 bps) *	31.00	24.96
Interest Rates - Decrease by 100 basis points (100 bps) *	31.27	24.75

* Holding all other variables constant

Notes to Consolidated Financial Statements for the year ended 31st March, 2019

(iii) Securities Price Risk

Securities price risk is the risk that the fair value of a financial instrument will fluctuate due to changes in market traded prices.

The Company invests its surplus funds in various debt instruments. These comprise of mainly liquid schemes of mutual funds, short term debt funds & income funds (duration investments) and fixed deposits.

To manage its price risk arising from investments in mutual funds, the Company diversifies its portfolio.

Mutual fund investments are susceptible to market price risk, mainly arising from changes in the interest rates or market yields which may impact the return and value of such investments.

(a) Securities Price Risk Exposure

The Company's exposure to securities price risk arises from investments in mutual funds held by the Company and classified in the Balance Sheet as fair value through profit or loss

(iv) Commodity Price Risk

Exposure to market risk with respect to commodity prices primarily arises from the Company's sales of dyes and intermediates, including the raw material components for such products. Cost of raw materials forms the largest portion of the Company's cost of sales. Market forces generally determine prices for the goods sold by the Company. These prices may be influenced by factors such as supply and demand, production costs (including the costs of raw material inputs) and global and regional economic conditions and growth. Adverse changes in any of these factors may reduce the revenue that the Company earns from the sales of goods. Commodity price risk exposure is evaluated and managed through operating procedures and sourcing policies. The Company has not entered into any derivative contracts to hedge exposure to fluctuations in commodity prices.

41 Capital Management

(a) Risk Management

The Company's objectives when managing capital are to

- * safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- * maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

The Company monitors capital on the basis of the net debt to equity ratio. Net debt are long-term and short-term debts as reduced by cash and cash equivalents. The Company is not subject to any externally imposed capital requirements.

The following table summarises the capital of the Company:

	Rs. In Lakhs	
	As At 31st March 2019	As At 31st March 2018
Total Borrowings	3143	2508
Less: Cash and cash equivalents	215	56
Net Debt	2927	2452
Equity	10816	9242
Total Capital (Equity+ Net Debt)	13743	11694
Net Debt to Equity ratio	21%	21%

No changes were made to the objectives, policies or processes for managing capital during the years ended 31st March, 2019 and 31st March, 2018.

Notes to Consolidated Financial Statements for the year ended 31st March, 2019
Rs. In Lakhs

(b) Dividends on Equity Shares		As At 31st March 2019	Rs. In Lakhs As At 31st March 2018
Dividend Declared and Paid during the year			
Final dividend for the year ended 31st March, 2018 of Rs. 1.5 (31st March, 2017 – Rs. 1.5l) per fully paid share		169.93	169.93
Dividend Distribution Tax on above		34.59	34.59
Proposed Dividend Not Recognised at the End of the Reporting Period			
In addition to the above dividend, since year end the directors have recommended the payment of a final dividend of Rs. 1.5 per fully paid share (31st March, 2018 – Rs. 1.5). This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting.		169.93	169.93
Dividend Distribution Tax on above		34.93	34.59
42 Assets Pledged/ Hypothecated as Security		As At 31st March 2019	As At 31st March 2018
Current			
First Charge			
Financial Assets			
Trade Receivables under Bill Discounting (Refer below)		1367.90	1252.66
Other Trade Receivables		(1367.90)	(1252.66)
Non-financial Assets			
Inventories		2715.60	2696.56
Sub-total		2715.60	2696.56
Non-current			
First Charge/Second Charge			
Leasehold Land		156.43	155.13
Buildings		1381.24	1035.58
Plant and Equipments		2161.76	2192.09
Furniture and Fixtures		7.17	7.19
Office Equipments		6.61	5.76
Vehicles		92.98	76.03
Sub-total		3806.19	3471.79
Total		6521.79	6168.35

Trade Receivables under Bill Discounting

The carrying amount of trade receivables include receivables which are subject to bill discounting arrangement. Under this arrangement, the Company has discounted the relevant receivables in exchange of cash and is prevented from selling or pledging the receivables. However, the Company has retained late payment and credit risk. The Company therefore continues to recognise such receivables in their entirety in its balance sheet. The amount payable under the bill discounting arrangement is presented as secured borrowings (Refer Note 15).

For : DYNEMIC PRODUCTS LIMITED

For : ASIM RAVINDRA & ASSOCIATES
CHARTERED ACCOUNTANTS.
 FRN. 118775W

[RAVINDRA MEHTA]
PARTNER
 M. No. 043051

Place : Ahmedabad
 Date : 25/05/2019

(B. K. Patel)
 Managing Director

(D. B. Patel)
 Director

(R. B. Patel)
 Director

(Varsha Mehta)
 Company Secretary

(Amisha Patel)
 Chief Financial Officer

ATTENDANCE SLIP

NAME & ADDRESS OF THE REGISTERED SHAREHOLDER	D.P. I.D.	
	Client Id/ Folio No.	
	No. of Shares	

I hereby record my presence at the 29th Annual General Meeting held at Prasang Presidency, R.C.T.I. College Road, Opp. Unique City Homes, Ghatlodia, Ahmedabad - 380 061 on Thursday, 26th September, 2019, at 4.00 p.m. as a Shareholder / Proxy*.

*Name of the Proxy

Signature of the Member / Proxy attending

Notes :

1. Member/Proxy holder wishing to attend the meeting must bring duly signed attendance slip to the meeting and handover the same at the entrance.
2. Member/Proxy holder desiring to attend the meeting should carry his copy of the Annual Report for reference at the meeting.

Form No. MGT-11
PROXY FORM

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

CIN L24100GJ1990PLC013886

Name of the Company : Dynemic Products Ltd.

Registered Office : B-301, Satyamev Complex-1, Opp. Gujarat High Court, S.G. Road, Sola, Ahmedabad - 380 060.

Website : www.dynemic.com

Name of Share Holder(s)	
Registered Address	
Email ID.	
Folio No./DP ID/Client ID	

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

- | | | |
|-----|------------------|------------------------------------|
| (1) | Name _____ | Address _____ |
| | E-mail ID: _____ | Signature _____ or failing him/her |
| (2) | Name _____ | Address _____ |
| | E-mail ID: _____ | Signature _____ or failing him/her |
| (3) | Name _____ | Address _____ |
| | E-mail ID: _____ | Signature _____ |

as my / our proxy to attend and vote (on a poll) for me / us on my / our behalf at the 29th Annual General Meeting of the Company to be held at Prasang Presidency, R.C.T.I. College Road, Opp. Unique City Homes, Ghatlodia, Ahmedabad - 380 061 on Thursday, 26th September, 2019, at 4.00 p.m. and at any adjournment thereof in respect of such resolutions as are indicated below :

Sr. No.	Resolutions	Optional*		Sr. No.	Resolutions	Optional*	
		For	Against			For	Against
	Ordinary Business			6	Revision in terms of appointment of Shri Rameshbhai B. Patel as Whole Time Director		
1	Approval of Annual Accounts						
2	Declaration of Dividend						
3	Re-appointment of Mr. Dixitbhai B. Patel who retires by rotation			7	Revision in terms of appointment of Shri Dixitbhai B. Patel as Whole Time Director		
	Special Business						
4	Ratification of Remuneration to Cost Auditors			8	To authorize to borrow under Section 180(1)(c) of the Companies Act, 2013		
5	Revision in terms of appointment of Shri Bhagwandas K. Patel as Managing Director			9	To authorize to create mortgage/ charge under Section 180(1)(a) of the Companies Act, 2013		

*It is optional to put '✓' in the appropriate column against the Resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all Resolutions, your proxy will be entitled to vote in the manner as he/she thinks appropriate.

Signed this _____ day of _____ 2019

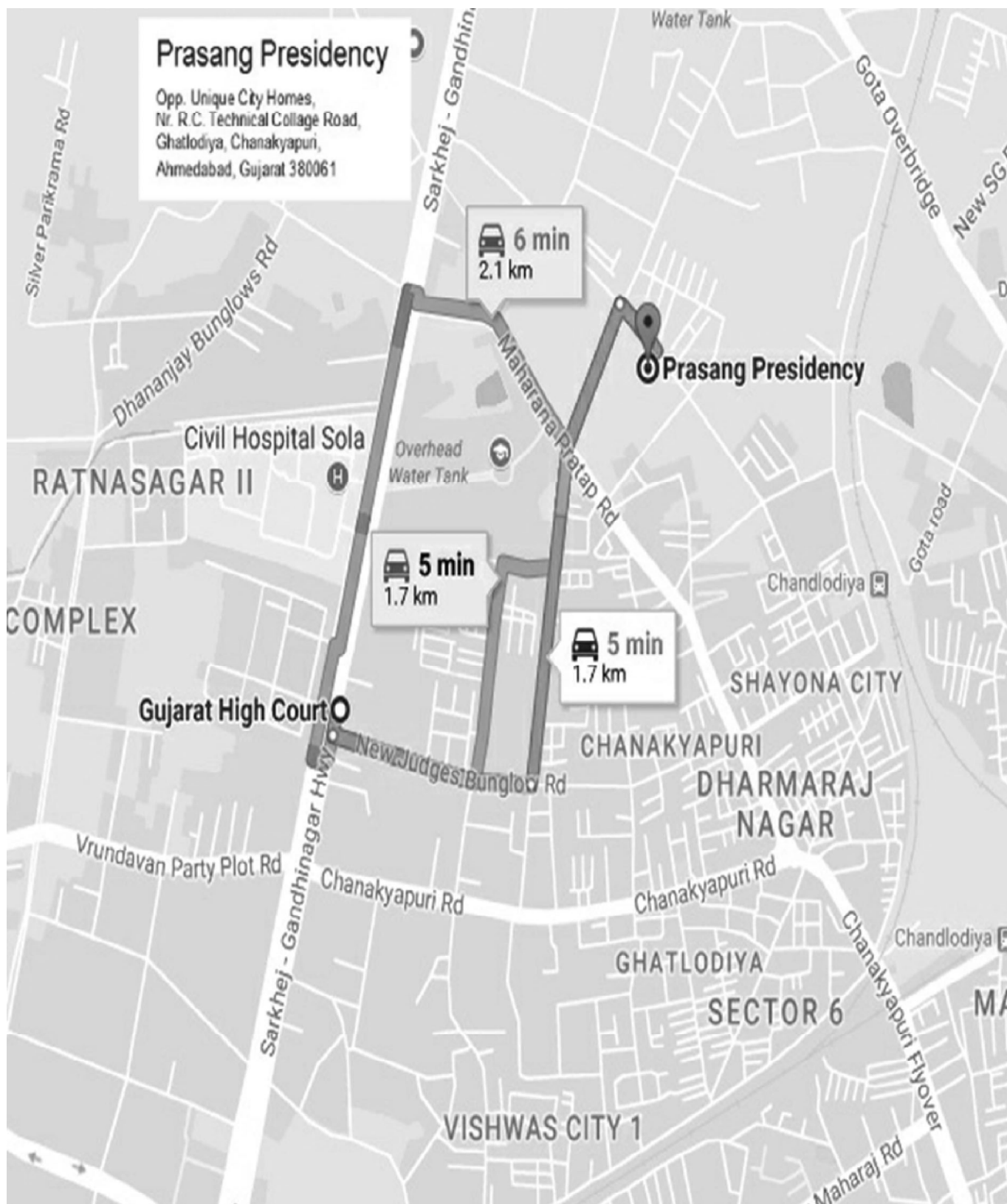
Signature of shareholder(s) _____

Signature of Proxy holder(s) _____

Affix
Revenue
Stamp
Re. 1/-

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

Venue of AGM : Route Map : Pursuant to SS-2 : Secretarial Standard on General Meeting.



What is the "Green Economy"?

For the purposes of the Green Economy Initiative, UNEP has developed a working definition of a green economy as one that results in improved human well-being and social equity, while significantly reducing environmental risks and ecological scarcities. In its simplest expression, a green economy can be thought of as one which is low carbon, resource efficient and socially inclusive.

Practically speaking, a green economy is one whose growth in income and employment is driven by public and private investments that reduce carbon emissions and pollution, enhance energy and resource efficiency, and prevent the loss of biodiversity and ecosystem services. These investments need to be catalyzed and supported by targeted public expenditure, policy reforms and regulation changes. This development path should maintain, enhance and, where necessary, rebuild natural capital as a critical economic asset and source of public benefits, especially for poor people whose livelihoods and security depend strongly on nature.





DYNEMIC PRODUCTS LIMITED

CIN: L24100GJ1990PLC013886

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